

MINUTES
OF THE
BOARD OF FIRE AND POLICE PENSION COMMISSIONERS
SPECIAL BOARD MEETING OF MARCH 6, 2014

The Board of Fire and Police Pension Commissioners of the City of Los Angeles met at the California Endowment, The Yosemite Room, located at 1000 North Alameda Street, Los Angeles 90012 on Thursday, March 6, 2014.

COMMISSIONERS PRESENT: Ruben Navarro, President
Belinda Vega, Vice President
George Aliano
Carl Cade
Emanuel Pleitez
Pedram Salimpour
Corinne Tapia
Robert von Voigt

COMMISSIONER ABSENT: Sam Diannitto

DEPARTMENT OF FIRE AND
POLICE PENSIONS: Raymond P. Ciranna, General Manager
William Raggio, Executive Officer
Joseph Salazar, Assistant General Manager
Tom Lopez, Chief Investment Officer
Barbara Nobregas, Commission Executive Assistant

CITY ATTORNEY'S OFFICE: Alan Manning, Assistant City Attorney
Theresa Stamus, Senior Assistant City Attorney

President Navarro called the Special meeting to order at 8:29 a.m. All of the above-listed Commissioners were present at the start of the meeting with the exception of Commissioner Salimpour, who arrived at 8:36 a.m.

President Navarro commended staff for the tremendous job on fulfilling the Board's educational needs by coordinating great speakers and pertinent information at this event. He encouraged Board Members to ask questions and hopes that this educational session is beneficial for everyone.

Item B was taken out of order.

B. GENERAL PUBLIC COMMENT ON MATTERS WITHIN THE BOARD'S JURISDICTION

Ms. Elsa Moy gave a public comment.

A. GENERAL MANAGER'S REPORT

1. Business relating to Department operations

General Manager Ciranna welcomed everyone to the Sixth Annual Offsite meeting. The session provides an opportunity to ensure the Board Members and stakeholders are educated in pension related topics. He thanked the representatives from the various Associations and City departments for their participation. He thanked the staff for their efforts in coordinating the offsite meeting. The topic on ethics will be presented at a future board meeting since Mr. Harvey Leiderman, with Reed Smith, LLP, was unable to attend the meeting today because of medical reasons. This session is a Board meeting and, as such, we ask that everyone adheres to the rules and protocols of a regular Board meeting. He asked that everyone speak into the microphones. He introduced Ms. Stephanie Clements, Chief Management Analyst, Administrative Operations Division as the facilitator of the meeting.

BOARD RETREAT

Introductions and Objectives

Ms. Stephanie Clements, Chief Management Analyst, Administrative Operations Division facilitated the session. She thanked the California Endowment for the use of the room. She encouraged the audience to speak into the microphone when asking questions and to complete the evaluation form at the end of the session. Ms. Clements introduced the first speakers, Messrs. Todd Hughes and Gregory Garrett from Portfolio Advisors.

Overview of Private Equity and LAFPP's Current Portfolio

Speakers: Messrs. Todd Hughes and Gregory Garrett, Managing Directors, Portfolio Advisors

Messrs. Hughes and Garrett gave an overview of investing in private equity and answered the Board's questions.

Ms. Clements informed the audience if they wish to hear more discussion on this topic to note that in the evaluation form. She proceeded to introduce the next topic and speaker, Ms. Laurie LoFranco.

Healthcare Reform

Speaker: Ms. Laurie LoFranco, Assistant Vice President, Keenan & Associates

Ms. LoFranco provided an overview of the Affordable Care Act (ACA), how it may impact pension plan members, and discussed the Cadillac Tax. She answered questions from Board members and the audience.

Ms. LoFranco stated she will provide the Board information regarding the Cadillac Tax, as requested.

The Board recessed for break at 10:20 a.m. and reconvened at 10:34 a.m.

Ms. Clements introduced Mr. Anthony Torres as the panel moderator for the healthcare reform topic.

Healthcare Reform Panel

Moderator: Mr. Anthony Torres, Senior Management Analyst II, Medical and Dental Benefits, LAFPP;
Panelists: Mr. Steve Gedestad, Executive President, Keenan & Associates; Ms. Dawna Gray, President of Bradawn, Inc.; Ms. Maryanne Keehn, Manager of the Benefits & Compensation Policy Section of the Chief Executive Office for Los Angeles County; and Ms. Lita Payne, Assistant General Manager, LACERS.

Mr. Torres introduced the four panelists. He then proceeded to question the panelists regarding the impact of the Affordable Care Act on health plans and members. The panel answered the questions from the moderator and the audience.

Ms. Clements introduced Mr. Paul Angelo and Ms. Connie Perez.

GASB 67 & 68 Implementation

Speakers: Paul Angelo, Actuary, The Segal Company and Ms. Connie Perez, Partner at Brown Armstrong.

Mr. Angelo and Ms. Perez provided an overview of the Governmental Accounting Standards Board (GASB) 67 & 68 implementation requirements and how it may impact LAFPP and the City.

Commissioner Cade left for the remainder of the meeting at 12:38 p.m.

The Board recessed for lunch at 12:21 p.m. and reconvened at 1:02 p.m.

Ms. Clements introduced Mr. Jim Voytko, Chief Operating Officer from RV Kuhns.

Asset Allocation Primer

Mr. Voytko provided an overview of asset allocation principles and answered the Board's questions.

Commissioner Tapia left for the remainder of the meeting at 2:08 p.m.

Ms. Clements thanked Mr. Voytko for his presentation.

The Board recessed for break at 2:11 p.m. and reconvened at 2:20 p.m.

Commissioner von Voigt left for the remainder of the meeting at 2:16 p.m.

Ms. Clements introduced the next topic and speaker, Mr. Paul Angelo.

Experience Study 101

Speaker: Paul Angelo, Actuary, The Segal Company

Mr. Angelo gave an overview of the upcoming actuarial Experience Study and answered the Board's questions.

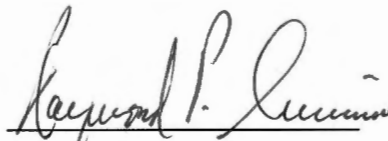
General Manager Ciranna thanked Mr. Angelo and indicated that this concludes the session. There were questions regarding private equity and healthcare and he will schedule follow-up sessions. He welcomed comments to improve the offsite meeting and asked Board members to please indicate on the evaluation survey if additional information is needed in certain areas.

President Navarro stated that this forum works very well. He wanted to ensure that the educational pace works with each Board member.

The meeting adjourned at 3:17 p.m.



President


Secretary