

**REGULAR MEETING OF THE BOARD OF ADMINISTRATION OF THE  
WATER AND POWER EMPLOYEES' RETIREMENT PLAN**

**MINUTES**

**February 24, 2016**

**Board Members Present:**

Barry Poole, Vice President  
LaTanya Bogin, Regular Member  
Timothy Hemming, Retiree Member  
Mario Ignacio, Chief Accounting Employee

**Board Members Absent:**

Marcie L. Edwards, General Manager  
Mel Levine, LADWP Commissioner  
Javier Romero, President

**Staff Present:**

Linda P. Le, Retirement Plan Manager  
Mary C. Higgins, Asst. Retirement Plan Manager  
Monette Carranceja, Asst. Retirement Plan Manager  
Jeremy Wolfson, Chief Investment Officer  
Fahad Haider, Investment Officer  
Veronica Mendez, Utility Administrator  
Mary E. Alvarez, Utility Executive Secretary  
Joni Quinn, Senior Clerk Typist

**Others Present:**

James Napier, Asst. City Attorney

Vice President Poole called the meeting to order at 9:04 a.m.

Ms. Le stated a quorum of the Board of Administration (Retirement Board) of the Water and Power Employees' Retirement Plan (Plan) was present.

**Public Comments**

Ms. Alvarez stated no requests for public comment were received.

- 1. Request for Approval of Minutes of February 10, 2016**
- 2. Termination of Monthly Allowance from the February 2016 Retirement Roll**

*Mr. Hemming moved that the Board approve Items 1 and 2; seconded by Mr. Ignacio.*

*Ayes: Bogin, Hemming, Ignacio, Poole*

*Nays: None*

*Absent: Edwards, Levine, Romero*

*THE MOTION CARRIED.*

- 3. Report of Payment Authorizations for January 2016**
- 4. Notice of Deaths for January 2016**
- 5. Investment Reports for January 2016**
  - a) Summary of Investment Returns as of January 31, 2016**
  - b) Market Value of Investments by Fund and Month as of January 31, 2016**
  - c) Market Value of the Retirement, Death, and Disability Funds and Retiree Health Care Fund as of January 31, 2016**
  - d) Summary of Contract Expirations**

**6. Report on Status of Insurance as of February 16, 2016**

**7. Discussion of Organizational Change at T. Rowe Price Associates, Inc. – Large-Cap Growth Equity**

*Mr. Hemming moved that the Board Receive and File Items 3 through 7; seconded by Ms. Bogin.*

*Ayes: Bogin, Hemming, Ignacio, Poole*

*Nays: None*

*Absent: Edwards, Levine, Romero*

*THE MOTION CARRIED.*

**8. Discussion of July 1, 2016, Annual Cost of Living Adjustment for Eligible Recipients of Monthly Retirement Plan Benefits**

Ms. Higgins presented the report of the July 1, 2016, annual Cost of Living Adjustment (COLA) for eligible recipients of monthly Retirement Plan benefits. She stated that the Consumer Price Index for 2016 was 0.9%. Ms. Higgins stated that the COLA banks for Tier 1 employees will be depleted; therefore, full purchasing power has been restored to all of the retirees.

*Mr. Hemming moved that the Board approve Resolution No. 16-66; seconded by Mr. Ignacio.*

*Ayes: Bogin, Hemming, Ignacio, Poole*

*Nays: None*

*Absent: Edwards, Levine, Romero*

*THE MOTION CARRIED.*

**9. Discussion of Recognition for Staff Implementation of Plan Amendments Effective May 1, 2016**

Ms. Mendez presented the report and requested approval for an expenditure of up to \$1,500 to recognize employees and commemorate the successful implementation of Plan amendments, effective May 1, 2016.

*Mr. Hemming moved that the Board approve Resolution No. 16-67; seconded by Ms. Bogin.*

*Ayes: Bogin, Hemming, Ignacio, Poole*

*Nays: None*

*Absent: Edwards, Levine, Romero*

*THE MOTION CARRIED.*

**10. Discussion of Organizational Change at Pacific Asset Management**

Mr. Wolfson introduced Fahad Haider, Investment Officer, and representative of RVK, Inc., Jeremy Miller who reported on an organizational change at Pacific Asset Management and recommended the firm be placed on organizational watch status due to a material change to their senior portfolio staff.

Mr. Hemming moved that the Board approve Resolution No. 16-68; seconded by Ms. Bogin.

Ayes: Bogin, Hemming, Ignacio, Poole

Nays: None

Absent: Edwards, Levine, Romero

THE MOTION CARRIED.

**11. Presentation by Pension Consulting Alliance, LLC – 2015 Third Quarter Private Equity Performance**

Mr. Wolfson introduced Michael Moy of Pension Consulting Alliance, LLC (PCA), who presented the 2015 Third Quarter Private Equity Performance Report.

**12. Presentation by Pension Consulting Alliance, LLC – 2016 Private Equity Strategic Plan**

Mr. Wolfson introduced Tad Fergusson of Pension Consulting Alliance, LLC, who presented the 2016 Private Equity Strategic Plan.

**13. Presentation by Courtland Partners – 2016 Real Estate Strategic Plan**

Mr. Wolfson introduced Michael Humphrey and Bill Foster of Courtland Partners (Courtland), who presented the 2016 Real Estate Strategic Plan.

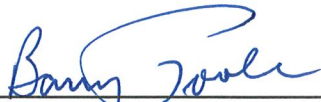
**14. Retirement Plan Manager's Comments**

Ms. Le reported that the Retirement Plan Office is currently focused on processing April 1<sup>st</sup> retirements. Management audits will commence March 2016. Staff is currently working on the Experience study, open data for the Controller's Office, and several RFPs for the office, including scanning and audit contracts.

**15. Future Agenda Items**

There were no requests for future agenda items.

There being no further business, the meeting adjourned at 9:52 a.m.



Barry Poole  
Board Vice President

3/18/16

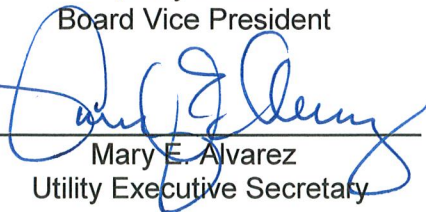
Date



Linda P. Le  
Retirement Plan Manager

3/18/16

Date



Mary E. Alvarez  
Utility Executive Secretary

3/18/16

Date