

APPROVED

MINUTES OF THE REGULAR MEETING OF THE BOARD OF INVESTMENTS

LOS ANGELES COUNTY EMPLOYEES RETIREMENT ASSOCIATION

300 N. LAKE AVENUE, PASADENA, CALIFORNIA 91101

9:00 A.M., WEDNESDAY, JUNE 8, 2022

This meeting was conducted by teleconference under California Government Code Section 54953(e).

PRESENT: Herman Santos, Chair

David Green, Vice Chair

Shawn Kehoe, Secretary

Onyx Jones

Patrick Jones

ABSENT: Gina Sanchez

Elizabeth Greenwood

Joseph Kelly

Keith Knox

STAFF ADVISORS AND PARTICIPANTS

Jonathan Grabel, Chief Investment Officer

Santos H. Kreimann, Chief Executive Officer

Steven P. Rice, Chief Counsel

Luis Lugo, Deputy Chief Executive Officer

JJ Popowich, Assistant Executive Officer

Laura Guglielmo, Assistant Executive Officer

STAFF ADVISORS AND PARTICIPANTS (Continued)

Christine Roseland, Senior Staff Counsel

Ted Granger, Interim Chief Financial Officer

Jude Perez, Principal Investment Officer

Jim Rice, Principal Investment Officer

Pushpam Jain, Investment Officer

Derek Kong, Investment Officer

Cheryl Lu, Investment Officer

Barry W. Lew, Legislative Affairs Officer

Meketa Investment Group (General Investment Consultants)

Leandro Festino, Managing Principal

Timothy Filla, Managing Principal/ Portfolio Consultant

Aysun Kilic, Managing Principal

Albourne (Real Assets ex-Real Estate, Illiquid Credit & Hedge Funds Consultant)

Mark White, Head of Real Assets

James Walsh, Partner

Steven Kennedy, Partner

Milliman,

Nick Collier, Consulting Actuary

Craig Glyde, Consulting Actuary

I. CALL TO ORDER

The meeting was called to order virtually by Chair Santos at 9:00 a.m.

II. APPROVAL OF MINUTES

A. Approval of the Minutes of the Regular Meeting of May 13, 2022

Mr. Green made a motion, Ms. Jones seconded, to approve the minutes of the regular meeting of May 13, 2022. The motion passed (roll call), with Messrs. Green, P. Jones, Kehoe, Santos, and Ms. O. Jones voting yes. Messrs. Knox, Kelly and Mses. Greenwood and Sanchez were absent from the vote.

III. REPORT ON CLOSED SESSION ITEMS

There was nothing to report.

IV. PUBLIC COMMENT

There were no requests from the public to speak.

V. CHIEF EXECUTIVE OFFICER'S REPORT (The following agenda items were held after XII.B.) (Memo dated May 23, 2022)

Mr. Kreimann provided a brief presentation on the Chief Executive Officer's

Report and answered questions from the Board.

VI. CHIEF INVESTMENT OFFICER'S REPORT
(Presentation dated June 8, 2022)

Mr. Grabel provided a brief presentation on the Chief Investment Officer's

Report and answered questions from the Board.

VII. CONSENT ITEMS (The following items were held before agenda item V.)

Mr. Kehoe made a motion, Mr. Jones seconded, to approve the following consent items, VII.A through VII.C. The motion passed (roll call), with Messrs. Green, P. Jones, Kehoe, Santos, and Ms. O. Jones voting yes. Messrs. Knox, Kelly and Mses. Greenwood and Sanchez were absent from the vote.

- A. Recommendation as submitted by Steven P. Rice, Chief Counsel: That the Board approves that, under AB 361 and Government Code Section 54953(e)(3) of the Brown Act, the Board of Retirement and Board of Investments separately consider whether to find that the Governor's COVID-19 State of Emergency continues to directly impact the ability of each Board and its Committees to meet safely in person and that the County of Los Angeles and other agencies still recommend social distancing such that each Board and its Committees shall hold teleconference meetings for the next 30 days, and if so, direct staff to comply with the agenda and public comment requirements of the statute. Action taken by each Board will only apply to that Board and its Committees. (Memo dated May 24, 2022)
- B. Recommendation as submitted by Herman B. Santos, Chair, Joint Organizational Governance Committee: That the Board approve the revised LACERA Budget Policy and review it annually as a companion to the adoption of the Administrative, Retiree Healthcare Benefits Program and Other Post- Employment Benefits Trust Budgets. (Memo dated May 20, 2022)
- C. Recommendation as submitted by Herman B. Santos, Chair, Joint Organizational Governance Committee: That the Board adopt the LACERA Fiscal Year 2022-2023 Administrative, Retiree Healthcare Benefits Program and Other Post-Employment Benefits Trust Budgets. (Memo dated May 20, 2022)

VIII. NON-CONSENT ITEM

- A. Recommendation as submitted Barry W. Lew, Legislative Affairs Officer: That the Board adopt the revised LACERA Legislative Policy. (Memo dated May 26, 2022)

Mr. Lew was present and answered questions from the Board.

Mr. Santos made a motion, Mr. Green seconded, to adopt the revised LACERA Legislative Policy. The motion passed (roll call), with Messrs. Green, P. Jones, Kehoe, Santos, and Ms. O. Jones voting yes. Messrs. Knox, Kelly and Mses. Greenwood and Sanchez were absent from the vote.

IX. REPORTS

- A. 2022 Actuarial Risk Assessment Report
Santos H. Kreimann, Chief Executive Officer
Ted Granger, Interim Chief Financial Officer
Nick Collier, Milliman – Consulting Actuary
Craig Glyde, Milliman – Consulting Actuary
(Memo dated May 24, 2022)

Mr. Granger and Messrs. Collier and Glyde of Milliman provided a presentation and answered questions from the Board. The item was received and filed.

- B. Legal Transactions Year End Report
Christine Roseland, Senior Staff Counsel
(Memo dated May 31, 2022)

Ms. Roseland provided a brief presentation and answered questions from the Board. The item was received and filed.

- C. Board of Investments 2022 Offsite Tentative Agenda
Jonathan Grabel, Chief Investment Officer
(For Information Only) (Memo dated May 25, 2022)

This item was received and filed.

IX. REPORTS (Continued)

- D. LACERA Quarterly Performance Book
Meketa Quarterly Performance Book
Jude Pérez Principal Investment Officer
(For Information Only) (Memo dated May 27, 2022)

This item was received and filed.

- E. LACERA OPEB Quarterly Performance Book
Meketa OPEB Quarterly Performance Book
Jude Perez, Principal Investment Officer
(For Information Only) (Memo dated May 27, 2022)

This item was received and filed.

- F. Monthly Status Report on Legislation
Barry W. Lew, Legislative Affairs Officer
(For Information Only) (Memo dated May 20, 2022)

This item was received and filed.

- G. Legal Projects
Christine Roseland, Senior Staff Counsel
(For Information Only) (Memo dated May 31, 2022)

This item was received and filed.

- H. Monthly Travel & Education Report – April 2022
Ted Granger, Interim Chief Financial Officer

Monthly Trustee Travel and Education Reports for April 2022
(Public Memo dated May 16, 2022)
(Confidential Memo dated May 16, 2022 – Includes Anticipated
Travel)

3rd Quarter Trustee Travel and Education Reports
(Memo dated May 17, 2022)

This item was received and filed.

IX. REPORTS (Continued)

- I. May 2022 Fiduciary Counsel Contact and Billing Report
Steven P. Rice, Chief Counsel
(For Information Only) (Privileged and Confidential)
(Attorney-Client Communication/Attorney Work Product)
(For Information Only) (Memo dated May 23, 2022)

This item was received and filed.

X. ITEMS FOR STAFF REVIEW

There was nothing to report.

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

There was nothing to report.

XII. EXECUTIVE SESSION (The following items were held after VIII.A.)

- 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. Hitec Vision New Energy Fund SCSP
Jim Rice, Principal Investment Officer
Pushpam Jain, Investment Officer
(Memo dated May 16, 2022)

Messrs. Rice and Jain and the Albourne team were present and answered questions from the Board.

Mr. Green made a motion, Mr. Santos seconded, to approve a commitment of up to €125 million (approximately \$130 million) to Hitec Vision New Energy Fund SCSp, which is a private equity real assets fund focusing on energy transition primarily in the Nordic region, with some exposure to Europe.

XII. EXECUTIVE SESSION (Continued)

The motion passed (roll call), with Messrs. Green, P. Jones, Kehoe, Santos and Ms. O. Jones voting yes. Messrs. Kelly, Knox and Meses. Greenwood and Sanchez were absent from the vote.

2. Private Equity Investment Update
Derek Kong, Investment Officer
Cheryl Lu, Investment Officer
(For Information Only) (Memo dated May 18, 2022)

The Board received an information only report providing notice that, on December 17, 2021, LACERA approved a secondary purchase commitment of up to \$85 million in a special purpose vehicle managed by GHO Capital Partners, a Board of Investments approved private equity manager. The transfer of LACERA funds took place on April 26, 2022. The secondary purchase is compliant with LACERA's secondary investment guidelines.

XIII. ADJOURNMENT

There being no further business to come before the Board, the meeting was adjourned at 10:46 a.m.

Signature on File

SHAWN KEHOE, SECRETARY

Signature of File

HERMAN SANTOS, CHAIR