



BOARD AND STAFF TRADING POLICY

PURPOSE

The purpose of this policy is to assure Sacramento County Employees' Retirement System ("SCERS") Trustees and employees comply with fiduciary responsibility and the federal securities laws regarding "insider trading."

POLICY

SCERS, its Trustees and employees, shall endeavor in good faith to avoid obtaining insider information relating to securities that SCERS holds, or may acquire. Notwithstanding, should they come into possession of such insider information they shall take reasonable steps to avoid violating standards of fiduciary behavior and the federal securities laws regarding the use of such insider information.

APPLICATION

A. Guidelines

1. The steps to be taken by Trustees or employees of SCERS who come into possession of insider information in order to comply with fiduciary duties and the federal securities laws shall include, but not be limited to, the following:
 - a. Keep the information strictly confidential, and scrupulously avoid disclosing it to any person (including relatives, friends and associates), unless such persons are reasonably required to know such information in the course and scope of their employment or position with SCERS.
 - b. Refrain from any participation, direct or indirect, in the making of any investment decision regarding the sale or purchase of any security to which the insider information reasonably relates ("trade"), for so long as the information continues to be unavailable to the public, whether for the benefit of SCERS or any other person.
 - c. Consult with the General Counsel prior to any such trade.
2. The General Counsel is designated the Compliance Officer for purposes of assuring that all Trustees and staff are properly advised of their responsibilities under this Policy, and to take such steps as may be reasonable to correct any deficiencies in compliance with this Policy as discovered in the course of his or her duties.
3. SCERS shall provide appropriate education and training of its Trustees and employees regarding their responsibilities and duties under this Policy.

B. Excluded Transactions

The following transactions are excluded by their nature from those which may otherwise involve the making of an investment decision by a Trustee or employee regarding the sale or purchase of any security to which insider information may relate:

1. Transactions made by any external Investment Manager with discretion to trade securities so long as no insider information has been shared with the Investment Manager.
2. Transactions made to substantially duplicate an Index in the ordinary course of business.
3. Specific transactions mandated by legal agreement or binding instructions executed prior to the receipt of insider information.

C. Common Examples of Insider Trading

Common, but by no means the only, examples of categories of information that may be considered insider information include:

- Significant changes in management
- Impending bankruptcy or significant exposure to litigation
- Stock splits or consolidations
- Mergers and acquisitions
- New product development

BACKGROUND

SCERS, its Trustees and employees are committed to managing system resources with the highest level of professionalism and fiduciary responsibility, and acknowledge that in pursuing their fiduciary duties they may also be subject to the anti-fraud provisions of the federal securities laws and rules promulgated thereunder by the Securities and Exchange Commission ("SEC"). Section 10(b) of the Securities and Exchange Act of 1934 and Rule 10b 5 promulgated by the SEC prohibit the purchase or sale of securities on the basis of material, nonpublic information ("insider information") acquired by "insiders" who acquire such information in the context of a relationship of trust or confidence or by "tippees" who may acquire such information from any "insider."

For purposes of this Policy information shall be considered material if it is foreseeable that it would be considered important to a reasonable investor in making an investment decision regarding the sale or purchase of the securities to which the information relates. Trustees and employees of SCERS may come into possession of insider information whether as an insider, or as a tippee.

RESPONSIBILITIES

Executive Owner: Chief Investment Officer

POLICY HISTORY

Date	Description
08-01-2018	Renumbered from 030
12-20-2017	Board affirmed in revised policy format
04-21-2011	Board approved new policy