



Executive Staff:

Richard Stensrud
Chief Executive Officer

Vacant
Chief Investment Officer

Robert L. Gaumer
General Counsel

Kathryn T. Regalia
Chief Operations Officer

John W. Gobel, Sr.
Chief Benefits Officer

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

Michael DeBord
Elected by the Retired Members

James A. Diepenbrock
Appointed by the Board of Supervisors

Diana Gin
Elected by the Miscellaneous Members

Chris A. Pittman
Elected by the Safety Members

Julie Valverde
Ex Officio, Director of Finance

John Conneally
Elected by the Safety Members

Martha J. Hoover
Elected by the Retired Members

AGENDA

RETIREMENT BOARD MEETING, WEDNESDAY, DECEMBER 16, 2015

A regular meeting of the Retirement Board will be held in the Sacramento County Employees' Retirement System Administrative Office, 980 9th Street, 19th Floor, Sacramento, California, on Wednesday, December 16, 2015, at 10:00 a.m.

OPEN SESSION:

PUBLIC COMMENT:

ITEM 1. 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).

MINUTES:

ITEM 2. The Minutes of the November 9, 2015 special meeting to be approved.

CONSENT MATTERS:

Items 3-12

Consent matters are acted upon as one unit. If an item is taken off the Consent Calendar for discussion, it will be heard as the last item(s) of the Closed Session, Administrative Matters, or Investment Matters, as appropriate.

CONSENT MATTERS (continued):

- ITEM 3. KOONTZ, Daniel L.: Deliberation and action on the Application for Disability Retirement per confidential memorandum from the Chief Benefits Officer dated December 7, 2015.
- ITEM 4. WILLIAMS, Robert R.: Deliberation and action on the Application for Disability Retirement per confidential memorandum from the Chief Benefits Officer dated December 11, 2015.
- ITEM 5. NELSON, Julia: Deliberation and action on the Application for Disability Retirement per Proposed Decision of Referee dated November 5, 2015.
- ITEM 6. CARVER, Kit: Deliberation and action on the Application for Disability Retirement per confidential memorandum from the Chief Benefits Officer dated sometime after December 11, 2015.
- ITEM 7. Deliberation and action on a proposed resolution authorizing the assignment of the contract with Strategic Investment Solutions, Inc. (SIS) for general investment consulting services to Verus Advisory, Inc. (Verus) due to the merger of SIS into Verus.
- ITEM 8. Deliberation and action on a proposed resolution consenting to the ownership change and assignment of the contract with Townsend Holdings LLC (Townsend) for real estate investment consulting services to the successor entity created as a result of the acquisition of Townsend by NorthStar Asset Management Group Inc.
- ITEM 9. Deliberation and action on a proposed two year extension of the contract with the Office of Administrative Hearings to conduct hearings in disability retirement matters.
- ITEM 10. Deliberation and action on the proposed amendment of the fee provisions in the investment management agreement with Weatherbie Capital.
- ITEM 11. Presentation of the November 2015 Investment Portfolio Activity Report, with the materials to be received and filed.
- ITEM 12. Presentation of the October 2015 and November 2015 Monthly Investment Manager Compliance Reports and Watch Lists, with the reports to be received and filed and deliberation and action on any recommendations made in the reports.

CLOSED SESSION:

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

OPEN SESSION:

ADMINISTRATIVE MATTERS:

ITEM 13. Chief Executive Officer's Report (no action requested)

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

ITEM 14. Presentation of the Independent Auditor's Report, Report on Internal Controls and Compliance, and Report to the Board of Retirement for the Fiscal Years Ended June 30, 2015 and 2014 by Macias Gini & O'Connell, with the reports to be received and filed.

ITEM 15. Presentation of the SCERS Comprehensive Annual Financial Report (CAFR) for the Fiscal Years Ended June 30, 2015 and 2014 by the Chief Operations Officer, with the report to be received and filed.

ITEM 16. Discussion regarding SCERS' Interest Crediting and Unallocated Earnings Policy with deliberation and action on possible changes to the policy.

ITEM 17. Deliberation and action on the proposed interest crediting rate for member contribution accounts for the six month period ending December 31, 2015.

INVESTMENT MATTERS:

ITEM 18. Presentation of the quarterly performance report for the private equity, hedge fund, real assets and opportunities asset classes by Cliffwater LLC, with the report to be received and filed and deliberation and action on any recommendations made in the report.

ITEM 19. Presentation of the quarterly performance report on real estate investments by the Townsend Group, with the report to be received and filed and deliberation and action on any recommendations made in the report.

ITEM 20. Presentation of the annual report on the Real Assets asset class, with deliberation and action on the proposed Real Assets investment plan for 2016.