



Executive Staff:

Eric Stern  
Chief Executive Officer

Steve Davis  
Chief Investment Officer

Kathryn T. Regalia  
Chief Operations Officer

Stephen Hawley  
Chief Strategy Officer

## AGENDA

### REGULAR MEETING OF THE BOARD OF RETIREMENT

### SACRAMENTO COUNTY EMPLOYEES' RETIREMENT SYSTEM

Members of the Board of Retirement:

Rick Fowler, President  
Appointed by the Board of Supervisors

John B. Kelly, Vice President  
Appointed by the Board of Supervisors

Keith DeVore, Vice President  
Appointed by the Board of Supervisors

James A. Diepenbrock  
Appointed by the Board of Supervisors

Diana Gin  
Elected by the Miscellaneous Members

Ben Lamera  
Ex Officio, Director of Finance

Alan Matré, CPA  
Elected by the Miscellaneous Members

Kathy O'Neil  
Elected by the Retired Members

Matt Petersen  
Elected by the Safety Members

John Conneally  
Elected by the Safety Members

Martha J. Hoover  
Elected by the Retired Members

WEDNESDAY, JANUARY 16, 2019

10:00 A.M.

Location: SCERS Board Room  
980 9<sup>th</sup> Street, 19<sup>th</sup> Floor  
Sacramento, California 95814

### OPEN SESSION

Item 1. **Swearing-In Ceremony**

Item 2. **Call to Order**

Item 3. **Public Comment**

Matters under the jurisdiction of the Board may be addressed by the general public at the start of the meeting. Total meeting time allotted for the Public Comment item is up to fifteen (15) minutes.

Item 4. **Minutes**

The Minutes of the December 19, 2018 regular meeting to be approved.

### CONSENT MATTERS – Items 5 - 9:

Consent matters are acted upon as one unit. If the Chair removes an item from the Consent Calendar for discussion, it will be heard as the last item(s) of the Administrative Matters, Benefit Matters, Investment Matters, or Closed Session, as appropriate. If a Consent item containing one or more recommendations to the Board is approved on Consent the recommendation(s) therein are approved.

**Item 5. Disability Retirement Applications**

- A. MIERZWAK, Marjorie; Proposed decision of Administrative Law Judge dated November 14, 2018.
- B. ORNELAS, Ramona; Proposed decision of Administrative Law Judge dated December 6, 2018.
- C. Reference: General Law and Authorized Board Actions on Disability Retirement Proposed Decisions

**Item 6. CEO Delegated Authority Expense Report**

**Item 7. Placement Agent Disclosure Report – Fourth Quarter 2018**

**Item 8. Monthly Investment Manager Activity, Compliance and Watch List Report – December 2018**

**Item 9. Monthly Report of New Investment Activity – December 2018**

**EXECUTIVE REPORTS:**

**Item 10. Chief Executive Officer’s Report (no action requested)**

**Item 11. Chief Investment Officer’s Report (no action requested)**

**ADMINISTRATIVE MATTERS:**

**Item 12. Investment Accounting Request For Proposal**

Staff to recommend Board authorize the development and issuance of a Request for Proposal related to private market accounting and reporting services. Deliberation and action.

**Item 13. IT Modernization Program Quarterly Review**

Presentation by Staff on status and estimated costs for SCERS IT modernization program. Receive and file.

**Item 14. Strategic Management Plan – Quarterly Performance Report**

Chief Strategy Officer to present report on progress toward meeting goals identified in the 2018-19 Strategic Management Plan. Receive and file.

**BENEFIT MATTERS:**

**Item 15. Ratification of Retirement Application Policy**

Staff to present policy for Board to delegate approval of service retirement applications to Chief Executive Officer and ratify service retirement applications in a monthly Board report. Staff to recommend ratification of service retirement applications for December 2018. Deliberation and action.

**INVESTMENT MATTERS:**

**Item 16. Investment Manager Recommendation – Domestic Equity 130/30 equity extension**

Staff and Verus to recommend engagement of D.E. Shaw Investment Management to manage an additional allocation to the existing 130/30 active equity extension investment strategy, with a presentation by the firm regarding its capabilities. Deliberation and action.

**CLOSED SESSION**

**Item 17. Conference with Legal Counsel- Anticipated Litigation**

Significant exposure to litigation pursuant to subdivision (b) of Section 54956.9 of the Government Code (one case).

**OPEN SESSION**

Any actions taken in closed session to be reported in open session.

**ADJOURNMENT**