

**MCERA RETIREMENT BOARD MEETING MINUTES
THURSDAY, JUNE 28, 2018
MERCED COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
3199 M STREET, MERCED, CA 95348**

ROLL CALL: 8:15 A.M.

Board Members Present: Darlene Ingersoll, Ryan Paskin, Karen Adams, David Ness, Michael Rhodes, Jerald O'Banion, Sandy Teague, Janey Cabral, Al Peterson, and Samuel Spangler. **Counsel:** Forrest Hansen. **Staff:** Kristen Santos, Angelo Lamas, Mark Harman, Michelle Lee, Sheri Villagrana, Brenda Mojica. **Other:** Kathy Barchick, Cliffwater; Mika Malone, Paola Nealon, Meketa.

Absent: Jason Goins.

APPROVAL OF MINUTES: June 14, 2018.

Motion to approve the June 14, 2018 meeting minutes.

Teague/O'Banion U/A (9-0)

PUBLIC COMMENT

No public comment.

CLOSED SESSION

The meeting went into closed session.

RETURN TO OPEN SESSION

(1) DISABILITY RETIREMENT APPLICATIONS: PERSONNEL EXCEPTION

(Govt. Code § § 54957, 31532; Cal Const. art. I, § 1)

1. Informal Hearing with possible action:

a. Nichol Wall

Motion to approve a service connected disability and deny a nonservice connected disability for Nichol Wall.

Ness/Paskin U/A (9-0)

(2) CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION

(Govt. Code § 54956.9(a))

Hernandez-Guzman v. MCERA, Merced County Superior Court case no. 18CV-00874

No action.

(3) DISCUSSION AND POSSIBLE ACTION REGARDING INVESTMENTS IN RECOMMENDED FUNDS, ROLL CALL VOTE REQUIRED.

(Govt. Code § 54956.81)

Discussion and possible adoption of two private equity investment manager and fund recommendations – Cliffwater.

MCERA Board of Retirement voted to approve an investment of \$5MM in Accel-KKR Growth Capital Partners Fund III and \$5MM in TCV X, LP pending legal review of all documents and delegate authority to Plan Administrator to execute all fund documents.

Paskin/Adams U/A (9-0)

Roll Call Vote:

Yes – Peterson, Adams, Cabral, Teague, Spangler, O’Banion, Ness, Paskin, Ingersoll.

REGULAR CALENDAR

BOARD ACTION¹/DISCUSSION

1. Presentation and possible action on Cliffwater Quarterly performance as of December 31, 2017 – Cliffwater.
No action.
2. Presentation and discussion of the May 2018 Monthly Flash Investment Performance Report and market update with possible board action on any funds – Meketa Investment Group.
No action.
3. Presentation and possible action to approve functional asset allocation categorization and Phase II asset allocation review – Meketa Investment Group.
No action.
4. Discussion and possible action to adopt the proposed interest crediting rates for the reserve balances for active, retiree, and employer on June 30, 2018 – Staff.
Motion to adopt the recommended interest crediting rates of 0.74% to Active reserves and 3.56% to Retiree and Employer reserves.
Ness/Peterson U/A (9-0)
5. Update on additional 160 vacation payout hours and implementation – Staff.
No action.
6. Review calendar of any training sessions and authorize expenditures for Trustees and Plan Administrator. Pursuant to Govt. Code § 31522.8 and MCERA’s Trustees Education and Training Policy requirements. Examples of upcoming training and educational sessions:
 - a. SACRS UC Berkeley Program, July 15-18, 2018, Berkeley, CA.
 - b. CALAPRS Principles of Pension Management for Trustees, August 27-30, 2018, Malibu, CA.
 - c. CALAPRS Benefits and Attorney Round Table and Course in Disability Administration, September 20-21, 2018, Glendale, CA.
 - d. CALAPRS Administrators Institute, September 26-28, 2018, Carmel, CA.
 - e. SACRS Fall Conference, November 13-18, 2018, Indian Wells, CA.**Approval for Board Members Adams, Cabral and Rhodes to attend the SACRS Fall Conference in Indian Wells, CA on November 13-18, 2018.**
Paskin/O’Banion U/A (9-0)

¹ “Action” means that the Board may dispose of any item by any action, including but not limited to the following acts: approve, disapprove, authorize, modify, defer, table, take no action, or receive and file.

INFORMATION ONLY

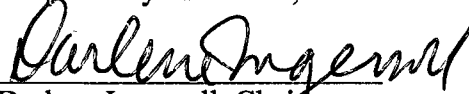
Plan Administrator reported that Board Members' payments are due for Fiduciary Insurance July 2018.

Mark Harman informed the Board that there will be no monthly nor quarterly budget reports provided during the July meetings because MCERA will be in the midst of closing year-end expenses. The next report will be in September.


ADJOURNMENT

The meeting adjourned at 10:43 a.m.

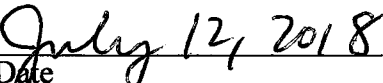
Respectfully submitted,



Darlene Ingersoll, Chair



Al Peterson, Secretary



Date