

**ORANGE COUNTY EMPLOYEES RETIREMENT SYSTEM
BOARD OF RETIREMENT
2223 E. WELLINGTON AVENUE, SUITE 100
SANTA ANA, CALIFORNIA**

**INVESTMENT COMMITTEE MEETING
Wednesday, July 29, 2020
9:30 A.M.**

MINUTES

Chair Dewane called the meeting to order at 9:34 a.m.

Recording Secretary administered the Roll Call attendance.

Attendance was as follows:

Present via Zoom video teleconference pursuant to Executive Order N-29-20 issued by Governor Newsom on March 17, 2020:

Shawn Dewane, Chair; Frank Eley, Vice Chair; Roger Hilton; Shari Freidenrich; Arthur Hidalgo; Wayne Lindholm; Charles Packard; Chris Prevatt; Adele Tagalao; and Jeremy Vallone

Absent: None

Also Present via Zoom: Steve Delaney, Chief Executive Officer; Brenda Shott, Assistant Chief Executive Officer; Molly Murphy, CFA, Chief Investment Officer; Reginald Tucker, Managing Director; Shanta Chary, Director of Investments; David Beeson, Senior Investment Officer; Tarek Turaigi, CFA, Investment Officer; Duc Nguyen, CFA, Investment Analyst; Emma Ji, CFA, Investment Analyst; Gina Ratto, General Counsel; Anthony Beltran, Visual Technician; and Brittany Cleberg, Recording Secretary

Guests via Zoom: Aksia: David Fann; Heidi Poon, CFA, CAIA
Meketa Investment Group: Allan Emkin; Stephen McCourt, CFA; Stephanie Sorg
Townsend: Jack Koch; Felix Fels
Morgan Stanley: Ruchir Sharma

PUBLIC COMMENTS

None

CONSENT AGENDA

MOTION by Eley, **seconded** by Tagaloa, to approve staff’s recommendation on all of the following items on the Consent Agenda:

C-1 COMMITTEE MEETING:

Investment Committee Meeting

June 24, 2020

The motion passed **unanimously**, pursuant to a Roll Call vote, as follows:

AYES

NAYS

ABSTAIN

ABSENT

- Mr. Packard
- Mr. Prevatt
- Mr. Lindholm
- Mr. Hilton
- Mr. Eley
- Ms. Tagaloa
- Mr. Hidalgo
- Ms. Freidenrich
- Chair Dewane

CIO COMMENTS

Ms. Murphy gave an overview of the current markets. She also highlighted OCERS’ Managing Director, Reginald Tucker being named part of CIO Magazine’s Class of 2020 NextGens’ 25 Rising Stars Driving Innovation in Institutional Asset Allocations.

ACTION ITEM

A-1 INDIVIDUAL ACTION ON ANY ITEM TRAILED FROM THE CONSENT AGENDA

INFORMATION ITEMS

I-1 THE AFTER CORONA WORLD

Presentation by Ruchir Sharma

I-2 INVESTMENT COMMITTEE COMMUNICATIONS

I-3 QUIET PERIOD – INVESTMENT RELATED SEARCHES

I-4 REPORTS – PORTFOLIO ACTIVITY

I-5 CASH OVERLAY PROGRAM REVIEW

I-6 MANAGER SELECTIONS & TERMINATIONS REPORT

Presentation by Molly A. Murphy, CFA, CIO, & David Beeson, SIO, OCERS

I-7 REAL ESTATE – ASSET CLASS REVIEW

Presentation by David Beeson, SIO, OCERS

I-8 TOWNSEND 1Q 2020 REAL ESTATE PERFORMANCE REPORT

Presentation by Jack Koch & Felix Fels, Townsend

ACTION ITEM

A-2 REAL ESTATE INVESTMENT PLAN

Presentation by Jack Koch & Felix Fels, Townsend

After discussion by the Committee, **MOTION** by Eley, **seconded** by Packard, to approve staff’s recommended real estate investment plan including:

1. Redeem up to \$400 million in the core portfolio to move towards the new 7% real estate target
2. Commit 1-2 new investments in the non-core portfolio (\$75 million per fund)
3. Increase non-U.S. real estate portfolio limit from 5% to 10%

The motion passed **unanimously**, pursuant to a Roll Call vote, as follows:

AYES

NAYS

ABSTAIN

ABSENT

Mr. Packard
 Mr. Prevatt
 Mr. Lindholm
 Mr. Hilton
 Mr. Eley
 Ms. Tagaloa
 Mr. Hidalgo
 Ms. Freidenrich
 Chair Dewane

CLOSED SESSION ITEM

The Committee **ADJOURNED** to Closed Session at 11:33 a.m. for item E-1.

The Committee **reconvened** in Open Session at 11:53 a.m. and reported out the following actions taken during closed session on item E-1.

E-1 PENSION FUND INVESTMENT TRANSACTION
Adjourn into Closed Session under the authority of Government Code section 54956.81 to consider the purchase or sale of a pension fund investment

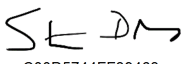
There was **no reportable action taken** in closed session.

COMMITTEE MEMBER/CEO/CIO/CONSULTANT/COUNSEL COMMENTS

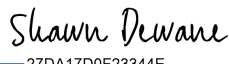
None

The meeting **ADJOURNED** at 11:54 a.m.

Submitted by:

DocuSigned by:

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Steve Delaney
Secretary to the Committee

Approved by:

DocuSigned by:

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Shawn Dewane
Chair