BOARD OF ADMINISTRATION

Meeting Minutes

Police and Fire Investment Committee

Tuesday, June 21, 2022 **11:00 AM**

MEETING TO BE HELD BY ZOOM CONFERENCE IN LIEU OF PHYSICAL LOCATION
zoom.us
Dial In: +1 669 219 2599 US (San Jose)
Meeting ID: 97347403105
Password: 068178

- **CALL TO ORDER AND ROLL CALL**

The Police and Fire Investment Committee met on Tuesday, June 21, 2022. The meeting was held via Zoom conference. Chair Menon called the meeting to order at 11:02 a.m.

Police and Fire Committee members present via Teleconference: Eswar Menon, Drew Lanza and Howard Lee. Trustee Andrew Gardanier was absent

Retirement Staff present via Teleconference: Roberto Pena, Prabhu Palani, Jay Kwan, Dhinesh Ganapathiappan, Christina Wang, David Aung, Arun Nallasivan, Sachin Sadana, Eric Tsang, Linda Alexander, Ron Kumar, Julie He and Ellen Lee

Also present via Teleconference: Laura Wirick, Meketa Investment Group, Jared Pratt, Meketa Investment Group, Eileen Neill, Verus Investments, Danny Sullivan, Verus Investments, Marc Gesell, Verus Investments, Sunita Ganapati, public member Dave Berry, public member and Joe Ebisa, public member

- **ORDERS OF THE DAY**

OPEN SESSION

1. Approval of minutes of the April 26, 2022 Police and Fire Investment Committee meeting.

   A motion was made to approve the minutes of the April 26, 2022 Police and Fire Investment Committee meeting.

   Approved (M.S.C. Lanza/Menon) 3-0 by a roll call vote.

2. Discussion on hedging strategies by Investment Staff.

   CIO Prabhu Palani introduced the item and discussed the current market conditions and the

need for hedging strategies to protect the portfolio. Senior Investment Officer Jay Kwon and Investment Officer David Aung presented two options for hedging strategies.The two paths work to rebalance the portfolio and protect downside risk. Trustees discussed the two options and are in agreement to use hedging strategies.

3. China Discussion by Verus Investments.

Eileen Neill from Verus presented a discussion on current market conditions in China and possible outcomes. The possible scenarios in China can be new and sustainable growth, decoupling and growth concerns and continuing Covid lockdowns. Ms. Neill went over each scenario and its effects on the Police and Fire portfolio. She answered questions from the Committee.

CLOSED SESSION

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

There are no reportable items out of closed session.

- **PROPOSED AGENDA ITEMS**
- **PUBLIC COMMENTS**
- **ADJOURNMENT**

The meeting was adjourned at 1:00 PM.

APPROVED:

_____

Roberto L. Peña
CEO, Office of Retirement Services