

MINUTES
OF THE
BOARD OF FIRE AND POLICE PENSION COMMISSIONERS
SPECIAL MEETING OF JULY 9, 2009

The Governance Committee 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, July 9, 2009.

COMMITTEE

MEMBERS PRESENT: Sam Diannitto, Chair
Steve Juarez
Robert von Voigt

OTHER COMMISSIONERS

PRESENT: George Aliano, President
Mike Carter, Vice President

GOVERNANCE COMMITTEE

SUPPORT STAFF: Laura Guglielmo, Assistant General Manager

DEPARTMENT OF FIRE AND

POLICE PENSIONS: Michael A. Perez, General Manager
D. Edward Griffiths, Assistant General Manager
Laura Guglielmo, Assistant General Manager
Barbara Nobregas, Commission Executive Assistant

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

The Governance Committee will be noted as a Special Board meeting since more than four Commissioners were present. Chair Diannitto called the meeting to order at 8:05 a.m. All of the above Commissioners were present at the start of the meeting.

1. GENERAL CONSULTANT EVALUATION CRITERIA AND POSSIBLE COMMITTEE ACTION

Ms. Laura Guglielmo, Assistant General Manager, Administrative Operations Division and Mr. Daren Perlstein, Investment Officer I, Investments Division came before the Board to discuss the Consultant Evaluation Form. Ms. Guglielmo stated that Independent Fiduciary Services (IFS) recommended we formally evaluate our consultants. The Board discussed the evaluation criteria. Commissioner Juarez suggested inserting a comment section next to each criteria.

MOTION

Commissioner Juarez moved that the Governance Committee recommend to the full Board approval of the General Consultant Evaluation Form, adding a comment section to the right of each individual criteria, for inclusion in the Board Governance Policies Manual, which motion was seconded by Commissioner von Voigt and approved by the following vote: ayes, Commissioners Juarez, von Voigt and Chair Diannitto - 3; nays, none.

2. STATUS OF GOVERNANCE COMMITTEE AUDIT PLAN ASSIGNMENTS RELATED TO THE USE OF LEGAL COUNSEL AND POSSIBLE COMMITTEE ACTION

Ms. Laura Guglielmo, Assistant General Manager, Administrative Operations Division summarized the Audit Plan assignments report and answered the Board's questions. Commissioner Juarez requested staff to include a comprehensive report on all items related to the City Attorney legal counsel issues when reporting back to the Committee.

MOTION

Commissioner Juarez moved that the Governance Committee:

1. Recommend that the Board determine that no action shall be taken on Independent Fiduciary Services (IFS) Recommendations No. 2g(1), 2g(2) and 2g(3), because our outside Fiduciary Counsel has advised that the City Attorney is not precluded from serving as the System's legal counsel merely due to a potential conflict of interest;
2. Recommend that the Board determine that IFS Recommendations No. 2g (7), 2g(9) and 2g(11) be certified as completed;
3. Recommend that the Board approve the status of the remaining IFS Recommendations, 2g(4), 2g(5), 2g(6), 2g(8), 2g(10), and 2g(12) as indicated on Attachment 2 and report back to the Governance Committee within 60 days with updated status of all items and a comprehensive report on City Attorney issues pertaining to outside counsel, which motion was seconded by Commissioner Diannitto and approved by the following vote: ayes, Commissioners Juarez, von Voigt and Chair Diannitto - 3; nays, none.

3. PUBLIC COMMENTS

Ms. Elsa Moy commented on the general investment advisor procedure.

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The Governance Committee was adjourned at 8:39 a.m.

A handwritten signature in cursive script, appearing to read "Sant'anna", written above a horizontal line.

Chair

A handwritten signature in cursive script, appearing to read "K. J.", written above a horizontal line.

Secretary