



Executive Staff:

Richard Stensrud
Chief Executive Officer

Scott Chan
Chief Investment Officer

Kathryn T. Regalia
Chief Operations Officer

John W. Gobel, Sr.
Chief Benefits Officer

Members of the Board of Retirement

James A. Diepenbrock, President
Appointed by the Board of Supervisors

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

William D. Johnson, Second Vice President
Elected by the Safety Members

Keith DeVore
Appointed by the Board of Supervisors

Richard B. Fowler II
Appointed by the Board of Supervisors

Diana Gin
Elected by the Miscellaneous Members

Kathy O'Neil
Elected by the Miscellaneous Members

Julie Valverde
Ex Officio, Director of Finance

Nancy Wolford-Landers
Elected by the Retired Members

John Conneally
Elected by the Safety Members

Michael DeBord
Elected by the Retired Members

AGENDA

RETIREMENT BOARD MEETING, WEDNESDAY, DECEMBER 19, 2012

A special meeting of the Retirement Board will be held in the Sacramento County Employees' Retirement System Administrative Office, 980 9th Street, 19th Floor, Sacramento, California, on Wednesday, December 19, 2012, at 10:00 a.m.

OPEN SESSION:

PUBLIC COMMENT:

ITEM 1. Matters under the jurisdiction of the Board may be addressed by the general public prior to the regular agenda. Scheduled from 10:00 a.m. to 10:15 a.m. (fifteen minutes).

MINUTES:

ITEM 2. The Minutes of the November 8, 2012 and December 5, 2012 special meetings to be approved.

CONSENT MATTERS:

Items 3-9

Consent matters are acted upon as one unit. If an item is taken off the Consent Calendar for discussion, it will be heard as the last item(s) of the Closed Session, Administrative Matters, or Investment Matters, as appropriate.

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CONSENT MATTERS (continued):

- ITEM 3. BROWN, Gail A.: Deliberation and action on the Application for Disability Retirement per confidential memorandum from the Chief Benefits Officer dated November 30, 2012.
- ITEM 4. ESTEP, Karen J.: Deliberation and action on the Application for Disability Retirement per confidential memorandum from the Chief Benefits Officer dated December 14, 2012.
- ITEM 5. GILDBERG, Nancy M.: Deliberation and action on the Application for Disability Retirement per Proposed Decision of Referee dated October 18, 2012.
- ITEM 6. Deliberation and action on the proposed interest crediting rate for member contribution accounts for the six month period ending December 31, 2012.
- ITEM 7. Deliberation and action on a recommended increase in the authorized contract amount for the engagement with Nossaman LLP to provide legal services related to disability retirement determinations.
- ITEM 8. Deliberation and action on a proposed change to the official day and starting time for regular SCERS Board Meetings.
- ITEM 9. Presentation of the November 2012 Monthly Investment Manager Compliance Report and Watch List, with the report to be received and filed and deliberation and action on any recommendations made in the report.

CLOSED SESSION:

No items scheduled, but matters may be considered in Closed Session, as permitted by law, if necessary.

OPEN SESSION:

ADMINISTRATIVE MATTERS:

- ITEM 10. Chief Executive Officer's Report (no action requested)
- Updates on developments affecting public retirement systems;
 - Report on miscellaneous system and staff activities.
- ITEM 11. Presentation of the Independent Auditor's Report, Report on Internal Controls and Compliance, and Report to the Board of Retirement for the Fiscal Years Ended June 30, 2012 and 2011 by Macias Gini & O'Connell, with the reports to be received and filed.

ADMINISTRATIVE MATTERS (continued):

- ITEM 12. Presentation of the SCERS Comprehensive Annual Financial Report (CAFR) for the Fiscal Years Ended June 30, 2012 and 2011 by the Chief Operations Officer, with the report to be received and filed.
- ITEM 13. Deliberation and action on a proposed SCERS Board Education Policy.
- ITEM 14. Deliberation and action on recommended parameters for determining the pay elements that will count as retirement benefit-eligible compensation effective January 1, 2013.
- ITEM 15. Deliberation and action on a proposed memorandum of understanding with the Superior Court County of Sacramento regarding a replacement benefit plan sponsored by the Superior Court.

INVESTMENT MATTERS:

- ITEM 16. Presentation of the quarterly performance report for the private equity, hedge fund, real assets and opportunities asset classes by Cliffwater LLC, with the report to be received and filed and deliberation and action on any recommendations made in the report.
- ITEM 17. Presentation of the quarterly performance report on real estate investments by the Townsend Group, with the report to be received and filed and deliberation and action on any recommendations made in the report.
- ITEM 18. Deliberation and action on recommendations to facilitate reaching the target allocation level in the hedge fund asset class.
- ITEM 19. Educational presentation by Cliffwater LLC and Staff regarding considerations in making private equity investments in emerging market countries, with the presentation materials to be received and filed.