



Executive Staff:

Eric Stern
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

REGULAR MEETING OF THE BOARD OF RETIREMENT

SACRAMENTO COUNTY EMPLOYEES' RETIREMENT SYSTEM

WEDNESDAY, MARCH 21, 2018

10:00 A.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 at the start of the meeting. Total meeting time allotted for the Public Comment item is up to fifteen (15) minutes.

Item 3. **Minutes**

The Minutes of the February 21, 2018 regular meeting to be approved.

CONSENT MATTERS – Items 4 - 9:

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. COOPER, Tracy; Staff recommendation dated March 21, 2018
- B. KOBZA, Kevin; Proposed decision of Administrative Law Judge dated December 26, 2017
- C. Reference: General Law and Authorized Board Actions on Disability Retirement Proposed Decisions

Item 5. **Quarterly Legal Fees**

Item 6. **Semi-Annual Administrative Expense Report**

Item 7. **Investment manager changes within SCERS' Domestic Equity and International Equity asset classes – February 2018 Board Action**

Item 8. **Investment Portfolio Activity Report – February 2018**

Item 9. **Monthly Investment Manager Activity, Compliance and Watch List Report – February 2018**

ADMINISTRATIVE MATTERS:

Item 10. **Chief Executive Officer's Report** (no action requested)

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

Item 11. **Affirmation of Existing SCERS Policies**

Appeal of SCERS' Administrative Decisions Policy – General Counsel to present policy that consolidates existing practices and procedures for appeal of SCERS' administrative decisions. Deliberation and action.

Item 12. **Strategic Planning Update**

Chief Strategy Officer to present an overview of the proposed Strategic Management Program. Receive and file.

Item 13. **IT Modernization Quarterly Review**

Chief Strategy Officer to present quarterly update on IT Modernization efforts. Receive and file.

INVESTMENT MATTERS:

Item 14. **2017 Investment Year in Review and 2018 Annual Investment Plan**

Investment Staff and Consultants to present consolidated Year in Review and Annual Investment Plan. Receive and file, and deliberation and action on any recommendations made in the report.

Item 15. **Quarterly Investment Performance Report – Alternative Assets**

Cliffwater to present the performance report for the private equity, absolute return, real assets, private credit, and opportunities asset classes. Receive and file.

Item 16. **Quarterly Investment Performance Report – Real Estate**

Townsend Group to present the performance report on real estate investments. Receive and file.

CLOSED SESSION

Item 17. **Public Employee Performance Evaluation pursuant to Government Code Section 54957 (b) (1)**

- Chief Executive Officer

ADJOURNMENT