

MINUTES
OF THE
BOARD OF FIRE AND POLICE PENSION COMMISSIONERS
SPECIAL MEETING OF APRIL 2, 2009

The Ad Hoc Committee on Emerging Managers and members of the Board of Fire and Police Pension Commissioners of the City of Los Angeles met in Room 800, 360 East Second Street, on Thursday, April 2, 2009.

COMMITTEE

MEMBERS PRESENT: Patricia A. Means, Chair
Maria Contreras-Sweet, Vice Chair
Mike Carter, Member
Sam Diannitto, Member

OTHER COMMISSIONERS PRESENT: Sean Harrigan

STAFF TO THE COMMITTEE: Tom Lopez, Chief Investment Officer

DEPARTMENT OF FIRE AND POLICE PENSIONS: Edward Griffiths, Assistant General Manager
Laura Guglielmo, Assistant General Manager
Barbara Nobregas, Commission Executive Assistant

CITY ATTORNEY'S OFFICE: Mike Wilkinson, Deputy City Attorney

Chair Means called the meeting to order at 8:08 a.m. At the start of the Ad Hoc Committee on Emerging Managers, President Harrigan appointed himself to the Committee to make a quorum. The Ad Hoc Committee on Emerging Managers will be noted as a Special Board meeting since more than four Commissioners were present. All of the above Commissioners were present at the start of the meeting with the exception of Commissioners Diannitto who arrived at 8:14 a.m. and Contreras-Sweet who arrived at 8:38 a.m.

1. EMERGING MANAGER POLICY CHANGES AND POSSIBLE COMMITTEE ACTION

Mr. Tom Lopez, Chief Investment Officer, Investments Division and Ms. Sarah Bernstein, Principal, Pension Consulting Alliance (PCA) reported to the Committee. Ms. Bernstein reiterated the Committee's direction to PCA and staff to redraft and revise the existing emerging manager policy. The Committee requested:

President Harrigan de-appointed himself to the Committee after Commissioner Diannitto arrived.

- A clear definition of an emerging manager
- Information on whether a policy that targeted fund of funds implementation methods or direct hires through the department. The conclusion being that since the market has evolved and there are fund to funds to use, it makes sense, but don't preclude the policy from using both methods.
- Insert monitoring criteria
- Review existing manager pool and decide how managers graduate or no longer fit the program – change of status
- Have consultants do an annual review

Ms. Bernstein answered the Committee's questions. She urged the Committee to leave more flexibility to the Committee and/or Board. She indicated she would return with changes in the policy language to reflect the Board's requests.

2. PUBLIC COMMENTS

There was no public comment.

The Ad Hoc Committee on Emerging Managers was adjourned at 8:50 a.m.



Chair



Secretary