

3. Accepted as filed: Disability Status Report Overview.

VI. CONSENT CALENDAR

1. Approve Minutes of the following Meetings:
 - a. Retirement Board Minutes of January 8, 2020.
2. Approve payments to:
 - a. LMCG – invoice for investment management services for the quarter ended December 31, 2019, in the amount of \$61,863.29.
 - b. Verus – invoice for investment consulting services for the period ended November 30, 2019, in the amount of \$20,413.30.
 - c. Verus – invoice for investment consulting services for the period ended December 31, 2019, in the amount of \$20,000.00.
 - d. Nossaman – invoice for outside legal services for the period ending November 30, 2019, in the amount of \$165.90.
3. Approve reports:
 - a. Retirement applications, option selections and deceased pensioners for the month of December, 2019.

MOTION to approve the Consent Calendar.

Young/Hernandez Approved Unanimously
Absent: Cook

VII. COMMITTEE REPORTS

1. Update by Jim Young regarding the Investment Committee meeting of January 15, 2019. Discussion and possible action regarding the following items:
 - a. Asset Allocation Status

The Committee reviewed the report. During the Committee meeting Ms. Malison noted that the majority of the proceeds from the liquidation of the hedge fund portfolios is expected this month. The proceeds will be part of the cash overlay program with Parametric until the funds are either invested with the new real estate debt manager, when selected, or invested with other existing managers.

- b. 2020 Investment Committee Goals and Objectives Timeline and 2020 Education Calendar

Ms. Malison noted that the due diligence visits to the real estate debt manager search finalists are scheduled for March 12th and 13th. Pete Vander Poel and Jim Young will be the trustee representatives, accompanied by Scott Whalen of Verus Investments. The team expects to report the results at the March 25, 2020 Board of Retirement meeting.

- c. Investment Managers
 - 1) Verus Flash Report – All Managers

The Committee reviewed the report, noting that performance for the 6 months ended December 31, 2019, exceeds the TCERA investment assumption rate. Final calculations for interest posting are pending receipt of complete manager results and accounting for expenses.

- 2) Managers of Interest

No discussion was held.

VIII. INVESTMENTS

1. Discussion and possible action regarding TCERA's strategic investment allocation and investment managers, including performance, contracts, and fees.

Discussion was held regarding inflation protection in the portfolio now that the Hedge Funds and Commodities Allocations have been eliminated. Also discussed was the split between international and domestic equities in light of historic performance.

IX. EDUCATION ITEMS

1. Discussion and possible action regarding all listed educational events.

It was requested that the CRCEA Annual Spring Conference be added to the educational list.

X. UPCOMING MEETINGS

1. 02/2020 Investment Committee meeting – *Date and Time To Be Determined*
2. 02/2020 Administrative Committee meeting – *Date and Time To Be Determined*
3. 02/05/2020 Retirement Board meeting @ 8:30 a.m. – *Date Change due to World Ag Expo*
4. 02/26/2020 Retirement Board meeting @ 8:30 a.m.

XI. TRUSTEE / STAFF COMMENTS

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

Roland Hill, Chair, indicated that the Committee assignments would be determined by the end of the week. Ms. Hernandez asked if a Trustee can request to be assigned to a specific committee. Mr. Hill noted that he would take requests into consideration.

XII. COMMUNICATIONS

1. For Your Information:
 - a. Article dated January 8, 2020 titled “California Rule and public retirement system governance” by Ashley K. Dunning and Peter H. Mixon.

XIII. ADJOURNED: 8:55 a.m.



Roland Hill, Chair