



**Report Out
Board of Investments
Executive Session, December 9, 2020 Meeting**

Agenda Item 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. Proposed Modifications to Private Equity Program based on Growth Functional Category Biennial Structure Review
On a motion by Mr. Santos, seconded by Mr. Knox, the Board voted 9-0 to approve a private equity mandate change for the Morgan Stanley GTB II separate account consistent with the open session action on Agenda Item VII.B.
 2. Hedge Funds Emerging Manager Program Separate Account Manager Search Recommendation
On a motion by Ms. Greenwood, seconded by Mr. Moore, the Board voted 9-0 to approve (1) a change in the definition of “emerging hedge fund manager,” and (2) an investment of \$250 million into an emerging manager portfolio to be managed by Stable Asset Management.
 3. Potential Manager Termination
The Board took action. It will be reported out at a future date in accordance with the Brown Act.
 4. Private Equity Secondary Investment Update
The Board received an information only report providing notice that LACERA completed a \$70 million secondary investment in three companies managed by Ampersand Capital Partners. The secondary purchase was made in compliance with LACERA’s secondary investment guidelines.
- B. Conference with Legal Counsel – Pending Litigation (Pursuant to Paragraph (1) of Subdivision (d) of California Government Code Section 54956.9)
1. In re BP Securities Litigation (MDL No. 10-md-2185)
The Board took action. It will be reported out at a future date in accordance with the Brown Act.
 2. In re FirstEnergy Corp. Securities Litigation (Case No. 2:20-cv-03785)
The Board received an information only report regarding the above-referenced action pending in the United States District Court for the Southern District of Ohio, including the Court’s November 23, 2020 order granting LACERA’s

application to serve as lead plaintiff and approving LACERA's choice of Robbins Geller Rudman & Dowd to serve as class counsel.

- C. Conference with Legal Counsel – Anticipated Litigation Significant Exposure to Litigation (Pursuant to Paragraph (2) of Subdivision (d) of California Government Code Section 54956.9) And Initiation of Litigation (Pursuant to Paragraph (4) of Subdivision (d) of Section 54956.9)

Number of Cases: 1

The Board met with legal counsel to discuss one case of anticipated investment-related litigation. The Board did not take action. There is nothing to report.

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

Number of Cases: 2

The Board met with legal counsel to discuss two cases of anticipated employment litigation. The Board did not take action. There is nothing to report.