

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

MINUTES

JANUARY 11, 2012

Board Members Present:

Javier Romero, President
Cindy Coffin, Vice President
Mario Ignacio, Chief Accounting Employee
Barry Poole, Regular Member
Robert Rozanski, Retiree Member

Board Members Absent:

DWP Commissioner - Vacant
Ronald O. Nichols, General Manager

Staff Present:

Sangeeta Bhatia, Retirement Plan Manager
Mary Higgins, Assistant Retirement Plan Manager
Jeremy Wolfson, Chief Investment Officer
Julie Escudero, Utility Executive Secretary

Others Present:

Marie McTeague, Deputy City Attorney

President Romero called the special meeting to order at 12:04 p.m.

Ms. Bhatia indicated a quorum of the Board was present.

**1. Presentations of Proposals and Interviews for Covered Calls Investment Manager;
Discussion and Possible Action**

Mr. Romero acknowledged Neil Rue and Colin Bebee of Pension Consulting Alliance who provided the background on this item. Following a review of the summary of statistics, the Request for Proposal response materials, and the various Covered Calls strategy categories, the Board interviewed the following candidates:

- a) Analytic Investors LLC
- b) BlackRock Financial Management
- c) Gateway Investment Advisers LLC

Messrs. Rue and Bebee provided an overview after the conclusion of the interviews, and discussion ensued among the Board Members, PCA, and Staff regarding the responses and whether to select a passive or active strategy, or a combination of the two.

Mr. Rozanski moved that the Board select Gateway for the Covered Calls manager with an 80% passive/20% active initial allocation and revisit the percentage allocation in one year for possible adjustments; seconded by Mr. Ignacio.


Ayes: Coffin, Ignacio, Poole, Romero, and Rozanski

Nays: None

Absent: Nichols

THE MOTION CARRIED.

With no further business, the meeting adjourned at 2:05 p.m.




Javier Romero
Board President

2/22/12
Date



Sangeeta Bhatia
Retirement Plan Manager

2.22.12
Date



Julie Escudero
Utility Executive Secretary

2.22.12
Date