



SUMMARY OF PROCEEDINGS

Board of Retirement Meeting

September 9, 2026

Board Members: Couch, Frapwell, Gill, Chair Hughes, Vice-Chair Kaufman, Kratt, Mosqueda, Nunneley (Alternate), Sanders, Seibly (Alternate), Whitezell, (7th Member Alternate Vacant)

CALLED TO ORDER: 8:33 A.M.

ROLL CALL (IN PERSON)

Present: Gill, Hughes, Kaufman, Kratt, Mosqueda, Nunneley, Sanders, Seibly, Whitezell

Absent: Couch, Frapwell

FLAG SALUTE: TRUSTEE JORDAN KAUFMAN

MOMENT OF SILENCE

NOTE: The vote is displayed in bold below each item. For example, Gill-Kratt denotes Trustee Ajaib Gill made the motion and Trustee Rick Kratt seconded the motion.

SB 707 REMOTE APPEARANCE(S)

Item 1 withdrawn from agenda. No trustees appeared remotely.

CONSENT MATTERS

All consent matter items listed below with an asterisk () were considered to be routine and non-controversial by staff and approved by one motion, unless otherwise noted.*

- *2. Application for service-connected disability retirement for Rigoberto Lucio, Sheriff (Safety) – **ADOPTED RECOMMENDATION OF SDAG TO GRANT SERVICE-CONNECTED DISABILITY RETIREMENT**

Whitezell-Kratt – 8 Ayes

Trustee Robb Seibly voted in place of Trustee Jeff Frapwell

- *3. Application for service-connected disability retirement for Bryson Wattenbarger, Fire (Safety) – ADOPTED RECOMMENDATION OF SDAG TO GRANT SERVICE-CONNECTED DISABILITY RETIREMENT

Whitezell-Kratt – 8 Ayes

Trustee Robb Seibly voted in place of Trustee Jeff Frapwell

- *4. Summary of proceedings of the following meetings:

- August 5, 2026 Investment Committee
- August 12, 2026 Board of Retirement

APPROVED

Whitezell-Kratt – 8 Ayes

Trustee Robb Seibly voted in place of Trustee Jeff Frapwell

- *5. Report from the KCERA office on new retirees processed during the month of August 2026 – RATIFIED

Whitezell-Kratt – 8 Ayes

Trustee Robb Seibly voted in place of Trustee Jeff Frapwell

- *6. Securities Lending Earnings Summary Report from Deutsche Bank for the period ending July 31, 2026 – RECEIVED AND FILED

Whitezell-Kratt – 8 Ayes

Trustee Robb Seibly voted in place of Trustee Jeff Frapwell

- *7. KCERA asset allocation, cash flow position, investment fees cash flow, and operating expense budget status reports for the month of July 2026 – RECEIVED AND FILED

Whitezell-Kratt – 8 Ayes

Trustee Robb Seibly voted in place of Trustee Jeff Frapwell

- *8. Review of KCERA's Compensation Policy – REFERRED REVIEW TO THE ADMINISTRATIVE COMMITTEE

Whitezell-Kratt – 8 Ayes

Trustee Robb Seibly voted in place of Trustee Jeff Frapwell

- *9. Invitation from P2F2 for Chief Financial Officer Angela Kruger, Deputy Chief Financial Officer Maritza Rodriguez, and Deputy Chief Financial Officer Cory Pruett to attend the P2F2 23rd Annual Conference, October 4-7, 2026, in Orlando, Florida – RECEIVED AND FILED

Whitezell-Kratt – 8 Ayes

Trustee Robb Seibly voted in place of Trustee Jeff Frapwell

- *10. Invitation from Albourne for Investment Officer Rafael Jimenez to attend the Albourne Client Conference, September 30 – October 1, 2026, in London, England – RECEIVED AND FILED

Whitezell-Kratt – 8 Ayes

Trustee Robb Seibly voted in place of Trustee Jeff Frapwell

- *11. Service provider evaluation period initiated pursuant to the KCERA Evaluation Period Policy – RATIFIED

Whitezell-Kratt – 8 Ayes

Trustee Robb Seibly voted in place of Trustee Jeff Frapwell

PUBLIC COMMENTS

12. The public is provided the opportunity to comment on agenda items at the time those agenda items are discussed by the Board. This portion of the meeting is reserved for persons to address the Board on any matter not on this agenda but under the jurisdiction of the Board. Board members may respond briefly to statements made or questions posed. They may ask a question for clarification and, through the Chair, make a referral to staff for factual information or request staff to report back to the Board at a later meeting. Speakers are limited to two minutes. Please state your name for the record prior to making a presentation – NONE

MATTERS FOR CONSIDERATION

Staff recommendations are shown in caps after each item.

INVESTMENT MATTERS

13. Presentation on the 2nd Quarter Investment Performance Review period ending June 30, 2026 by Investment Consultants Scott Whalen and Brian Kwan, Cerity Partners – RECEIVED AND FILED

Gill-Sanders – 9 Ayes

Trustee Robb Seibly voted in place of Trustee Jeff Frapwell

TRUSTEE DAVID COUCH ARRIVED AT 9:02 AM

14. Presentation on the 2nd Quarter 2026 Portfolio Review by Investment Consultant Spencer Edge, Albourne America¹ – RECEIVED AND FILED

Kratt-Whitezell – 9 Ayes

Trustee Robb Seibly voted in place of Trustee Jeff Frapwell

FINANCIAL MATTERS

15. Discussion and appropriate action on the Actuarial Experience Study for the period July 1, 2022 through June 30, 2025, presented by Actuary Molly Calcagno, Segal, and the Finance Committee – ADOPTED THE ECONOMIC AND NON-ECONOMIC ASSUMPTIONS WITH EXCEPTION OF MAINTAINING CURRENT INVESTMENT RATE OF RETURN ASSUMPTION OF 7.00%

TRUSTEE JOHN SANDERS LEFT AT 10:06 AM

TRUSTEE AJAIB GILL LEFT AT 10:28 AM

Kratt-Couch – 7 Ayes; 1 Abstention (Gill)

Trustee Robb Seibly voted in place of Trustee Jeff Frapwell

EXECUTIVE STAFF REPORTS

16. Report from Chief Executive Officer

CHIEF EXECUTIVE OFFICER DOMINIC BROWN REPORTED THE FOLLOWING:

- OFFICE UPDATE
- OPERATIONS ACTIVITY
- MEMBER OUTREACH & EDUCATION
- UPCOMING EVENTS

HEARD PRESENTATION

¹ Written materials and investment recommendations from the consultants, fund managers and KCERA investment staff relating to alternative investments are exempt from public disclosure pursuant to California Government Code Sections 7928.710, 7922.000, and 54957.5.

17. Report from Chief Investment Officer

CHIEF INVESTMENT OFFICER DARYN MILLER REPORTED THE FOLLOWING:

- MARKET COLOR
- POSITIONING
- REBALANCING
- DELEGATION
- CLOSED INVESTMENTS

HEARD PRESENTATION

18. Report from Chief Legal Officer

CHIEF LEGAL OFFICER JENNIFER ZAHRY AND SENIOR DEPUTY CHIEF LEGAL OFFICER KRISTEN MCDONALD REPORTED THE FOLLOWING:

- LEGISLATIVE UPDATES

HEARD PRESENTATION

COMMITTEE REPORTS

19. Report from Committee Chairs:

- Administrative Committee: HUGHES – MEETING TO BE SCHEDULED
- Finance Committee: SANDERS – NO REPORT
- Investment Committee: WHITEZELL – NO REPORT

REFERRALS TO STAFF, ANNOUNCEMENTS, OR REPORTS

20. On their own initiative, Board members may make a brief announcement, refer matters to staff, subject to KCERA's rules and procedures, or make a brief report on their own activities – NONE

NEW BUSINESS

21. Consider, discuss, and take possible action to agendize one or more items for future meetings of the Board of Retirement – NONE

22. ADJOURNED: 11:24 A.M.

Dominic D. Brown

Secretary, Board of Retirement

Joseph D. Hughes

Chair, Board of Retirement