



COUNTY OF TULARE
BOARD OF RETIREMENT

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MINUTES OF THE BOARD OF RETIREMENT
REGULAR RETIREMENT BOARD MEETING

Wednesday, May 9, 2018 @ 8:30 a.m.

TCERA Board Room, 136 N. Akers Street, Visalia, CA 93291

I. CALL TO ORDER

Called to Order by Roland Hill, Chairman.

II. ROLL CALL

Members Present: Cook, Hill, Ross, Reed, Young, Crawford, Vander Poel
Members Absent: Watson
Alternates Present: Norman, Taylor, Sampietro
Others Present: David Kehler, Retirement Administrator; Leanne Malison, Assistant Administrator; Jeanette Burks and Adriana Gonzales-Chang, Retirement Specialist; Barbara Grunwald, Deputy County Counsel; Paul Guerrero, CAO-Administrative Analyst; David Holland, Cheiron; Charles Rooney and his Attorney, Thomas Tucson.

Let the record show that Mr. Ross arrived at 8:31 a.m. Mr. Norman, Alternate Safety Trustee, will be voting in the absence of Mr. Watson and Ms. Taylor, Alternate Retiree Trustee, will be voting in place of the vacant position on the Board. Ms. Grunwald, Mr. Cook and Mr. Sampietro departed at 11:08 a.m.

1. As a courtesy to those in attendance, all individuals are requested to place cell phones and other electronic devices in the non-audible alert mode.
2. Pledge of Allegiance and Moment of Silence

III. PUBLIC COMMENT

1. At this time, members of the public may comment on any item not appearing on the agenda. Under state law, matters presented under this item cannot be discussed or acted upon by the Board at this time. For items appearing on the agenda, the public is invited to make comments at the time the item comes up for Board consideration. Any person addressing the Board will be limited to a maximum of five (5) minutes so that all interested parties have an opportunity to speak. Please state your name for the record.

None.

IV. X-AGENDA ITEMS

None.

V. DISABILITIES – Time Certain: 8:30 a.m.

1. Closed session was held from 8:39 to 8:57 a.m. regarding disability matters listed on the Agenda.
2. In the matter of the disability application of Charles Rooney, reconsider the Retirement Board's decision of Dec. 13, 2017, and take action regarding the application for a disability retirement.

Attorney Thomas Tucson, briefly addressed the Board on behalf of Charles Rooney.

MOTION to approve a service connected disability retirement to Charles Rooney with an effective date of October 24, 2016.

Watson/Reed Approved
Ayes: Cook, Hill, Reed, Young, Taylor, Crawford, Vander Poel, Norman
Noes: Ross
Absent: Watson

3. Discussion and possible action regarding ExamWorks invoice in the amount of \$5,950.00, for review of records related to disability application of Cynthia Natzke.

MOTION approve the ExamWorks invoice in the amount of \$5,950.00.

Norman/Crawford Approved Unanimously
Absent: Watson

4. Accepted as filed: Disability Status Report Overview.

VI. LEGAL REPORT

1. Accepted as filed: County Counsel Case Status Report.

VII. CONSENT CALENDAR

1. Approve Minutes of the following Meetings:
 - a. Retirement Board Minutes of April 25, 2018.
2. Approve payments to:
 - a. Boston Partners – invoice investment management services for the quarter ended March, 2018, in the amount of \$61,078.47.
 - b. William Blair – invoice for investment management services for the quarter ended March, 2018, in the amount of \$59,098.15.
 - c. Waddell & Reed – invoice for investment management services for the period ended March 6, 2018, in the amount of \$56,185.53.
 - d. Waddell & Reed – invoice for investment management services for the period ended March 31, 2018, in the amount of \$21,609.82.
 - e. Franklin Templeton – invoice for investment management services for the quarter ended March, 2018, in the amount of \$71,078.42.
 - f. QMA – invoice for investment management services for the quarter ended March, 2018, in the amount of \$48,875.58.
 - g. Shenkman Capital – invoice for investment management services for the quarter ended March, 2018, in the amount of \$25,510.23.
 - h. BlackRock – invoice for investment management services for the quarter ended March, 2018, in the amount of \$43,139.38.
 - i. SSGA – invoice for MSCI ACWI Fund investment management services for the quarter ended March, 2018, in the amount of \$16,846.48.
 - j. SSGA – invoice for TIPS Index Fund investment management services for the quarter ended March, 2018, in the amount of \$2,500.00.
 - k. SSGA – invoice for S&P 500 Fund investment management services for the quarter ended March, 2018, in the amount of \$4,219.53.
 - l. SSGA – invoice for Russell Small Cap Fund investment management services for the quarter ended March, 2018, in the amount of \$2,949.52.
 - m. Nossaman – invoice for legal services for the period ending March, 2018, in the amount of \$6,947.20.

MOTION to approve the Consent Calendar.

Young/Vander Poel Approved Unanimously
Absent: Watson

VIII. COMMITTEE REPORTS

1. Update by Wayne Ross regarding the Administrative Committee meeting of April 19, 2018. Discussion and possible action regarding the following items:
 - a. Drafts of FY 2018-19 Administrative Budgets for TCERA and TCERA Property, Inc.

Mr. Kehler reported that during the Committee meeting he explained the purpose of the preliminary budget review and asked the Committee members for input related to overall goals and objectives that Trustees would like staff to address in FY 2018-19. The Committee discussed staffing issues and needs and maintenance of the TCERA office building. Mr. Kehler indicated that many of the costs projections are preliminary and will be updated as more information is received from County departments and outside vendors. The preliminary budget figures are included for the full Board today. Another review of the budget will be held at the Committee level at the meeting of May 23rd.

- b. Disposal of Surplus Equipment.

Mr. Ross noted that the Committee ratified the Retirement Administrator's action to approve the surplus equipment for disposal.

IX. INVESTMENTS

1. Presentation from Boston Partners regarding TCERA's investment allocation to Large Cap Value Equity. Discussion and possible action.

Carolyn Margiotti and David Pyle made the presentation on behalf of Boston Partners. The Chair authorized forty-five minutes of continuing education hours to Trustees and Staff present.

2. Presentation from KKR Credit regarding TCERA's opportunistic private credit investment. Discussion and possible action.

The KKR presentation was made by Dan McLaughlin and Sumana Rowel. The Chair authorized forty-five minutes of continuing education hours to Trustees and Staff present.

X. OLD BUSINESS

1. Discussion and possible action regarding revised Actuarial Valuation Report for the period ending June 30, 2017.

David Holland reviewed the revisions to the Actuarial Valuation Report. Mr. Kehler noted that there is an outstanding issue regarding the treatment of contributions for the Superior Courts in relation to the County as described in Government Code Section 71624. He has spoken to the Courts Executive Officer regarding the situation and is waiting for their response.

MOTION to approve the revised Actuarial Valuation Report for the period ending June 30, 2017 contingent upon receipt of Pension Obligation Board (POB) proceeds of \$250 Million. If the proceeds are not received, the original Actuarial Valuation Report will govern.

Vander Poel/Crawford Approved Unanimously
Absent: Watson

2. Discussion and ratification of Addendum to Board of Retirement Resolution regarding potential receipt of Pension Obligation Bond proceeds.

Mr. Cook, Mr. Sampietro and Ms. Grunwald recused themselves and left the room at 11:08 a.m.

MOTION to ratify the Addendum to the Board of Retirement Resolution regarding potential receipt of Pension Obligation Bond proceeds.

Reed/Norman	Approved	
	Ayes:	Hill, Reed, Young, Taylor, Crawford, Norman
	Noes:	Ross
	Abstain:	Vander Poel

3. Discussion and possible action regarding SACRS Business meeting – Directions to voting delegates.

The Board directed the Voting Delegate to vote in support of the SACRS Nomination Committee Slate and the SB1270 (Videk) proposed legislation.

4. Discussion regarding new laws, proposed legislation, and topics of interest impacting public pension plans.

None to report at this time.

XI. EDUCATION ITEMS

1. Discussion and possible action regarding all education items listed in Trustee binders.

No action taken.

XII. UPCOMING MEETINGS

1. 05/15-18/2018 SACRS Spring Conference, Anaheim, CA
2. 05/22/2018 Investment Committee meeting @ 3:00 p.m.
3. 05/23/2018 Board of Supervisors/Retirement Board joint meeting @ 8:30 a.m.
4. 05/23/2018 Administrative Committee meeting - *Immediately following Retirement Board meeting*

XIII. TRUSTEE / STAFF COMMENTS

1. Under state law, matters presented under this item cannot be discussed or acted upon by the Board at this time.

None.

XIV. ADJOURNED: 11:14 a.m.

Roland Hill, Chair