



COUNTY OF TULARE
BOARD OF RETIREMENT

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MINUTES OF THE BOARD OF RETIREMENT
INVESTMENT COMMITTEE MEETING
Monday, October 15, 2018 @ 2:00 p.m.
TCERA Executive Room, 136 N. Akers Street, Visalia, CA 93291

I. CALL TO ORDER

The meeting was called to order at 2:00 p.m.

II. ROLL CALL

Present: Jim Young, Chair; Cass Cook
Mike Watson – arrived 2:09
Charlie Norman – voting as alternate for Mike Watson until 2:09
Roland Hill – observation only after 2:09, departed 2:49
Paul Sampietro – alternate
Dave Kehler, Leanne Malison, Scott Whalen (via conference call)

III. PUBLIC COMMENT

Mr. Cook asked for clarification of TCERA's over-commitment strategy for alternative investments. Mr. Whalen briefly reviewed TCERA's approach to reach its target allocations for alternative investments.

IV. AGENDA ITEMS

1. Discussion and possible action regarding the following items:

- a. Approve Investment Committee Minutes from September 18, 2018.

Motion to approve minutes as presented.

Motion: Norman

Second: Cook

Motion approved unanimously

- b. Presentation from Ocean Avenue Capital Partners – Update regarding TCERA's Private Equity Investment and Newest Fund Offering

Jeff Ennis reviewed TCERA's private equity investment with Ocean Avenue Capital Partners, including the investment strategy and performance. Mr. Ennis also provided information regarding Ocean Avenue Fund IV, the newest fund offering available to TCERA from Ocean Avenue.

After the presentation, Mr. Whalen provided comments on the presentation and his recommendation regarding Ocean Avenue Fund IV.

Motion to recommend to the Board of Retirement that TCERA authorize a \$20 million commitment to Ocean Avenue Fund IV.

Motion: Cook

Second: Watson

Motion approved unanimously

c. Asset Allocation Status

The Committee reviewed the report, noting the continued progress in investing the Pension Obligation Bond proceeds.

d. 2018/2019 Investment Committee Goals and Objectives Timeline and 2018/2019 Education Calendar

Ms. Malison noted that the timeline was updated to include recent Board activity. In addition, a proposed calendar for 2019 was provided for the Committee's review. The committee confirmed the schedule of investment manager presentations and directed Staff to schedule a presentation on Currency Management for the January 23, 2019 Board of Retirement meeting. The Committee also requested that the presentation title "Private Equity Program Review" scheduled for June 26, 2019 be changed to "Private Equity/Private Credit Program Review" to clarify that the discussion will include both investment types.

e. TPG Special Situations Partners – TCS Fund – Possible Inclusion in TCERA's Portfolio

Mr. Whalen reviewed his recommendation regarding including the TCS Fund as part of TCERA's Private Credit portfolio with TPG (TPG Sixth Street Partners – TSSP). The Committee was reminded that a presentation on this investment was provided as part of TPG's presentation to the Board of Retirement on September 12, 2018.

Motion to recommend to the Board of Retirement that TCERA authorized a \$20 million commitment to the TCS Fund, bringing TCERA's total commitment to the TPG DCP (Diversified Credit Portfolio) to \$100 million.

Motion: Watson

Second: Cook

Motion approved unanimously

f. Investment Managers

1) Verus Flash Report – All Managers

The Committee reviewed the Flash Report. Mr. Whalen highlighted areas of interest.

2) Managers of Interest

a) Ivy Investments – Manager Review – The manager remains on the agenda as directed by the Board of Retirement. No additional information provided.

b) Franklin Templeton Investments – Personnel Changes – Notification regarding Chief Investment Officer – No Action Required

V. UPCOMING MEETING

1. Tuesday, November 20, 2018, 3:00 p.m.

VI. ADJOURN

The meeting was adjourned at 3:30 p.m.

Jim Young, Chair