

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

**INVESTMENT COMMITTEE MEETING  
Wednesday, June 24, 2020  
9:30 A.M.**

**MINUTES**

Chair Dewane called the meeting to order at 10:38 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; and Adele Tagaloa

Absent: Jeremy Vallone

Also Present via Zoom: Steve Delaney, 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: Meketa Investment Group: Stephen McCourt, CFA; Stephanie Sorg  
Aksia: David Fann; Heidi Poon, CFA, CAIA; Nic DiLoretta  
Blackstone: Hamilton E. James

**CONSENT AGENDA**

**MOTION** by Packard, **seconded** by Prevatt, to approve staff's recommendation on all of the following items on the Consent Agenda:

**C-1 COMMITTEE MEETING:**

Investment Committee Meeting

May 27, 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

Mr. Vallone

**CIO COMMENTS**

Ms. Murphy provided an update on the markets and portfolio performance. The OCER'S portfolio as of the end of May was -4% year to date, compared to performance of -9% for the first quarter. Coming off of the March lows, the OCERS' portfolio has continued to creep back to pre-COVID valuations. While the mark-to-market portion of the portfolio is currently down less than -2% year-to-date, the lagged valuations from March for OCERS' private markets investments will be included at the end of this quarter. Ms. Murphy noted that central bank intervention and work-from-home anomalies have led to a tech and small stock led recovery from the trough.

**ACTION ITEM**

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

**INFORMATION ITEMS**

**I-1 INVESTMENT COMMITTEE COMMUNICATIONS**

**I-2 QUIET PERIOD – INVESTMENT RELATED SEARCHES**

**I-3 REPORTS – PORTFOLIO ACTIVITY**

**I-4 ANNUAL REVIEW OF CUSTODY RELATIONSHIP**

**I-5 MANAGER SELECTIONS & TERMINATIONS REPORT**

Presentation by Molly A. Murphy, CFA, CIO, OCERS

**I-6 INVESTMENT MARKETS DISCUSSION**

Discussion by Hamilton E. James, Blackstone

**I-7 UNIQUE STRATEGIES AND PRIVATE EQUITY – ASSET CLASS REVIEW**

Presentation by Reginald D. Tucker, Managing Director, OCERS  
**I-8 4<sup>th</sup> QUARTER 2019 PRIVATE EQUITY PERFORMANCE UPDATE**

Presentation by David Fann, CEO & Heidi Poon, CFA, CAIA, Aksia

**ACTION ITEM**

**A-2 PRIVATE EQUITY COMMITMENT PACING MODEL**

Presentation by Heidi Poon, CFA, CAIA, Aksia

After discussion by the Committee, **MOTION** by Eley, **seconded** by Packard, to approve staff’s recommended pacing plan of \$550 million in private equity commitments in 2021 to move towards new 13% target.

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

**AYES**

**NAYS**

**ABSTAIN**

**ABSENT**

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

Mr. Vallone  
Mr. Lindholm

**A-3 INVESTMENT POLICY STATEMENT**

Presentation by Molly A. Murphy, CFA, CIO, OCERS; Stephen McCourt, CFA & Stephanie Sorg, Meketa

After discussion by the Committee, **MOTION** by Freidenrich, **seconded** by Packard, to approve staff’s recommended updates to the Investment Policy Statement; these updates are reflective of the previously approved asset allocation in April 2020.

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

**AYES**

**NAYS**

**ABSTAIN**

**ABSENT**

Mr. Packard  
Mr. Prevatt  
Mr. Hilton  
Mr. Eley  
Ms. Tagaloa  
Mr. Hidalgo  
Ms. Freidenrich

Mr. Vallone  
Mr. Lindholm

**CLOSED SESSION ITEMS**

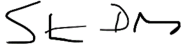
None

**COMMITTEE MEMBER/CEO/CIO/CONSULTANT/COUNSEL COMMENTS**

None


The meeting **ADJOURNED** at 12:42 p.m.

Submitted by:

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Steve Delaney  
Secretary to the Committee

Approved by:

DocuSigned by:  
  
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Shawn Dewane  
Chair