Call to Order

Kathryn Cavness, Board Chair, called the meeting to order at 8:30 a.m.

Teleconference Participants: Shari Schapmire, Julie Forrester, Leland Parker, Quincy Cromer, Kathryn Cavness, Kathryn Smith, Tim Knudsen, Dan Gjerde, Jerilyn Harris, Richard Shoemaker, Doris Rentschler, Executive Director, Jeff Berk, Legal Counsel, Ashley Dunning, Nossaman LLP, F. Robert Reveles, Financial/Investment Officer, Judy Zeller, Administrative Assistant, Katy Richardson, Senior Retirement Benefit Specialist, Nora Morgan, Retirement Specialist II, Greg DeForrest, Claire Telleen and Jay Kloepfer of Callan LLC.

Pledge of Allegiance

Public Comment: None

1) Closed Session

   a) Conference with Legal Counsel and Fiduciary Counsel, Ashley Dunning, Nossaman LLP – Anticipated Litigation. Significant exposure to litigation pursuant to Government Code 54956.9(d)(2) – Multiple Cases

Report Out from Closed Session Item 1a: Direction was provided to staff and legal counsel.

2) Discussion and Possible Action Regarding Error Correction Policy

   Presenter/s: Ms. Rentschler referenced the Error Correction Policy and recommended adoption as presented.

   Board Direction: Staff will amend the policy history to state that the Board reviewed and replaced the Overpayment Policy with the Error Correction Policy.

   Board Action: Motion was made by Mr. Parker to approve the Error Correction Policy as amended. Ms. Harris seconded the motion which was approved by the following vote: Ayes: Shari Schapmire, Julie Forrester, Kathryn Cavness, Kathryn Smith, Lee Parker, Dan Gjerde Quincy Cromer, Jerilyn Harris, and Tim Knudsen. Noes: 0. Abstain: 0. Absent: 0.

3) Discussion and Possible Action Regarding Resolution 2020 – 08 Implementation of Alameda Decision

   Presenter/s: Ms. Rentschler referenced Resolution 2020-08 and recommended adoption as presented.
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Board Action: Motion was made by Mr. Gjerde to approve Resolution 2020-08. Ms. Smith seconded the motion which was approved by the following vote: Ayes: Shari Schapmire, Julie Forrester, Kathryn Cavness, Kathryn Smith, Lee Parker, Dan Gjerde Quincy Cromer, Jerilyn Harris, and Tim Knudsen. Noes: 0. Abstain: 0. Absent: 0.

4) Discussion and Possible Action Regarding Resolution 2020 – 09 Defining Compensation Earnable Pursuant to Government Code Section 31461 for Members Who Are Not Subject to Government Code Section 7522.34 (Non-PEPRA Members)

Presenter/s: Ms. Rentschler referenced Resolution 2020-09 and recommended adoption as presented.

Board Action: Motion was made by Ms. Smith to approve Resolution 2020-09. Ms. Schapmire seconded the motion which was approved by the following vote: Ayes: Shari Schapmire, Julie Forrester, Kathryn Cavness, Kathryn Smith, Lee Parker, Dan Gjerde Quincy Cromer, Jerilyn Harris, and Tim Knudsen. Noes: 0. Abstain: 0. Absent: 0.

5) Discussion and Possible Action Regarding Resolution 2020 – 10 Defining Pensionable Compensation Pursuant to Government Code Section 7522.34 for Members Who Are Not Subject to Government Code Section 31461 (PEPRA Members)

Presenter/s: Ms. Rentschler referenced Resolution 2020-10 and recommended adoption as presented.

Board Action: Motion was made by Ms. Harris to approve Resolution 2020-10. Mr. Gjerde seconded the motion which was approved by the following vote: Ayes: Shari Schapmire, Julie Forrester, Kathryn Cavness, Kathryn Smith, Lee Parker, Dan Gjerde Quincy Cromer, Jerilyn Harris, and Tim Knudsen. Noes: 0. Abstain: 0. Absent: 0.

6) Discussion and Possible Action Regarding Investment Matters
   a) Quarterly Investment Performance Report
   b) Domestic Equity Structure Review
   c) Monthly Investment Report
   d) Callan/MCERA Work Plan

Presenter/s: Greg DeForrest, Claire Telleen, and Jay Kloepfer of Callan LLC referenced the Quarterly Investment Performance Report for MCERA and Domestic Equity Structure.

Board Action: Motion was made by Ms. Harris to adopt Domestic Equity Structure Alternative 2 and to reallocate funds over the next 6 to 8 months. Mr. Gjerde seconded the motion which was approved by the following vote: Ayes: Shari Schapmire, Julie Forrester, Kathryn Cavness, Kathryn Smith, Lee Parker, Dan Gjerde Quincy Cromer, Jerilyn Harris, and Tim Knudsen. Noes: 0. Abstain: 0. Absent: 0.
7) Discussion and Possible Action Regarding State Association of County Retirement Systems (SACRS) Board of Directors Elections 2020-2021  

Presenter/s: Chair Cavness referenced the SACRS Board of Directors Elections 2020-2021.

Board Direction: Kathryn Cavness will act as the MCERA proxy voting delegate for the SACRS Board of Directors Elections 2020-2021.

Board Action: Motion was made by Ms. Harris to direct MCERA’s proxy voting delegate to vote in favor of the SACRS Nominating Committee’s approved slate of officers included in the Final Ballot. Ms. Schapmire seconded the motion which was approved by the following vote: Ayes: Shari Schapmire, Julie Forrester, Kathryn Cavness, Kathryn Smith, Lee Parker, Dan Gjerde Quincy Cromer, Jerilyn Harris, and Tim Knudsen. Noes: 0. Abstain: 0. Absent: 0.

8) Consent Agenda  
   a) Minutes of the July 15, 2020 Board Meeting  
   b) July 2020 Retirement Report  
   c) Preliminary Monthly Financial Report

Presenter/s: Chair Cavness referenced the Consent Agenda which was approved by unanimous consent.

9) Discussion and Possible Action Regarding Any Consent Agenda Item Needing Separate Action  
None

10) Discussion Regarding Administrative Report  
   a) Board of Retirement Elections and Appointments  
   b) COVID-19 Update  
   c) Public Safety Power Shut Off Plan  
   d) Administrative and Operations Update

Presenter/s: Ms. Rentschler referenced the administrative report.

11) General Board Member Discussion

Ms. Harris thanked Lee Parker for his service to the board and stated that he will be missed. The full board joined Ms. Harris in thanking him for his service and wished him well.

Adjournment and Notice of Next Board of Retirement Meeting

Meeting adjourned at 1:03 p.m. The next regularly scheduled Board of Retirement meeting will be held Wednesday September 16, 2020 at 8:30 a.m.