



MINUTES OF AUGUST 4, 2021 OPERATIONS COMMITTEE MEETING

THIS MEETING WAS CONDUCTED VIA TELECONFERENCE WITH VIDEO

To: Members of the Operations Committee

From: Jaime Godfrey, Chair, Appointed

Subject: Summary of the August 4, 2021 Operations Committee Meeting

Committee Chair Jaime Godfrey called the August 4, 2021 Committee meeting to order at 9:30 a.m.

ACERA TRUSTEES, SENIOR MANAGERS AND PRESENTING STAFF IN ATTENDANCE

Committee members present were Ophelia Basgal, and Keith Carson. Also present were Dale Amaral, Darryl Walker, George Wood and alternate member Nancy Reilly. Tarrell Gamble and Committee member Henry Levy joined the meeting after roll call.

Staff present were Kathy Foster, Assistant Chief Executive Officer; Jeff Rieger, Chief Counsel; Margo Allen, Fiscal Services Officer; Sandra Dueñas-Cuevas, Benefits Manager; Jessica Huffman, Benefits Manager; Betty Tse, Chief Investment Officer; Vijay Jagar, Chief Technology Officer; and Harsh Jadhav, Chief of Internal Audit.

PUBLIC INPUT

None

Action Items

None

INFORMATION ITEMS

1. Operating Expenses as of 06/30/2021

Staff provided the operating expenses as of June 30, 2021. As of June 30, 2021, actual expenses were \$1,174K under budget. Budget Surpluses noted were Staffing (\$667K under budget), Staff Development (\$69K under budget), Professional Fees (\$36K under budget), Office Expense (\$66K under budget), Insurance (\$2K under budget), Member Services (\$32K under budget), Systems (\$83K under budget), Depreciation (\$1K under budget), and Board of Retirement (\$218K under budget).

2. Quarterly Financial Statements as of 06/30/2021

Staff presented the Unaudited Financial Statements for the period ending June 30, 2021. Staff stated that the Net Position Held in Trust and the change in Fiduciary Net Position compared to the same period in 2020 increased by \$2.38 billion.

3. Quarterly Cash Forecast Report

Staff presented the Cash Forecast Report from July 2021 to June 2022. Staff stated that the year-over-year increase in average monthly forecasted negative cash position compared to the same period in 2020-2021 is \$3,437,445 mainly due to decrease in county contributions of approx. \$3 million per pay period due to amortization contribution made by county in 2021.

4. Board Member Conference Expense Report as of 06/30/2021

Staff reported no exception to this item and referred attendees to materials in the packet.

5. Senior Manager Conference and Training Expense Report as of 06/30/2021

Staff reported no exception to this item and referred attendees to materials in the packet.

6. Mid-Year review of 2021 ACERA Operating Expense Budget

Staff presented the 2021 mid-year operating expense budget review as of June 30, 2021 and the end of the year forecast review as of December 31, 2021.

7. Update on Disability Cases Provided by Managed Medical Review Organization (MMRO)

Staff presented an update on disability cases provided by MMRO. It was noted during the presentation that the time period for completion of cases has remained consistent with the last report provided to the Operations Committee in June 2020.

TRUSTEE INPUT AND DIRECTION TO STAFF

None

FUTURE DISCUSSION ITEMS

November

- Discussion and Possible motion to approve the proposed 2022 ACERA Operating Expense Budget

December

- Discussion and possible motion to approve the annual agreement for the Segal Group

ESTABLISHMENT OF NEXT MEETING DATE

The next meeting is scheduled for October 6, 2021 at 9:30 a.m.

MEETING ADJOURNED

The meeting adjourned at 10:21 a.m.