

NOTICE OF SPECIAL MEETING AND AGENDA

A SPECIAL MEETING OF THE BOARD OF RETIREMENT OF THE
LOS ANGELES COUNTY EMPLOYEES RETIREMENT ASSOCIATION
WILL BE HELD AS FOLLOWS:

300 N. LAKE AVENUE, SUITE 810, PASADENA, CA

9:00 A.M., JUNE 6, 2013

- I. CALL TO ORDER
- II. PLEDGE OF ALLEGIANCE
- III. APPROVAL OF MINUTES OF THE REGULAR MEETING OF MAY 9, 2013
- IV. OTHER COMMUNICATIONS
 - A. For Information
 - 1. May 2013 All Stars
 - 2. Chief Executive Officer's Report
(Memo dated May 29, 2013)
- V. NON-CONSENT AGENDA
 - A. Recommendation as submitted by Gregg Rademacher, Chief Executive Officer: That the Board adopt the LACERA Fiscal Year 2013-2014 Administrative and Retiree Healthcare Benefits Budgets. (Memo dated May 29, 2013)
 - B. Recommendation as submitted by James Pu, Chief Information Officer, Systems Division: That the Board authorize and instruct the Chief Executive Officer to execute an agreement with AT&T for co-location services for three years in the amount not to exceed \$675,000, and two additional, two year renewal options subject to contract approval by LACERA legal counsel. (Memo dated May 29, 2013)

June 6, 2013

Page 2

V. NON-CONSENT AGENDA (Continued)

- C. Recommendation as submitted by the Travel Policy Committee: That the Board adopt amendments to the Education and Travel Policy, with the changes to become effective July 1, 2013.
(Memo dated May 30, 2013)
- D. Recommendation as submitted by David L. Muir, Legal Counsel: That the Board 1) Adopt Revisions to the Bylaws of the Board of Retirement; and 2) Adopt New “Policies and Procedures Manual of the Board of Retirement.” (Memo dated May 29, 2013)

VI. PUBLIC COMMENT

VII. GOOD OF THE ORDER
(For discussion purposes only)

VIII. EXECUTIVE SESSION

- A. Conference with Legal Counsel – Anticipated Litigation
(Significant exposure to litigation pursuant to Subdivision (b) of California Government Code Section 54956.9)
 - 1. Claim of **Dr. Lakshmanan Sathyavagiswaran**

IX. ADJOURNMENT

Documents subject to public disclosure that relate to an agenda item for an open session of the Board of Retirement that are distributed to members of the Board of Retirement less than 72 hours prior to the meeting will be available for public inspection at the time they are distributed to a majority of the Board of Retirement Members at LACERA’s offices at 300 N. Lake Avenue, Suite 820, Pasadena, CA 91101, during normal business hours of 9:00 a.m. to 5:00 p.m. Monday through Friday.

Persons requiring an alternative format of this agenda pursuant to Section 202 of the Americans with Disabilities Act of 1990 may request one by calling Cynthia Guider at (626) 564-6000, from 8:30 a.m. to 5:00 p.m. Monday through Friday, but no later than 48 hours prior to the time the meeting is to commence. Assistive Listening Devices are available upon request. American Sign Language (ASL) Interpreters are available with at least three (3) business days notice before the meeting date.

MINUTES OF THE SPECIAL MEETING OF THE BOARD OF RETIREMENT

LOS ANGELES COUNTY EMPLOYEES RETIREMENT ASSOCIATION

300 N. LAKE AVENUE, SUITE 810, PASADENA, CA

9:00 A.M., JUNE 6, 2013

PRESENT: Yves Chery, Chair
Mark Saladino, Vice Chair
William de la Garza, Secretary
Marvin Adams
Sadonya Antebi
Alan Bernstein (Arrived at 9:03 a.m.)
Shawn R. Kehoe (Alternate Member)
Ed C. Morris (Alternate Retired)
William R. Pryor

ABSENT: John M. Barger
Vivian H. Gray

STAFF ADVISORS AND PARTICIPANTS

Gregg Rademacher, Chief Executive Officer
JJ Popowich, Assistant Executive Officer
Robb Van Der Volgen, Chief Counsel
Fern M. Billingsy, Senior Staff Counsel
Dave Muir, Legal Counsel

STAFF ADVISORS AND PARTICIPANTS

Cynthia Lau, Legislative Affairs Officer

James Pu, Chief Information Officer

Dr. Lakshmanan Sathyavagiswaran

I. CALL TO ORDER

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

in the Board Room of Gateway Plaza.

II. PLEDGE OF ALLEGIANCE

Mr. Van Der Volgen led the Board Members and staff in reciting the Pledge of Allegiance.

III. APPROVAL OF MINUTES OF THE REGULAR MEETING OF MAY 9, 2013

A motion was made by Mr. Morris, seconded by Mr. de la Garza, to approve the minutes of the regular meeting of May 9, 2013. The motion passed unanimously.

IV. OTHER COMMUNICATIONS

A. For Information

1. May 2013 All Stars
(Mr. Bernstein Arrived at 9:03 a.m.)

Mr. Popowich announced the eight winners for the month of May;

Van Bonifacio, Lauren Decoudreaux, Beulah Auten, Tamara Caldwell, Melissa

IV. OTHER COMMUNICATIONS (Continued)

Salazar, Richard Creamer, Srbui Tadevosyan, and Brittany Bonifacio for the Employee Recognition Program. Cynthia Juvinal was the winner of LACERA's Web Watcher Award. Marian Housa, Steve Alexander, Ana Ronquillo, and Stacy Green were the winners of LACERA's RideShare Program.

2. Chief Executive Officer's Report (Memo dated May 29, 2013)

Mr. Rademacher was invited to speak at the RELAC Meeting in Las Vegas on May 30th. Mr. Rademacher addressed topics including PEPRRA, investments, update to the OPEB Trust, pension scams, and retiree healthcare.

Mr. Rademacher also attended the SACRS Conference in Napa on May 13-17th. In addition to the educational sessions, there were several topics discussed during the roundtable breakout. Such as, re-codifying the 1937 Act in order to simplify the language, should appointed Board Members be allowed to carry over a term when their term has ended, and lastly, is it considered pension spiking when a member changes to a lower cost healthcare plan in the final year of compensation.

One of the SACRS presenters included Lieutenant Governor Gavin Newsom, author of Citizenville, who spoke on how the Government needs to evolve in the digital age.

Mr. Rademacher recognized the life of Dr. Kuzma and thanked the family for opening their home for his Memorial Service on June 1st.

V. NON-CONSENT AGENDA

- A. Recommendation as submitted by Gregg Rademacher, Chief Executive Officer: That the Board adopt the LACERA Fiscal Year 2013-2014 Administrative and Retiree Healthcare Benefits Budgets. (Memo dated May 29, 2013)

Mr. Rademacher was present to answer questions.

Mr. Adams made a motion, Ms. Antebi seconded, to approve the recommendation. The motion passed unanimously.

- B. Recommendation as submitted by James Pu, Chief Information Officer, Systems Division: That the Board authorize and instruct the Chief Executive Officer to execute an agreement with AT&T for co-location services for three years in the amount not to exceed \$675,000, and two additional, two year renewal options subject to contract approval by LACERA legal counsel. (Memo dated May 29, 2013)

Mr. Pu was present to answer questions.

Mr. de la Garza made a motion, Mr. Kehoe seconded, to approve the recommendation. The motion passed unanimously.

- C. Recommendation as submitted by the Travel Policy Committee: That the Board adopt amendments to the Education and Travel Policy, with the changes to become effective July 1, 2013. (Memo dated May 30, 2013)

The final Education and Travel Policy is contingent on the approval from the Board of Investments that is set to take place on June 12th. Once approved the final Policy will be posted on the Board website.

V. NON-CONSENT AGENDA (Continued)

Mr. Bernstein made a motion, Mr. Morris seconded, to approve the recommendation. The motion passed unanimously.

- D. Recommendation as submitted by David L. Muir, Legal Counsel: That the Board 1) Adopt Revisions to the Bylaws of the Board of Retirement; and 2) Adopt New “Policies and Procedures Manual of the Board of Retirement.” (Memo dated May 29, 2013)

Mr. Kehoe made a request to keep the first sentence on Section II. 8(c) on page six. Mr. Muir addressed Mr. Kehoe’s request and the following will be reflected under Section II. 8 (c):

The committee chair may cancel a scheduled committee meeting when it is determined there are no items of business for the agenda, or a quorum of the committee will not be present. In the event a member of the committee is absent from a committee meeting, the chair shall designate the alternate member of the committee to sit as a voting member of the committee for the duration of the meeting or until such time as the appointed member is present.

In addition, Mr. Muir mentioned that the word “Bylaws” will be replaced with the word “Regulations” on page 16 under XI. Amendments and twice in the Policies and Procedures Manual.

Mr. Kehoe made a motion, Mr. Chery seconded, to approve the recommendation with the revisions mentioned. The motion passed unanimously.

VI. PUBLIC COMMENT

Dr. Lakshmanan Sathyavagiswaran spoke to the Board regarding a request being considered in closed session.

VII. GOOD OF THE ORDER (For discussion purposes only)

Mr. de la Garza recognized Mr. Rademacher for doing a good job speaking at the RELAC Meeting in Las Vegas.

Mr. Rademacher recognized James Pu and the Systems Division for all their hardwork and their commitment to support LACERA.

Mr. Van Der Volgen thanked Darla Davis for her work in preparing the Education and Travel Policy.

VIII. EXECUTIVE SESSION

A. Conference with Legal Counsel – Anticipated Litigation (Significant exposure to litigation pursuant to Subdivision (b) of California Government Code Section 54956.9)

1. Claim of **Dr. Lakshmanan Sathyavagiswaran**

The Board met in Executive Session to discuss and give direction to its legal counsel in regards to the above named anticipated litigation. The Board reconvened in open session, at which time Ms. Billings reported that the Board met in Executive Session for the purpose of discussing anticipated litigation pursuant to Government Code Section 54956.9 Subdivision (b). By unanimous

June 6, 2013

Page 7

VIII. EXECUTIVE SESSION (Continued)

vote, the Board gave direction to counsel with regard to denying the claim and directed staff to seek opinion from tax counsel.

Green Folder Information (Information distributed in each Board Members Green Folder at the beginning of the meeting.)

1. LACERA Legislative Report -Bills Amending CERL
(Dated June 4, 2013)
2. LACERA Legislative Report - Other (Dated June 4, 2013)
3. 2013-2014 Annual Retiree Healthcare Packet

IX. ADJOURNMENT

There being no further business to come before the Board, the meeting was adjourned at 9:53 a.m.

WILLIAM DE LA GARZA, SECRETARY

YVES CHERY, CHAIR