

MINUTES
OF THE
BOARD OF FIRE AND POLICE PENSION COMMISSIONERS
BOARD MEETING OF SEPTEMBER 4, 2014

The Board of Fire and Police Pension Commissioners of the City of Los Angeles met at the LACERS Board Room, located at the Los Angeles Times Building, 202 W. First Street, Suite 500, Los Angeles 90012 on Thursday, September 4, 2014.

COMMISSIONERS PRESENT: Belinda Vega, President
George Aliano (telephonic)
Carl Cade
Sam Diannitto (telephonic)
Ruben Navarro
Pedram Salimpour

COMMISSIONERS ABSENT: Robert von Voigt, Vice President
Corinne Tapia

DEPARTMENT OF FIRE AND
POLICE PENSIONS: Raymond P. Ciranna, General Manager
William Raggio, Executive Officer
Tom Lopez, Chief Investment Officer
Joseph Salazar, Assistant General Manager
Barbara Nobregas, Commission Executive Assistant

CITY ATTORNEY'S OFFICE: Alan Manning, Assistant City Attorney

President Vega called the meeting to order at 9:06 a.m. All of the above-listed Commissioners were present at the start of the meeting with the exception of Commissioners Diannitto and Salimpour who participated at 9:28 a.m. and 9:21 am, respectively. Commissioners Aliano and Diannitto participated by telephone and all votes were by held by roll call.

The Items A.1 and A.2 were postponed to later in the meeting.

B. REPORTS TO THE BOARD

1. CONTRACTOR DISCLOSURE POLICY - QUARTERLY REPORT

Ms. Erin Kenney, Departmental Audit Manager distributed contractor disclosure information for the CityView firm.

Ms. Caroline Dinu, Senior Management Analyst II, Internal Audit Section stated staff received 82 out of 84 contractor disclosure reports. Ms. Dinu stated that due to the volume of information received from the CityView firm, the contractor disclosure information was handed out to the Board.

2. President Vega asked if any Board Member made any expenditure to influence State legislative or administrative action to which their reply was negative.
3. Miscellaneous correspondence from money managers, consultants, etc. – Received and Filed.
4. General Manager's Report
 - a. Benefits Actions approved by General Manager on August 21, 2014

Pursuant to Resolution 04008, adopted by the Board of Fire & Police Pension Commissioners on August 7, 2003, the following benefit actions have been approved by the General Manager.

DISCONTINUED PENSIONS – TIER 1 – 3

Weldon Lockhart, Jr.	Police Service	Retired:	02-24-80	Died:	01-23-14
Gertrude Klorman	Police Widow	Retired:	05-18-02	Died:	02-14-14
Elise C. Nybo	Police Widow	Retired:	01-05-00	Died:	07-06-14

DISCONTINUED PENSIONS – TIER 2 – 17

Donald R. Beaver	Fire Service	Retired:	01-29-78	Died:	07-16-14
Thomas M. Burke	Police Service	Retired:	09-10-89	Died:	07-09-14
James H. Carter	Police Service	Retired:	06-01-76	Died:	05-19-14
Dennis P. Murphy	Police Service	Retired:	01-06-85	Died:	06-27-14
Grover E. Randolph	Police Service	Retired:	02-09-92	Died:	07-22-14
Carl W. Rogers	Police Service	Retired:	06-01-77	Died:	05-06-14
Wallace M. Decuir	Fire Disability	Retired:	02-01-78	Died:	05-04-14
Daniel J. Mc Mahon	Fire Disability	Retired:	02-13-81	Died:	07-13-14
John H. Kinard	Police Disability	Retired:	12-02-88	Died:	07-18-14
William F. Kreft	Police Disability	Retired:	07-07-77	Died:	07-18-14
Rosalyn Goodrow	Fire Widow	Retired:	01-16-14	Died:	07-10-14
Cora M. Oliver	Fire Widow	Retired:	04-17-84	Died:	07-04-14
Bonnie J. Rowe	Fire Widow	Retired:	08-19-07	Died:	04-29-14
Phyllis E. Creighton	Police Widow	Retired:	06-15-11	Died:	05-05-14
Geraldine F. Hopkins	Police Widow	Retired:	12-25-86	Died:	04-27-14
Donna J. Johnson	Police Widow	Retired:	09-01-76	Died:	06-16-14

Patricia Mc Dermott Police Widow Retired: 08-19-00 Died: 11-18-13

DISCONTINUED PENSIONS FORMER SPOUSE – TIER 2 – 1

Lorraine M. Gardner Fire Disability Retired: 02-27-00 Died: 07-18-14

ELIGIBLE SURVIVING SPOUSE'S PENSION – TIER 2 – 5

<u>Name</u>	<u>Deceased Member</u>	<u>Member's Class</u>	<u>Effective Date</u>
Mildred F. Beaver	Donald R. Beaver	Fire Service	07-17-14
Alfonsina S. Burke	Thomas M. Burke	Police Service	07-10-14
Belva M. Randolph	Grover E. Randolph	Police Service	07-23-14
Margaret L. Mc Mahon	Daniel J. Mc Mahon	Fire Disability	07-14-14
Kristine Kinard	John H. Kinard	Police Disability	07-19-14

PARTIAL PAYMENT OF PENSION – TIER 5 – 3

In accordance with the City Attorney's advice, a designated proportion of the community property interest of the pension payable to Bassanio Peters Jr., Fire Service Pensioner, is to be paid to his former spouse, Simone M. Williams, effective July 29, 2014. Ms. Williams will receive cost of living adjustments.

In accordance with the City Attorney's advice, a designated proportion of the community property interest of the pension payable to Manuel Gonzales, Police Service Pensioner, is to be withheld for his former spouse, Jana Rae Gonzales, effective August 1, 2014. Ms. Gonzales will receive cost of living adjustments.

In accordance with the City Attorney's advice, a designated proportion of the community property interest of the pension payable to Richard M. Womack, Police Service Pensioner, is to be withheld for his former spouse, Dolores M. Womack, effective August 1, 2014. Ms. Womack will receive cost of living adjustments.

PARTIAL PAYMENT OF SURVIVING SPOUSE'S PENSION – TIER 2 – 1

In accordance with the City Attorney's advice, a designated proportion of the community property interest of the Surviving Spouse Pension payable to Rebecca A. Mc Cown, surviving spouse of deceased Fire Service Pensioner, Charles L. Mc Cown, is to be withheld for his former spouse, Florence E. Mc Cown, effective August 1, 2014. Ms. Mc Cown will not receive cost of living adjustments.

DEFERRED SERVICE PENSION – TIER 3 – 1

Police
Denise J. Lewis Sergeant II Eff: 08-08-14 14 Years 1 Day

DEFERRED SERVICE PENSION – TIER 5 – 1

Police
Jeffry P. Quinton Police Officer II Eff: 08-02-14 21 Years 46 Days

SERVICE PENSION/DROP – TIER 5 – 18

Fire

Kenneth L. Knighten	Captain II	Eff:	07-02-14	27	Years	109	Days
John E. Lefeber	Firefighter III	Eff:	05-01-14	32	Years	44	Days
Marcus A. Lidy	Inspector I	Eff:	07-01-14	27	Years	360	Days
Bruce A. Liverpool	Firefighter III	Eff:	06-01-14	30	Years	90	Days

Police

Alonso C. Canche	Police Officer II + 6	Eff:	07-01-14	25	Years	0	Days
Stephen M. Carmona	Captain III	Eff:	07-01-14	32	Years	92	Days
Leonard D. Christian	Sergeant II + 1	Eff:	06-03-14	25	Years	10	Days
Rosalyn E. Clark	Police Officer III	Eff:	07-01-14	25	Years	290	Days
Petrona O. Cummings	Police Officer III	Eff:	07-01-14	27	Years	159	Days
Robert L. Davis	Lieutenant I	Eff:	07-01-14	27	Years	63	Days
Teresa I. Dougherty	Detective I	Eff:	07-01-14	25	Years	6	Days
Marvin J. Eiley	Police Officer III + 1	Eff:	07-01-14	25	Years	223	Days
Stanley K. Evans	Detective III	Eff:	07-01-14	26	Years	1	Day
Philip S. Fontanetta	Captain III	Eff:	07-01-14	34	Years	63	Days
William E. Marbley, Sr.	Police Officer III	Eff:	07-01-14	25	Years	6	Days
Harry A. Markel	Sergeant II	Eff:	07-01-14	26	Years	195	Days
Lisa Wernli	Lieutenant I	Eff:	07-23-14	27	Years	48	Days
Cheri L. Windle	Police Officer III + 1	Eff:	07-01-14	25	Years	359	Days

DISCONTINUE DROP – TIER 2 – 2

Fire

Jesus P. Carbajal	Retired:	08-21-09	Exit Close of:	08-20-14
Norman R. Greengard	Retired:	08-31-09	Exit Close of:	08-30-14

DISCONTINUE DROP – TIER 4 – 1

Police

James S. Abbate	Retired:	10-01-09	Exit Close of:	08-25-14
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DISCONTINUE DROP – TIER 5 – 14

Fire

Mark D. Gentry	Retired:	09-01-09	Exit Close of:	08-31-14
Robert P. Lambert	Retired:	10-02-09	Exit Close of:	08-18-14
Dana P. Larsen	Retired:	08-14-09	Exit Close of:	08-13-14
Samuel J. Magno	Retired:	08-29-09	Exit Close of:	08-28-14
Raul Miranda	Retired:	09-01-09	Exit Close of:	08-31-14
Jorge O. Ostrovsky	Retired:	09-02-09	Exit Close of:	08-30-14
Gary F. Zieger	Retired:	09-01-09	Exit Close of:	08-31-14

Police

Eugene P. Barrera	Retired:	09-01-09	Exit Close of:	08-31-14
Daniel C. Bunch	Retired:	09-01-09	Exit Close of:	08-31-14
Arthur Duran	Retired:	09-02-09	Exit Close of:	08-31-14
Bernard C. Fitchpatrick	Retired:	05-01-10	Exit Close of:	08-31-14
Paul Hernandez III	Retired:	09-01-09	Exit Close of:	08-31-14
Jose L. Rodriguez, Sr.	Retired:	05-01-13	Exit Close of:	08-31-14
Laura R. Villegas	Retired:	10-02-09	Exit Close of:	08-31-14

PENSION ADJUSTED – TIER 5 – 1

<u>Name</u>	<u>Member's Rank</u>	<u>Percentage</u>	<u>Effective Date</u>	<u>Board Date</u>
Sylvia McKnight (Matthew G. McKnight)	Fire Captain I	From: Service Pension Continuance: 60% + 2 Minor Children	08-13-13	06-05-14
		To: Service Connected 75% + 2 Minor Children	08-13-13	08-07-14

b. Other business relating to Department operations

General Manager Ciranna stated that a draft vision statement for the Board's consideration will be prepared for the next meeting.

President Vega stated that she and Commissioner Salimpour have been working with staff on a vision statement.

5. City Attorney's Report

Mr. Alan Manning, Assistant City Attorney had no report.

President Vega stated that an evaluation of the City Attorney will be discussed at the next Board meeting.

C. COMMITTEE CALENDAR

1. Audit Committee – Last met: 06/05/14; next meeting: Tentative on 10/16/14
2. Benefits Committee – Last met: 12/05/13; next meeting: Tentative on 10/02/14
3. Governance Committee – Last met: 03/20/14; next meeting: Tentative on 09/18/14
4. Ad Hoc Emerging Investment Managers – Last met: 05/15/14; next meeting: 09/18/14

President Vega stated that an Ad Hoc Emerging Investment Managers meeting is scheduled on September 18, 2014. She appointed Commissioner Navarro to the Ad Hoc Committee. The

new Commissioner will fill the vacancies on the other Committees.

General Manager Ciranna stated that the new Commissioner is tentatively scheduled for confirmation by City Council on Tuesday, September 9, 2014. Commissioner Tapia is scheduled to be reconfirmed on September 16, 2014.

Item D was postponed to later in the meeting.

E. CONSIDERATION OF FUTURE AGENDA ITEMS

Commissioner Aliano gave an example of LAFPP working together with the Associations.

F. GENERAL PUBLIC COMMENT ON MATTERS WITHIN THE BOARD'S JURISDICTION

There were no public comments.

G. CLOSED SESSION ITEMS FOR POSSIBLE BOARD ACTION

1. CLOSED SESSION PURSUANT TO GOVERNMENT CODE SECTION 54956.8 TO CONFER WITH REAL PROPERTY NEGOTIATOR; Properties: 315 S. Hewitt Street and 713 E. 3rd Street; Negotiators: David Weiner, Martin Cawley, Tom Lopez, Erika Tiedge; Negotiating parties: Sentinel Real Estate Corporation and LAFPP; Under negotiation: Instruction to negotiator will concern price

This item was continued.

General Manager Ciranna stated that Commissioner Aliano had a question regarding an article in the *Wall Street Journal* regarding Los Argentina. It reported that the City wanted to renegotiate with some banks regarding credit SWAPS. Pensions were mentioned in the article but the focus of the discussion was that the City entered into a contract and now the City Council wanted to break it. The article referenced Argentina because of their debt issue.

Commissioner Salimpour arrived to the meeting at 9:21 a.m.

Commissioner Diannitto participated telephonically at 9:28 a.m.

A. ITEMS FOR BOARD ACTION

1. REQUEST TO PURCHASE SERVICE CREDIT AND POSSIBLE BOARD ACTION

Mr. Gregory Mack, Senior Management Analyst II, Manager of Communications and Active Member Services Sections, and Sergeant Medaro Carranza, Los Angeles Police Department, came before the Board. Sergeant Carranza provided a summary of the member's retirement process. Due to a suspension period, the member's service credit was miscalculated by the

Police retirement counselor's office and the member was not informed that he is short of the required 20 years to qualify for a deferred pension.

Commissioner Navarro was concerned that if the Board were to approve the staff recommendation and allow the former member to buy back his training time, it would set a precedent. The Board would have to grant the same for other members. The Board discussed the issue and Board members gave their respective opinions on the issue.

RESOLUTION 15027

Commissioner Navarro moved that the Board deny former member Sonny Garcia's request to purchase his recruit training time, which was seconded by Commissioner Cade and approved by the following vote: ayes, Commissioners Cade, Diannitto, Navarro, Salimpour, and President Vega – 5; nays, Commissioner Aliano – 1.

2. CONTRACT RENEWAL WITH EMC CONSULTING FOR THE DOCUMENT MANAGEMENT SYSTEM AND POSSIBLE BOARD ACTION

Ms. Erin Kenney stated that pursuant to the contractor disclosure policy staff received the disclosure from the EMC Consulting firm and there is nothing to report.

Ms. Jennifer H. Leifeste presented the recommendation to renew the EMC Consulting contract for three years.

In response to the Board's inquiry, General Manager Ciranna stated that ViaTRON is the vendor hired to perform the backfile document scanning process and is the firm that had some performance issues. EMC Consulting is a software developer hired to maintain and make future enhancements to the existing electronic document management system. Staff is satisfied with EMC and there are no issues with this vendor.

RESOLUTION 15028

Commissioner Navarro moved that the Board:

1. Determine that conducting a new search for a software developer to maintain and make future enhancements to the existing electronic document management system (Documentum) at this time would not be advantageous or practical for Los Angeles Fire and Police Pensions (LAFPP);
2. Authorize the General Manager to review and negotiate a three-year contract with EMC Consulting to provide maintenance, and to modify the Documentum system as required and budgeted, not to exceed the contract amount of \$250,000; and

3. Authorize the President of the Board, on behalf of the Board, to execute a contract with EMC Consulting for systems maintenance and enhancements, subject to approval of the City Attorney as to form, which was seconded by Commissioner Salimpour and approved by the following vote: ayes, Commissioners Aliano, Cade, Diannitto, Navarro, Salimpour, and President Vega – 6; nays, none.

D. CONSENT ITEMS

1. Approval of Minutes

- a. Minutes of the Regular Board meeting of June 5, 2014
- b. Minutes of the Special Board meeting of June 5, 2014

2. Findings of Fact

- a. Scott K. Gove – Tier 2
- b. Sylvia McKnight - Tier 5

3. APPROVAL OF TRAVEL AUTHORITY (CADE) – IFEBP, 60TH ANNUAL EMPLOYEE BENEFITS CONFERENCE AND PRECONFERENCE

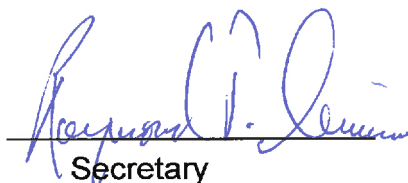
MOTION

Commissioner Navarro moved that the Board approve the consent items, seconded by Commissioner Cade and approved by the following vote: ayes, Commissioners Aliano, Cade, Diannitto, Navarro, Salimpour, and President Vega – 6; nays, none.

The meeting adjourned at 10:02 a.m.



President



Secretary