



Executive Staff:

Eric Stern
Chief Executive Officer

Margo Allen
Chief Operations Officer

Steve Davis
Chief Investment Officer

Keith Riddle
Chief Benefits Officer

Timothy Taylor
Chief Technology Officer

Jason Morrish
General Counsel

AGENDA

REGULAR MEETING OF THE BOARD OF RETIREMENT

SACRAMENTO COUNTY EMPLOYEES' RETIREMENT SYSTEM

Members of the Board of Retirement:

Keith DeVore, President
Appointed by the Board of Supervisors

James Diepenbrock, Vice President
Appointed by the Board of Supervisors

Robert Aguallo Jr.
Appointed by the Board of Supervisors

Ronald Suter
Appointed by the Board of Supervisors

Chad Rinde
Ex Officio, Director of Finance

Alina Mangru
Elected by the Miscellaneous Members

M. Tapa Banda
Elected by the Miscellaneous Members

Jack Noble
Elected by the Safety Members

Chris Giboney
Elected by the Safety Members (Alternate)

Martha Hoover
Elected by the Retired Members

Dave Irish
Elected by the Retired Members (Alternate)

**WEDNESDAY, AUGUST 16, 2023
10:00 A.M.**

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

Live-stream at www.scers.org

OPEN SESSION

Item 1. Call to Order/Roll Call

Item 2. Election of Board Officers

Recommendation for the Board to nominate and elect officers for 2023-24.

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 - 14:

Consent matters are acted upon as one unit. If the Chair removes an item from the Consent Calendar for discussion, it will be heard at the appropriate time. If an item containing one or more recommendations to the Board is approved on Consent, the recommendation(s) therein are approved.

Item 4. Minutes of the June 21, 2023 Regular Meeting

Recommendation to approve the minutes of the June 21, 2023 Regular Meeting.

Item 5. Minutes of the June 15, 2023 Audit Committee Meeting

Recommendation to approve the minutes of the June 15, 2023 Audit Committee Meeting.

Item 6. Disability Retirement Applications

Recommendation to adopt Staff's recommendations for the following Disability Retirement Applications:

- A. ERHART, Andrew (Deputy Sheriff, Sheriff's Department): Grant a service-connected disability retirement.
- B. MILLER, Allen (Deputy Sheriff, Sheriff's Department): Grant a service-connected disability retirement.
- C. NEWMAN, Jess (Deputy Sheriff, Sheriff's Department): Grant a service-connected disability retirement.
- D. PAHL, Hunter (Deputy Sheriff, Sheriff's Department): Grant a service-connected disability retirement.
- E. ROCHESTER, Catherine (Deputy Sheriff, Sheriff's Department): Grant a service-connected disability retirement.
- F. ROMERO, Annette (Printing Service Operator, Department of General Services): Grant a non-service-connected disability retirement.
- G. RUEB, Aaron (Water Systems Operator, Department of Water Resources): Grant a service-connected disability retirement.

Item 7. Ratification of Service Retirement Application Approvals—June and July 2023

Recommendation to ratify the Service Retirement Application Approvals for June and July 2023.

Item 8. State Association of County Retirement Systems Legislative Update—August 2023

Recommendation to receive and file the State Association of County Retirement Systems (SACRS) Legislative Update for August 2023.

Item 9. CEO Delegated Authority Expense Quarterly Report—Second Quarter 2023

Recommendation to receive and file the CEO Delegated Authority Expense Report for the quarter ended June 2023.

Item 10. Sacramento County 2023-24 Contribution Prepayment

Recommendation to receive and file report confirming County contribution prepayment for fiscal year 2023-24.

CONSENT MATTERS – CONTINUED:

- Item 11. Portfolio Allocation and Rebalancing Report—Second Quarter 2023**
Recommendation to receive and file the Portfolio Allocation and Rebalancing Report for Second Quarter 2023.
- Item 12. Quarterly Investment Compliance and Watch List Report—Second Quarter 2023**
Recommendation to receive and file the Quarterly Investment Manager Compliance and Watch List Report—Second Quarter 2023.
- Item 13. 2023 Alternative Asset Fee and Expense Report**
Recommendation to receive and file the 2023 Alternative Asset Fee and Expense Report.
- Item 14. Monthly Report of Investment Activity—June and July 2023**
Recommendation to receive and file the Monthly Report of Investment Activity—June and July 2023.

EXECUTIVE REPORTS:

- Item 15. Chief Executive Officer’s Report (no action requested)**
- Item 16. Chief Investment Officer’s Report (no action requested)**
- Item 17. Chief Benefits Officer’s Report (no action requested)**

ADMINISTRATIVE MATTERS:

- Item 18. Actuarial Experience Study**
Recommendation to approve the assumptions recommended in the Actuarial Experience Study to be used in the actuarial valuation as of June 30, 2023, including a reduction in the investment return to 6.50%, and approve a phase-in of the unfunded liability contribution-rate increase; or, approve the alternative assumptions recommended in the Actuarial Experience Study to be used in the actuarial valuation as of June 30, 2023, maintaining the 6.75% investment return assumption.
- Item 19. Strategic Management Plan Quarterly Performance Report**
Recommendation to receive and file an update on activities and progress related to the 2023 Strategic Management Plan.
- Item 20. Proposed Special Meeting Agenda Review**
Recommendation to review proposed draft agenda for September 18, 2023, Special Meeting and provide direction to Staff.
- Item 21. Records Retention Policy**
Recommendation to approve minor amendments to Records Retention Policy.
- Item 22. Staff Background Check Policy**
Recommendation to approve minor amendments to the Staff Background Check Policy.

INVESTMENT MATTERS:

Item 23. Global Equity Manager Recommendation

Recommendation to approve an investment of approximately \$75 million with Allspring Global Investments (Global Closed End Fund Equity Strategy) and authorize the Chief Executive Officer to execute necessary documents and agreements; and, authorize Staff to determine the most effective method for transitioning assets and execute any necessary documents or agreements to effectuate the transition of assets.

Item 24. Total Fund Investment Performance Report—Second Quarter 2023

Recommendation to receive and file performance report for the second quarter ended June 30, 2023, as presented by Verus Advisory.

OTHER MATTERS:

Item 25. Comments from Members of the Board of Retirement

CLOSED SESSION

Item 26. CONFERENCE WITH LEGAL COUNSEL—ANTICIPATED LITIGATION

Pursuant to Government Code Section 54956.9(d)(2), this session shall be closed for the Board to discuss significant exposure to litigation to which SCERS may be a party in one (1) case.

Item 27. CONFERENCE WITH LEGAL COUNSEL—INITIATE LITIGATION

Pursuant to Government Code Section 54956.9(d)(4), this session shall be closed for the Board to discuss a decision whether to initiate litigation in one (1) case.

Item 28. PERSONNEL MATTERS—EMPLOYEE DISABILITY RETIREMENT APPLICATIONS

Pursuant to Government Code Section 54957(b), this session shall be closed for the Board to discuss the employment of public employees, specifically, the disability retirement applicants referenced in Item 6, above. This item will be withdrawn in whole or in part if approved on Consent as recommended by staff.

ADJOURNMENT