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BOARD OF ADMINISTRATION

1737 N. First Street, Suite
580 5th Floor Board Room,
San Jose, CA 95112

Meeting Minutes - Final Federated Investment Committee

Tuesday, December 18, 2018

11:00 AM

1737 N. First Street, Suite 580 5th Floor
Board Room, San Jose, CA 95112

CALL TO ORDER AND ROLL CALL

The Federated Investment Committee met on Tuesday, December 18, 2018 at the Retirement Services Board Room, 1737 N. First Street, Suite 580, San Jose California 95112. Chair Anurag Chandra of the Federated Investment Committee called the meeting to order at 11:08 a.m.

Present 2 - Anurag Chandra, and Kurt Billick

Absent 1 - Matt Loesch

Retirement Staff present: Roberto L. Peña, Prabhu Palani, Brian Starr, Jay Kwon, Dhinesh Ganapathiappan, David Aung, Christina Wang, Arun Nallasivan, Linda Alexander, Marivic Co-Garcia

Also present: Laura B. Wirick, Hannah Schriener; Meketa Investment Group;

Teleconference: Tom Iannucci; Cortex

• ORDERS OF THE DAY

OPEN SESSION

1. Approval of Minutes of the November 27, 2018 Federated Investment Committee Meeting.

A motion was made to approve the November 27, 2018 Minutes of the Federated Investment Committee Meeting.

Approved. (M.S.C. Billick/Chandra 2-0-0)

The Motion passed unanimously.

2. Discussion of Investment Governance recommendations by Cortex.

CIO Palani led the discussion. Mr. Iannucci presented the topic in Enhancing the Governance of the Investment Program. Mr. Iannucci provided a quick overview of what they presented to the Police and Fire Ad Hoc Committee last November 2018. The presentation included the following: A modified asset allocation process; and delegation of authority for manager selection/termination; The Trustees discussed the project and its potential application to the Federated investment program and agreed that additional discussion was warranted. They also discussed the proposed changes to the asset allocation and guardrails around manager selection. Ms. Laura Wirick provided her feedback regarding the process. Trustee Chandra stated that he supports delegating manager selection of staff.

Trustee Billick recommended discussing this topic with the full Board. CIO Palani stated that he would like to present in three stages similar to the way it was presented to Police and Fire.

A motion was made to present this item to the full Board in January 2019.

Approved. (M.S.C. Billick/Chandra 2-0-0)

This item was presented.

COMMUNICATION

3. 2nd Quarter 2018 Private Markets Report by Meketa Investment Group.

This item was received and filed.

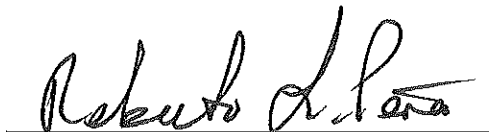
4. 2nd Quarter 2018 Private Equity Report by Neuberger Berman.

This item was received and filed.

• ADJOURNMENT

The meeting was adjourned at 12:21 p.m.

APPROVED:



ROBERTO L. PEÑA, CEO
OFFICE OF RETIREMENT SERVICES