



**CITY OF FRESNO RETIREMENT SYSTEMS
REGULAR JOINT MEETING OF THE RETIREMENT BOARDS**

MINUTES

October 25, 2016

The Employees and Fire and Police Retirement Boards met in a joint session in Retirement Office, 2828 Fresno St., 2nd Fl., Board Chamber, Room 202, Fresno, California at the hour of 1:00 PM on the day above written.

ROLL CALL AT 1:03 PM

Members Present for the EMPLOYEES RETIREMENT BOARD

Phillip Hardcastle, TJ Miller, Marvell French, David Cain, Renena Smith (left at 2:42 pm), Marvell French

Members Absent: None

Members present for the FIRE AND POLICE RETIREMENT BOARD

Oscar Williams, Michael Reid, David Newton, Ted Semonious

Members absent: Lusk

Also Present: Don Stracke, Legal Counsel, Robert Theller, Retirement Administrator, Kathleen Riley Brown, Assistant Retirement Administrator, Pattie Laygo, Executive Assistant

APPROVE MINUTES

Approve minutes of October 12, 2016, Regular Joint Meeting of the Retirement Boards.

ACTION: Approved/Adopted

ON MOTION by Member French seconded by Member Miller to approve the minutes of October 12, 2016, Regular Joint Meeting of the Retirement Boards, DULY CARRIED by the following vote:

AYES: Hardcastle, Miller, French, Cain, Smith

NOES: None

ABSTAIN: None

ABSENT: None

ON MOTION by Member Semonious seconded by Member Reid to approve the minutes of October 12, 2016, Regular Joint Meeting of the Retirement Boards, DULY CARRIED by the following vote:

AYES: Williams, Reid, Newton, Semonious

NOES: None

ABSTAIN: None

ABSENT: Lusk

APPROVE AGENDA

Approve agenda of October 25, 2016, Regular Joint Meeting of the Retirement Board.

ACTION: Approved/Adopted

ON MOTION BY Member French seconded by Member Smith to approve the agenda of October 25, 2016, Regular Joint Meeting of the Retirement Boards, DULY CARRIED by the following vote:

AYES: Hardcastle, Miller, French, Cain, Smith

NOES: None

ABSTAIN: None

ABSENT: None

ON MOTION BY Member Semonious seconded by Member Reid to approve the agenda of October 25, 2016, Regular Joint Meeting of the Retirement Boards, DULY CARRIED by the following vote:

AYES: Williams, Reid, Newton, Semonious

NOES: None

ABSTAIN: None

ABSENT: Lusk

TIMED SCHEDULED HEARINGS AND MATTERS

1:00 PM MLP Educational Presentation by Kayne Anderson

ACTION: Received

The Boards received MLP educational presentation by Eileen Mancera, JC Frey, David LaBonte and Mike Schimmel of Kayne Anderson.

A. CONSENT CALENDAR

1. Approve date and time of the next Regular Joint Meeting of the Retirement Boards scheduled at 1:00 pm on Tuesday, November 22, 2016. (Meeting scheduled on November 9, 2016, is cancelled.)

ACTION: Approved/Adopted

ON MOTION by Member French seconded by Member Miller to approve the consent calendar, DULY CARRIED by the following vote:

AYES: Hardcastle, Miller, French, Cain, Smith

NOES: None

ABSTAIN: None

ABSENT: None

ON MOTION by Member Semonious seconded by Member Newton to approve the consent calendar, DULY CARRIED by the following vote:

AYES: Williams, Reid, Newton, Lusk, Semonious

NOES: None

ABSTAIN: None

ABSENT: Lusk

B. EMPLOYEE PERSONNEL ISSUES

None

C. STAFF INITIATED ITEMS

None

D. BOARD INITIATED ITEMS

1. Real Assets [MLP, Commodities, TIPS] – Asset Class Education provided by Don Stracke of NEPC.
ACTION: Received

The Boards reviewed MLP presentation with Don Stracke, Investment Consultant who provided additional education and discussion. The Boards will continue discussion and maintain education and strategies in place for when commodities improve.

2. Review actual Asset Allocation as of September 30, 2016, update on October 2016 drawback and funding of Operating and Payroll Expenses for November/December 2016.

ACTION: Accepted.

The Boards accepted review. There were no actions for the Boards to consider.

3. Review, discuss and consider agenda topics for Board Retreat in April 2017.

ACTION: Received

The Boards discussed potential cost for a governance presentation.

4. Adopt Joint Resolution and Article 11 of the Joint Board Rules to reflect the actuarial assumptions as of June 30, 2016, introduced and accepted by the Boards at the Joint Meeting of the Retirement Boards held on October 12, 2016.

ACTION: Approved/Adopted

The Boards received review and update by Administrator Theller.

ON MOTION by Member French seconded by Member Miller to adopt Joint Resolution and modifications to Article 11 of the Joint Board Rules concerning Actuarial Assumptions, DULY CARRIED RESOLVED by the following vote:

AYES: Hardcastle, Miller, French, Cain, Smith

NOES: None

ABSTAIN: None

ABSENT: None

ON MOTION by Member Semonious seconded by Member Newton to adopt Joint Resolution and modifications to Article 11 of the Joint Board Rules concerning Actuarial Assumptions, DULY CARRIED RESOLVED by the following vote:

AYES: Williams, Reid, Newton, Semonious

NOES: None

ABSTAIN: None

ABSENT: Lusk

E. GENERAL DISCUSSION

None

F. INFORMATION ONLY ITEMS

1. Northern Trust Monthly Portfolio Performance Reports as of September 30, 2016.

ACTION: Received

2. Northern Trust Monthly Asset Allocation Overview September 30, 2016.

ACTION: Received

3. Monthly Fixed Income Analysis Report September 30, 2016.

ACTION: Received

4. Investment Manager Monitoring and Evaluation Report September 30, 2016.

ACTION: Received

G. PROPOSED AGENDA ITEMS FOR NEXT COMMITTEE MEETING

1. Presentation of Annual Actuarial Valuation Reports by the Segal Company.
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2. Private Equity – Asset Class Education, by Alex Adam of NEPC.
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H. UNSCHEDULED ORAL COMMUNICATIONS

None

I. PUBLIC COMMENTS

None

J. ADJOURNMENT

3:17 pm

Employees Retirement Board

Fire and Police Retirement Board