



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

### REGULAR MEETING OF THE BOARD OF RETIREMENT

### SACRAMENTO COUNTY EMPLOYEES' RETIREMENT SYSTEM

WEDNESDAY, SEPTEMBER 20 2017

Upon the Later of

Adjournment of the Special Meeting or 10:00 A.M.

Location: SCERS Board Room  
980 9<sup>th</sup> 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 10:00 a.m. to 10:15 a.m. (fifteen minutes).

Item 3. **Minutes**

The Minutes of the following meetings to be approved:

- August 16, 2017 Regular Meeting
- August 29 & 30, 2017 Special Meeting
- September 5, 2017 Special Meeting
- September 6, 2017 Special Meeting

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

## **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.

### **Item 4. Disability Retirement Applications**

- A. MILLER, Kara V.; Proposed decision of Administrative Law Judge dated July 13, 2017.
- B. MORENO-MADRID, Marcie D.; Disability Review Committee (DRC) staff recommendation dated September 20, 2017.
- C. REED, Lyle A.; DRC staff recommendation dated September 20, 2017.
- D. THOMAS, Kathryn A.; DRC staff recommendation dated September 20, 2017.
- E. VAN BRUNT, David M.; Staff recommendation dated September 20, 2017, following supplemental report from IME dated September 1, 2017, as referred by the Retirement Board.
- F. Reference; General Law and Authorized Board Actions on Disability Retirement Proposed Decisions

### **Item 5. Placement Agent Disclosure Report – Second Quarter 2017**

### **Item 6. Travel Reimbursement for Participation at Global Absolute Return Congress (October 23 - 25, 2017 in Boston, Massachusetts)**

### **Item 7. Monthly Report of New Investment Activity – August 2017**

### **Item 8. Monthly Investment Manager Activity, Compliance and Watch List Report – August 2017**

## **INVESTMENT MATTERS:**

### **Item 9. Proposed Revisions to Absolute Return Portfolio**

Staff and Cliffwater to present proposed revisions to the structure of the Absolute Return portfolio. Deliberation and action.

### **Item 10. Quarterly Investment Performance Report – Alternative Assets**

Cliffwater to present the performance report for the Absolute Return asset class for the periods ending June 30, 2017, and for the Private Equity, Real Assets and Opportunities asset classes for the periods ending March 31, 2017. Receive and file, with deliberation and action on any recommendations made in the report.

Item 11. **Quarterly Investment Performance Report – Real Estate – Second Quarter 2017**

Townsend Group to present the performance report on real estate investments for the quarter ended June 30, 2017. Receive and file, with deliberation and action on any recommendation made in the report.

**ADMINISTRATIVE MATTERS:**

Item 12. **Interim Chief Executive Officer's Report** (no action requested)

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

Item 13. **Investment Consultant Contract Amendments to Extend and Specify Contract Duration**

Chief Investment Officer and General Counsel to present recommended amendments to SCERS' contracts with Verus Advisory Inc. as general investment consultant, Cliffwater, LLC as alternatives assets consultant, and Townsend Holdings, LLC as real estate investment consultant. Deliberation and action.

Item 14. **Consent to Rio Linda Elverta Recreation and Park District's Inclusion in SCERS as a Participating Employer**

General Counsel to present the district's request for the Board's consent, and information on the methodology developed in consultation with the plan actuary for incorporating this new employer into the SCERS plan. Deliberation and action.

Item 15. **Use of Contingency Reserve in June 30, 2017 Actuarial Valuation**

Interim CEO to present recommendation for Board consideration and action in time for plan actuary to incorporate result into the actuarial valuation currently in progress. Deliberation and action.

Item 16. **Annual Report on Disability Retirement Application Processing**

Chief Benefits Officer to present annual summary and analysis of SCERS disability retirement application processing for the fiscal year ended June 30, 2017. Receive and file.

**CLOSED SESSION**

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

**ADJOURNMENT**