



# BOARD OF ADMINISTRATION

## Meeting Minutes

### Police and Fire Investment Committee

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Thursday, August 26, 2021

11:00 AM

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**MEETING HELD BY ZOOM CONFERENCE IN LIEU OF PHYSICAL LOCATION**

**Dial In: +1 669 219 2599**

**Meeting ID: 986 7195 7199**

**Password: 913801**

**CALL TO ORDER AND ROLL CALL**

*The Police and Fire Investment Committee met on Thursday, August 26, 2021. The meeting was held via Zoom conference. Chair Menon called the meeting to order at 11:01 a.m.*

*Police and Fire Committee Members Present via Teleconference: Eswar Menon, Andrew Gardanier, Drew Lanza and Howard Lee.*

*Retirement Staff Present via Teleconference: Roberto L. Peña, Prabhu Palani, Jay Kwon, Dhinesh Ganapathiappan, Christina Wang, David Aung, Arun Nallasivan, Michelle San Miguel, Ron Kumar, and Ellen Lee.*

*Also Present via Teleconference: Laura Wirick, Meketa Investment Group, Jared Pratt, Meketa Investment Group, Eileen Neill, Verus Investments, Bill Hallmark, Cheiron, Brian Starr, Consultant, Kevin Balood, Pagent Media and Robert Larkins, Loop Capital Markets,*

• **ORDERS OF THE DAY**

A motion was made to waive Sunshine on Item 6

M.S.C. Lanza/Menon

The motion was approved 4-0 by a roll call vote.

**OPEN SESSION**

1. Approval of minutes of the June 22, 2021 Police and Fire Investment Committee meeting.

A motion was made to approve the June 22, 2021 Police and Fire investment meeting minutes.

M.S.C. Menon/Lanza

The motion was approved 4-0 by a roll call vote.

2. Approval of minutes of the June 29, 2021 Special Joint Investment Committee meeting.

A motion was made to approve the June 29, 2021 Joint investment meeting minutes.

M.S.C. Menon/Lanza

The motion was approved 4-0 by a roll call vote.

3. Oral Update by CIO of Retirement Services, Prabhu Palani.

CIO Palani discussed today's agenda items. Investment Officer Christina Wang gave a short presentation on the current market situation in China.

4. Overview of Public Markets by Senior Investment Officer, Jay Kwon.

Senior Investment Officer, Jay Kwon, presented a comprehensive overview of the public markets. He started the presentation with a review of the prior year including discussion on manager changes and prefunding. He followed with an asset class overview and highlighted some of the strategies. Finally, he discussed some of the priorities for the upcoming year. At the end of the discussion, he answered questions from the Committee.

5. Risk Overview by Verus Investments.

Ms. Eileen Neill, Verus Investments, gave a risk overview of the portfolio. Ms. Neill noted that the total risk remains elevated but below the Board risk limit of 12%. High utilization of passive strategies in public markets keep overall relative and active risk low. Ms. Neill answered questions from the Board after the presentation.

6. POB discussion by Staff and Investment Consultants.

Trustee Lanza introduced the topic and gave a presentation on pension obligation bond. His discussion centered around whether POB is a good idea and how to invest the money if it is issued. It was followed by a discussion by CIO Palani and Trustee Menon. Trustee Gardinar commented that it was not the Committee's job to influence the City to whether issue or not to issue the POB.

## **COMMUNICATIONS**

7. Manager Decisions for the First Half of 2021.

## **CLOSED SESSION**

8. Closed session: Conference with Investment Consultant pursuant to Govt. Code section 54956.81 to consider purchase or sale of particular pension fund investments (1 investment).

The Committee entered into the Closed session at 1:12 p.m.

The Committee came out of the Closed session at 1:30 p.m.

There were no reportable items out of Closed Session.

- **ADJOURNMENT**

The Police and Fire Investment Committee meeting adjourned at 1:54 p.m.

APPROVED:

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Roberto L. Peña  
CEO, Office of Retirement Services