

**KERN COUNTY EMPLOYEE'S RETIREMENT ASSOCIATION (KCERA)
Board of Retirement**

SUMMARY OF PROCEEDINGS

Teleconference Meeting – Board of Retirement Meeting

October 12, 2022

8:33 a.m.

Board Members: Adams, Contreras (Alternate), Couch, Franey, Chair Gonzalez, Hughes, Kaufman, Kratt, Matthews, Nunneley (Alternate), Seibly (Alternate), Vice-Chair Whitezell

ROLL CALL

Present: Adams, Contreras, Couch, Franey, Gonzalez, Kaufman, Kratt, Nunneley, Seibly, Whitezell

Absent: Hughes, Matthews

SALUTE TO FLAG – TRUSTEE DUSTIN CONTRERAS

MOMENT OF SILENCE

CONSENT MATTERS

NOTE: The vote is displayed in bold below each item. For example, Couch-Kaufman denotes Trustee David Couch made the motion and Trustee Jordan Kaufman seconded the motion.

- *1. Findings and new Initial Resolution needed to utilize alternative teleconferencing requirements during a state of emergency pursuant to California Government Code section 54953 of the Ralph M. Brown Act, as amended by Assembly Bill 361 – **ADOPTED FINDINGS FOR THE BOARD AND ALL KCERA STANDING COMMITTEES; APPROVED 30-DAY RESOLUTION**

Franey-Kratt – 7 Ayes

*2. Summary of proceedings of the following meetings:

- August 31, 2022 Special Board of Retirement
- September 14, 2022 Board of Retirement
- September 19, 2022 Administrative Committee

RECEIVED AND FILED

Franey-Kratt – 7 Ayes

*3. Report from the KCERA office on members retired from service for the month of September 2022 – RATIFIED

Franey-Kratt – 7 Ayes

*4. Report from the KCERA office on deceased retirees for the month of September 2022 – RECEIVED AND FILED

Franey-Kratt – 7 Ayes

*5. Report of current disability retirement applications and appeals of KCERA Board decisions for the period ending September 30, 2022 – RECEIVED AND FILED

Franey-Kratt – 7 Ayes

*6. Securities Lending Earnings Summary Report for the period August 1-31, 2022 from Deutsche Bank – RECEIVED AND FILED

Franey-Kratt – 7 Ayes

*7. KCERA asset allocation, cash flow position, investment fees, and budget status report for the month of August 2022 – RECEIVED AND FILED

Franey-Kratt – 7 Ayes

*8. 2023 Board of Retirement Meeting Schedule – RECEIVED AND FILED; APPROVED

Franey-Kratt – 7 Ayes

*9. Memo from Chief Investment Officer Daryn Miller, CFA, regarding the Wellington Commodity Investment Management Agreement (IMA) – AUTHORIZED CHIEF EXECUTIVE OFFICER TO SIGN, SUBJECT TO LEGAL ADVICE AND REVIEW

Franey-Kratt – 7 Ayes

- *10. First Amendment to Agreement for Disability Assessment & Management Services with Managed Medical Review Organization, Inc. (MMRO), effective October 12, 2022 – RECEIVED AND FILED; AUTHORIZED CHIEF EXECUTIVE OFFICER TO SIGN, SUBJECT TO LEGAL ADVICE AND REVIEW

Franey-Kratt – 7 Ayes

- *11. Report on Special Pays Codes classified by the Chief Executive Officer – RECEIVED AND FILED

Franey-Kratt – 7 Ayes

- *12. Invitation from State Association of County Retirement Systems (SACRS) to trustees and staff to attend the SACRS Fall Conference, November 8-11, 2022, in Long Beach, California – APPROVED ATTENDANCE OF TRUSTEES JEANINE ADAMS, DUSTIN CONTRERAS, PHIL FRANEY, JUAN GONZALEZ AND JORDAN KAUFMAN, CHIEF EXECUTIVE OFFICER DOMINIC BROWN, CHIEF INVESTMENT OFFICER DARYN MILLER, CHIEF OPERATIONS OFFICER MATTHEW HENRY, DEPUTY CHIEF LEGAL OFFICER PHILLIP JENKINS, CHIEF TECHNOLOGY OFFICER BRENDA GREENWOOD, MEMBER SERVICES MANAGER SHERRY WILLARD, ADMINISTRATIVE SERVICES OFFICER AIMEE MORTON, SENIOR NETWORK MANAGER TYSON HARLAN AND SENIOR PARALEGAL MARGARITA PERALTA-LEE

Franey-Kratt – 7 Ayes

PUBLIC COMMENTS

13. The public is provided the opportunity to comment on agenda items at the time those agenda items are discussed by the Board. This portion of the meeting is reserved for persons to address the Board on any matter not on this agenda but under the jurisdiction of the Board. Board members may respond briefly to statements made or questions posed. They may ask a question for clarification and, through the Chair, make a referral to staff for factual information or request staff to report back to the Board at a later meeting. Speakers are limited to two minutes. Please state your name for the record prior to making a presentation – NONE

ADMINISTRATIVE MATTERS

14. Response to referral and Trustee education regarding the KCERA Declining Employer Payroll and Employer Termination Policies presented by Chief Legal Officer Jennifer Zahry – TRUSTEES DAVID COUCH, PHIL FRANEY AND RICK KRATT HEARD; CHIEF EXECUTIVE OFFICER DOMINIC BROWN HEARD; CHIEF LEGAL OFFICER JENNIFER ZAHRY HEARD

RECEIVED EDUCATIONAL TRAINING (25 MINUTES TRUSTEE EDUCATION CREDIT)

15. Trustee education regarding the KCERA Securities Litigation Policy presented by Deputy Chief Legal Officer Phillip Jenkins and Chief Financial Officer Angela Kruger – TRUSTEES DAVID COUCH AND RICK KRATT HEARD; CHIEF LEGAL OFFICER JENNIFER ZAHRY HEARD; DEPUTY CHIEF LEGAL OFFICER PHILLIP JENKINS HEARD; CHIEF FINANCIAL OFFICER ANGELA KRUGER HEARD

RECEIVED EDUCATIONAL TRAINING (12 MINUTES TRUSTEE EDUCATION CREDIT)

16. Discussion and appropriate action on KCERA's voting delegation for the State Association of County Retirement Systems (SACRS) Fall 2022 Conference, presented by Chief Executive Officer Dominic Brown – TRUSTEES DAVID COUCH, PHIL FRANEY, JORDAN KAUFMAN, AND RICK KRATT HEARD; CHIEF EXECUTIVE OFFICER DOMINIC BROWN HEARD

APPOINTED TRUSTEE JORDAN KAUFMAN AS THE VOTING DELEGATE AND CHIEF EXECUTIVE OFFICER DOMINIC BROWN AS ALTERNATE VOTING DELEGATE

Franey-Kratt – 7 Ayes

17. Appointment of Nominating Committee by Chair (two members) and the Board (two members) to propose a slate of officers to the Board of Retirement for the 2023 calendar year – CHAIR JUAN GONZALEZ HEARD; TRUSTEES JORDAN KAUFMAN AND RICK KRATT HEARD; CHIEF EXECUTIVE OFFICER DOMINIC BROWN HEARD

CHAIR JUAN GONZALEZ APPOINTED TRUSTEES JORDAN KAUFMAN AND JEANINE ADAMS TO NOMINATING COMMITTEE; TRUSTEE JORDAN KAUFMAN APPOINTED TRUSTEE RICK KRATT TO NOMINATING COMMITTEE; TRUSTEE RICK KRATT APPOINTED TRUSTEE DAVID COUCH TO NOMINATING COMMITTEE; APPROVED

Kaufman-Couch – 7 Ayes

STAFF REPORTS

18. Report from Chief Executive Officer

CHIEF EXECUTIVE OFFICER DOMINIC BROWN REPORTED THE FOLLOWING:

- OFFICE UPDATE
- ANNUAL STATEMENT DISTRIBUTION
- DECEMBER 6 BOARD OF RETIREMENT ELECTION
- STAFFING UPDATE
- SOLAR PROJECT UPDATE
- RFI ISSUED FOR PORTFOLIO RISK ANALYTICS
- EXTENDED RFP FOR OTHER AUDIT SERVICES
- KERN COUNTY CAREER EXPO
- OPERATIONS ACTIVITY
- UPCOMING MEETINGS AND EVENTS

TRUSTEE JEANINE ADAMS HEARD

19. Report from Chief Investment Officer

CHIEF INVESTMENT OFFICER DARYN MILLER, CFA, REPORTED THE FOLLOWING:

- SEPTEMBER REBALANCING ACTIVITY
- PORTFOLIO POSITIONING & MARKET UPDATE
- KEY INITIATIVES & UPDATES

TRUSTEE JEANINE ADAMS HEARD

20. Report from Chief Legal Officer

CHIEF LEGAL OFFICER JENNIFER ZAHRY REPORTED THE FOLLOWING:

- SACRS LEGISLATIVE UPDATE
- Q3 2022 METRICS
- OCTOBER CALENDAR

CHAIR JUAN GONZALEZ HEARD; TRUSTEES DAVID COUCH, PHIL FRANNEY AND JORDAN KAUFMAN HEARD

COMMITTEE REPORTS

21. Report from Committee Chairs:
 - a. Administrative Committee: HUGHES – NONE
 - b. Finance Committee: FRANEY – MEETING TO BE SCHEDULED
 - c. Investment Committee: KAUFMAN – NONE
 - d. KCERA Property, Inc.: SEIBLY – NONE

RECESS UNTIL 1:30 P.M.

BOARD OF RETIREMENT RECONVENED AT 1:30 P.M.

ROLL CALL

Present: Adams, Contreras, Couch, Franey, Gonzalez, Kaufman, Kratt, Matthews, Nunneley, Seibly, Whitezell

Absent: Hughes

22. Trustee education regarding the Attorney Client Relationship presented by Fiduciary Counsel Ashley K. Dunning and Aalia T. Menes, Nossaman, LLP – ASHLEY K. DUNNING AND AALIA T. MENES, NOSSAMAN, LLP HEARD; CHAIR JUAN GONZALEZ HEARD; TRUSTEES JEANINE ADAMS AND DAVID COUCH HEARD; CHIEF EXECUTIVE OFFICER DOMINIC BROWN HEARD

RECEIVED EDUCATIONAL TRAINING (38 MINUTES TRUSTEE EDUCATION CREDIT)

REFERRALS TO STAFF, ANNOUNCEMENTS OR REPORTS

23. On their own initiative, Board members may make a brief announcement, refer matters to staff, subject to KCERA's rules and procedures, or make a brief report on their own activities – NONE

NEW BUSINESS

24. Consider, discuss, and take possible action to agendaize one or more items for future meetings of the Board of Retirement – NONE

25. ADJOURNED – 2:10 P.M.



Secretary, Board of Retirement



Chair, Board of Retirement