

PERSONNEL, AUDITS, AND HIRING COMMITTEE REPORT relative to the exemption of one Chief Investment Officer position (Class Code 9147) for the Department Fire and Police Pensions (DFPP) from the Civil Service pursuant to Charter Section 1001(b).

Recommendation for Council action:

APPROVE the exemption of one Chief Investment Officer position (Class Code 9147) for the DFPP from the Civil Service pursuant to Charter Section 1001(b).

Fiscal Impact Statement: None submitted by the Mayor. Neither the City Administrative Officer nor the Chief Legislative Analyst has completed a financial analysis of this report.

Community Impact Statement: None submitted.

**TIME LIMIT FILE – JUNE 2, 2023**

**(LAST DAY FOR COUNCIL ACTION – JUNE 2, 2023)**

Summary:

On May 16, 2023, your Committee considered May 10, 2023 communication from the Mayor relative to the exemption of one Chief Investment Officer position (Class Code 9147) for the DFPP from the Civil Service pursuant to Charter Section 1001(b). According to the Mayor, the Chief Investment Officer was previously approved for exemption under 1001 (b) by the City Council (Council File No. 20-0699) and was subsequently filled. The position was vacated on June 18, 2022, and deleted from the count.

Charter Section 1001 (b)(1) requires that, “when the position is vacated, the exemption shall terminate unless re-authorized in accordance with this subsection.” Charter Section 1001(b) allows up to 150 persons to be exempt, of which 134 are approved, and an additional six are pending approval. Approval of this request will increase the count. As of May 10, 2023, this request will be in the 141st position of the 150 exemptions. There are an additional 50 exempt positions added by the City Council pursuant to Charter Section 1001(b)(4), of which five are filled.

The Chief Investment Officer will manage LAFPP’s \$29.3 billion investment portfolio, serves as the investments expert for the Board of Fire and Police Pensions Commissioners, and reports directly to the LAFPP General Manager; will plan, develop, and evaluate investment policies and strategies for a defined benefit pension plan; act as advisor on all investment matters including developments in capital markets and economic forecasts, and custody operations of the Fund and the securities lending program; maintains contact with members of the investment community to stay current and participate in the development of best practices in the industry; and oversee staff of

investment professionals to implement fund investment policies and operate an institutional investment portfolio. After consideration and having provided an opportunity for public comment, the Committee moved to recommend approval of the requested exemption. This matter is now submitted to Council for its consideration.

Respectfully Submitted,

Personnel, Audits, and Hiring Committee

A large, stylized handwritten signature in black ink, likely belonging to a council member, written over the text of the Personnel, Audits, and Hiring Committee.

<b>COUNCILMEMBER</b>	<b>VOTE</b>
McOSKER:	YES
PRICE:	YES
SOTO-MARTINEZ:	YES

ARL

5/16/23

**-NOT OFFICIAL UNTIL COUNCIL ACTS-**