



BOARD OF ADMINISTRATION

Meeting Agenda - Final-revised Federated City Employees' Retirement System and Federated City Employees' Health Care Trust

Thursday, August 21, 2025

8:30 AM

City Hall, Wing Rooms 118-120
200 E. Santa Clara St. San Jose, CA 95113

HYBRID MEETING

PHYSICAL LOCATION:

City Hall, Wing Rooms 118-120, 200 E. Santa Clara St. San Jose, Ca 95113

ZOOM INFORMATION:

zoom.us

Dial In: +1 408 638 0968 US (San Jose)

Meeting ID: 953 7396 2175

BOARD MEMBERS

Spencer Horowitz, Chair (Term Expires 11/30/28)
Anurag Chandra, Vice Chair (Term Expires 11/30/26)
Deborah Abbott, Trustee (Term Expires 11/30/26)
Prachi Avasthy, Trustee (Term Expires 11/30/25)
Matthew Faulkner, Trustee (Term Expires 11/30/27)
Mark Linder, Trustee (Term Expires 11/30/28)
Nathan Nakagawa, Trustee (Term Expires 11/30/27)

CITY COUNCIL LIAISON TO THE BOARD

Pam Foley

COUNSEL

Maytak Chin, General and Fiduciary Counsel

John Flynn, CEO, Office of Retirement Services

ADA ALERT

In accordance with the requirements of AB 2449, the Board of Administration ("Board") will generally, upon request, provide appropriate aids and services leading to effective communication for individuals with disabilities so they can participate equally in the Board's meetings, including qualified sign language interpreters, documents in Braille, and other ways of making information and communications accessible to people who have speech, hearing, vision or other disabilities.

Anyone who requires an auxiliary aid or service for effective communication to participate in a Board meeting should contact the designated contact in Office of Retirement Services as far in advance of the scheduled meeting as possible. The Board strongly encourages individuals with disabilities to endeavor to submit requests for reasonable accommodation no later than five (5) business days before the scheduled meeting, as the Board may not be able to grant requests for reasonable accommodations without sufficient advance notice. The Board strongly encourages individuals with disabilities to submit their written requests via email or regular mail to facilitate tracking and response; however, if the submission of a written request constitutes a hardship, individuals may call the Office of Retirement Services to submit an oral request.

The designated contact in the Office of Retirement Services will endeavor to respond to each request within three (3) business days of receipt of the request. Depending on the request, the designated contact in the Office of Retirement Services may ask to schedule a time to discuss the request (which may occur virtually) to determine the most appropriate auxiliary aid or service, before the request is resolved.

ADA Designated Contact Information

Attention: Deputy Director/Chief Operations Officer, Office of Retirement Services
Address: 1737 N First St #600, San Jose, CA 95112
Email: #Retire_Admin@sanjoseca.gov
Phone: 408-794-1000 (ORS Main Line)

THE LEVINE ACT

The Levine Act requires a Party in a Proceeding before the City of San José that involves any action related to their contract, license, permit, or use entitlement to disclose any campaign contributions to City elected or appointed officials totaling more than \$500 within the 12 months prior to the City decision. A Participant to a Proceeding may voluntarily report a campaign contribution on the form located on the Levine Act webpage.

**** AB 2449 REMOTE APPEARANCE(S)**

a. Just Cause Circumstance(s) (Gov't Code § 54953)

i. The following Trustee(s) have notified the Board of a "Just Cause" to attend this meeting via teleconference.

NONE

ii. Call for Trustee(s) who wish to notify the Board of a "Just Cause" to attend this meeting via teleconference.

b. Emergency Circumstance(s) (Gov't Code § 54953)

i. The following Trustee(s) have requested the Board approve their attendance of this meeting via teleconference due to an "Emergency Circumstance."

NONE

ii. Call for Trustee(s) requesting the Board approve their attendance of this meeting via teleconference due to an "Emergency Circumstance."

iii. Take action on request(s) for remote appearance.

AGENDA

CALL TO ORDER AND ROLL CALL

CLOSED SESSION

CLOSED SESSION AGENDA ITEMS WILL BE HEARD AT 8:30 A.M.

I. CLOSED SESSION NEW BUSINESS

- A. CLOSED SESSION:** PUBLIC EMPLOYEE PERFORMANCE EVALUATION PURSUANT TO GOVERNMENT CODE SECTION 54957(b)(1). Position: Chief Investment Officer.
- B. CLOSED SESSION:** PUBLIC EMPLOYEE PERFORMANCE EVALUATION PURSUANT TO GOVERNMENT CODE SECTION 54957(b)(1). Position: Chief Executive Officer.
- C. CLOSED SESSION:** CONFERENCE WITH LABOR NEGOTIATORS PURSUANT TO GOVERNMENT CODE SECTION 54957.6(a). Agency designated representatives: To be determined in open session at the meeting.

OPEN SESSION - will reconvene following Closed Session, estimated to be 9:30 a.m.

• ORDERS OF THE DAY

• PUBLIC/RETIREE/GENERAL COMMENTS - Not Related to a Specific Agenda Item

1. CONSENT CALENDAR

1.1 Approval of Service Retirements

- a. Claudia Hernandez**, Literacy Program Specialist, Library Department, effective September 14, 2025; 33.82* years of service.
- b. Oscar Madrigal**, Wastewater Operator III, Environmental Services Department, effective August 16, 2025; 26.84* years of service. (*With Reciprocity - 9.06 PERS + 17.78 PERS = 26.84 YOS*)
- c. Ron D. Morimoto**, Wastewater Operator II, Environmental Services Department, effective July 25, 2025; 17.33* years of service.

- d. **James B. Powars**, Environmental Laboratory Supervisor, Environmental Services Department, effective August 20, 2025; 30.00* years of service.

1.2 Approval of Deferred Vested

- a. **Laura A. Biersdorff**, Police Communications Manager, Police Department, effective September 10, 2025; 22.33* years of service.
- b. **DeNell L. Dellinger**, Public Safety Communication Specialist, Police Department, effective August 25, 2025; 10.05* years of service.
- c. **Brian C. Hopper**, Senior Deputy City Attorney, City Attorney's Office, effective September 2, 2025; 25.49* years of service. (*With Reciprocity - 10.71 CSJ + 14.78 PERS = 25.49 YOS*)
- d. **Jennifer L. Pousho**, Senior Deputy City Attorney, City Attorney's Office, effective July 19, 2025; 23.60* years of service. (*With Reciprocity - 20.18 CSJ + 3.42 PERS = 23.60 YOS*)
- e. **Gloria C. Teerman**, Therapeutic Specialist, Parks, Recreation and Neighborhood Services, effective August 29, 2025; 14.21* years of service.

1.3 Early Deferred Vested

- a. **Courtney D. Riddle**, Supervising Environmental Services Specialist, Environmental Services Department, effective August 1, 2025; 9.17* years of service. (*With Reciprocity - 4.13 CSJ + 5.03 PERS/CCCera = 9.17 YOS*)

1.4 Approval of Board Minutes

- a. Approval of the Board Minutes of June 26, 2025.

Attachments: [1.4a - FED Board 06-26-25 Minutes-Final.pdf](#)

1.5 Approval of Return of Contributions

- a. Voluntary | Involuntary

Attachments: [1.5a\(1\) - FED ROC - June 2025.pdf](#)
 [1.5a\(2\) - FED ROC - July 2025.pdf](#)

1.6 Acceptance of Communication/Information Reports

- a. Report of the Monthly Board Expenses for July 2025. Receive and file.

Attachments: [1.6a - FED July 2025 Monthly Expenses Report.pdf](#)

- b. ORS's Quarterly Newsletter - The Retirement Connection: July 2025 Edition.

Attachments: [1.6b - ORS Newsletter - July 2025 Edition.pdf](#)

- c. Ratification of revisions to Federated's Investment Policy Statement, as amended and modified by the Board at its June 26, 2025 Board meeting, and related approval of Resolution number 9126 regarding revisions to Investment Policy Statement.

Attachments: [1.6c\(1\) - FED Pension IPS 2025-06-26 redlined APPROVED.pdf](#)
 [1.6c\(2\) - FED Pension IPS - Resolution No 9126 August 2025.pdf](#)

d. **Educational Travel Reports:**

- Public Funds Summit East 2025, Newport Marriott, Newport, RI, July 21 - 23, 2025 by Matthew Faulkner.
- SACRS Public Pension Investment Management Program 2025, UC Berkeley Haas School of Business, Berkeley, CA, July 13 - 16, 2025 by Nathan Nakagawa.

Attachments: [1.6d\(1\) - Travel Content Report-Public Funds Summit East-M. Faulkner.pdf](#)
 [1.6d\(2\) - Travel Content Report-SACRS Public Pension-Nathan Nakagawa.pdf](#)

1.7 Approval of Travel / Conference Attendance

a. John Flynn, CEO

- CALAPRS Administrators Institute 2025, The Quail Lodge, Carmel, CA, September 24 - 26, 2025.
- CALAPRS Virtual Information Technology Round Table, October 10, 2025.
- CALAPRS Virtual Investments Round Table, November 21, 2025.
- CALAPRS Virtual Benefits Roundtable, December 11, 2025.
- NCPERS Accredited Fiduciary (NAF) Program (Module 1 & 2), Omni Fort Lauderdale Hotel, Fort Lauderdale, FL, October 25 - 26, 2025.
- NCPERS Fall Conference, Omni Fort Lauderdale Hotel, Fort Lauderdale, FL, October 26 - 29, 2025.

Attachments: [1.7a\(1\) - CALAPRS Admin Institute Travel Request-John Flynn.pdf](#)
 [1.7a\(2\) - NCPERS Accredited Fiduciary \(NAF\) Program-John Flynn.pdf](#)
 [1.7a\(3\) - NCPERS Fall 2025 Travel Request-John Flynn.pdf](#)

b. Matthew Faulkner, Trustee

- MarketsGroup ALTSSF, The Ritz Carlton Hotel, San Francisco, CA, September 3, 2025.

Attachments: [1.7b - Travel Request Packet-MarketsGroup ALTSSF-Matthew Faulkner.pdf](#)

c. Prabhu Palani, CIO

- FIS Stanford 2025, Stanford University, Stanford, CA, September 16 - 18, 2025.
- Collective Global 2025 Founders' Summit, Grand Hotel, Stockholm, Sweden, September 22 - 24, 2025.

d. Reimbursement

- NCPERS 2025 Chief Officers Summit, New York Marriott Downtown, NY, June 16 - 18,

2025 - John Flynn.

- SACRS Public Pension Investment Management Program 2025, UC Berkeley Haas School of Business, Berkeley, CA, July 13 - 16, 2025 - Nathan Nakagawa.

Attachments: [1.7d\(1\) - Travel Reimbursement-Chief Officers Summit-John Flynn.pdf](#)
[1.7d\(2\) -Travel Reimbursement-SACRS 2025 Public Pension-Nathan Nakagaw:](#)

1.8 Approval of Termination of Retirement Benefits

- a. Approval of request from **Edward Jalalli** to terminate retirement benefits effective August 30, 2025, allowing for reinstatement into the Plan effective August 31, 2025. (Service Retirement effective February 15, 2025, approved at the January 16, 2025, Board meeting).

Attachments: [1.8a - Termination of Retirement Benefits Memo-Jalalli, Edward.pdf](#)

1.9 Change of Retirement Application-Name Correction

- a. Approval for a first time name correction for **Manuel Rivas** from July 17, 2025, for a Service Retirement approved at the June 26, 2025 Board meeting.

Attachments: [1.9a - First Name Correction-Rivas, Manuel.pdf](#)

2. DEATH AND SURVIVORSHIP NOTIFICATIONS (Moment of Silence)

- a. Notification of the death of **Steven Blum**, Associate Architect, retired August 18, 2012, died June 16, 2025. No survivorship benefits.
- b. Notification of the death of **Michael Chiang**, Chemist, retired October 31, 2009, died June 27, 2025. Survivorship benefits to Ellen Chiang, spouse.
- c. Notification of the death of **Priscilla Duarte**, Analyst II, retired September 30, 2000, died July 23, 2025. Survivorship benefits to Joseph Duarte, spouse.
- d. Notification of the death of **Victor Gubatina**, Engineer II, retired January 9, 2021, died June 23, 2025. Survivorship benefits to Maria Gubatina, spouse.
- e. Notification of the death of **Raymond Hashimoto**, Senior Planner, retired January 15, 2013, died May 21, 2025. Survivorship benefits to Sharon Hashimoto, spouse.
- f. Notification of the death of **Cherry Kapell**, Typist Clerk II, retired May 12, 1991, died June 23, 2025. No survivorship benefits.
- g. Notification of the death of **Richard Mc Intosh**, Principal Engineering Technician, retired March 19, 2008, died June 20, 2025. No survivorship benefits.
- h. Notification of the death of **Kayleene Miller**, Senior Account Clerk, retired August 11, 2018, died July 19, 2025. No survivorship benefits.
- i. Notification of the death of **Ravendran Parimanam**, Associate Engineer, died May 9, 2025. Survivorship benefits to Susan Parimanam, spouse.

- j. Notification of the death of **Gregory Robertson**, Principal Water Systems Technician, retired December 8, 2001, died May 14, 2025. Survivorship benefits to Deborah Robertson, spouse.
- k. Notification of the death of **Charles S. Rouse**, Senior Construction Inspector, retired May 19, 1984, died June 25, 2025. No survivorship benefits.
- l. Notification of the death of **Mary Spurgeon**, Secretary, retired October 24, 1992, died June 8, 2025. No survivorship benefits.
- m. Notification of the death of **Helene Stouky**, Engineering Technician, retired January 22, 2000, died June 28, 2025. No survivorship benefits.
- n. Notification of the death of **Jo Ann Terry**, Secretary, retired July 15, 1995, died May 27, 2025. No survivorship benefits.
- o. Notification of the death of **Warren Winkler**, Geologist System Specialist, retired June 11, 2011, died May 18, 2025. No survivorship benefits.

3. INVESTMENTS

- a. Oral update from the CIO of Retirement Services, Prabhu Palani.
- b. Discussion and action on the results of the Request for Proposals (“RFP”) for Trading Cost Analysis/Foreign Exchange Trading Cost Analysis (“TCA/FX TCA”) provider, including Board authorization for the Chief Executive Officer (“CEO”) to negotiate and execute an agreement with ACA Group for a term of three (3) years for an amount not-to-exceed \$56,250.

Attachments: [3b - FED TCA Recommendation June 2025.pdf](#)

4. OLD BUSINESS-DEFERRED/CONTINUED ITEMS-NONE

5. NEW BUSINESS

- a. Oral update from the CEO of Retirement Services, John Flynn.
- b. Oral update from the City Council Liaison to the Board.
- c. Discussion and action of appointment of Labor Negotiator for the Chief Executive Officer position.

Attachments: [5c - FED - CEO Performance Evaluation Policy rev 02-17-2022.pdf](#)

- d. Discussion and action of appointment of Labor Negotiator for the Chief Investment Officer position.

Attachments: [5d - FED - CIO Performance Evaluation Policy rev 03-17-2022.pdf](#)

- e. Discussion and action on the results of the Request for Proposal (“RFP”) for Disability Medical Services, including Board authorization for the CEO to negotiate and execute:
 - a six-year agreement with four one-year options to extend with Exam Works for an amount not

to exceed \$720,000.

Attachments: [5e - 2025-08-11 FED Disability Medical Services RFP Memo.pdf](#)

- f. Discussion and action on the results of the Request for Proposal (“RFP”) for Disability Medical Services, including Board authorization for the CEO to negotiate and execute:
- a six-year agreement with four one-year options to extend with MMRO for an amount not to exceed \$250,000.

Attachments: [5f - 2025-08-11 FED Disability Medical Services RFP Memo.pdf](#)

- g. Discussion and action on the 2026 Scheduled Board and Standing Committee Meetings.

Attachments: [5g\(1\) - 2026 FED Meetings Calendar.pdf](#)
 [5g\(2\) - 2026 Combined Meeting Calendar - Final.pdf](#)

6. COMMITTEES/REPORTS/RECOMMENDATIONS

6.1 Investment Committee (Chandra, Horowitz, Faulkner)

Last Meeting: April 22, 2025 Next Meeting: September 8, 2025

- a. Oral update from the Chair of the Investment Committee.

6.2 Audit/Risk Committee (Avasthy, Abbott,Linder)

Last Meeting: May 15, 2025 Next Meeting: August 28, 2025

- a. Oral update from the Chair of the Audit/Risk Committee.
- b. Discussion and action to accept 25 internal audit recommendations as “Complete” in the absence of an internal auditor.

Attachments: [6.2b\(1\) - 2025-06-26 FED - Internal Audit Recommendations Status.pdf](#)
 [6.2b\(2\) - 2025-08-21 FED Board Meeting - Appendix A - Proposed Closed.pdf](#)

- c. Discussion and action on FY 2024 - 2025 Office of Retirement Services Plans Audit Plan by Macias Gini & O’Connell LLP (MGO).

Attachments: [6.2c - FY 2025 Audit Plan by MGO v2.pdf](#)

6.3 Governance Committee (Abbott, Avasthy,Nakagawa)

Last Meeting: August 7, 2025 Next Meeting: December 4, 2025

- a. Oral update from the Chair of the Governance Committee.
- Introduction of Governance Consultant Aon.

- Discussion and Action on the Strategic Plan Stakeholder Survey groups.

Attachments: [6.3a\(1\) - Aon Fiduciary Services Practice Bios as of 07-24-2025.pdf](#)
[6.3a\(2\) - San Jose JGC Strategic Planning Intro Stakeholder FINAL 08-07-2025](#)

- b. Minutes of the Joint Governance Committee meeting from March 14, 2025. Receive and file.

Attachments: [6.3b - JGC 03-14-25 Minutes-Final.pdf](#)

6.4 FCERS Disability Committee (Linder, Faulkner, Nakagawa)

Last Meeting: August 5, 2025 Next Meeting: September 2, 2025

- a. Oral update from the Chair of the Disability Committee.
 - Federated Quarterly Disability Retirement Applications Dashboard.

Attachments: [6.4a - FED Quarterly Disability Dashboard Q4 24-25 Fiscal.pdf](#)

- b. Minutes of the Federated Disability Committee meeting from June 3, 2025. Receive and file.

Attachments: [6.4b - FED DC 06-03-25 Minutes-Final.pdf](#)

6.5 Joint Personnel Committee (Chandra, Horowitz, Linder)

Last Meeting: April 2, 2025 Next Meeting: September 10, 2025

- a. Oral update from the Chair of the Joint Personnel Committee.

6.6 Joint Audit Adhoc Committee (Abbott)

Last Meeting: August 12, 2025 Next Meeting: TBD

- a. Oral update from the Joint Audit Adhoc Committee.

6.7 Actuarial Services Joint Adhoc Committee (Avasthy)

- a. Oral update from the Actuarial Services Joint Adhoc Committee.

7. EDUCATION & TRAINING

- a. CALAPRS 2025 Program Calendar.

Attachments: [7a - CALAPRS 2025 Program Calendar Final.pdf](#)

- b. CALAPRS Virtual Trustees' Roundtable, October 3, 2025.

- c. NCPERS Program for Advanced Trustee Studies (PATs), Omni Fort Lauderdale Hotel, Fort

Lauderdale, FL, October 25 - 26, 2025.

Attachments: [7c - NCPERS Program for Advanced Trustee Studies \(PATS\) Agenda.pdf](#)

- d. NCPERS Fall Conference, Omni Fort Lauderdale Hotel, Fort Lauderdale, FL, October 26 - 29, 2025.

Attachments: [7d - NCPERS Fall 2025 Conference Agenda.pdf](#)

- e. Pension Bridge, Alternative Conference, Quorum Convene, New York City, NY, October 28, 2025.

Attachments: [7e - Pension Bridge Alternative Conference 2025 Agenda.pdf](#)

- f. SACRS Fall Conference 2025, Hyatt Regency Huntington Beach Resort & Spa, Huntington Beach, CA, November 11 - 14, 2025.

- g. CALAPRS Virtual Investments Round Table, November 21, 2025.

- h. CALAPRS Advanced Course in Retirement Plan Administration, Avenue of the Arts Costa Mesa, Costa Mesa, CA, December 3 - 5, 2025.

• **PROPOSED AGENDA ITEMS**

• **ADJOURNMENT**

• **Next FCERS Board Meeting: September 18, 2025**

*Estimated

All public records relating to an open session item on this agenda, which are not exempt from disclosure pursuant to the California Public Records Act, that are distributed to a majority of the legislative body will be available for public inspection at the Office of Retirement Services, 1737 N. First Street, Suite 600, San José CA 95112 at the same time that the public records are distributed or made available to the legislative body.

Access the video or audio, the agenda and related reports for this meeting by visiting the Retirement Services website at <http://sjrs.legistar.com/calendar.aspx>. If you have any questions, please contact the Office of Retirement Services at (408) 794 - 1000.

The Code of Conduct

(<https://www.sanjoseca.gov/home/showpublisheddocument/12901/63667000496663000>)

0) is intended to promote open meetings that welcome debate of public policy issues being discussed by the City Council, their Committees, and City Boards and Commissions in an atmosphere of fairness, courtesy, and respect for differing points of view.

1. Public Meeting Decorum:

- a) Persons in the audience will refrain from behavior which will disrupt the public meeting. This will include making loud noises, clapping, shouting, booing, hissing or engaging in any other activity in a manner that disturbs, disrupts or impedes the orderly conduct of the meeting.
- b) Persons in the audience will refrain from creating, provoking or participating in any type of disturbance involving unwelcome physical contact.
- c) Persons in the audience will refrain from using cellular phones and/or pagers while the meeting is in session.
- d) Appropriate attire, including shoes and shirts are required in the Council Chambers and Committee Rooms at all times.
- e) Persons in the audience will not place their feet on the seats in front of them.
- f) No food, drink (other than bottled water with a cap), or chewing gum will be allowed in the Council Chambers and Committee Rooms, except as otherwise pre-approved by City staff.
- g) All persons entering the Council Chambers and Committee Rooms, including their bags, purses, briefcases and similar belongings, may be subject to search for weapons and other dangerous materials.

2. Signs, Objects or Symbolic Material:

- a) Objects and symbolic materials, such as signs or banners, will be allowed in the Council Chambers and Committee Rooms, with the following restrictions: § No objects will be larger than 2 feet by 3 feet.
 - No sticks, posts, poles or other such items will be attached to the signs or other symbolic materials.
 - The items cannot create a building maintenance problem or a fire or safety hazard.
- b) Persons with objects and symbolic materials such as signs must remain seated when displaying them and must not raise the items above shoulder level, obstruct the view or passage of other attendees, or otherwise disturb the business of the meeting.
- c) Objects that are deemed a threat to persons at the meeting or the facility infrastructure are not allowed. City staff is authorized to remove items and/or individuals from the Council Chambers and Committee Rooms if a threat exists or is perceived to exist. Prohibited items include, but are not limited to: firearms (including replicas and

antiques), toy guns, explosive material, and ammunition; knives and other edged weapons; illegal drugs and drug paraphernalia; laser pointers, scissors, razors, scalpels, box cutting knives, and other cutting tools; letter openers, corkscrews, can openers with points, knitting needles, and hooks; hairspray, pepper spray, and aerosol containers; tools; glass containers; and large backpacks and suitcases that contain items unrelated to the meeting.

3. Addressing the Council, Committee, Board or Commission:

- a) Persons wishing to speak on an agenda item or during open forum are requested to complete a speaker card and submit the card to the City Clerk or other administrative staff at the meeting.
 - b) Meeting attendees are usually given two (2) minutes to speak on any discussion item and/or during open forum; the total amount of time allocated for public testimony for each public speaker or for an agenda item is in the discretion of the Chair of the meeting and may be limited when appropriate. (California Government Code Section 54954.3; Council Policy 0-37) Applicants and appellants in land use matters are usually given more time to speak. Speakers using a translator will be given twice the time allotted to ensure non-English speakers receive the same opportunity to directly address the Council, Committee, Board or Commission.
 - c) Speakers should discuss only the agenda item when called to speak for that item, and only topics related to City business when called to speak during open forum on the agenda.
 - d) Speakers' comments should be addressed to the full body. Requests to engage the Mayor, Council Members, Board Members, Commissioners or Staff in conversation will not be honored. Abusive language is inappropriate.
 - e) Speakers will not bring to the podium any items other than a prepared written statement, writing materials, or objects that have been inspected by security staff.
 - f) If an individual wishes to submit written information, he or she may give it to the City Clerk or other administrative staff at the meeting.
 - g) Speakers and any other members of the public will not approach the dais at any time without prior consent from the Chair of the meeting.
- Failure to comply with this Code of Conduct which will disturb, disrupt or impede the orderly conduct of the meeting may result in removal from the meeting and/or possible arrest.