

PERSONNEL AND ANIMAL WELFARE COMMITTEE REPORT relative to the exemption of one Chief Investment Officer (Class Code 9147) position for the Los Angeles Department of Fire and Police Pensions (LAFPP) from the Civil Service provisions of the City Charter.

Recommendation for Council action:

APPROVE the exemption of one Chief Financial Officer (Class Code 9147) position for the LAFPP from the Civil Service provisions of the City Charter 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 - JULY 1, 2020

(LAST DAY FOR COUNCIL ACTION - JULY 1, 2020)

Summary:

On June 11, 2020, your Committee considered a June 4, 2020 Communication from the Mayor relative to the exemption of one Chief Financial Officer (Class Code 9147) position for the LAFPP from the Civil Service provisions of the City Charter pursuant to Charter Section 1001(b). According to the Mayor, 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 142 are approved, and two are pending. Approval of this request will increase the count. As of June 4, 2020, this request will be in the 143rd 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 nine are filled.

The Chief Investment Officer will manage LAFPP's \$23.3 billion investment portfolio; working with the Board of Pension Commissioners 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 exemption for the LAFPP as detailed in the above recommendation. This matter is now submitted to Council for its consideration.

Respectfully Submitted,

PERSONNEL AND ANIMAL WELFARE COMMITTEE

MEMBER VOTE

KORETZ: YES

LEE: YES

PRICE: YES

ARL

6/11/20

-NOT OFFICIAL UNTIL COUNCIL ACTS-