

**BOARD OF RETIREMENT
FRESNO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION**

"Our mission is to provide secure retirement benefits to our members and beneficiaries while investing the assets of the plan within prudent levels of risk."

April 15, 2020

**REGULAR MEETING
ACTION SUMMARY MINUTES**

[AN AUDIO RECORDING OF THE OPEN SESSION DISCUSSION ITEMS CAN BE FOUND ON THE FCERA WEBSITE AT WWW.FRESNOCOUNTYRETIREMENT.ORG](http://WWW.FRESNOCOUNTYRETIREMENT.ORG)

Trustees Present:

John Adams, via Tele-Conference
Dr. Rod Coburn, III, via Tele-Conference
Steven Jolly, via Tele-Conference
Stanley McDivitt, via Tele-Conference
John Robinson

Laura Basua, via Tele-Conference
Oscar Garcia
Nathan Magsig
Douglas Papagni, Alternate, via Tele-Conference

Trustees Absent:

Riley Talford

Staff and Service Providers Present:

Donald Kendig, Retirement Administrator
Doris Rentschler, Assistant Retirement Administrator
Douglas Kidd, Retirement Investment Officer, via Tele-Conference
Elizabeth Avalos, Executive Assistant
Merelle Buttner, Administrative Assistant
Matthew Gonzalez, Retirement Specialist
Kenneth Price, Board Counsel
Craig Armstrong, Board Counsel, via Tele-Conference
Kurt Vote, Board Counsel, via Tele-Conference
Art Wille, County Counsel, via Tele-Conference

Members of the Public that Addressed the Board:

Bill Delany, Counsel for Charlotte Trent, via Tele-Conference

1. CALL TO ORDER

Chair Magsig called the meeting to order at 8:30 AM.

2. PLEDGE OF ALLEGIANCE

Trustee Oscar Garcia led the Pledge.

3. PUBLIC COMMENT

None.

4. CONSENT AGENDA

CONSENT ITEMS 4.A. AND 4.C. WERE PULLED FOR COMMENT/DISCUSSION.

AN OPPORTUNITY WAS PROVIDED FOR PUBLIC COMMENT. A MOTION WAS MADE BY TRUSTEE GARCIA, SECONDED BY TRUSTEE ADAMS, TO ACCEPT CONSENT ITEMS 4.B AND 4.D. THROUGH 4.G. AS PRESENTED. ROLL CALL VOTE: YES – ADAMS, BASUA, COBURN, GARCIA, JOLLY, MAGSIG, MCDIVITT, ROBINSON. ABSENT: TALFORD. MOTION PASSED.

- A. Receipt and Filing of the Business Expense Account Statements for March 2020

DISCUSSED. AN OPPORTUNITY WAS PROVIDED FOR PUBLIC COMMENT. AT THE REQUEST OF TRUSTEE GARCIA, STAFF REPORTED ON THE RECENTLY CANCELLED AIR TRAVEL, NOTING THAT THERE IS A VARIETY OF CREDITS ATTRIBUTABLE TO THE INDIVIDUAL OR TO THE AGENCY NEEDING TO BE USED WITHIN THE YEAR. A MOTION WAS MADE BY TRUSTEE GARCIA, SECONDED BY TRUSTEE ROBINSON, TO ACCEPT CONSENT ITEM 4.A. AS PRESENTED. ROLL CALL VOTE: YES – ADAMS, BASUA, COBURN, GARCIA, JOLLY, MAGSIG, MCDIVITT, ROBINSON. ABSENT: TALFORD. MOTION PASSED.

- B. Receipt and Filing of the Unaudited Comparative Financial Statements for the Six Months Ended December 31, 2019 and June 30, 2019 with the Statement of Fiduciary Net Position – **RECEIVED AND FILED**

- C. Receipt and Filing of the Quarterly Trustee Travel Report and Anticipated Trustee Travel

DISCUSSED. AN OPPORTUNITY WAS PROVIDED FOR PUBLIC COMMENT. AT THE REQUEST OF TRUSTEE ADAMS, STAFF REPORTED ON THE RECENTLY CANCELLED AIR TRAVEL, NOTING THAT THERE IS A VARIETY OF CREDITS ATTRIBUTABLE TO THE INDIVIDUAL OR TO THE AGENCY NEEDING TO BE USED WITHIN THE YEAR. A MOTION WAS MADE BY TRUSTEE ADAMS, SECONDED BY TRUSTEE COBURN, TO ACCEPT CONSENT ITEM 4.C. AS PRESENTED. ROLL CALL VOTE: YES – ADAMS, BASUA, COBURN, GARCIA, JOLLY, MAGSIG, MCDIVITT, ROBINSON. ABSENT: TALFORD. MOTION PASSED.

- D. Receipt and Filing of the Quarterly Written Administration Report – **RECEIVED AND FILED**

- E. Receipt and Filing of the Quarterly Written Investment Officer Report – **RECEIVED AND FILED**

- F. Receipt and Filing of the Strategic Plan Status – **RECEIVED AND FILED**

- G. Receipt and Filing of the Quarterly Disability Status Report – **RECEIVED AND FILED**

5. MINUTES

- A. Consideration of the April 1, 2020 Retirement Board Regular Meeting Minutes

PRESENTED AND DISCUSSED. AN OPPORTUNITY WAS PROVIDED FOR PUBLIC COMMENT. A MOTION WAS MADE BY TRUSTEE GARCIA, SECONDED BY TRUSTEE COBURN, TO APPROVE ITEM 5.A. AS PRESENTED. ROLL CALL VOTE: YES – ADAMS, BASUA, COBURN, GARCIA, JOLLY, MAGSIG, MCDIVITT, ROBINSON. ABSENT: TALFORD. MOTION PASSED.

6. DISCUSSION

- A. Consideration of Investment Staff Authority and Limited Partner Advisory Committee (LPAC) Participant Designations

PRESENTED AND DISCUSSED. AN OPPORTUNITY WAS PROVIDED FOR PUBLIC COMMENT. A MOTION WAS MADE BY TRUSTEE MCDIVITT, SECONDED BY TRUSTEE ADAMS, TO CEASE FCERA TRUSTEE AND STAFF PARTICIPATION ON INVESTMENT MANAGER LIMITED PARTNER ADVISORY COMMITTEES. ROLL CALL VOTE: YES – ADAMS, BASUA, COBURN, GARCIA, JOLLY, MAGSIG, MCDIVITT, ROBINSON. ABSENT: TALFORD. MOTION PASSED.

- B. Consideration of Investment Manager Guideline Updates

PRESENTED AND DISCUSSED. AN OPPORTUNITY WAS PROVIDED FOR PUBLIC COMMENT. A MOTION WAS MADE BY TRUSTEE JOLLY, SECONDED BY TRUSTEE MCDIVITT, TO REMOVE THE INVESTMENT GUIDELINE REQUIRING THE INVESTMENT IN 15 OF THE EAFE COUNTRIES FOR ARTISAN INTERNATIONAL GROWTH AND TO MODIFY THE INVESTMENT GUIDELINES FOR T ROWE PRICE LARGE CAP GROWTH TO INDICATE THAT THE LIMIT ON “INDUSTRY WEIGHTS” MEANS INDUSTRY WITHIN A SECTOR, RATHER THAN A GIC SECTOR LIMIT AND ELIMINATE “AT TIME OF PURCHASE” LANGUAGE. ROLL CALL VOTE: YES – ADAMS, BASUA, COBURN, GARCIA, JOLLY, MAGSIG, MCDIVITT, ROBINSON. ABSENT: TALFORD. MOTION PASSED.

- C. Receipt and Filing of Demonstration on FCERA Investment Tools Vignette

PRESENTED. AN OPPORTUNITY WAS PROVIDED FOR PUBLIC COMMENT. RECEIVED AND FILED.

- D. Consideration of Overlaying Grosvenor Cash Pending Liquidation

PRESENTED AND DISCUSSED. AN OPPORTUNITY WAS PROVIDED FOR PUBLIC COMMENT. A MOTION WAS MADE BY TRUSTEE COBURN, SECONDED BY TRUSTEE JOLLY, TO PLACE THE GROSVENOR CASH, UNOVERLAID, IN A NON-INTEREST BEARING ACCOUNT FOR UP TO 90 DAYS. ROLL CALL VOTE: YES – ADAMS, BASUA, COBURN, JOLLY, MAGSIG, MCDIVITT, ROBINSON. NO – GARCIA. ABSENT: TALFORD. MOTION PASSED.

- E. Consideration of the Pension Status of Earn Codes Needed for the Families First Coronavirus Response Act of 2020 (FFCRA): Earn Codes 212 – Extended FMLA, 211 - Emergency Sick Leave Pay, and 200 – Emergency Sick Leave 2/3 Pay

PRESENTED AND DISCUSSED. AN OPPORTUNITY WAS PROVIDED FOR PUBLIC COMMENT. A MOTION WAS MADE BY TRUSTEE GARCIA, SECONDED BY TRUSTEE MCDIVITT, TO APPROVE THE ADDITION OF EARN CODES 200, 211, ANDS 212 AS PENSIONABLE OF ALL TIERS. ROLL CALL VOTE: YES – BASUA, COBURN, GARCIA, JOLLY, MAGSIG, MCDIVITT, ROBINSON. RECUSED: ADAMS. ABSENT: TALFORD. MOTION PASSED.

7. CLOSED SESSION:

- A. DISABILITY RETIREMENT APPLICATIONS – PERSONNEL EXCEPTION (pursuant to G.C. §54957)
1. Charlotte Trent
 2. Clinton Page

8. CLOSED SESSION – FCERA REALTY GROUP LLC:

- A. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION
(Paragraph (1) of subdivision (d) of Section 54956.9):
FCERA REALTY GROUP LLC, a California limited liability company v. BOARDWALK AT PALM BLUFFS, LP, a California limited partnership; BOARDWALK AT PALM BLUFFS II, LP, a California limited partnership; TARGET CONSTRUCTORS, INC., a California corporation; ALCAL SPECIALTY CONTRACTING, INC., a Nevada corporation; PETERS ROOFING, INC., a California corporation; JOHNSON FIRE PROTECTION INCORPORATED, a California corporation; A. COLMENERO PLASTERING, INC., a California corporation; B&L MECHANICAL, INC. and DOES 1-10, inclusive
(Case No. 19CECG01169)

9. ORAL REPORTS:

- A. Report from Closed Session
- 7.A.1. TRENT – NO ACTION TAKEN.**
 - 7.A.2. PAGE – DECISION – TO GRANT THE SERVICE-CONNECTED DISABILITY APPLICATION. THE MOTION WAS MADE BY TRUSTEE GARCIA, SECONDED BY TRUSTEE ROBINSON. ROLL CALL VOTE: YES – ADAMS, BASUA, COBURN, GARCIA, JOLLY, MAGSIG, MCDIVITT, ROBINSON. ABSENT: TALFORD. MOTION PASSED.**
 - 8.A. NO REPORTABLE ACTION.**
- B. FCERA Administration
1. A Budget Committee meeting is scheduled for May 6, 2020.
 2. A Personnel Committee meeting will be held immediately following this meeting.
- C. Board Counsel
None.
- D. Committee Reports
None.

E. Board Members

1. Trustee Jolly asked staff to contact Hamilton Lane to notify them of the Board's decision to cease participation on advisory boards.
2. Trustee McDivitt reminded the Trustees to submit the completed Administrator evaluation forms.
3. Chair Magsig asked staff to agendize a discussion on potentially making an additional contribution to RBC.

A MOTION WAS MADE BY TRUSTEE GARCIA, SECONDED BY TRUSTEE MAGSIG, TO ADJOURN. VOTE: UNANIMOUS.

There being no further business, the meeting adjourned at 10:40 AM.

Donald C. Kendig, CPA
Secretary to the Board