



## **ALAMEDA-CONTRA COSTA TRANSIT DISTRICT**

### **MINUTES**

#### **Joint Meeting of the AC Transit Board of Directors & Retirement Board**

VIRTUAL MEETING

Zoom link <https://actransit.zoom.us/j/91593074454>

**Wednesday, October 7, 2020 at 1:00 PM**

**Phone (669) 900 6833**

**Webinar ID:915 9307 4454**

**See Agenda for Instructions**

#### **MEMBERS OF THE BOARD OF DIRECTORS**

**JOE WALLACE, PRESIDENT (WARD 1)**

**ELSA ORTIZ, VICE PRESIDENT (WARD 3)**

**GREG HARPER (WARD 2)**

**MARK WILLIAMS (WARD 4)**

**DIANE SHAW (WARD 5)**

**JOEL YOUNG (AT-LARGE)**

**H. E. CHRISTIAN PEEPLES (AT-LARGE)**

#### **MEMBERS OF THE RETIREMENT BOARD**

**JEFFREY LEWIS, CHAIR**

**YVONNE M. WILLIAMS, VICE CHAIR**

**DAVIS H. RIEMER, TRUSTEE**

**JOYCE M. WILLIS, TRUSTEE**

**CLAUDIA ALLEN, TRUSTEE**

#### **BOARD OFFICERS**

**MICHAEL A. HURSH, GENERAL MANAGER**

**JILL A. SPRAGUE, GENERAL COUNSEL**

**LINDA A. NEMEROFF, DISTRICT SECRETARY**

#### **RETIREMENT DEPARTMENT**

**HUGO WILDMANN, RETIREMENT SYSTEM MANAGER**

**1. CALL TO ORDER**

The annual joint meeting of the AC Transit Board of Directors and Retirement Board was held on Wednesday, October 7, 2020, with President Wallace and Chair Lewis presiding.

**2. ROLL CALL/INTRODUCTION OF PARTICIPANTS**

AC Transit Board of Directors -

PRESENT: Wallace, Ortiz, Harper, Shaw, Peeples, Young

ABSENT: Williams

Retirement Board Trustees:

PRESENT: Lewis, Allen, Y. Williams, Willis (arrived 1:25 pm), Riemer (arrived at 1:05 p.m.)

**Staff for the District:**

Michael A. Hursh, General Manager

Jill Sprague, General Counsel

Linda A. Nemeroff, District Secretary

Chris Andrichak, Acting Deputy Chief Financial Officer

**Staff for the Retirement Board:**

Hugo Wildmann, Retirement System Manager

Russ Richeda, Counsel for the Retirement Board

Graham Schmidt, Consulting Actuary, Cheiron

Carolyn Smith, NEPC Investment Consultant

**3. PUBLIC COMMENT**

There were no public comments.

**4. DISCUSSION ITEM(S)**

**4.A. District contribution and the funded ratio of the Plan.**

[20-326](#)

- Recently Completed Actuarial Valuation
- Plan Costs by Benefit and Source
- History of Plan Cost and Funding
- Unfunded Liability
- Future of Plan Liabilities, Funding and Cost
- Effects of PEPRA
- 10-Year Projections for Contribution Rates

The Retirement Board's actuary, Graham Schmidt of Cheiron, presented information on the current actuarial valuation; plan costs by source and benefit; history of plan cost and funding; and future of plan liabilities, funding, and cost. He further addressed questions from the joint body regarding the content of the presentation.

The report was presented for information only.

- 4.B.** Investment Portfolio Update. [20-327](#)
- Investments
  - Asset Allocation
  - Performance
  - Current Investment Update Including COVID-19

Carolyn Smith, NEPC, presented an overview of the asset allocation, performance, and current investments; and addressed questions from the joint body on the contents of the presentation.

The report was presented for information only.

- 4.C.** Update on PEPRA Implementation. (verbal) [20-328](#)

General Counsel Jill Sprague advised that staff was working on the PEPRA amendment to the Retirement Plan and was looking to bring the matter to the Board in the near future. Retirement System Manager Hugo Wildmann further commented on the planned implementation.

The report was presented for information only.

- 4.D.** Recent California Supreme Court Decision Regarding Vested Rights. [20-329](#)

Counsel to the Retirement Board Russ Richeda explained the vested rights doctrine and its applicability to the Public Employees' Pension Reform Act. He further reported on a recent California Supreme Court decision concerning the *Alameda County Sheriff's Deputy Sheriff's Association v. Alameda County Employees' Retirement System* as outlined in the memorandum presented to the joint body.

The report was presented for information only.

- 4.E.** Semi-Annual Retirement Board Report (information only). [20-391](#)

Retirement System Manager Hugo Wildmann presented an overview of the semi-annual report. Chair Lewis expressed appreciation to Trustees Williams, Willis and Allen who will all soon be leaving the Board and thanked them for their efforts and assistance as knowledgeable members of the Board.

The report was presented for information only.

**5. BOARD/STAFF COMMENTS**

(Government Code Section 54954.2)

There were no comments offered.

**6. ADJOURNMENT**

There being no further business to come before the members of the joint body, the meeting adjourned at 2:32 p.m.

---

Respectfully submitted,

/s/

Linda A. Nemeroff  
District Secretary