

AGENDA

A REGULAR 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., WEDNESDAY, JUNE 14, 2017

*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 May 10, 2017
- IV. REPORT ON CLOSED SESSION ITEMS
- V. PUBLIC COMMENT
- VI. CHIEF INVESTMENT OFFICER'S REPORT
(Memo dated May 31, 2017)
- VII. CONSENT ITEMS
 - A. Recommendation as submitted by Gregg Rademacher, Chief Executive Officer: That the Board approve attendance of Board members at the Private Equity Exclusive Conference on July 24 – 25, 2017 in Chicago, Illinois and approve reimbursement of all travel costs incurred in accordance with LACERA's Education and Travel Policy. (Placed on the agenda at the request of Mr. Kehoe)
(Memo dated May 22, 2017)

VII. CONSENT ITEMS (Continued)

- B. Recommendation as submitted by Gregg Rademacher, Chief Executive Officer: That the Board approve attendance of Board members at the NASRA 63rd Annual Conference on August 5-9, 2017 in Baltimore, Maryland and approve reimbursement of all travel costs incurred in accordance with LACERA's Education and Travel Policy. (Placed on the agenda at the request of Mr. Kehoe)
(Memo dated May 15, 2017)
- C. Recommendation as submitted by Gregg Rademacher, Chief Executive Officer: That the Board approve attendance of Board members at the 2017 Public Funds Forum on September 5 – 7, 2017 in San Diego, California and approve reimbursement of all travel costs incurred in accordance with LACERA's Education and Travel Policy. (Placed on the agenda at the request of Mr. Green)
(Memo dated May 22, 2017)
- D. Recommendation as submitted by Gregg Rademacher, Chief Executive Officer: That the Board approve attendance of Board members at the Association for Asian American Investment Managers' National Conference on September 6 –7, 2017 in New York, New York and approve reimbursement of all travel costs incurred in accordance with LACERA's Education and Travel Policy. (Placed on the agenda at the request of Mr. Santos)
(Memo dated May 19, 2017)
- E. Recommendation as submitted by Gregg Rademacher, Chief Executive Officer: That the Board approve attendance of Board members at the Principles for Responsible Investment in Person on September 25 – 27, 2017 in Berlin, Germany and approve reimbursement of all travel costs incurred in accordance with LACERA's Education and Travel Policy. (Placed on the agenda at the request of Mr. Green)
(Memo dated May 22, 2017)
- F. Recommendation as submitted by Gregg Rademacher, Chief Executive Officer: That the Board approve attendance of Board members at the SuperReturn Asia Conference and Summit on September 25–28, 2017 in Hong Kong and approve reimbursement of all travel costs incurred in accordance with LACERA's Education and Travel Policy.(Placed on the agenda at the request of Mr. Kehoe)
(Memo dated May 19, 2017)

VIII. NON-CONSENT ITEMS

- A. Recommendation as submitted by Michael Schneider, Chair, Real Estate Committee: That the Board approve: 1) The Proposed Real Estate Investment Plan for Fiscal Year 2017–18, and 2) The Allocation of up to \$600 million for Investment by the Fund's Equity Real Estate Managers. (Memo dated May 25, 2017)
- B. Recommendation as submitted by Herman Santos, Chair, Equity: Public/Private Committee: That the Board approve the Issuance of a Request for Information for Active U.S. Small Capitalization Equity Managers. (Memo dated May 16, 2017)
- C. Recommendation as submitted by Richard Bendall, Chief Audit Executive and Leisha Collins, Principal Internal Auditor: That the Board select a Firm or Firms for the Retirement Plan and OPEB Actuarial Consulting Services and a Firm or Firms for the Retirement Plan and OPEB Actuarial Auditing Services Contracts.
(Memo dated June 5, 2017)
(Supplemental Legal Memo dated June 5, 2017)
- D. Recommendation as submitted by Gregg Rademacher, Chief Executive Officer: That the Board Adopt the Final Proposed LACERA Fiscal Year 2017-18 Administrative and Retiree Health Care Benefits Budgets. (Memo dated June 1, 2017)
- E. Recommendation as submitted by Barry Lew, Legislative Affairs Officer: That the Board continue its "Support" position on Senate Bill 671, which relates to advance payments of employer contributions. (Memo dated June 5, 2017)

IX. REPORT

- A. LACERA Asset Allocation Education
Stephen McCourt, Managing Principal
Leandro A. Festino, Managing Principal
(Presentation Material dated June 14, 2017)
- B. Real Estate Performance Measurement Report – 4th Quarter 2016
John McClelland, Principal Investment Officer
(Memo dated May 31, 2017)

IX. REPORT (Continued)

- C. Private Equity Performance Measurement Report – 4th Quarter 2016
Christopher Wagner, Principal Investment Officer
(Memo dated June 5, 2017)
- D. Hedge Funds Performance Report – 1st Quarter 2017
James Rice, Senior Investment Officer
(Memo dated May 24, 2017)
- E. Board of Investments Summer Offsite Agenda
Gregg Rademacher, Chief Executive Officer
(For Information Only) (Memo dated June 6, 2017)
- F. Joint Investor Statement on the Financial Choice Act of 2017
Scott Zdrazil, Senior Investment Officer
Dale Johnson, Investment Officer
(For Information Only) (Memo dated May 18, 2017)
- G. Asian Corporate Governance Association Annual General Meeting
Ballot
Scott Zdrazil, Senior Investment Officer
Dale Johnson, Investment Officer
(For Information Only) (Memo dated May 23, 2017)
- H. Cityview Western Fund I – Update
Trina Sanders, Investment Officer
(For Information Only) (Memo dated May 26, 2017)
- I. Segal's Review of LACERA's Investigation of Experience and the
Audit of June 30, 2016 Actuarial Valuation
Richard Bendall, Chief Audit Executive
(For Information Only) (Memo dated June 6, 2017)
- J. Monthly Status Report on Board of Investments Legal Projects
Steven P. Rice, Chief Counsel
(For Information Only) (Memo dated June 5, 2017)
- K. Chief Executive Officer's Report
(For Information Only) (Memo dated June 6, 2017)

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 to Consider the Purchase or Sale of Particular, Specific Pension Fund Investments
(Pursuant to California Government Code Section 54956.81)

1. CANAAN XI, L.P.

- B. Conference with Legal Counsel - Anticipated Litigation
(Significant Exposure to Litigation Pursuant to Paragraph (2) of Subdivision (d) of California Government Code Section 54956.9)

1. Number of Potential Cases: 1

XIII. ADJOURNMENT

Documents subject to public disclosure that relate to an agenda item for an open session of the Board of Investments that are distributed to members of the Board of Investments less than 72 hours prior to the meeting will be available for public inspection at the time they are distributed to a majority of the Board of Investments Members at LACERA's offices at 300 N. Lake Avenue, Suite 820, Pasadena, CA 91101, during normal business hours of 9:00 a.m. to 5:00 p.m. Monday through Friday.

Persons requiring an alternative format of this agenda pursuant to Section 202 of the Americans with Disabilities Act of 1990 may request one by calling Cynthia Guider at (626) 564-6000, from 8:30 a.m. to 5:00 p.m. Monday through Friday, but no later than 48 hours prior to the time the meeting is to commence. Assistive Listening Devices are available upon request. American Sign Language (ASL) Interpreters are available with at least three (3) business days notice before the meeting date.