



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

WEDNESDAY, MARCH 20, 2019

10:00 A.M.

Location: **SCERS Board Room**
980 9th Street, 19th Floor
Sacramento, California 95814

OPEN SESSION

Item 1. **Call to Order**

Item 2. **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 3. **Minutes**

The Minutes of the February 20, 2019 regular meeting to be approved.

CONSENT MATTERS – Items 4 - 7:

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.

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

Item 4. **Disability Retirement Applications**

- A. CAMPOS, Alise; Proposed decision of Administrative Law Judge dated February 4, 2019.
- B. STEPHENS, Wayne; Staff recommendation dated March 20, 2019.
- C. WISE, Nathan; Staff recommendation dated March 20, 2019.
- D. Reference: General Law and Authorized Board Actions on Disability Retirement Proposed Decisions

Item 5. **Ratification of Service Retirement Application Approvals– February 2019**

Item 6. **Monthly Investment Manager Activity, Compliance and Watch List Report – February 2019**

Item 7. **Monthly Report of New Investment Activity – February 2019**

EXECUTIVE REPORTS:

Item 8. **Chief Executive Officer’s Report (no action requested)**

Item 9. **Chief Investment Officer’s Report (no action requested)**

ADMINISTRATIVE MATTERS:

Item 10. **CEO Delegated Authority Policy for Expenses**

Staff to recommend Board approve proposed revisions to CEO Delegated Authority Policy for Expenses. Deliberation and action.

Item 11. **Actuarial Funding Risk Assessment Report**

Segal Consulting to present risk assessment to review historical factors that have caused changes in SCERS’ funded status and contribution rates, and to identify risks that may affect the plan’s future financial condition. Receive and file.

BENEFIT MATTERS:

Item 12. **Post-Retirement Employment Policy – Discussion Draft**

Staff to present discussion draft of proposed revisions to the Post-Retirement Employment Policy for dissemination to stakeholders. Deliberation and action.

INVESTMENT MATTERS:

Item 13. **Education on Private Equity Investments**

Staff and TSG Consumer Partners to present overview of SCERS’ investment in buyout strategy that focuses on consumer industries. Receive and file.

Item 14. **Investment Policy Statement Revision**

Staff to recommend Board approve technical updates to Investment Policy Statements that clarify signature authority for Chief Executive Officer and conform to the Master Investment Policy Statement asset-level benchmarks. Deliberation and action.

Item 15. **Quarterly Investment Performance Report – Alternative Assets**

Cliffwater, LLC to present the performance report for the periods ended December 31, 2018 for the Absolute Return portfolio, and the period ended September 30, 2018 for the Private Equity, Private Credit, Real Assets, and Opportunities portfolios. Receive and file.

Item 16. **Quarterly Investment Performance Report – Real Estate**

Townsend Group to present the performance report on real estate investments for the quarter ended December 31, 2018. Receive and file.

CLOSED SESSION

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

Significant exposure to litigation pursuant to subdivision (b) of Section 54956.9 (one case)

Item 18. **Performance Evaluation – Chief Executive Officer**

Public employee performance evaluation pursuant to Section 54957 of the Government Code.

OPEN SESSION

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

ADJOURNMENT