

AGENDA

A SPECIAL MEETING OF THE BOARD OF INVESTMENTS

LOS ANGELES COUNTY EMPLOYEES RETIREMENT ASSOCIATION

300 N. LAKE AVENUE, SUITE 810, PASADENA, CALIFORNIA 91101

9:00 A.M., TUESDAY, MAY 10, 2016

*The Board may take action on any item on the agenda,
and agenda items may be taken out of order.*

- I. CALL TO ORDER
- II. PLEDGE OF ALLEGIANCE
- III. APPROVAL OF MINUTES
 - A. Approval of the Minutes of the Regular Meeting of April 13, 2016
- IV. REPORT ON CLOSED SESSION ITEMS
- V. PUBLIC COMMENT
- VI. CHIEF INVESTMENT OFFICER'S REPORT
(Memo dated April 29, 2016)
- VII. CONSENT ITEMS
 - A. Recommendation as submitted by Gregg Rademacher, Chief Executive Officer: That the Board approve attendance of Board members at the Pomerantz Annual Corporate Governance & Litigation Roundtable on June 30, 2016 in Beverly Hills, CA, and approve reimbursement of all travel costs incurred in accordance with LACERA's Education and Travel Policy. (Memo dated April 20, 2016) (Placed on the agenda at the request of Mr. Santos)

VII. CONSENT ITEMS (Continued)

- B. Recommendation as submitted by Gregg Rademacher, Chief Executive Officer: That the Board approve attendance of Board members at the 2016 PPI Executive Seminar on October 23-25, 2016 and PPI's Asia Roundtable on October 26 – 28, 2016 in Hong Kong, China and approve reimbursement of all travel costs incurred in accordance with LACERA's Education and Travel Policy. (Memo dated April 20, 2016) (Placed on the agenda at the request of Mr. Kehoe)
- C. Recommendation as submitted by Gregg Rademacher, Chief Executive Officer: That the Board approve attendance of Board members at the 7th Annual RFKennedy Compass Conference in Hyannis Port, MA on June 27 – 29, 2016, and approve reimbursement of all travel costs incurred in accordance with LACERA's Education and Travel Policy. (Memo dated April 28, 2016) (Placed on the agenda at the request of Mr. Green)

VIII. NON – CONSENT ITEMS

- A. Recommendation as submitted by Michael Schneider, Chair, Real Estate Committee: That the Board adopt the Revised Real Estate Objectives, Policies, and Procedures. (Memo dated April 22, 2016)
- B. Recommendation as submitted by Gregg Rademacher, Chief Executive Officer: That the Board adopt the Board of Investments Charter. (Memo dated April 28, 2016)
- C. Recommendation submitted by Gregg Rademacher, Chief Executive Officer: That the Board adopt the Powers Reserved for the Board of Investments and continue general discussion on the LACERA Investment Program Governance project. (Memo dated May 2, 2016)
- D. Recommendation as submitted by Meketa Investment Group: That the Board (1) Approve reducing the policy target weight to "Other Opportunities" from 5% to 0%, while adopting a policy target range of 0% to 5%; (2) Redeploying the 5% allocation as follows: 3.5% to Fixed Income and 1.5% to Global Equities; and (3) Include the glidepath for reaching the new target weights by 12/31/18. (Memo dated May 10, 2016)

VIII. NON – CONSENT ITEMS (Continued)

- E. Recommendation as submitted by James Rice, Senior Investment Officer: That the Board continue the Risk Parity search, currently underway, until completion, at which time staff will present its finding and any recommendations. (Memo dated April 26, 2016)
- F. Recommendation as submitted by Barry W. Lew, Legislative Affairs Officer: That the Board adopt a “Support” position on Assembly Bill 1853, which would enable any retirement system operating under the County Employees Retirement Law of 1937 to become a district. (Memo dated April 27, 2016)

IX. REPORTS

- A. Hedge Funds: Review of Role and Implementation
Stephen McCourt, Managing Principal
Leandro Festino, Managing Principal
(Presentation dated May 10, 2016)
- B. Follow-Up to Securities Lending Program Review
Robert Santos, Investment Officer
(Memo dated April 29, 2016) (For Information Only)
- C. Monthly Status Report on Board of Investments Legal Projects
Steven P. Rice, Chief Counsel
(Memo dated April 28, 2016) (For Information Only)
- D. OPEB Trust Fund – 1st Quarter 2016
Ted Wright, Principal Investment Officer
(Memo dated April 27, 2016) (For Information Only)
- E. Blackrock Institutional Trust Company, N.A.
Ted Wright, Principal Investment Officer
Dale Johnson, Investment Officer
(Memo dated April 26, 2016) (For Information Only)
- F. Fund Performance Review as of March 31, 2016
Wilshire Associates Performance Report as of March 31, 2016
Vache Mahseredjian, Interim Chief Investment Officer
(For Information Only)

May 10, 2016

Page 4

IX. REPORTS (Continued)

- G. Chief Executive Officer's Report
(Memo dated April 26, 2016) (For Information Only)

X. REPORT ON STAFF ACTION ITEMS

- XI. GOOD OF THE ORDER
(For information purposes only)

XII. EXECUTIVE SESSION

- A. Conference with Staff and Legal Counsel and Interviews of Manager Candidates to Consider the Purchase or Sale of Particular, Specific Pension Fund Investment (Activist Equity Managers)
(Pursuant to California Government Code Section 54956.81)

- 1. Cevian Capital
- 2. JANA Partners LLC
- 3. Symphony Financial Partners

- B. Conference with Legal Counsel - Pending Litigation
(Pursuant to Paragraph (1) of Subdivision (d) of California Government Code Section 54956.9.)

- 1. In re Credit Default Swaps Antitrust Litigation
U.S.D.C., S.D.N.Y. No.13-MD-2476 (DLC)

- C. Pursuant to Government Code Section 54957 - Public Employee Performance Evaluation:

- 1. Performance Evaluation
Title: Chief Executive Officer

XIII. ADJOURNMENT

May 10, 2016

Page 5

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