

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

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

November 4, 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 | Laura Basua | Dr. Rod Coburn, III |
| Oscar Garcia | Steven Jolly | Nathan Magsig |
| Stanley McDivitt | John Robinson | Riley Talford |
| Douglas Papagni – Retiree Alternate | | |

Trustees Absent:

None.

Staff and Service Providers Present:

Donald Kendig, Retirement Administrator
Debbie Paolinelli, Assistant Retirement Administrator
Douglas Kidd, Retirement Investment Officer
Patricia Montoya, Retirement Benefits Manager
Elizabeth Avalos, Executive Assistant
Merelle Buttner, Administrative Assistant
Matthew Gonzalez, Retirement Specialist
Kenneth Price, Board Counsel
Craig Armstrong, Board Counsel
Michael Kamell, Verus via Tele-conference
Ryan Buntain, Carlyle
Brett Hinton, Carlyle
Tom Iannucci, Cortex
Jeremy Seibert, CliftonLarsonAllen
Lisa Richmond, CliftonLarsonAllen

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 Rod Coburn led the Pledge.

3. PUBLIC COMMENT

None.

4. CONSENT AGENDA

CONSENT ITEMS 4.D. AND 4.F. WERE PULLED FOR COMMENT/DISCUSSION.

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

Trustee Talford joined the Board at 8:33 AM.

- A. Receipt and Filing of the FCERA Cash Flow Position as of September 2020 – **RECEIVED AND FILED**
- B. Receipt and Filing of the Budget Status for the Period ended September 30, 2020 – **RECEIVED AND FILED**
- C. Receipt and Filing of State Association of County Retirement Systems (SACRS) Business Meeting Agenda – **RECEIVED AND FILED**
- D. Receipt and Filing of Organizational Change: Eaton Vance

DISCUSSED. AN OPPORTUNITY WAS PROVIDED FOR PUBLIC COMMENT. GENERAL COMMENTS AND QUESTIONS REGARDING PARAMETRIC ENSUED. A MOTION WAS MADE BY TRUSTEE COBURN, SECONDED BY TRUSTEE MCDIVITT, TO ACCEPT CONSENT ITEM 4.D. AS PRESENTED. ROLL CALL VOTE: YES – ADAMS, COBURN, GARCIA, JOLLY, MAGSIG, MCDIVITT, ROBINSON, TALFORD. ABSENT – BASUA. MOTION PASSED.

- E. Receipt and Filing of Organizational Change: Loomis Sayles – **RECEIVED AND FILED**
- F. Receipt and Filing of Organizational Change: Kennedy Wilson

DISCUSSED. AN OPPORTUNITY WAS PROVIDED FOR PUBLIC COMMENT. IT WAS NOTED THAT THE MEMO CONTAINED A “TYPO” THAT WOULD BE CORRECTED/REVISED. A MOTION WAS MADE BY TRUSTEE JOLLY, SECONDED BY TRUSTEE MCDIVITT, TO ACCEPT CONSENT ITEM 4.D. AS PRESENTED. ROLL CALL VOTE: YES – ADAMS, BASUA, COBURN, GARCIA, JOLLY, MAGSIG, MCDIVITT, ROBINSON, TALFORD. MOTION PASSED.

- G. Approval of Amendment to Insight Fund XI Agreement – **APPROVED**

- H. Approval of Temporary Waiver of Artisan Partners Limit on Emerging Markets – **APPROVED**
- I. Approval of Retirements for October 2020 – **APPROVED**
- J. Approval of FCERA Office Closure for the Eve of Thanksgiving, November 25, 2020 – **APPROVED**

5. MINUTES

- A. Consideration of the October 21, 2020 Board Educational On-site Meeting Minutes

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

6. DISCUSSION

- A. Review Performance and Economic Summary Report: Carlyle, Portfolio Updates

PRESENTED, RECEIVED AND FILED. NO ACTION TAKEN.

- B. Consideration of the 2021 Investment Work Plan

PRESENTED, RECEIVED AND FILED. NO ACTION TAKEN. THE BOARD DIRECTED STAFF TO WORK WITH VERUS TO ADD CURRENCY HEDGING TO THE WORK PLAN.

- C. Consideration of Private Credit Next Steps

PRESENTED AND DISCUSSED. AN OPPORTUNITY WAS PROVIDED FOR PUBLIC COMMENT. A MOTION WAS MADE BY TRUSTEE GARCIA, SECONDED BY TRUSTEE TALFORD, DIRECT STAFF TO WORK WITH VERUS AND PREPARE A SUMMARY REPORT FOR THE BOARD'S FURTHER CONSIDERATION. ROLL CALL VOTE: YES – ADAMS, BASUA, COBURN, GARCIA, JOLLY, MAGSIG, MCDIVITT, ROBINSON, TALFORD. MOTION PASSED.

- D. Educational Presentation: Good Governance

PRESENTED, RECEIVED AND FILED. NO ACTION TAKEN.

- E. Review of the 2021 Rolling Calendar/Tentative Regular Meeting Schedule

PRESENTED AND DISCUSSED. AN OPPORTUNITY WAS PROVIDED FOR PUBLIC COMMENT. A MOTION WAS MADE BY TRUSTEE TALFORD, SECONDED BY TRUSTEE GARCIA, TO APPROVE THE 2021 ROLLING CALENDAR AND TENTATIVE REGULAR MEETING SCHEDULE AS PRESENTED. ROLL CALL VOTE: YES – ADAMS, BASUA, COBURN, GARCIA, JOLLY, MAGSIG, MCDIVITT, ROBINSON, TALFORD. MOTION PASSED.

7. FCERA REALTY GROUP, LLC – CONSENT/DISCUSSION:

- A. Receipt and Filing of Quarterly Staff Reporting on Revenues and Expenditures

DISCUSSED. AN OPPORTUNITY WAS PROVIDED FOR PUBLIC COMMENT. A MOTION WAS MADE BY TRUSTEE TALFORD, SECONDED BY TRUSTEE MCDIVITT, TO ACCEPT CONSENT ITEM 7.A. AS PRESENTED. ROLL CALL VOTE: YES – ADAMS, BASUA, COBURN, GARCIA, JOLLY, MAGSIG, MCDIVITT, ROBINSON, TALFORD. MOTION PASSED.

- B. Consideration of the 2021 Audit of FCERA Realty Group LLC BFS

PRESENTED AND DISCUSSED. AN OPPORTUNITY WAS PROVIDED FOR PUBLIC COMMENT. A MOTION WAS MADE BY TRUSTEE GARCIA, SECONDED BY TRUSTEE MCDIVITT, TO APPROVE ITEM 7.B. AS PRESENTED. ROLL CALL VOTE: YES – ADAMS, BASUA, COBURN, GARCIA, JOLLY, MAGSIG, MCDIVITT, ROBINSON, TALFORD. MOTION PASSED.

8. CLOSED SESSION – FCERA REALTY GROUP LLC:

- A. CONFERENCE WITH REAL PROPERTY NEGOTIATORS (pursuant to G.C. §54956.8)
 Property: 7766 N. Palm Ave. Fresno, CA 93711
 Agency Negotiators: Donald Kendig, Kenneth Price, Beau Plumlee and Brian Decker
 Under Negotiation: 7766 N Palm Avenue

9. CLOSED SESSION:

- A. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION: Significant exposure to litigation pursuant to subdivision (d)(2) of Government Code section 54956.9. Number of Cases: 1
- B. DISABILITY RETIREMENT APPLICATIONS – PERSONNEL EXCEPTION (pursuant to G.C. §54957)
1. April Cruz
 2. Ivan Janssens

10. ORAL REPORTS:

- A. Report from Closed Sessions

8.A. PULLED.

9.A. NO REPORTABLE ACTION.

9.B.1. CRUZ – DECISION – TO GRANT THE SERVICE-CONNECTED DISABILITY. THE MOTION WAS MADE BY TRUSTEE TALFORD, SECONDED BY TRUSTEE BASUA. ROLL CALL VOTE: YES – BASUA, JOLLY, MCDIVITT, ROBINSON, TALFORD. NO – ADAMS, COBURN, GARCIA, MAGSIG. MOTION PASSED.

9.B.2. JANSSENS – DECISION – TO ACCEPT THE COURT’S DECISION (ORDER GRANTING THE PETITION FOR WRIT OF MANDATE) AND GRANT SERVICE-CONNECTED DISABILITY BENEFITS. THE MOTION WAS MADE BY TRUSTEE TALFORD, SECONDED BY TRUSTEE GARCIA. ROLL CALL VOTE: YES – ADAMS, BASUA, COBURN, GARCIA, JOLLY, MAGSIG, MCDIVITT, ROBINSON, TALFORD. MOTION PASSED.

- B. FCERA Administration
Administration had nothing to report.
- C. Board Counsel
Board Counsel had nothing to report.
- D. Committee Reports
There were no Committee reports.
- E. Board Members
Trustee Magsig expressed appreciation for the diverse Board that works well together.

There being no further business, the meeting adjourned at 11:29 AM.

Donald C. Kendig, CPA
Secretary to the Board