



Board of Retirement Regular Meeting

Sacramento County Employees' Retirement System

Agenda Item 11

MEETING DATE: September 16, 2020

SUBJECT: Investment Manager Changes – August 2020 Board Action in Closed Session

SUBMITTED FOR: Consent Deliberation and Action Receive and File

PURPOSE

At the August 19, 2020 Board meeting (closed session agenda item 5), the Board approved Staff and Verus' recommended investment manager change within SCERS' Domestic Equity asset class, and authorized Staff to determine the most effective method to transition assets. Public disclosure at that time was not required pursuant to Government Code Section 54956.81, which states that a pension fund may hold a closed session to consider the purchase or sale of particular, specific pension fund investments.

Staff has completed the transition of assets related to this approval, and therefore the attached Board Order satisfies all public disclosure requirements.

ATTACHMENTS

- Retirement Board Order

Prepared by:

/S/

Steve Davis
Chief Investment Officer

Reviewed by:

/S/

Eric Stern
Chief Executive Officer



Retirement Board Order

Sacramento County Employees' Retirement System

**Before the Board of Retirement
August 19, 2020**

MOTION:

Investment Manager Change in Domestic Equity Asset Class

THE BOARD OF RETIREMENT hereby accepts the recommendation of Staff to take the following actions:

- 1) Terminate the investment with SCERS' domestic equity small cap value manager Dalton, Greiner, Hartman, Maher & Co., LLC (DGHM).
- 2) Authorize Staff to develop and implement an interim solution with manager State Street Global Markets (SSGM), the broker-dealer and investment management division of SCERS' custodian, State Street Bank.
- 3) Authorize Staff to conduct a manager replacement search for a domestic equity small cap value manager to replace DGHM.

I HEREBY CERTIFY that the above order was passed and adopted on August 19, 2020, by the following vote of the Board of Retirement, to wit:

AYES: Fowler, Kelly, DeVore, Gin, Comerchero, Petersen, Hoover

NOES: None

ABSENT: Lamera, Diepenbrock

ABSTAIN: None

ALTERNATES (Present but not voting): O'Neil

A handwritten signature in black ink, appearing to read "Richard B. Fowler II".

Richard B. Fowler II
Board President

A handwritten signature in black ink, appearing to read "Eric Stern".

Eric Stern
Chief Executive Officer and
Board Secretary