

**Regular Meeting
Board of Administration
Tacoma Employees' Retirement System**

1:00 p.m., Thursday, August 13, 2020
The meeting was held online, with dial-in available for the public

Minutes

Call to Order

Sam Bencoter, Vice Chair, called the meeting to order on Thursday, August 13, 2020 as the Mayor had delegated her Chair role for the duration of the meeting.

Roll Call

Members Present: Sam Bencoter, Gordon Cavanaugh,
Andy Cherullo, Matthew Hedges, Kim Moore, Jim Sant,
Jonathan Schlaudraff, Wayne Reed, Tadd Wille and Mayor Victoria
Woodards

Members Absent: None

Investment Advisory
Committee Present: Dr. Kevin Boeh, Dr. Alva Butcher, Geoffrey Curran, Lynda Livingston,
and Michael Thomas

Investment Advisory
Committee Absent: None

Others Present: Tim Allen, Retirement Director
Catherine Marx, Asst. Retirement Director

Charles Lee, Deputy City Attorney

Presenters: Felicia Bennett, Wilshire Associates
Brian Bubrick, Wilshire Associates
Ali Kazemi, Wilshire Associates

Citizen Comments

Will be accepted in written form at TERSretirement@cityoftacoma.org and will receive written acknowledgement upon receipt. There were none received.

Consent Agenda

Upon motion by Mayor Woodards, seconded by Gordon Cavanaugh, the Board of Administration accepted and approved the Administrative Consent Agenda to include the drafted minutes of the July 9, 2020 Retirement Board meeting.

Change the Order of Business

The Chair adjusted the agenda to move Old Business – Investment Update to follow New Business – Quarterly Investment Report - Wilshire.

New Business

Quarterly Investment Report – Wilshire

The Retirement Board and Investment Advisory Committee had previously received the Executive Summary – 2nd Quarter 2020 from Wilshire Associates in electronic form.

Felicia Bennett provided the Numbers in Context Report, providing the Board with background context for the subsequent investment performance results. She reported a significant recovery in many markets, particularly large cap growth U.S. public equities. However, the overall economic picture was not nearly as rosy, with continued sharp declines noted in employment and consumption measures.

Ali Kazemi then provided the Total Fund Overview and reported that the Tacoma Employees' Retirement System's rates of return were as follows: 8.52% for the Second Quarter, -1.22% for the one-year period, 4.19% for the three-year period, 5.05% for the five-year period, and 8.14% for the ten-year period ended June 30, 2020.

Brian Bubrick then presented details on several individual investment mandates within TERS' portfolio.

Old Business

Investment Update

Tim discussed some contacts he has had with several existing investment managers over the prior weeks. He mentioned an upcoming online meeting with Research Affiliates and invited Board Members and Investment Advisory Committee Members to attend.

Change the Order of Business

The Chair adjusted the agenda to move New Business – Performance Review – Retirement Director to the end of the Agenda.

Retirement Director’s Report

The Retirement Director’s report serves as an addendum to the minutes.

The election for one of the Active Board Members is in process and results will be announced by the City Clerk before the end of August.

Good of the Order

Retirement Transactions Report – June 2020

The Retirement Transactions Report – July 2020 was provided electronically to the Board in the Board Packet. It was noted that some long-tenured TERS members retired in July.

Additional Topics- None.

New Business

Performance Review – Retirement Director

On a motion made by Andy Cherullo and seconded by Jonathan Schlaudraff, the Board moved into Executive Session at 11:10 a.m. to discuss the Retirement Director’s Performance Review. The Board reconvened in Open Session at 11:35 a.m.

Adjourn

Sam Bencoter adjourned the meeting at 11:35 a.m.

Melanie Panui

Melanie Panui
Recording Secretary

Victoria R. Woodards

Mayor Victoria Woodards
Board Chair