

**MINUTES**  
**OF THE**  
**BOARD OF FIRE AND POLICE PENSION COMMISSIONERS**  
**BOARD MEETING OF MARCH 5, 2015**

The Board of Fire and Police Pension Commissioners of the City of Los Angeles met at the LACERS Board Room, located at the Los Angeles Times Building, 202 W. First Street, Suite 500, Los Angeles 90012 on Thursday, March 5, 2015.

COMMISSIONERS PRESENT: Belinda Vega, President  
Robert von Voigt, Vice President  
George Aliano  
Carl Cade  
Cielo Castro  
Sam Diannitto (participated telephonically)  
Ruben Navarro  
Pedram Salimpour

COMMISSIONER ABSENT: Corinne Tapia

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

CITY ATTORNEY'S OFFICE: Alan Manning, Assistant City Attorney  
James Napier, Deputy City Attorney  
Marie McTeague, Deputy City Attorney

COURT REPORTER: Diane L. Panicca, U.S. Legal Support

President Vega called the meeting to order at 8:35 a.m. All of the above-listed Commissioners were present at the start of the meeting with the exception of Commissioner Tapia who arrived at 8:45 a.m.

*A portion of Item G was taken out of order.*

G. DISABILITY CASES

DISABILITY CLAIM – REVIEW REQUESTED BY PENSIONER – TIER 5 - 1

Maximiliano Ross

(P)

Detective I (Retired)

Prior Board Action of January 18, 2007 granting a service-connected disability pension at 55.7452% is adjusted to 65% with no foreseeable purpose for review. Motion made by Commissioner Navarro, seconded by Commissioner Aliano and adopted by the following vote: ayes, Commissioners Aliano, Cade, Castro, Diannitto, Navarro, Salimpour, von Voigt and President Vega – 8; nays, none. Mr. Ross was not present but was represented by his attorney, Thomas J. Wicke.

A. ITEMS FOR BOARD ACTION

1. AUTHORIZATION TO BEGIN SEARCH FOR INVESTIGATIVE SERVICES CONSULTANT

Ms. Tina Zipper and Ms. Loanne Truong, both Senior Management Analyst I's, from the Disability Pension Section stated that it was brought to staff's attention that LACERS has an existing contract with an investigative services firm, and the City Attorney Office, Workers' Compensation Division recently closed a Request For Proposal (RFP) for the same type of investigative services. Ms. Zipper stated that it may not be necessary to initiate an RFP. LAFPP may be able to utilize the contract with LACERS or the City Attorney's Office.

General Manager Ciranna suggested the Board amend the recommendation to release an RFP or utilize an existing contract with another governmental agency.

Commissioners Navarro and von Voigt agreed as the maker and seconder of the motion.

RESOLUTION 15083

Commissioner Navarro moved as amended that the Board authorize the General Manager to issue a Request for Proposal (RFP) for investigative services, or utilize an existing contract for investigative services with another governmental agency, which was seconded by Commissioner von Voigt and approved by the following vote: ayes, Commissioners Aliano, Cade, Castro, Diannitto, Navarro, Salimpour, von Voigt, and President Vega - 8; nays, none.

2. CONSIDERATION OF INTEREST RATE TO BE CREDITED TO ACTIVE MEMBER ACCOUNTS AS OF DECEMBER 31, 2014 AND POSSIBLE BOARD ACTION

The board report was approved.

Ms. Elsa Moy gave a public comment.

RESOLUTION 15084

Commissioner Aliano moved that the Board, in accordance with Board Operating Policies and Procedures Section 5.1, direct the General Manager to credit the interest rate of 1.18% to active

member accounts as of December 31, 2014, which was seconded by Commissioner Cade and approved by the following vote: ayes, Commissioners Aliano, Cade, Castro, Diannitto, Navarro, Salimpour, von Voigt, and President Vega - 8; nays, none.

### 3. TRANSFER OF FUNDS FOR OVERTIME AND POSSIBLE BOARD ACTION

Mr. Mark Shin, Senior Management Analyst II, Administrative Services Section and Ms. Barbara Nobregas, Commission Executive Assistant came before the Board. Ms. Nobregas requested the Board's approval to transfer \$50,000 from the General Salaries account to the Overtime account. The need for additional overtime was caused by staff vacancies, project deadlines that were moved up, and an increased workload to staff. There is a \$300,000 surplus to cover the transfer.

#### RESOLUTION 15085

Commissioner von Voigt moved that the Board authorize a transfer of \$50,000 from General Salaries (Account 1010) to Overtime (Account 1090) to pay for overtime expenses primarily generated by staff vacancies, accelerating current projects and adding new projects, which was seconded by Commissioner Navarro and approved by the following vote: ayes, Commissioners Aliano, Cade, Castro, Diannitto, Navarro, Salimpour, von Voigt, and President Vega - 8; nays, none.

*Item A.4 was moved to the latter portion of the meeting.*

### B. REPORTS TO THE BOARD

#### 1. REVIEW OF 2015 PRIVATE EQUITY AND COMMODITIES INVESTMENT ACTIVITY BY PORTFOLIO ADVISORS, LLC

Mr. Todd Hughes, Managing Director from Portfolio Advisors provided an update of the Private Equity and Commodities portfolio. He answered questions from the Board.

The board report was received and filed.

#### 2. STATUS OF THE DIRECT HIRE EMERGING MANAGER SEARCHES

Messrs. Rick Rogers, Investment Officer III; and Mr. Ryan Sullivan, Associate from RVK were before the Board. Mr. Rogers provided an update of the three direct hire emerging searches, for small cap, micro cap, and fixed income. He provided further the information on the quantitative screening process of the firms that passed the minimum qualifications. Qualitative screen comes next and he anticipates returning to the Board in May 2015. Mr. Rogers asked the Board for direction on how many firms to hire.

The Board discussed the numbers of managers to hire and how much to allocate to the managers.

Mr. Sullivan suggested as a consideration for the Board to interview managers for each asset class, select the managers, and then determine the allocation.

General Manager Ciranna stated staff will return to the Board with a list and at that time have an estimate of the managers' fees. The Board discussed allocating approximately \$125M to the emerging manager program but may wish to consider allocating a larger amount.

Mr. Sullivan stated that he will continue with the evaluation process.

President Vega thanked staff for the report and the Board will consider options.

The board report was received and filed.

### 3. CONTRACTOR DISCLOSURE POLICY - QUARTERLY REPORT

Ms. Caroline Dinu, Senior Management Analyst II, Internal Audit Section (IAS) stated that IAS received 176 out of 177 expected disclosures. Staff received new disclosures related to the enhanced index search after the board report was prepared. Staff will continue to work with investment staff for the remaining outstanding disclosure.

The board report was received and filed.

4. President Vega asked if any Board Member made any expenditure to influence State legislative or administrative action to which their reply was negative.
5. Miscellaneous correspondence from money managers, consultants, etc. – Received and Filed.
6. General Manager's Report
  - a. Benefits Actions approved by General Manager on February 5, 2015 and February 19, 2015

Pursuant to Resolution 04008, adopted by the Board of Fire & Police Pension Commissioners on August 7, 2003, the following benefit actions have been approved by the General Manager February 5, 2015.

#### DISCONTINUED PENSIONS – TIER 1 – 2

Ronald W. Furtak	Police Service	Retired:	02-18-81	Died:	11-24-14
Jim J. Meek	Police Disability	Retired:	08-01-66	Died:	12-25-14

#### DISCONTINUED PENSIONS – TIER 2 – 19

George C. Fuller	Fire Service	Retired:	11-25-73	Died:	01-06-15
Harvey E. Hixson	Fire Service	Retired:	05-08-73	Died:	11-24-14
Clarke R. Merrill	Fire Service	Retired:	04-20-81	Died:	12-28-14

Joe F. Owens	Fire Service	Retired:	02-26-78	Died:	12-20-14
Jack W. Hosford	Police Service	Retired:	03-19-95	Died:	11-15-14
Robert R. Hunter	Police Service	Retired:	11-01-68	Died:	01-01-15
Robert C. Hyde	Police Service	Retired:	03-24-96	Died:	12-02-14
Earle C. Prescott	Police Service	Retired:	08-18-85	Died:	12-03-14
W. A. Stephenson	Police Service	Retired:	02-20-83	Died:	12-14-14
Chester N. Wright	Police Disability	Retired:	06-19-75	Died:	10-29-14
Eileen M. Conwell	Fire Widow	Retired:	11-29-94	Died:	12-07-14
Thelma S. Dreher	Fire Widow	Retired:	03-15-12	Died:	09-09-14
Maureen E. Taylor	Fire Widow	Retired:	07-26-98	Died:	12-11-14
Sibyl L. Alexander	Police Widow	Retired:	12-10-10	Died:	11-28-14
Joyce Bernard	Police Widow	Retired:	04-14-90	Died:	10-30-14
Virginia M. Farmer	Police Widow	Retired:	05-21-95	Died:	12-01-14
Angelina C. Gay	Police Widow	Retired:	07-16-13	Died:	01-06-15
Mary L. Holmes	Police Widow	Retired:	04-28-80	Died:	12-11-14
Dolores F. Sorensen	Police Widow	Retired:	03-24-12	Died:	11-01-14

DISCONTINUED PENSIONS – TIER 3 – 1

Gordon G. Robb	Fire Service	Retired:	07-16-00	Died:	12-27-14
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DISCONTINUED PENSIONS FORMER SPOUSE – TIER 1 – 1

Nina J. Brooks	Police Service	Retired:	11-01-89	Member Died:	11-24-14
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DISCONTINUED PENSIONS FORMER SPOUSE – TIER 2 – 1

Margie Bernard	Police Service	Retired:	04-14-90	Widow Died:	10-30-14
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ELIGIBLE SURVIVING SPOUSE'S PENSION – TIER 2 – 6

<u>Name</u>	<u>Deceased Member</u>	<u>Member's Class</u>	<u>Effective Date</u>
Margaret W. Fuller	George C. Fuller	Fire Service	01-07-15
Emily M. Owens	Joe F. Owens	Fire Service	12-21-14
Jacqueleen A. Hyde	Robert C. Hyde	Police Service	12-03-14
Ann L. Prescott	Earle C. Prescott	Police Service	12-04-14
Dorothy B. Matich	Matthew T. Matich	Fire Disability	12-23-14
Rose N. Wright	Chester N. Wright	Police Disability	10-30-14

ELIGIBLE SURVIVING SPOUSE'S PENSION – TIER 3 – 1

<u>Name</u>	<u>Deceased Member</u>	<u>Member's Class</u>	<u>Effective Date</u>
Judy G. Robb	Gordon G. Robb	Fire Service	12-28-14

SURVIVING CHILD'S PENSION – TIER 5 – 1

Surviving child benefits are now payable to Michael D. Torres, surviving child of deceased Police Officer II, Carlos T. Torres, effective February 17, 2015, due to the attainment of age 18 and the continuation of full-time student status.

DECREASE SURVIVING SPOUSE'S PENSION – TIER 5 – 1

Decrease the pension payable to Deana Torres, surviving spouse of deceased Police Officer II, Carlos T. Torres, due to the attainment of age 18 and full-time student status by Michael D. Torres, effective February 17, 2015.

DESIGNATED PARTIAL PAYMENT OF PENSION – TIER 2 – 1

In accordance with the City Attorney's advice, a designated proportion of the community property interest of the pension payable to William R. Mills, Police Service Pensioner, which was paid to his deceased former spouse, Rebecca J. Dow, has been designated to her beneficiary, Robert B. Mills, effective March 28, 2014. Mr. Mills will receive cost of living adjustments.

SERVICE PENSION – TIER 3 – 3

Police

Julie R. McInnis	Sergeant I	Eff:	01-11-15	19	Years	195	Days
Alicia P. Ramirez	Detective III	Eff:	12-28-14	25	Years	24	Days
Richard B. Zimmerman	Police Officer III	Eff:	01-11-15	17	Years	48	Days

SERVICE PENSION – TIER 5 – 1

Police

Philip K. Stine	Police Officer III	Eff:	01-05-15	20	Years	115	Days
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SERVICE PENSION/DROP – TIER 3 – 1

Police

Efrain Flores	Police Officer II	Eff:	12-01-14	26	Years	354	Days
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SERVICE PENSION/DROP – TIER 4 – 1

Police

Theresa A. Gordon	Detective III	Eff:	10-09-14	25	Years	0	Days
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SERVICE PENSION/DROP – TIER 5 – 10

Fire

James L. Hunt	Firefighter III	Eff:	09-03-14	26	Years	333	Days
Oscar Martinez	Inspector I	Eff:	10-01-14	25	Years	305	Days
Lance S. Messner	Helicopter Pilot IV	Eff:	10-01-14	34	Years	42	Days
Jorge G. Perez	Captain I	Eff:	08-11-14	26	Years	11	Days

Police

Madolyn J. Candelaria	Detective II	Eff:	12-01-14	25	Years	248	Days
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Deborah J. Gauff	Police Officer II	Eff:	10-01-14	27	Years	81	Days
Martin J. Guerrero	Sergeant I	Eff:	10-01-14	25	Years	146	Days
Duane T. Hayakawa	Captain II	Eff:	11-03-14	30	Years	69	Days
Ronald P. Moody	Detective I	Eff:	11-06-14	25	Years	0	Days
Susan E. Willis	Lieutenant II	Eff:	01-01-15	27	Years	62	Days

NON-SERVICE CONNECTED DISABILITY PENSION – TIER 5 – 1

<u>Name</u>	<u>Member's Rank</u>	<u>Percentage</u>	<u>Effective Date</u>	<u>Board Date</u>
Revllyn A. Henderson	Sergeant I	50%	01-15-15	01-15-15

Pursuant to Resolution 04008, adopted by the Board of Fire & Police Pension Commissioners on August 7, 2003, the following benefit actions have been approved by the General Manager on February 19, 2015.

DISCONTINUED PENSIONS – TIER 1 – 1

Marjorie B. Clarke	Police Service	Retired:	08-01-65	Died:	01-05-15
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DISCONTINUED PENSIONS – TIER 2 – 12

Jerrold K. Mueller	Fire Service	Retired:	02-14-91	Died:	12-16-14
Norman P. Minadeo	Police Service	Retired:	06-27-93	Died:	01-14-15
Pierce C. Weir	Police Service	Retired:	03-01-80	Died:	12-31-14
Matthew T. Matich	Fire Disability	Retired:	06-29-82	Died:	12-22-14
Marcella E. Atkins	Fire Widow	Retired:	08-11-07	Died:	01-01-15
Barbara L. Awerkamp	Fire Widow	Retired:	11-01-70	Died:	11-20-14
Caron M. Bartlett	Fire Widow	Retired:	08-21-93	Died:	01-16-15
Mary L. Hansen	Fire Widow	Retired:	04-23-02	Died:	01-09-15
Mary B. Nance	Fire Widow	Retired:	01-22-90	Died:	12-29-14
Dorothy E. Gormley	Police Widow	Retired:	01-11-11	Died:	12-19-14
Ruth L. Hutchcroft	Police Widow	Retired:	10-31-97	Died:	01-21-15
Betsy Sullivan	Police Widow	Retired:	10-09-13	Died:	01-15-15

DISCONTINUED PENSIONS – TIER 5 – 2

David M. Graff, Sr.	Police Service	Retired:	01-21-07	Died:	01-14-15
Sarah Allen	Police Dependent Parent	Retired:	05-10-14	Died:	11-26-14

ELIGIBLE SURVIVING SPOUSE'S PENSION – TIER 2 – 2

<u>Name</u>	<u>Deceased Member</u>	<u>Member's Class</u>	<u>Effective Date</u>
Joanne Mueller	Jerrold K. Mueller	Fire Service	12-17-14
Mary Ann W. Minadeo	Norman P. Minadeo	Police Service	01-15-15

ELIGIBLE SURVIVING SPOUSE'S PENSION – TIER 5 – 1

<u>Name</u>	<u>Deceased Member</u>	<u>Member's Class</u>	<u>Effective Date</u>
Christina M. Graff	David M. Graff, Sr.	Police Service	01-15-15

MINOR CHILD'S PENSION - GUARDIANSHIP – TIER 4 – 1

Pension benefits are payable for the benefit of Tyler J. Cruz, minor child of deceased Police Officer II, Mario S. Cruz, effective July 6, 2014.

The Letters of Guardianship, issued December 11, 2014 in the Los Angeles Superior Court, Case Number BP156169, appointing Debra E. Dawson, Guardian of the Estate of Tyler J. Cruz, minor child of Mario S. Cruz, has been filed with this office.

Pension payments will be paid to Debra E. Dawson for the benefit of Tyler J. Cruz, effective July 6, 2014.

PARTIAL PAYMENT OF PENSION – TIER 5 – 5

In accordance with the City Attorney's advice, a designated proportion of the community property interest of the pension payable to Russell E. Bell, Fire Service Pensioner, is to be paid to his former spouse, Julie L. Bell, effective March 1, 2015. Ms. Bell will receive cost of living adjustments.

In accordance with the City Attorney's advice, a designated proportion of the community property interest of the pension payable to Maurice W. Graham, Police Service Pensioner, is to be withheld for his former spouse, Shirley L. Haley-Graham, effective February 7, 2015. Ms. Haley-Graham will receive cost of living adjustments.

In accordance with the City Attorney's advice, a designated proportion of the community property interest of the pension payable to Ernest A. Rodriguez, Police Service Pensioner, is to be paid to his former spouse, Rosana L. Rodriguez, effective March 1, 2015. Ms. Rodriguez will receive cost of living adjustments.

In accordance with the City Attorney's advice, a designated proportion of the community property interest of the pension payable to Thomas D. Ward, Police Service Pensioner, is to be paid to his former spouse, Catherine M. Ward, effective March 1, 2015. Ms. Ward will receive cost of living adjustments.

In accordance with the City Attorney's advice, a designated proportion of the community property interest of the pension payable to Keith R. Young, Fire Service Pensioner, is to be withheld for his former spouse, Chelsa T. Young, effective February 1, 2015. Ms. Young will receive cost of living adjustments.

PARTIAL PAYMENT OF MINOR CHILD'S PENSION – TIER 4 – 1

In accordance with the City Attorney's advice, a designated proportion of the community property interest of the Minor Child's Pension payable to Tyler J. Cruz, minor child of Police Officer II, Mario S. Cruz, is to be paid to Mr. Cruz's former spouse, Debra E. Cruz, effective July 6, 2014. Ms. Cruz will receive cost of living adjustments.

DEFERRED SERVICE PENSION – TIER 5 – 1

<u>Police</u>						
Danny A. Martinez	Police Officer III	Eff:	02-03-15	20	Years	94 Days



DEFERRED SERVICE PENSION – TIER 3 – 1

Police

Lisa J. Caraveo	Police Officer III	Eff:	02-21-15	13	Years	195	Days
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SERVICE PENSION – TIER 5 – 5

Police

Andrea J. Balter	Sergeant II	Eff:	01-11-15	25	Years	28	Days
Juan C. Camacho	Detective II	Eff:	01-11-15	25	Years	0	Days
Tonya J. Dummar	Sergeant I	Eff:	01-12-15	24	Years	66	Days
Robert M. Saito	Police Officer III	Eff:	01-11-15	21	Years	257	Days
Jayme E. Vermaat	Detective III	Eff:	02-08-15	26	Years	101	Days

SERVICE PENSION/DROP – TIER 5 – 5

Fire

Dawn L. Dove	Inspector I	Eff:	03-24-14	25	Years	0	Days
Raymond R. Hoffman	Firefighter III	Eff:	10-02-14	30	Years	66	Days

Police

Dean A. Gizzi	Detective III	Eff:	11-07-14	25	Years	0	Days
Thomas W. Holzer	Sergeant I	Eff:	10-01-14	27	Years	340	Days
Sylvia T. Ruize	Detective III	Eff:	01-02-15	26	Years	11	Days

DISCONTINUE DROP – TIER 2 – 4

Fire

Sean K. Conway	Retired:	03-01-10	Exit Close of:	02-28-15
Patrick S. McOsker	Retired:	02-10-10	Exit Close of:	02-09-15
Armando A. Valencia	Retired:	02-27-10	Exit Close of:	02-26-15

Police

Joel R. Price	Retired:	03-01-10	Exit Close of:	02-28-15
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DISCONTINUE DROP – TIER 3 – 1

Police

Randall M. McCain	Retired:	06-01-10	Exit Close of:	02-28-15
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DISCONTINUE DROP – TIER 4 – 3

Police

Joseph S. Anzallo	Retired:	03-01-10	Exit Close of:	02-28-15
Donald D. Razzano	Retired:	03-01-10	Exit Close of:	02-28-15
Michael B. Soper	Retired:	04-06-10	Exit Close of:	02-28-15

DISCONTINUE DROP – TIER 5 – 44

Fire

Randy W. Beaty	Retired:	03-01-10	Exit Close of:	02-28-15
Russell E. Bell	Retired:	02-28-10	Exit Close of:	02-27-15
James R. Carson	Retired:	02-27-10	Exit Close of:	02-26-15
James T. De Luca	Retired:	02-24-10	Exit Close of:	02-23-15
David D. Dumler	Retired:	03-01-10	Exit Close of:	02-28-15
Steven W. Hansen	Retired:	03-16-10	Exit Close of:	02-28-15
Paul M. Hilleary	Retired:	03-01-10	Exit Close of:	02-28-15
Richard J. Koehler	Retired:	03-02-10	Exit Close of:	02-28-15
Kendal B. Koneval	Retired:	02-27-10	Exit Close of:	02-26-15
Jeffery K. Moir	Retired:	02-27-10	Exit Close of:	02-26-15
Ronald E. Myers	Retired:	02-20-10	Exit Close of:	02-19-15
Russell N. Nakamura	Retired:	02-14-10	Exit Close of:	02-13-15
Gregory E. Newland	Retired:	02-28-10	Exit Close of:	02-27-15
Carlos A. Ortega	Retired:	02-25-10	Exit Close of:	02-24-15
Arthur A. Perez	Retired:	03-02-10	Exit Close of:	02-28-15
Darrayle B. Prosser	Retired:	06-30-10	Exit Close of:	02-28-15
Douglas S. Reyes	Retired:	02-27-10	Exit Close of:	02-26-15
Bernard S. Salazar	Retired:	03-01-10	Exit Close of:	02-28-15
Marc H. Segal	Retired:	02-27-10	Exit Close of:	02-26-15
Wendell F. Smith	Retired:	03-01-10	Exit Close of:	02-28-15
Chad E. Spargo	Retired:	02-05-10	Exit Close of:	02-04-15
James W. Vels	Retired:	02-28-10	Exit Close of:	02-27-15

Police

Cindy A. Benes	Retired:	12-01-10	Exit Close of:	02-28-15
Ricardo T. Cruell	Retired:	03-01-10	Exit Close of:	02-28-15
Cynthia A. French	Retired:	03-01-10	Exit Close of:	02-28-15
Maurice W. Graham	Retired:	03-01-10	Exit Close of:	02-07-15
Steven D. Harer	Retired:	03-01-10	Exit Close of:	02-28-15
James R. Hays, Jr.	Retired:	03-01-10	Exit Close of:	02-28-15
Tyler E. Izen	Retired:	03-01-10	Exit Close of:	02-28-15
Brent L. Jones	Retired:	03-01-10	Exit Close of:	02-28-15
Michael L. Kammert	Retired:	03-01-10	Exit Close of:	02-28-15
David A. Lindsay	Retired:	01-13-14	Exit Close of:	02-28-15
Matthew V. Mahoney	Retired:	03-01-10	Exit Close of:	02-28-15
Josephine Mapson	Retired:	03-01-10	Exit Close of:	02-28-15
Joseph A. Martinez	Retired:	02-04-14	Exit Close of:	02-28-15
Michael J. McGilvray	Retired:	01-02-13	Exit Close of:	02-28-15
Ivan G. Minsal	Retired:	04-01-10	Exit Close of:	02-28-15
Steve Morales	Retired:	03-01-10	Exit Close of:	02-28-15
Lisa M. Phillips	Retired:	07-01-14	Exit Close of:	02-21-15

Laurence W. Poehls	Retired:	03-01-10	Exit Close of:	02-28-15
Kathryn L. Redd-Henderson	Retired:	03-03-10	Exit Close of:	02-28-15
Thomas W. Thornton	Retired:	03-01-10	Exit Close of:	02-28-15
Sonya D. Tiefenbacher	Retired:	05-27-14	Exit Close of:	02-28-15
Thomas D. Ward	Retired:	03-01-10	Exit Close of:	02-28-15

#### PARTIAL PAYMENT OF DROP FUNDS – TIER 5 – 6

In accordance with the City Attorney's advice, a designated proportion of the community property interest of the DROP funds payable to Russell E. Bell, Fire Service Pensioner, is to be paid to his former spouse, Julie L. Bell, effective February 28, 2015.

In accordance with the City Attorney's advice, a designated proportion of the community property interest of the DROP funds payable to Maurice W. Graham, Police Service Pensioner, is to be withheld for his former spouse, Shirley L. Haley-Graham, effective February 7, 2015.

In accordance with the City Attorney's advice, a designated proportion of the community property interest of the DROP funds payable to Matthew V. Mahoney, Police Service Pensioner, is to be paid to his former spouse, Victoria Mahoney, effective February 28, 2015.

In accordance with the City Attorney's advice, a designated proportion of the community property interest of the DROP funds payable to Arthur A. Perez, Fire Service Pensioner, is to be paid to his former spouse, Donna Schrader Perez, effective February 28, 2015.

In accordance with the City Attorney's advice, a designated proportion of the community property interest of the DROP funds payable to Ernest A. Rodriguez, Police Service Pensioner, is to be paid to his former spouse, Rosana L. Rodriguez, effective February 28, 2015.

In accordance with the City Attorney's advice, a designated proportion of the community property interest of the DROP funds payable to Thomas D. Ward, Police Service Pensioner, is to be paid to his former spouse, Catherine M. Ward, effective February 28, 2015.

#### b. Other business relating to Department operations

General Manager Ciranna gave the following report:

1. LAFPP is currently in the process of holding an election for the retired firefighter board member. The ballots are expected to be mailed to members on March 11, 2015 and due on March 31, 2015. The ballot counting will begin on April 5, 2015. There are two candidates on the ballot.
2. The change since February 2014 in the Consumer Price Index (CPI) that was briefly discussed earlier is currently -0.6%, with a month remaining for the final COLA calculation. Staff is preparing a communication strategy if the final calculation for the COLA is negative, as it will be the first time to have a negative COLA for LAFPP pensioners. If so, staff will send out letters and email blasts to the members. He attended

the Los Angeles Retired Fire & Police Association meeting yesterday with Commissioner Aliano to inform the organization of the issue.

C. COMMITTEE CALENDAR

1. Audit Committee – Last met: 01/15/15; next meeting: 04/16/15
2. Benefits Committee – Last met: 12/18/14; next meeting: 03/05/15
3. Governance Committee – Last met: 09/18/14; next meeting: 04/02/15
4. Ad Hoc Emerging Investment Managers – Last met: 02/05/15; next meeting: TBD

President Vega stated that the discussion of emerging managers may be held at the Ad Hoc Committee level and gave the discretion to the Chair and Board members.

D. CONSENT ITEMS

1. APPROVAL OF TRAVEL AUTHORITY (NAVARRO) – NCPERS, 2015 ANNUAL CONFERENCE AND EXHIBITION

The board report was approved as submitted.

MOTION

Commissioner von Voigt moved that the Board approve the consent items, which was seconded by Commissioner Aliano and approved by the following vote: ayes, Commissioners Aliano, Cade, Castro, Diannitto, Navarro, Salimpour, von Voigt, and President Vega – 8; nays, none.

E. CONSIDERATION OF FUTURE AGENDA ITEMS

Commissioner Navarro requested that staff provide a complete report on the issue of the medical insurance situation, specifically related to portability and options for members if they retire between age 55 - 65; and options when they retire over the age of 65. He asked that the report include a break down for all the members represented by LAFPP.

Commissioner Cade stated that there was discussion at the Board Educational Offsite meeting on how geo-political risk impacts our investments and political risk in specific foreign markets. He requested that staff present how our team and managers think about this issue when investing internationally. How do political items potentially impact our investments and fiduciary responsibility?

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

There were no additional public comments at this time.

*Deputy City Attorney James Napier took the city attorney chair.*

G. DISABILITY CASES (continued)

*Commissioner Cade stepped out of the board room at 9:44 a.m.*

DISABILITY CLAIM – DEPENDENT CHILD – TIER 2 - 1

Janet A. Neal (F) Firefighter II (Deceased)  
Dependent Child of Nathan W. Neal

Prior Board Action of November 7, 2013 denying Dependent Child status is rescinded and Dependent Child status and benefits are granted. Motion made by Commissioner Aliano, seconded by Commissioner von Voigt and adopted by the following vote: ayes, Commissioners Aliano, Diannitto, Navarro, Salimpour, and von Voigt – 5; nays, Commissioners Castro and President Vega – 2. (Original motion to deny was made by President Vega, seconded by Commissioner Navarro and failed by the following vote: ayes, Commissioners Castro, Navarro, Salimpour, and President Vega – 4; nays, Commissioners Aliano, Diannitto, and von Voigt – 3.) Dr. Howard Aaron Arronow, Neurologist, USC Keck School of Medicine testified regarding Ms. Neal. Ms. Neal was present and was represented by her attorneys, James Holmes and Kevin Gilliland.

*Commissioner Castro left the board room for the remainder of the meeting at 10:56 a.m.*

*Commissioner Diannitto ended his telephonic participation at 10:56 a.m.*

*Assistant City Attorney Alan Manning took the city attorney chair.*

H. CLOSED SESSION ITEMS FOR POSSIBLE BOARD ACTION

1. CLOSED SESSION PURSUANT TO GOVERNMENT CODE SECTION 54956.9(c) TO CONFER WITH, OR RECEIVE ADVICE FROM, LEGAL COUNSEL WITH REGARD TO POTENTIAL LEAD PLAINTIFF STATUS IN A CLASS ACTION

This item was continued.

2. CLOSED SESSION PURSUANT TO GOVERNMENT CODE SECTION 54956.81 TO CONSIDER THE PURCHASE OF TWO (2) PARTICULAR, SPECIFIC INVESTMENTS AND POSSIBLE BOARD ACTION

The Board met in closed session. Upon reconvening in open session, President Vega stated there was no public report.

*Commissioner Cade returned to the board room at 11:29 a.m.*

A. ITEMS FOR BOARD ACTION

4. PRESENTATIONS BY ENHANCED INDEX/ACTIVE CONSTRAINED COMMODITY MANAGERS AND POSSIBLE BOARD ACTION

Erin J. Kenney, Departmental Audit Manager, provided contractor disclosure information to the Board pursuant to the Contractor Disclosure Policy.

The following individuals came before the Board to give presentations on their firms for the enhanced index/active constrained commodity manager position:

CoreCommodity Management

Enriquez Lopez-Balboa, Co-Founder and Managing Director; Adam De Chiara, Co-Founder, Portfolio Manager

Credit Suisse Asset Management

Stephen Murphy, Managing Director, Head of Americas Distribution; and Nelson Louie, Managing Director, Global Head of Commodities

Goldman Sachs Asset Management

Stephanie Ivy Sanford, Managing Director, Senior Relationship Manager; John Calvaruso, Vice President, Commodities Portfolio Management; Matei Mihalca, Vice President, Commodities Portfolio Management

*Deputy City Attorney Marie McTeague was at the city attorney chair at 12:54 p.m.*

Gresham Investment Management

Jonathan Berland, Senior Managing Director

PIMCO

Mihir P. Worah, CIO Real Return and Asset Allocation, and Managing Director; Kevin Gray, Senior Vice President and Account Manager; Stephanie L. King, Executive Vice President, Co-head of the U.S. Public Client Practice and Account Manager

*Assistant City Attorney Alan Manning was at the city attorney chair at 1:55 p.m.*

DISCUSSION/SELECTION

Mr. Tom Lopez and Ms. Rebecca Gratsinger, RVK came before the Board as requested by Commissioner Cade. Mr. Lopez discussed the similarities and differences among the managers. Ms. Gratsinger and Mr. Lopez answered questions from the Board. Commissioner Navarro stated his perspective on staff hiring managers versus the Board.

RESOLUTION 15088

Commissioner Aliano moved as amended that the Board select as one of the two commodity managers, Goldman Sachs Asset Management as the enhanced index manager for half of the total mandate amount, which was seconded by Commissioner von Voigt and approved by the following vote: ayes, Commissioners Aliano, Cade, Navarro, von Voigt, and President Vega - 5; nays, Commissioner Salimpour - 1.

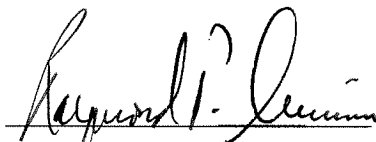
The Board discussed their respective choice for the active constrained of manager.

RESOLUTION 15089

Commissioner Salimpour moved that the Board select as one of the two commodity managers, Gresham Investment Management as the active constrained manager for half of the mandated amount, which was seconded by Commissioner Cade and approved by the following vote: ayes, Commissioners Aliano, Cade, Navarro, Salimpour, von Voigt, and President Vega – 6; nays, none.

The meeting adjourned at 2:32 p.m.

  
\_\_\_\_\_  
President

  
\_\_\_\_\_  
Secretary