

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

MINUTES

September 28, 2017

Board Members Present:

Javier Romero, President
LaTanya Bogin, Regular Member
Timothy Hemming, Retiree Member
Mario Ignacio, Chief Accounting Employee
Mel Levine, LADWP Commissioner

Board Members Absent:

Barry Poole, Vice President
David Wright, General Manager

Staff Present:

Linda P. Le, Retirement Plan Manager
Monette Carranceja, Asst. Retirement Plan Manager
Scott Vargas, Senior Investment Officer
Mary E. Alvarez, Utility Executive Secretary
Sandra Turner, Senior Administrative Clerk

Others Present:

Joshua Geller, Deputy City Attorney

President Romero 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 comments were received.

1. a) Presentation by Segal Consulting of the Annual Actuarial Valuation of the Retirement Plan Including the Recommended Department Contribution Rate and the Governmental Accounting Standards 67

Ms. Carranceja introduced Paul Angelo and John Monroe of Segal Consulting, the Plan's actuarial consultant, who presented the actuarial review of the Retirement Plan including the recommended department contribution rate and the Governmental Accounting Standards 67. Discussion ensued regarding unfunded actuarial liability and sustainability.

Mr. Levine moved that the Board approve Resolution No. 18-21; seconded by Mr. Hemming.

Ayes: Bogin, Hemming, Ignacio, Levine, Romero

Nays: None

Absent: Poole, Wright

THE MOTION CARRIED.

b) Presentation by Segal Consulting of the Death Benefit Fund Governmental Accounting Standards 74 Actuarial Valuation as of June 30, 2017

Ms. Carranceja introduced Paul Angelo and John Monroe of Segal Consulting who presented the Death Benefit Fund Governmental Accounting Standards 74 actuarial valuation as of June 30, 2017.

Mr. Levine moved that the Board approve Resolution No. 18-22; seconded by Mr. Hemming.

Ayes: Bogin, Hemming, Ignacio, Levine, Romero

Nays: None

Absent: Poole, Wright

THE MOTION CARRIED.

2. Discussion of Request for Proposal for Private Equity Consulting Services

Mr. Vargas presented the report to recommend that the Retirement Board interview the top six candidates for the Private Equity Consulting Services mandate.

3. Retirement Plan Manager's Comments

- The Benefits Committee met on September 28, 2017, to hear the consideration of retroactive retirement applications in compliance with Internal Revenue Code regarding minimum distribution. The Benefits Committee voted unanimously to approve Resolution Nos. 18-23, 18-24, and 18-25 to retroactively approve the retirement applications.
- The Retirement Board met in closed session on April 12, 2017, to interview Blackstone and other Hedge Fund-of-One managers. The Retirement Board selected Blackstone as the Plan's new Hedge Fund-of-One Manager. The contract was executed on September 21, 2017, with five percent of the total plan allocation.

4. Future Agenda Items

There were no requests for future agenda items.

There being no further business, the meeting adjourned at 9:42 a.m.

Javier Romero
Board President

Date

Linda P. Le
Retirement Plan Manager

Date

Mary E. Alvarez
Utility Executive Secretary

Date