



Executive Staff:

Annette St. Urbain
Interim Chief Executive Officer

Steve Davis
Chief Investment Officer

Robert L. Gaumer
General Counsel

Kathryn T. Regalia
Chief Operations Officer

John W. Gobel, Sr.
Chief Benefits Officer

Stephen Hawley
Chief Strategy Officer

AGENDA

SPECIAL MEETING OF THE BOARD OF RETIREMENT

SACRAMENTO COUNTY EMPLOYEES' RETIREMENT SYSTEM

TUESDAY, NOVEMBER 7, 2017

1:00 P.M.

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

OPEN SESSION

Item 1. **Call to Order**

Item 2. **Public Comment**

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

Item 3. **Minutes**

The Minutes of the October 18, 2017 regular meeting to be approved.

CONSENT MATTERS – Items 4 - 8:

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, 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.

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

Steven L. Baird
Elected by the Miscellaneous Members

James A. Diepenbrock
Appointed by the Board of Supervisors

Ben Lamera
Ex Officio, Director of Finance

Alan Matré, CPA
Elected by the Miscellaneous Members

Kathy O'Neil
Elected by the Retired Members

Chris A. Pittman
Elected by the Safety Members

John Conneally
Elected by the Safety Members

Martha J. Hoover
Elected by the Retired Members

Item 4. **Disability Retirement Applications**

- A. BENUZZI, Mark; Staff recommendation dated November 7, 2017
- B. CAPANNA, John; Proposed Decision of Administrative Law Judge dated September 25, 2017
- C. NOBLE, Deborah M.; Proposed Decision of Administrative Law Judge dated September 28, 2017
- D. ROBERTS, Kenneth M.; Staff recommendation dated November 7, 2017
- E. SCHUMAKER, Shannon; Proposed Decision of Administrative Law Judge dated October 5, 2017
- F. Reference; General Law and Authorized Board Actions on Disability Retirement Proposed Decisions

Item 5. **Quarterly Summary of Selected Fees and Costs for Outside Legal Services – First Quarter FY**

Item 6. **Portfolio Rebalancing Report – Third Quarter 2017**

Item 7. **Quarterly Trading Activity and Commission Recapture Report – Third Quarter 2017**

Item 8. **Monthly Report of New Investment Activity – October 2017**

ADMINISTRATIVE MATTERS:

Item 9. **Interim Chief Executive Officer's Report** (no action requested)

- Updates on developments affecting public retirement systems;
- Report on miscellaneous system and staff activities.

Item 10. **Actuarial Valuation and Review and GASB 67 Report as of June 30, 2017**

Segal Consulting to present the SCERS' Actuarial Valuation as of June 30, 2017, and employer and member contribution rates for the 2018-19 fiscal year, and SCERS' GASB 67 Report as of June 30, 2017. Receive and file, with deliberation and action on any recommendation(s) made in the report(s).

Item 11. **Consulting Actuary's Comments on Auditing Actuary's Report**

Letter from Segal Consulting regarding Audit Findings from Cheiron on SCERS' June 30, 2016 Valuation and Experience Study. Receive and file.

Item 12. **Proposed Amendments to SCERS' Bylaws**

Board to adopt proposed amendments to re-incorporate the Board-approved Disability Retirement Procedures into the SCERS Bylaws, and consolidate all existing SCERS Bylaws into one comprehensive document for publication and reference. Deliberation and action.

Item 13. **Proposed Contract for Pension Administration System (PAS) Implementation Oversight**

Staff recommendation to obtain PAS project management and implementation oversight services as planned and approved as part of SCERS IT Modernization program. Deliberation and action on Resolution SCERS 2017-09.

INVESTMENT MATTERS:

Item 14. **Implementation of Strategic Asset Allocation for Fixed Income Portfolio**

Presentation by Staff and Verus of recommendations for funding and managing SCERS U.S. Treasury allocation. Deliberation and action on Resolution SCERS 2017-10.

Item 15. **Update on Core Real Estate Implementation Plan**

Presentation by Staff and Townsend on progress to date and next steps for SCERS Core Real Estate Separate Account Transition. Receive and file.

Item 16. **Education on SCERS' Real Assets Investments in Agriculture**

Presentation by Agriculture Capital Management on permanent crop investments and the strategy and performance of ACM Fund II to which SCERS subscribed as a limited partner. Receive and File.

CLOSED SESSION

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

ADJOURNMENT