



# Board of Retirement Regular Meeting

## Sacramento County Employees' Retirement System

### Agenda Item 6

**MEETING DATE:** June 19, 2019

**SUBJECT:** Fiduciary Liability Insurance Renewal

**SUBMITTED FOR:**  X  Consent          Deliberation and Action          Receive and File

#### RECOMMENDATION

Staff recommends the Board approve the renewal of fiduciary liability coverage, including the waiver of recourse endorsement, through Hudson Insurance Company for the policy period of July 1, 2019 through July 1, 2020.

#### PURPOSE

This agenda item does not specifically support the 2018-19 Strategic Management Plan, but contributes to effective Board oversight of fiduciary matters.

#### DISCUSSION

The Sacramento County Department of Personnel Services (DPS), Risk and Loss Control Division, has brokered the purchase of fiduciary liability insurance, including the waiver of recourse endorsement, for SCERS. The proposed renewal policy will have the same terms and conditions as the current expiring policy from Hudson Insurance Company.

The renewal premium is approximately \$98,000, which includes the \$100 waiver of recourse endorsement premium. In addition, DPS charges an administration fee of 10% or approximately \$9,800.

It is strongly recommended that each Board Member and designated staff member elect to be included in the waiver of recourse endorsement. SCERS' designated staff includes the executive staff, managers, and the investment officers.

/S/

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Stephen Lau  
General Counsel

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Eric Stern  
Chief Executive Officer