



Executive Staff:

Eric Stern
Chief Executive Officer

Steve Davis
Chief Investment Officer

Stephen Lau
General Counsel

Stephen Hawley
Chief Strategy Officer

Mario Sierras
Chief Benefits Officer

AGENDA

REGULAR MEETING OF THE BOARD OF RETIREMENT

SACRAMENTO COUNTY EMPLOYEES' RETIREMENT SYSTEM

WEDNESDAY, DECEMBER 18, 2019

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.

CONSENT MATTERS—Items 3–7:

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, Benefit 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

James A. Diepenbrock
Appointed by the Board of Supervisors

Diana Gin
Elected by the Miscellaneous Members

Ben Lamera
Ex Officio, Director of Finance

Alan Matr , CPA
Elected by the Miscellaneous Members

Kathy O'Neil
Elected by the Retired Members

Matt Petersen
Elected by the Safety Members

John Conneally
Elected by the Safety Members

Martha J. Hoover
Elected by the Retired Members

Item 3. **Disability Retirement Applications**

- A. ALLEN, Akenyah; Proposed Decision of Administrative Law Judge dated September 26, 2019.
- B. TARNOW, Richard; Staff recommendation dated December 18, 2019
- C. WATSON, James; Staff recommendation dated December 18, 2019.
- D. Reference: General Law and Authorized Board Actions on Disability Retirement Proposed Decisions

Item 4. **Minutes of the November 20, 2019 regular meeting**

Item 5. **Ratification of Service Retirement Application Approvals—November 2019**

Item 6. **Monthly Investment Manager Activity, Compliance, and Watch List Report—November 2019**

Item 7. **Monthly Report of Investment Activity—November 2019**

EXECUTIVE REPORTS:

Item 8. **Chief Executive Officer's Report (no action requested)**

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

ADMINISTRATIVE MATTERS:

Item 10. **CEO Goals for SCERS in 2020**

Chief Executive Officer to present organization-wide goals and targets for 2020. Deliberation and action.

Item 11. **Board Meeting Calendar 2020**

Staff to recommend the Board approve Board meeting calendar for 2020. Deliberation and action.

Item 12. **Actuarial Valuation and Review as of June 30, 2019 – Special District Revisions**

Staff to recommend the Board adopt updated 2020-21 fiscal year employer contribution rates for special districts as recommended by Segal Consulting, and receive and file the revised Actuarial Valuation and Review as of June 30, 2019.

Item 13. **Amendments to SCERS' Model Tax Regulations**

Staff to recommend the Board approve updates to SCERS Model Tax Regulations for approval by Board of Supervisors. Deliberation and action.

Item 14. Annual Independent Financial Statement Audit

Presentation by the SCERS' Audit Committee of the June 30, 2019 Independent Auditor's Report on the Comprehensive Annual Financial Report; Required Communication in Accordance with Professional Standards (SAS 114); and Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters. Receive and file.

BENEFIT MATTERS:

Item 15. Amendments to Dissolution of Marriage Documents Policy

Staff to recommend the Board approve updated Dissolution of Marriage Documents Policy to clarify non-member spouse waiver circumstances. Deliberation and action.

INVESTMENT MATTERS:

Item 16. Alternative Assets Consultant RFP

Staff to recommend the Board authorize Staff to issue a Requests for Proposal in 2020 for Alternative Assets Consultant. Deliberation and action.

Item 17. Capital Market Assumptions

Staff and Verus Advisory to present current capital market assumptions. Receive and file.

Item 18. Quarterly Investment Performance Report—Alternative Assets

Cliffwater, LLC to present the performance report for the Absolute Return asset class for the period ending September 30, 2019, and for the Private Equity, Private Credit, Real Assets, and Opportunities portfolios for the periods ended June 30, 2019. Receive and file.

Item 19. Quarterly Investment Performance Report—Real Estate

Townsend Group to present the performance report on real estate investments for the quarter ended September 30, 2019. Receive and file.

ADJOURNMENT