

**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."*

June 3, 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
John Robinson

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

Trustees Absent:

None

Staff and Service Providers Present:

Donald Kendig, Retirement Administrator
Patti Montoya, Interim Assistant Retirement Administrator
Douglas Kidd, Retirement Investment Officer, via Tele-Conference
Elizabeth Avalos, Executive Assistant
Merelle Buttner, Administrative Assistant
Kenneth Price, Board Counsel
Craig Armstrong, Board Counsel
Jeff Maclean, Verus, via Tele-Conference
Mike Kamel, Verus, via Tele-Conference

Members of the Public that Addressed the Board:

None

1. CALL TO ORDER

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

2. PLEDGE OF ALLEGIANCE

Trustee Stan McDivitt led the Pledge.

3. PUBLIC COMMENT

None.

TRUSTEE TALFORD JOINED THE BOARD AT 8:32 AM.

4. CONSENT AGENDA

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

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

- A. Receipt and Filing of the FCERA Cash Flow Position as of April 2020

DISCUSSED. AN OPPORTUNITY WAS PROVIDED FOR PUBLIC COMMENT. AT THE REQUEST OF TRUSTEES PAPAGNI AND JOLLY EXPRESSED CONCERNS ABOUT THE AMOUNT OF EXCESS CASH. A MOTION WAS MADE BY TRUSTEE MCDIVITT, SECONDED BY TRUSTEE ROBINSON, TO ACCEPT CONSENT ITEM 4.A. AS PRESENTED. ROLL CALL VOTE: YES – BASUA, COBURN, GARCIA, MAGSIG, MCDIVITT, ROBINSON, TALFORD. NO – JOLLY. ABSENT: ADAMS. MOTION PASSED.

Trustee Adams joined the board via tele-conference at 8:45 AM.

- B. Receipt and Filing of Investment Performance Report for Quarter End March 31, 2020

- 1. Carlyle
- 2. Hamilton Lane

DISCUSSED. AN OPPORTUNITY WAS PROVIDED FOR PUBLIC COMMENT. A BRIEF DISCUSSION WAS HAD REGARDING THE PERFORMANCE OF CARLYLE AND HAMILTON LANE. A MOTION WAS MADE BY TRUSTEE GARCIA, SECONDED BY TRUSTEE TALFORD, TO ACCEPT CONSENT ITEM 4.B. AS PRESENTED. ROLL CALL VOTE: YES – ADAMS, BASUA, COBURN, GARCIA, JOLLY, MAGSIG, MCDIVITT, ROBINSON, TALFORD. MOTION PASSED.

- C. Receipt and Filing of TALF Update – **RECEIVED AND FILED**
- D. Approval of the New Succession Plan Policy (2nd Reading) – **APPROVED**
- E. Approval of Retirements for May 2020 – **APPROVED**

5. MINUTES

A. Consideration of the May 6, 2020 Retirement Board Regular Meeting Minutes

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

B. Consideration of the May 6, 2020 Retirement Board Budget Committee Meeting Minutes

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

C. Consideration of the May 20, 2020 Retirement Board Audit Committee Meeting Minutes

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

6. DISCUSSION

A. Review of Quarterly Investment Reports for the Period Ended March 31, 2020

1. Investment Landscape
2. Investment Performance
3. Guideline Compliance
4. April Preliminary Performance

PRESENTED, RECEIVED AND FILED. NO ACTION TAKEN.

B. Consideration of Glide Path and Investment Options by

PRESENTED AND DISCUSSED. AN OPPORTUNITY WAS PROVIDED FOR PUBLIC COMMENT. A MOTION WAS MADE BY TRUSTEE COBURN, SECONDED BY TRUSTEE TALFORD, TO HAVE STAFF AND VERUS PROVIDE THE CURRENT GLIDE PATH AND AN OPTION MOVING TOWARDS THE BENCHMARK AT THE JULY 15, 2020 REGULAR MEETING. ROLL CALL VOTE: YES – ADAMS, BASUA, COBURN, JOLLY, MAGSIG, MCDIVITT, ROBINSON, TALFORD. NO – GARCIA. MOTION PASSED.

A SECOND MOTION WAS MADE BY TRUSTEE JOLLY, SECONDED BY TRUSTEE MCDIVITT, TO USE UNALLOCATED CASH TO 50/50 GROWTH/VALUE REBALANCING, EXTEND FIXED INCOME GLIDE PATH OUT 18 MONTHS THAT IS PRICE BASED, CLASSIFY TALF AND RBC ACCESS AS CORE, AND BRING BACK POLICY FOR REBALANCING BETWEEN STYLES AND NOT JUST ASSET CLASSES. ROLL CALL VOTE: YES – ADAMS, BASUA, COBURN, GARCIA, JOLLY, MAGSIG, MCDIVITT, ROBINSON, TALFORD. MOTION PASSED.

C. Oral Solicitation of Off-Site Educational Topics and Speakers

PRESENTED AND DISCUSSED. AN OPPORTUNITY WAS PROVIDED FOR PUBLIC COMMENT. STAFF REVIEWED THE PROPOSED TOPICS AND REQUESTED INPUT FROM THE BOARD. THE BOARD DIRECTED STAFF TO INCORPORATE A DISCUSSION ON GOVERNMENT AND POLITICS AND HOW THEY RELATE TO FIXED INCOME AND EQUITIES GLOBALLY. NO ACTION TAKEN.

D. Consideration of the Selection and Approval of Insurance Broker Services, Renewals, and Quotations, and the Authorization of the Retirement Administrator to Bind Coverages for the next Coverage Periods

PRESENTED AND DISCUSSED. AN OPPORTUNITY WAS PROVIDED FOR PUBLIC COMMENT. A MOTION WAS MADE BY TRUSTEE TALFORD, SECONDED BY TRUSTEE GARCIA, TO APPROVE ITEM 6.D. AS PRESENTED. ROLL CALL VOTE: YES – ADAMS, BASUA, COBURN, GARCIA, JOLLY, MAGSIG, MCDIVITT, ROBINSON, TALFORD. MOTION PASSED.

E. Consideration of the Fiscal Year 2020-21 Recommended Administrative Budget

PRESENTED AND DISCUSSED. AN OPPORTUNITY WAS PROVIDED FOR PUBLIC COMMENT. A MOTION WAS MADE BY TRUSTEE TALFORD, SECONDED BY TRUSTEE GARCIA, TO APPROVE ITEM 6.E. AS PRESENTED. ROLL CALL VOTE: YES – ADAMS, BASUA, COBURN, GARCIA, JOLLY, MAGSIG, MCDIVITT, ROBINSON, TALFORD. MOTION PASSED.

7. CLOSED SESSION

A. PUBLIC EMPLOYEE PERFORMANCE EVALUATION
Title: Retirement Administrator

8. ORAL REPORTS:

A. Report from Closed Sessions

7.A. No reportable action.

B. FCERA Administration

Donald Kendig informed the Board that he will be on vacation June 4th – June 12th and will be available by phone or email, if needed.

C. Board Counsel

Kenneth Price gave a brief update on the Election Procedures.

D. Committee Reports

None.

E. Board Members

Chair Magsig encouraged to support local business by spending locally.

There being no further business, the meeting adjourned at 11:47 AM.

Donald C. Kendig, CPA
Secretary to the Board