

**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."

May 4, 2022

**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:

Laura Basua
Steven Jolly
John Robinson

Alysia Bonner
Nathan Magsig
Doug Papagni, Alternate

Dr. Rod Coburn, III
Stan McDivitt

Trustees Absent:

Oscar Garcia

Riley Talford

Staff and Service Providers Present:

Debbie Paolinelli, Assistant Retirement Administrator
Conor Hinds, Interim Retirement Investment Officer
Elizabeth Avalos, Executive Assistant
Kenneth Price, Board Counsel
Jeffrey MacLean, Verus
Tim Campbell and Matt Dey, Baillie Gifford
Sonya Park and Emiliano Rabinovich, SSgA
Chris Breckon, MSCI

Members of the Public that Addressed the Board:

None

1. CALL TO ORDER

Chair Coburn called the meeting to order at 8:31 AM.

2. PLEDGE OF ALLEGIANCE

Pledge was led by Chair Rod Coburn.

3. PUBLIC COMMENT

There was no public comment.

4. CONSENT AGENDA

A MOTION WAS MADE BY TRUSTEE BONNER, SECONDED BY TRUSTEE MCDIVITT, TO APPROVE/ACCEPT CONSENT ITEMS 4.A. THROUGH 4.I. AS PRESENTED. VOTE: UNANIMOUS. ABSENT: GARCIA, MAGSIG, TALFORD. MOTION PASSED.

- A. Receipt and Filing of the FCERA Cash Flow Position as of March 2022 – **RECEIVED AND FILED**
- B. Receipt and Filing of the Budget Status for the Quarter ended March 31, 2022 – **RECEIVED AND FILED**
- C. Receipt and Filing of the Unaudited Comparative Financial Statements for the Six Months Ended December 31, 2021 and June 30, 2021 with the Statement of Fiduciary Net Position – **RECEIVED AND FILED**
- D. Approval of Travel Request from Trustees Alysia Bonner to attend the SACRS/UC Berkely Investment Management Program on July 17-20, 2022 in Berkely, CA – **APPROVED**
- E. Approval of Travel Requests from Trustees Alysia Bonner, Rod Coburn & Riley Talford and Donald Kendig, Retirement Administrator to attend the ALTSSV 2022 Conference on September 8, 2022 in Mountain View, CA – **APPROVED**
- F. Approval of the Tegrit Service Level Agreement (SLA) for Fiscal Year 2022-2023 and Authorization for the Retirement Administrator to Execute the Agreement – **APPROVED AND AUTHORIZED**
- G. Approval of Retirements for April 2022 – **APPROVED**
- H. Approval of New Earn Codes Courts, HIN and RIN Incentive Pay as not Pensionable for all Tiers – **APPROVED**
- I. Approval of the April 20, 2022 Retirement Board Regular Meeting Minutes – **APPROVED**

5. DISCUSSION

- A. Review of Performance and Economic Summary Report: Baillie Gifford – **RECEIVED AND FILED**
- B. Review of Performance and Economic Summary Report: State Street Global Advisors – **RECEIVED AND FILED**
- C. Review of Factor Based Investing and Mix Factor A: MSCI – **RECEIVED AND FILED**

TRUSTEE MAGSIG JOINED THE BOARD AT 9:36 AM (DURING ITEM 5.C.).

D. Consideration of Increased Investment in State Street Global Advisors Multi-factor portfolio

PRESENTED AND DISCUSSED. AN OPPORTUNITY WAS PROVIDED FOR PUBLIC COMMENT. A MOTION WAS MADE BY TRUSTEE JOLLY, SECONDED BY TRUSTEE MCDIVITT, TO DENY THE RECOMMENDATION AND DIRECT VERUS TO RETURN WITH ADDITIONAL MSCI INFORMATION FOR FURTHER CONSIDERATION. VOTE: UNANIMOUS. ABSENT: GARCIA, TALFORD. MOTION PASSED.

E. Receipt, Filing, and Consideration of Update on the Multi-Sector Credit Transition

PRESENTED AND DISCUSSED. AN OPPORTUNITY WAS PROVIDED FOR PUBLIC COMMENT. RECEIVED AND FILED. NO ACTION TAKEN.

F. Consideration of Inflation and Interest Rate Environment

PRESENTED AND DISCUSSED. AN OPPORTUNITY WAS PROVIDED FOR PUBLIC COMMENT. RECEIVED AND FILED. NO ACTION TAKEN.

6. CLOSED SESSION:

A. DISABILITY RETIREMENT APPLICATIONS – PERSONNEL EXCEPTION (pursuant to G.C. §54957)

1. Louis Brookman

7. ORAL REPORTS:

A. Report from Closed Session

6.A. BROOKMAN – DECISION – TO GRANT THE SERVICE CONNECTED DISABILITY APPLICATION FOR LOUIS BROOKMAN. THE MOTION WAS MADE BY TRUSTEE JOLLY, SECONDED BY TRUSTEE BASUA. ROLL CALL VOTE: YES – BASUA, BONNER, JOLLY, MAGSIG, MCDIVITT. NO – COBURN, ROBINSON. ABSENT: GARCIA, TALFORD. MOTION PASSED.

B. FCERA Administration

1. The Budget Committee will meet immediately following this meeting.
2. The Audit Committee will meet May 18, 2022 at 8:00 AM.

C. FCERA Interim Investment Officer

Conor Hinds, Interim Investment Officer, confirmed that Staff will work with Verus on a plan for Value Investing.

D. Board Counsel

The Superior Court denied Faith Young's request for appeal. The case is dismissed.

E. Committee Reports

None.

F. Board Members

1. Trustee Jolly asked that Staff follow-up on the information on Baillie Gifford.
2. Trustees Bonner and Coburn gave brief reports on their attendance at the CALAPRS Virtual Trustee Roundtable.

There being no further business, the meeting adjourned at 11:05 AM.

Donald C. Kendig, CPA
Secretary to the Board