



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

Dave Comerchero
Elected by the Miscellaneous Members

Diana Gin
Elected by the Miscellaneous Members

Martha J. Hoover
Elected by the Retired Members

Matt Petersen
Elected by the Safety Members

Ben Lamera
Ex-Officio, Director of Finance

Kathy O' Neil
Elected by the Retired Members

Jack Philip
Elected by the Safety Members

Executive Staff:

Eric Stern
Chief Executive Officer

Steve Davis
Chief Investment Officer

Stephen Lau
General Counsel

Mario Sierras
Chief Benefits Officer

AGENDA

REGULAR MEETING OF THE BOARD OF RETIREMENT

SACRAMENTO COUNTY EMPLOYEES' RETIREMENT SYSTEM

WEDNESDAY, MARCH 17, 2021

10:00 A.M.

Zoom Teleconference

(Please see public participation information at the bottom of this Agenda)

OPEN SESSION

Item 1. **Call to Order**

Item 2. **Swearing-In Ceremony – Alternate Safety Trustee**

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.

CONSENT MATTERS – Items 4-10:

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 4. **Minutes of the February 17, 2021 Regular Meeting**

Item 5. **Disability Retirement Applications**

- A. HERNANDEZ, Victor; Proposed Decision of Administrative Law Judge dated January 19, 2021.
- B. WALL, Scott; Staff recommendation dated March 17, 2021.
- C. WATSON, James; Staff recommendation dated March 17, 2021.
- D. Reference: General Law and Authorized Board Actions on Disability Retirement Proposed Decisions

Item 6. **Ratification of Service Retirement Application Approvals – February 2021**

Item 7. **Report on Resolution of Subrogation Claim**

Item 8. **State Association of County Retirement Systems Legislative Update – March 2021**

Item 9. **Monthly Investment Manager Activity, Compliance and Watch List Report -- February 2021**

Item 10. **Monthly Report of New Investment Activity – February 2021**

EXECUTIVE REPORTS:

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

Item 12. **Chief Investment Officer’s Report (no action requested)**

ADMINISTRATIVE MATTERS:

Item 13. **Actuarial Funding Risk Assessment Report**

Segal 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.

Item 14. **Actuarial Funding Policy**

Staff and Segal to provide overview of Actuarial Funding Policy, with Staff to recommend the Board affirm the policy. Deliberation and action.

Item 15. **Interest Crediting and Unallocated Earnings Policy**

Staff and Segal to provide overview of Interest Crediting and Unallocated Earnings Policy, with Staff to recommend the Board adopt clarifying amendment regarding the current offset to member COLA contributions. Deliberation and action.

INVESTMENT MATTERS:

Item 16. Enterprise Risk Tolerance Survey

Staff and Verus to provide results of Enterprise Risk Tolerance Survey. Receive and file.

Item 17. Fiduciary Standard of Care Policy

Staff to recommend the Board (1) adopt the proposed Alternative Asset Investment Standard of Care Policy; (2) adopt the proposed revisions to Section 1.A.V. of the Master Investment Policy Statement; and (3) replace the current Fiduciary Standard Policy (Policy No. 015).

Item 18. Quarterly Investment Performance Report – Alternative Assets

Cliffwater, LLC to present the performance report for the periods ended December 31, 2020 for the Absolute Return portfolio, and the period ended September 30, 2020 for the Private Equity, Private Credit, Real Assets, and Opportunities portfolios. Receive and file.

Item 19. Quarterly Investment Performance Report – Real Estate

Townsend Group to present the performance report on real estate investments for the quarter ended December 31, 2020. Receive and file.

ADJOURNMENT

Public Participation Information

Pursuant to Governor Newsom’s Executive Order N-29-20, the Board of Retirement shall hold its March 17, 2021 meeting via teleconferencing and without a physical meeting location. Members of the public have several options for observing and/or addressing the meeting:

If you wish to listen to the meeting only, you can call in at +1 669 254 5252 or +1 669 216 1590 or +1 646 828 7666 or +1 551 285 1373 - Webinar ID: 161 033 4393.

If you wish to watch the meeting and/or address the Board, you can connect using the Zoom video-conferencing system. In order to do so, you must have an Internet-connected PC or Mac, or an Internet-connected mobile device. If you wish to address the Board, you will also need a microphone. If connecting from a mobile device, please download the necessary Zoom app in advance of the meeting. You can access the meeting [here](#). Further detailed instructions on using Zoom can be found at this link: <https://www.scers.org/post/zoom-instructions>.

If you do not have access to Zoom video-conferencing and wish to address the Board, please contact SCERS at SacRetire@saccounty.net by no later than March 16, 2021 at 12:00 p.m. so that arrangements can be made for you to address the Board by telephone at a pre-determined time.

If you are an individual with a disability, and you require a modification or accommodation to the above procedures in order to observe or address the meeting, please contact General Counsel Stephen Lau at laus@saccounty.net or (916) 874-5706.

Out of an abundance of caution, and as a precaution against technical difficulties, we strongly recommend that any member of the public who wishes to address the Board email their comments to SCERS in advance to ensure that the Board will receive and consider them. Such comments may be emailed to SCERS at SacRetire@saccounty.net. Failure to submit comments in advance would not preclude addressing the Board during the meeting.

Please be advised that the Board meeting will be recorded in its entirety.