



Notice of Public Meeting

The Board of Retirement

of the San Mateo County Employees' Retirement Association will meet on
Tuesday, April 25, 2023, at 10:00 A.M.

PUBLIC SESSION – The Board will meet in Public Session at 10:00 a.m.

1. Call to Order, Roll Call and Miscellaneous Business

2. Oral Communications

- 2.1 Oral Communications from the Board
- 2.2 Oral Communications from the Public

3. Approval of the Minutes

- 3.1 Approval of Regular Board Meeting Minutes from March 28, 2023

4. Approval of the Consent Agenda*

- | | |
|--------------------------------|---|
| 4.1 Disability Retirements (9) | 4.4 Continuances |
| • Louise Alioto-Perez | 4.5 Deferred Retirements |
| • Janine Brewer | 4.6 Member Account Refunds |
| • Craig Cullen | 4.7 Member Account Rollovers |
| • Richard Daly | 4.8 Member Account Redeposits |
| • Victoria Galanter | 4.9 Report of Trustee Education Received |
| • Bradley Martin | 4.10 Reaffirm CEO Authority to Take Action in a
Declared Emergency |
| • Mark Perez | 4.11 Reaffirm CEO Authority to Execute Investment
Documentation |
| • Jason Pfarr | 4.12 Reaffirm Placement Agent Policy |
| • LaDonna Shuttleworth | 4.13 Trustee Special Request to Attend an Educational Event |
| 4.2 Survivor Death Benefits | |
| 4.3 Service Retirements | |

5. Benefit & Actuarial Services

- 5.1 Consideration of Agenda Items, if any, removed from the Consent Agenda

6. Investment Services

- 6.1 Preliminary Monthly Portfolio Performance Report for the Period Ended March 31, 2023
- 6.2 Approval of Asset Allocation Policy Implementation Plan
- 6.3 Report on Cash Overlay (Parametric) Annual Review
- 6.4 Report on Custodian (Northern Trust) Annual Review
- 6.5 Approval of Proposed Alternative Investment (Confidential Under Gov. Codes §54956.81 and §7928.710, to be heard in Closed Session, C2)

7. Board & Management Support

- 7.1 Approval of SamCERA's Fiscal Year 2023-24 Budget
- 7.2 Approval of Amendments to the Felony Forfeiture Policy
- 7.3 Approval of SamCERA's Strategic Plan
- 7.4 Selection of and Direction for SamCERA Voting Delegates at the SACRS Spring Business Meeting
- 7.5 Presentation on the SamCERA Disability Process

Notice of Public Meeting

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8. Management Reports

- 8.1 Chief Executive Officer's Report
- 8.2 Assistant Executive Officer's Report
- 8.3 Chief Investment Officer's Report
- 8.4 Chief Legal Counsel's Report

CLOSED SESSION – The Board may meet in closed session prior to adjournment

- C1** Consideration of Disability Items, if any, removed from the Consent Agenda
- C2** Approval of Proposed Alternative Investment to be heard in Closed Session, Confidential Under Gov. Code §54956.81 and §7928.710, see item 6.5)

9. Report on Action Taken in Closed Session

10. Adjournment in Memory of the Following Deceased Members:

Souza, James	March 12, 2023	General Services
White, William	March 14, 2023	Library
Edmonds, Isabel	March 19, 2023	Social Services
Caceres, Elizabeth	March 23, 2023	Social Services
Charan, Daya	March 26, 2023	Hospital
Speierer, Beatrix	March 26, 2023	Public Health
Boklund, Eugene	March 27, 2023	Sheriff's
Witzel, Lynda	March 28, 2023	Health
Aquino, Amelia	March 31, 2023	Courts
Kofoed, Reese	April 1, 2023	Sheriff's
Gonzales, John	April 5, 2023	Probation
Kelly, Parker	April 5, 2023	District Attorney's Office
Myers, Brenda Jo	April 11, 2023	Human Services

Scott Hood, Chief Executive Officer

Posted: April 19, 2023

(* ALL ITEMS ON THE CONSENT AGENDA ARE APPROVED BY ONE ROLL CALL MOTION UNLESS A REQUEST IS MADE BY A BOARD MEMBER THAT AN ITEM BE WITHDRAWN OR TRANSFERRED TO THE REGULAR AGENDA. ANY ITEM ON THE REGULAR AGENDA MAY BE TRANSFERRED TO THE CONSENT AGENDA. ANY 4.1 ITEMS REMOVED FROM THE CONSENT AGENDA WILL BE TAKEN UP UNDER CLOSED SESSION; ALL OTHER ITEMS REMOVED FROM THE CONSENT AGENDA WILL BE TAKEN UP UNDER ITEM 5.1.)

THE BOARD MEETS AT 100 MARINE PARKWAY, SUITE 160, WHICH IS LOCATED ON THE SE CORNER OF TWIN DOLPHIN & MARINE PARKWAY IN REDWOOD CITY. Detailed directions are available on the "Contact Us" page of the website www.samcera.org. Free Parking is available in all lots in the vicinity of the building. A copy of the Board of Retirement's open session agenda packet is available for review at the SamCERA offices and on our website unless the writings are privileged or otherwise exempt from disclosure under the provisions of the California Public Records Act. Office hours are Monday through Thursday 7 a.m. – 6 p.m.

IN COMPLIANCE WITH THE CALIFORNIA GOVERNMENT CODE AND THE AMERICANS WITH DISABILITIES ACT: SamCERA's facilities and board and committee meetings are accessible to individuals with disabilities. Contact SamCERA at (650) 599-1234 at least three business days prior to the meeting if (1) you need special assistance or a disability-related modification or accommodation, including auxiliary aids or services, in order to participate in this meeting; or (2) you have a disability and wish to receive the agenda, meeting notice, agenda packet or other writings that may be distributed at the meeting in an alternative format. Notification in advance of the meeting will enable SamCERA to make reasonable arrangements to ensure full accessibility to this meeting and the materials related to it.

SAN MATEO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
MARCH 28, 2023 – REGULAR BOARD MEETING MINUTES

2303.1 Call to Order, Roll Call and Miscellaneous Business

Call to Order: Ms. O'Malley, Chair, called the Regular Meeting of the Board of Retirement to order at 8:34 a.m.

Roll Call:

Present: Sandie Arnott, Mark Battey, Al David, Kurt Hoefer, Kimathi Marangu, Katherine O'Malley, Robert Raw, and Alma Salas.

Absent: Elaine Orr.

Alternates: April Decarsky and Nicole McKay.

Staff: Tariq Ali, Michael Coultrip, Lili Dames, Scott Hood, JulieAnne Nagal, Doris Ng, Paul Okada and Gladys Smith.

Consultants and speakers: Joe Abdou, Jeff MacLean, John Nicolini and Ian Toner (Verus), and Nick Collier (Milliman, Inc.).

2303.2.1 Oral Communications from the Board: None.

2303.2.2 Oral Communications from the Public: Ms. Smith congratulated Ms. O'Malley on the news of her expectant second child.

2303.3.1 Approval of Special Board Meeting Minutes from February 28, 2023: Ms. O'Malley asked if there were any changes or corrections, or objections, to the minutes from the special meeting held on February 28, 2023. There were no changes, corrections, or objections presented.

Action: Mr. David moved to approve the minutes from the special meeting on February 28, 2023. The motion was seconded by Ms. Raw and carried with a vote of 7-0, with trustees Arnott, Battey, David, Marangu, O'Malley, Raw and Salas all in favor; trustee Hoefer abstained; none opposed.

2303.3.2 Approval of Board Meeting Minutes from February 28, 2023: Ms. O'Malley asked if there were any changes or corrections, or objections, to the minutes from the regular meeting held on February 28, 2023. There were no changes, corrections, or objections presented.

Action: Mr. Battey moved to approve the minutes from the February 28, 2023 regular Board meeting. The motion was seconded by Ms. Salas and carried with a vote of 7-0, with trustees Arnott, Battey, David, Marangu, O'Malley, Raw and Salas all in favor; trustee Hoefer; none opposed.

2303.4.0 Approval of the Consent Agenda: Ms. O'Malley asked if there were any items to be removed for discussion from the Consent Agenda. No items were removed.

Action: Mr. Marangu moved to approve the remaining items on the Consent Agenda. The motion was seconded by Mr. David and carried with a vote of 8-0, with trustees Arnott, Battey, David, Hoefer, Marangu, O'Malley, Raw, and Salas all in favor; none opposed.

2303.4.1 Disability Retirements:

- a) The Board found that **Gregory Barth** (1) is permanently incapacitated from the performance of his usual and customary duties as a Stationary Engineer II, (2) found that his disability was the result of an injury arising out of and in the course of his employment and (3) granted his application for a service-connected disability retirement.

- b) The Board found that **John Gonzales** (1) is permanently incapacitated from the performance of his usual and customary duties as a Sheriff's Sergeant, (2) found that his disability was the result of an injury arising out of and in the course of his employment and (3) granted his application for a service-connected disability retirement.
- c) The Board found that **Mohini Sharma** (1) is permanently incapacitated from the performance of her usual and customary duties as a Patient Services Assistant II, (2) found that her disability was the result of an injury arising out of and in the course of her employment and (3) granted her application for a service-connected disability retirement.
- d) The Board found that **Han Yun** (1) is permanently incapacitated from the performance of her usual and customary duties as a Community Worker II, (2) found that her disability was the result of an injury arising out of and in the course of her employment and (3) granted her application for a service-connected disability retirement.

2303.4.2 **Survivor Death Benefits:** None.

2303.4.3 **Service Retirements:**

Name	Effective Retirement Date	Department
Alvarez, Joann	January 19, 2023	Human Services Agency
Bolanos, Carlos	January 3, 2023	Sheriff's Office
Deal, Pamela	January 26, 2023	Sheriff's Office
Faumuina, Jennifer	January 10, 2023	Probation
Flores, Guadalupe	January 19, 2023	Probation
Forrester, Helen	January 9, 2023	QDRO of Forrester, Eric
Green-Drayton, Monika	February 1, 2023	San Mateo County Health
Groom, Carole	January 3, 2023	Board of Supervisors
Gruber, Eleanor	December 20, 2022	Def'd - San Mateo County Health
Guiney, Daniel	January 7, 2023	Sheriff's Office
Hall, Celia	December 16, 2022	Deferred- Library
Howard, Eric	January 17, 2023	Probation
Hunter, William C	January 3, 2023	Board of Supervisors
Javier, Renee-Cindy	January 23, 2023	Deferred - Probation
Koenigsberg, Max	February 1, 2022	Human Services Agency
Manuel, Judy	January 17, 2023	San Mateo County Health
Morales, Carl E	January 21, 2023	Correctional Health
Morrow, Scott	January 28, 2023	San Mateo County Health
Patton, Verdon	January 7, 2023	Probation
Puschendorf, Heinz	January 30, 2023	Sheriff's Office
Rabusa, Dolores	January 10, 2023	Human Services Agency
Ramos, Maria E	January 18, 2023	Human Services Agency
Ranganathan, Shantha	January 7, 2023	County Attorney's Office
Ridon, Rachel	January 14, 2023	Treasurer's Office
Robbins, Mark	January 3, 2023	Sheriff's Office
Sazo, Edwin	January 28, 2023	Public Works
Starr, Anne Marie	December 31, 2022	Deferred - Public Works
Suzuki, Eric	January 13, 2023	District Attorney's Office

Wood, Edward	January 10, 2023	Sheriff's Office
Zamora, Delfina	January 10, 2023	Sheriff's Office

2303.4.4 **Continuances:**

Survivor's Name:	Beneficiary of:
Golda, Elizabeth	Golda, Voytek
Poblete, Elisa	Poblete, Pepito

2303.4.5 **Deferred Retirements:**

Name	Retirement Plan Type
Bor, Valerie	G4, Vested– Auto Defer – Code 31700
Burruto, David	G5, Vested - Reciprocity
Cabada, Mona	G7, Vested– Auto Defer – Code 31700
Cho, Sharon	G4, Vested - Reciprocity
Hermosilla, Estefania	G5, Vested - Reciprocity
Houshmandi, Hanieh	G4, Vested - Reciprocity
Martin, Erica	G4, Vested - Reciprocity
Malmo-Laycock, Julia	G7, Non-Vested - Reciprocity
Panisi, Longo	G7, Vested– Auto Defer – Code 31700
Porras, Ralna	G4, Vested - Reciprocity
Sanford, Michael	G7, Vested– Auto Defer – Code 31700
Santos, Shawnte	G7, Vested– Auto Defer – Code 31700
Sporer, Kevin	G5, Vested– Auto Defer – Code 31700
Tabel, Brittney	G7, Non-Vested - Reciprocity
Wang, Raziya	G5, Vested– Auto Defer – Code 31700
Xiao, Zhiqin	G7, Non-Vested - Reciprocity

2303.4.6 **Member Account Refunds:**

The Board ratified the actions as listed below for the following members regarding refunds:

Name	Retirement Plan Type
Bernardo, Bonita	G4, Non-vested
Brennan, John (FBO: Brennan, Ann)	G2, Vested
Brennan, John (FBO: Oliver, William)	G2, Vested
Chong, Karen	G4, Non-vested
Fattorini-Ocampo, Giovanna	G7, Vested
Guzman Lopez, Yarely	G7, Non-vested
Madrigal, Katherine	G7, Non-vested
Nguyen, Duoc	G7, Non-vested
Pedrini, Carla	G4, Non-vested
Timberlake, Nathaniel (FBO: Timberlake, Braxton)	G7, Non-vested
Vinson, Ulysses	G7, Non-vested

2303.4.7 **Member Account Rollovers:**

The Board ratified the actions as listed below for the following members regarding rollovers:

Name	Retirement Plan Type
Broderick, Katherine F	G7, Non-vested
Lucas, Shantelle	G7, Non-vested
Selvidge, Delaney	G7, Non-vested
Trehan, Michelle	G4, Vested

2303.4.8 **Member Account Redeposits:** None.

2303.4.9 **Acceptance of Trustees' Reports of Educational Activities:** The Board accepted the submitted reports for educational activity attended by Mr. Battey and Mr. Raw.

2303.4.10 **Report on the County's Prepayment of Employer Contributions:** The Board accepted the report on the County's prepayment of employer pension contributions totaling \$174,503,324 for fiscal year 2023-24.

2303.4.11 **Acceptance of Semi-Annual Compliance Certification Statements for the Period Ended December 31, 2022:** The Board accepted the semi-annual certification statements for alternative investment managers and investment consultants, as of December 31, 2022.

2303.5.1 **Consideration of Agenda Items, if any, Removed from the Consent Agenda:** None.

2303.6.1 **Report on Preliminary Monthly Portfolio Performance Report for the Period Ended February 28, 2023:** Mr. Coultrip reported that SamCERA's net preliminary return for February was -1.5% bringing the preliminary trailing twelve month return ending February 2023 to -2.9% net. He reported financial conditions tightened in February due in part to hawkish statements by the Fed, resulting in risk assets being down during the month. Mr. Coultrip then answered questions from the Board. This item was informational and for discussion only, no action was taken.

2303.8.1 **Chief Executive Officer's Report:** Mr. Hood reported that, on March 14th, in accordance with Resolution 20-17 and SamCERA's Investment Policy, a virtual meeting was held with Ms. O'Malley, Mr. Raw, Mr. Shooshani (Verus), Mr. Coultrip, Mr. Okada, Ms. Dames, Ms. Ng and himself to discuss a potential private equity opportunity. Following that meeting, SamCERA made a \$20 million capital commitment to Genstar Fund XI, L.P., as part of SamCERA's buyout portfolio within Private Equity.

Mr. Hood reported that the employee and employer contribution rates for FY 2023-24 will be brought for the Board of Supervisor's approval at their April 11 meeting. He mentioned the Pension Bridge annual conference will be held at the Fairmont Hotel from April 17-19 and the SACRS Spring Conference will be in San Diego from May 9-12. He also provided the Board with the following items that will be on next month's agenda: Fiscal Year 2023-24 budget, SACRS voting delegate/business meeting packet, Placement Agent Policy, Portable Electronic Device policy, CEO Authority to take certain action in a declared emergency and the Board's Strategic Plan.

Mr. Hood informed the Board that there will be a Celebration of Life for Paul Hackleman on May 13th at 11:30 am at Poplar Creek Golf Course.

2303.8.2 **Assistant Executive Officer's Report:** Ms. Smith updated the Board on the Retirement Executive Secretary recruitment and if there are any upcoming seminars or conferences, they would like to attend to please contact her.

- 2303.8.3 **Chief Investment Officer's Report:** Mr. Coultrip reported that staff and Verus will hold annual manager reviews on Thursday, April 13th with PGIM and Harrison Street.
- 2303.8.4 **Chief Legal Counsel's Report:** Mr. Okada reminded the Board that the deadline for submitting their Form 700 is Monday, April 3.

The Board proceeded into closed session.

- C1 **Consideration of Disability Items, if any, removed from the Consent Agenda:** None.
- C2 **Conference with Legal Counsel:** Existing Litigation (Gov't Code Section 54956.9(d)(1) *SamCERA v. Kerry Adams, Ivy Rose Gomez-Greenfeather, Natalie Isaacs, and Does 1 to 20, inclusive*, San Mateo County Superior Court No. 23-CIV-01309.

- 2303.9.0 **Reports on Actions Taken in Closed Session:** The Board met in closed session regarding the existing litigation listed on the agenda. There were no reportable actions.

2303.2.3 **Retreat Presentations and Discussions:**

Economic Outlook

Mr. Toner, Chief Investment Officer of Verus, discussed his thoughts for 2023 with regards to the economy and interest rates, alternative asset classes, traditional asset classes and a broad portfolio with the Board. Mr. Toner commented that restrictive conditions have changed the environment; the borrower's market has turned into a lender's market.

Board took a break at 9:45 a.m. and reconvened at 10:06 a.m.

Higher Interest Rates, Implications, and Opportunities

Mr. MacLean, Chief Executive Officer of Verus, discussed with the Board the impact interest rates have on expected returns, and the effects of investing in a new environment will have on fixed income, public equity, private equity and real estate.

High Level Portfolio Review & Plan Metrics

Mr. Coultrip, SamCERA's Chief Investment Officer, provided an annual assessment of SamCERA's Portfolio to the Board. He covered the total portfolio absolute, relative, composite relative and historical performance, introduced a two-stage portfolio assessment structure, a summary of individual manager performance, a strategy matrix and summarized rebalancing activities.

Board took a break for lunch at 11:55 a.m. and reconvened at 1:00 p.m.

Further Discussion of Funding Scenarios

Mr. Collier, Consulting Actuary with Milliman, Inc., provided a follow-up to a previous discussion with the Board on amortization and addressed post-cliff volatility. He compared options under different scenarios, recognized trade-offs and compared benchmark probabilities.

Mr. Hoefer left the meeting at 1:15 p.m. and returned at 2:47 p.m.

Disability Process Overview

Ms. LeNguyen was unavailable to present but will provide her presentation at the Board's April meeting.

SamCERA Network Topography Overview

Mr. Ali, SamCERA's Chief Technology Officer, provided to the Board a high overview of SamCERA's technology infrastructure.

Overview of SamCERA Contracting Process

Mr. Okada, SamCERA’s Chief Legal Counsel, provided to the Board an overview of SamCERA’s contracting process including Board authority, Board policy, current high-value contracts and current practices.

2303.10 **Adjournment:** Ms. O’Malley adjourned the meeting at 3:08 p.m. in memory of the deceased members listed below.

Fennell, Evelyn	December 6, 2022	Courts
Metling, Arleta	January 10, 2023	Courts
Anderson, Marlys	February 3, 2023	Crystal Springs Rehab Center
Koch, Monica	February 8, 2023	Health Services
Farris, Lillian	February 22, 2023	Mental Health
Porter, Willie	February 23, 2023	Hospital
Barlaan, Imelda	February 26, 2023	San Mateo County Health
Hackleman, Paul	March 1, 2023	Human Resources
Gutierrez, Indiana	January 26, 2023	Courts
Koch, Monica	February 8, 2023	Health Services

Katherine O’Malley
Chair

SAN MATEO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
Board of Retirement

April 25, 2023

Agenda Items 4.1- 4.9

TO: Board of Retirement

FROM: Elizabeth LeNguyen, Retirement Benefits Manager



SUBJECT: Approval of Consent Agenda Items 4.1 – 4.9

4.1 Disability Retirements

- a) The Board finds that **Louise Alioto-Perez** (1) is permanently incapacitated from the performance of her usual and customary duties as a Hospital Unit Coordinator, (2) find that her disability was the result of an injury arising out of and in the course of her employment and (3) grant her application for a service-connected disability retirement.
- b) The Board refers **Janine Brewer's** application for service-connected disability retirement to a hearing officer for proposed findings and recommendations.
- c) The Board finds that **Craig Cullen** (1) is able to substantially perform his usual and customary duties as a Deputy Sheriff and (2) deny his application for a service-connected disability retirement.
- d) The Board finds that **Richard Daly** (1) is permanently incapacitated from the performance of his usual and customary duties as a Deputy Sheriff, (2) find that his disability was the result of an injury arising out of and in the course of his employment and (3) grant his application for a service-connected disability retirement.
- e) The Board finds that **Victoria Galanter** (1) is able to substantially perform her usual and customary duties as a Nurse Practitioner and (2) deny her application for a service-connected disability retirement.
- f) The Board finds that **Bradley Martin** (1) is permanently incapacitated from the performance of his usual and customary duties as a Correctional Officer, (2) find that his disability was the result of an injury arising out of and in the course of his employment and (3) grant his application for a service-connected disability retirement.
- g) The Board finds that **Mark Perez** (1) is permanently incapacitated from the performance of his usual and customary duties as a Stationary Engineer II, (2) find that his disability was the result of an injury arising out of and in the course of his employment and (3) grant his application for a service-connected disability retirement.

- h) The Board finds that **Jason Pfarr** (1) is permanently incapacitated from the performance of his usual and customary duties as a Deputy Sheriff, (2) find that his disability was the result of an injury arising out of and in the course of his employment and (3) grant his application for a service-connected disability retirement.
- i) The Board finds that **LaDonna Shuttleworth** (1) is permanently incapacitated from the performance of her usual and customary duties as a Legal Office Specialist, (2) find that her disability was not a result of an injury/illness arising out of and in the course of her employment, (3) deny her application for a service-connected disability and (4) grant her a non-service-connected disability retirement.

4.2 Survivor Death Benefits

None.

4.3 Service Retirements

The Board ratifies the service retirement for the individuals listed below as follows:

Name	Effective Retirement Date	Department
Avalos, Emma	February 23, 2023	Probation
Bautista, Marianella	February 3, 2023	Child Support Services
Bokura, Jeffrey	February 4, 2023	Assessor Clerk Recorder Elections
Cabrera, Leticia	December 14, 2022	Def'd - San Mateo County Health
DeMartini, Matthew	February 20, 2023	Sheriff's Office
Desselle, Susan	March 1, 2023	Child Support Services
Feeney, Edward	February 19, 2023	Sheriff's Office
Howton, Nana	February 21, 2023	Def'd - San Mateo County Health
Johnson, Jane	February 4, 2023	Sheriff's Office
Kellie, Alicia	February 26, 2023	Deferred - Human Resources
Ken, Matthew	February 2, 2023	Deferred - Sheriff's Office
Kinsella, Michael	February 16, 2023	Sheriff's Office
Moody, John	February 19, 2023	Sheriff's Office
Moore, Britt	February 3, 2023	Deferred - Human Services Agency
Parra, Claudia	January 6, 2023	San Mateo County Health
Perez, Delfino	February 25, 2023	Public Works
Radisch, Matthew	February 28, 2023	Human Services Agency
Spiller-Crenshaw, Roena	February 19, 2023	Sheriff's Office
Sullivan, Elisa	February 18, 2023	Deferred - Controller's

4.4 Continuances

None.

4.5 Deferred Retirements

The Board ratifies the deferred retirements as listed below for the following individuals:

Name	Retirement Plan Type
Bissell, Elizabeth	G7, Vested
Canales, David	G7, Vested– Auto Defer – Code 31700
Cromosini, Eric	S7, Non-Vested - Reciprocity
Dimen, Dennis	G7, Vested
Guan, Harry	G7, Non-Vested - Reciprocity
Hill, Diana	G4, Vested - Auto Defer – Code 31700
Kenway, Jennie	G7, Vested - Auto Defer – Code 31700
Nunez, Jackie	G4, Vested - Auto Defer – Code 31700
Purtle, Allison	S7, Vested - Reciprocity
Rodriguez, Melissa	G7, Vested - Auto Defer – Code 31700
Trujillo, LadyAnne	G5, Vested - Reciprocity
Vujicevich, Michael	G4, Vested - Auto Defer – Code 31700
Wong, Kristine	G5, Vested - Reciprocity

4.6 Member Account Refunds

The Board ratifies the refunds as listed below for the following individuals:

Name	Retirement Plan Type
Benavides, Benjamin (FBO: Benavides Quesada, Ayla)	G4, Vested
Diaz, Daniel B	S7, Vested
Oey, Tony S	G4, Non-vested
Watt, Kevin	G7, Non-vested

4.7 Member Account Rollovers

Name	Retirement Plan Type
Mork, Clifford	G7, Non-vested
Peermohamed, Zulfikar	G7, Non-vested
Schaff, Tina Marie	G7, Non-vested

4.8 Member Account Redeposits

None.

4.9 Acceptance of Trustees' Reports of Educational Activities

See attached.

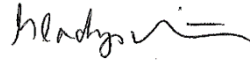
SAN MATEO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
Board of Retirement

April 25, 2023

Agenda Item 4.9

TO: Board of Retirement

FROM: Gladys Smith, Assistant Executive Officer



SUBJECT: Trustee's Reports of Educational Activities

Recommendation

Accept the following report from a Board of Retirement trustee who has recently attended an educational event.

Background

SamCERA's Education Policy Section 1D states "Prior to the next regularly scheduled meeting of the Board following the Board member's participation in an educational activity, the Board member shall submit for inclusion on the Consent Agenda, a summary written report on the content of educational activities. The report shall substantially reflect the information contained in the attached sample report."

Discussion

Sandie Arnott attended the following educational event, and her report is attached:

CALAPRS Advanced Principles of Pension Governance for Trustees, March 29-31

Attachments

Trustee's Education Proof of Participation Certificate and Summary

SamCERA Board of Retirement Trustee Education
 Proof of Participation Certificate and Summary



Trustee Name <i>Sandi Anott</i>		Date(s) of Event <i>3/29/23 - 3/31/23</i>
Education Event Name <i>Calapers Advanced Principles of Pension Solvency for Trustees</i>		
Event Provider <i>CALAPERS</i>		
Type of Participation: Attended Event <input checked="" type="checkbox"/> Listened to Audio/Watched Video <input type="checkbox"/>		Eligible Credit: Total hours for sessions you participated in: _____ (Staff may adjust hours if the provider issues an education certificate that reflects different hours.)

This event satisfies the following requirements of the Board of Retirement's Education Policy and Government Code section 31522.8:

Topic: (Check all that apply)

- | | |
|---|--|
| <input checked="" type="checkbox"/> Fiduciary responsibilities | <input type="checkbox"/> Disability evaluation |
| <input type="checkbox"/> Ethics | <input type="checkbox"/> Fair hearings |
| <input type="checkbox"/> Benefits administration | <input checked="" type="checkbox"/> Pension fund governance |
| <input checked="" type="checkbox"/> Actuarial matters | <input type="checkbox"/> New board member orientation |
| <input type="checkbox"/> Pension funding | <input checked="" type="checkbox"/> Other: <i>Economic Update & Forecast</i> |
| <input type="checkbox"/> Pension fund investments and investment program management | |

Summary Report

What concepts or information did you learn about?

*Effective Board Decision-making; Solvency Risks and opportunities
 to add value; Fiduciary in Process; Advanced Actuarial principles.*

Would you recommend this event to other trustees?

- Yes No Maybe

You may provide additional comments to SamCERA's CEO.

By signing below, I certify that I participated in the activities described above and am entitled to claim the indicated amount of education credit hour(s).

Trustee Signature (print this form and sign) <i>Sandi Anott</i>	Date <i>4/4/23</i>
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NOTE: Please return this completed form to SamCERA's Executive Secretary prior to the mailing of the Board packet, so it can be included in that month's Consent Agenda.

SAN MATEO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
Board of Retirement

April 25, 2023

Agenda Item 4.10

TO: Board of Retirement

FROM: Scott Hood, Chief Executive Officer



SUBJECT: Authorization for the Chief Executive Officer to Take Certain Actions During a Declaration of Emergency

Recommendation

Reaffirm the Chief Executive Officer's authority to take action in the best interests of SamCERA during a declaration of emergency.

Background

In an emergency, the Chief Executive Officer (CEO) is authorized by the Board's "Policy for Procurement and Contracting for Certain Goods and Services" to purchase certain goods or services on behalf of SamCERA subject to later ratification by the Board. The CEO's emergency authority, however, did not extend to investment decisions which are covered by different Board policies that do not expressly provide such authorization.

Discussion

In March 2020, following the rapid spread of the COVID-19 coronavirus and declarations of emergency at the federal, state, and local levels, and in recognition of the fact that the CEO might need to take actions which could not be foreseen and did not fall within the aforementioned procurement or investment authority policies or other prior Board authorizations, the Board authorized the CEO to take action in the best interest of the fund, including decisions concerning investments, provided that such decisions are consistent with applicable Board policies.

The Board's resolution provided that such decisions must be made in consultation with the Board Chair (or Vice-Chair if the Chair is not available), as well as appropriate staff and legal counsel. For investment decisions, the resolution required the CEO to consult with the aforementioned individuals as well as one member of the Investment Committee and the Board's Investment Consultant. Finally, the Board's resolution provided that all significant actions shall be reported to the Board at its next meeting.

Staff recommends that the Board reaffirm the CEO's authorization to take action in the best interests of the Retirement Fund during a declared state of emergency.

Attachment

Resolution Authorizing the Chief Executive Officer to Take Action in the Best Interests of the Retirement Fund During a Declaration of Emergency

SAN MATEO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
Board of Retirement

**AUTHORIZATION FOR THE CHIEF EXECUTIVE OFFICER TO TAKE ACTION IN THE
BEST INTERESTS OF THE RETIREMENT FUND DURING A DECLARATION OF EMERGENCY**

RESOLUTION - ____

WHEREAS, Article XVI, §17 of the Constitution of the State of California vests the Board with "plenary authority and fiduciary responsibility for the investment of moneys and the administration of the system"; and

WHEREAS, Government Code §31595 vests in the Board ". . . exclusive control of the investment of the employees' retirement fund"; and

WHEREAS, in March 2020, this Board determined that, during those occasions when a federal or state or local emergency has been declared by the applicable authority, and if the conditions giving rise to the declaration of emergency are such that they prevent the Board from safely being able to attend a meeting due to either potential risks to the health and safety of Board members or limitations in ability to safely travel within the County and the Brown Act provisions regarding moving the site of the meeting or providing teleconferencing are not either helpful and or feasible; the CEO shall have the authority to make decisions in the best interest of the retirement fund, including investment decisions, so long as such decisions are consistent with applicable Board policies; and

WHEREAS, such authorization was necessary insofar as the Board's existing procurement and investment authority policies did not cover the CEO's authority to make emergency investment decisions; and

WHEREAS, the Board recognizes that, in connection with a federal, state, or local declared state of emergency, the CEO might need to take actions which could not be foreseen and did not fall within the Board's procurement or investment authority policies or other prior Board authorizations, and that it is desirable for the CEO to be authorized to take action in the best interest of the fund, including making decisions concerning investments, provided that such decisions are consistent with applicable Board policies; NOW THEREFORE BE IT

RESOLVED, that during those occasions when a federal or state or local emergency has been declared by the applicable authority, and if the conditions giving rise to the declaration of emergency are such that they prevent the Board from safely being able to attend a meeting due to either potential risks to the health and safety of Board members or limitations in ability to safely travel within the County, and the Brown Act provisions regarding moving the site of the meeting or providing teleconferencing are not either helpful and or feasible:

- (1) The Board of Retirement authorizes the Chief Executive Officer to make decisions in the best interest of the retirement fund and consistent with applicable Board policy if those decisions must be promptly made and are made in consultation with the Board Chair, or if the Chair is not available, the Vice Chair, and

appropriate staff and legal counsel, and in the case of investment decisions, one member of the Investment Committee and the Board's Investment Consultant;

- (2) All significant actions of the Chief Executive Officer authorized by this resolution shall be reported to the Board at its next meeting; and

BE IT FURTHER RESOLVED that this resolution shall supersede the provisions contained in resolutions previously adopted by the Board that are inconsistent with the provisions set forth in this resolution.

* * * * *

Regularly passed and adopted, by the San Mateo County Employees' Retirement Association, Board of Retirement, on April 25, 2023.

Ayes, Trustees:

Noes, Trustees:

Absent, Trustees:

Abstain, Trustees:

Alma Salas, Board Secretary
SamCERA

SAN MATEO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
Board of Retirement

April 25, 2023

Agenda Item 4.11

TO: Board of Retirement

FROM: Scott Hood, Chief Executive Officer



SUBJECT: Authorization for the Chief Executive Officer to Execute Documentation for Investments as Required

Recommendation

Reaffirm the Chief Executive Officer's Authority to Execute Documentation for Investments as Required

Background

After the Board has decided to invest SamCERA funds with external managers, or to increase, decrease, or otherwise change the amount of such investments, there is certain documentation that must be executed and there are certain actions to be taken regarding day-to-day operations of the investments. In 2012, the Board authorized the Chief Executive Officer to execute such documentation and to respond to the ongoing demands of the investment under certain circumstances.

The Board also determined that for certain alternative investments opportunities that, due to the timing of such investments, the Chief Executive Officer, in consultation with the Board Chair or if the Chair is not available, the Vice Chair, and one member of the Investment Committee, the Board's Investment Consultant, staff, and legal counsel, shall be authorized to make investment decisions for those Alternative Investments of \$25 million or less if such decision must be made prior to the date of the next regularly scheduled Board meeting and as long as such decision is in the best interest of the investment fund and consistent with applicable Board policy. Pursuant to the Board's resolution in 2012, all significant actions of the Chief Executive Officer authorized above are to be reported to the Board at a subsequent regularly scheduled meeting.

Discussion

In September 2020, staff recommended that the Board increase the dollar limit of the CEO's authorization to \$35M and reauthorize the Chief Executive Officer to Execute Documentation for Investments as required. Staff's recommendation was in light of the increase in the dollar limit of individual investments sizes since 2012.

Staff recommends that the Board reaffirm the CEO's authority to execute documentation for investments as required and is not recommending any changes to the CEO's authority at this time. Minor, non-substantive revisions have been made to the resolution for clarity and readability.

Attachment

Authorization for the Chief Executive Officer to Execute Documentation for Investments as Required

SAN MATEO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION

Board of Retirement

**AUTHORIZATION FOR THE CHIEF EXECUTIVE OFFICER TO EXECUTE
DOCUMENTATION FOR INVESTMENTS AS REQUIRED**

RESOLUTION - ____

WHEREAS, Article XVI, §17 of the Constitution of the State of California vests the Board with *"plenary authority and fiduciary responsibility for the investment of moneys and the administration of the system"*; and

WHEREAS, Government Code §31595 vests in the Board *" . . . exclusive control of the investment of the employees retirement fund"*; and

WHEREAS, Government Code §31596.1 (d) authorizes the Board to retain investment managers *" . . . in connection with administration of the Board's investment program . . . "*; and

WHEREAS, the Board's Investment Consultant and Chief Investment Officer bring investment opportunities and investment decisions to the Board for its determination; and

WHEREAS, after the Board has made a determination to invest SamCERA funds with external managers, or to increase, decrease, or otherwise change the amount of such investments, there is certain documentation that must be executed on behalf of the Board in order to effectuate the Board's decisions and respond to the demands of the day-to-day operations of the investment; and

WHEREAS, the Board has determined that it is in the best interest of the fund that the Chief Executive Officer have the authority to execute any and all documentation with the external manager on behalf of the Board in order to effectuate the Board's investment decisions and to respond to the demands of the day-to-day operations of the investment; and

WHEREAS, the Board has determined that, in regards to certain Alternative Investments opportunities, where the timing of an investment is such that it is not feasible for the Board to meet to approve such investment at a regular meeting, the Chief Executive Officer should have the authority to make the investment decision as long as such decision is consistent with the Board's Investment Policy; NOW THEREFORE BE IT

RESOLVED that the Board hereby authorizes the Chief Executive Officer, in consultation with staff and legal counsel, to execute any and all documentation with SamCERA's external investment managers, on behalf of the Board, in order to effectuate the Board's investment decisions and respond to the demands of the day-to-day operations of the investments; and BE IT FURTHER

RESOLVED that the Board hereby authorizes the Chief Executive Officer, in consultation with the Board's Investment Consultant, staff and legal counsel, to make investment decisions for those Alternative Investments of \$35 million or less if such decision must be made prior to the date of the next regularly scheduled Board meeting and as long as such decision is in the best interest of the investment fund and consistent with the Board's Investment Policy; and BE IT FURTHER

RESOLVED that all significant actions of the Chief Executive Officer authorized by this resolution shall be reported to the Board at a subsequent regularly scheduled meeting; and BE IT FURTHER

RESOLVED that this resolution shall supersede provisions contained in resolutions previously adopted by the Board that are inconsistent with the provisions set forth in this resolution.

* * * * *

*Regularly passed and adopted, by the San Mateo County Employees' Retirement Association,
Board of Retirement, on April 25, 2023.*

Ayes, Trustees:

Noes, Trustees:

Absent, Trustees:

Abstain, Trustees:

*Alma Salas, Board Secretary
SamCERA*

San Mateo County Employees' Retirement Association
Board of Retirement

April 25, 2023

Agenda Item 4.12

TO: Board of Retirement
FROM: Scott Hood, Chief Executive Officer
SUBJECT: Placement Agent Disclosure Policy



Recommendation

Reaffirm SamCERA's Placement Agent Disclosure Policy.

Background

A placement agent is, generally speaking, a person directly or indirectly retained by an external investment manager or an investment fund, who acts as a finder, solicitor, marketer, consultant, broker, or other intermediary in connection with the offer or sale of the investment to the Board.

Government Code section 7513.85 requires all public pension systems to adopt a policy requiring the disclosure of fees paid to placement agents. It also prohibits a public pension system from entering into any agreement with an external investment manager that does not provide written consent to comply with the policy. An external investment manager or placement agent that violates the policy is prohibited from soliciting new investments from the system for 5 years from the time of violation, unless the Board reduces this time period. Finally, Government Code section 7513.9 requires the disclosure of campaign contributions and gifts made by placement agents to retirement board members.

Discussion

In 2010, SamCERA adopted its Placement Agent Disclosure Policy in compliance with Government Code section 7513.85. Since Board's adoption of the Policy, staff has ensured that every investment contract (*e.g.*, public equities, private equity or alternatives) requires compliance with the Placement Agent Policy and that a completed Placement Agent Disclosure Form is timely submitted.

The Policy was amended in 2011 and 2017, to reflect minor implementation issues that arose in the administration of the policy. Staff recommends various non-substantive revisions to the Policy for the purposes of clarity and readability.

Attachments

Placement Agent Disclosure Policy (clean)

San Mateo County Employees' Retirement Association
Board of Retirement

Placement Agent Disclosure Policy (redline)

Placement Agent Form (clean)

Placement Agent Form (redline)



PLACEMENT AGENT DISCLOSURE POLICY

This amended policy is effective immediately upon its adoption. This policy is intended to supplement any applicable provisions of state or federal law, which shall govern in the event of any inconsistency.

I. PURPOSE

This Policy is adopted pursuant to the requirements set forth in Government Code Section 7513.85 to help ensure that San Mateo County Employees' Retirement Association's (SamCERA's) investment decisions are made solely on the merits of the investment opportunity. This Policy requires broad, timely, and updated disclosure of all Placement Agents, as well as their relationships, compensation, and fees. All capitalized terms used herein shall be defined as set forth in California Government Code section 7513.8.

II. APPLICATION

This Policy applies broadly to every type of SamCERA investment manager including, but not limited to, general partners, sponsors of hedge funds, private equity funds, real estate funds, and infrastructure funds, as well as public market investment managers.

This Policy, as last amended, applies to all agreements with External Managers that are:

- (1) Entered into after the date this Policy, as last amended, is adopted; or
- (2) Amended to extend the term of the agreement or the investment period, increase the commitment of funds by SamCERA, or otherwise change the agreement's substantive term, including increasing or accelerating the fees or compensation payable to the External Manager, to the extent such amendments to the agreement (referred to hereafter as "Amendment") are executed subsequent to the adoption of amendments to this Policy. In the case of an Amendment, the disclosure provisions of this Policy shall apply to the Amendment and not to the original agreement.

III. RESPONSIBILITIES

A. The Board is responsible for:

1. Only entering into agreements with External Managers which agree in writing to comply with this policy.
2. Not entering into any agreements with External Managers that have violated this policy within the previous five years. However, this prohibition may be reduced by a majority vote of the Board at a public session upon a showing of good cause.

B. Each External Manager is responsible for:

1. Executing an agreement requiring that the External Manager comply with this policy.
2. Providing the following information to SamCERA Investment Staff within 45 days of the date that investment discussions are initiated with the External Manager, and, in any event, prior to the completion of due diligence. In the case of Amendments, an updated Placement Agent Information Disclosure is required prior to execution of the Amendment.
 - a. Disclosure of payments or compensation by the External Manager or any of its principals, employees, agents, or affiliates, directly or indirectly, to any person or entity to act as a Placement Agent in connection with SamCERA investments.
 - b. A resume for each officer, partner, and principal of the Placement Agent detailing their education, professional designations, regulatory licenses, and investment and work experience. If any such person is a current or former SamCERA Board Member, employee, or Consultant, or a member of the immediate family of any such person, this fact shall be specifically noted.
 - c. A description of any and all compensation of any kind provided, or agreed to be provided, to a Placement Agent, including the nature, timing, and value thereof. Compensation to Placement Agents includes, but is not limited to, compensation from the External Manager to third parties as well as the External Manager's own employees who solicit or market investments to SamCERA, or who are paid based upon investment commitments secured by such employees.

- d. A description of the services to be performed by the Placement Agent and a statement as to whether the Placement Agent is utilized by the External Manager with all prospective clients or only with a subset of the External Manager's prospective clients.
 - e. A written copy of any and all agreements between the External Manager and the Placement Agent.
 - f. A statement whether the Placement Agent, or any of its affiliates, are registered with the Securities and Exchange Commission or the Financial Industry Regulatory Association, or any similar regulatory agent in a country other than the United States, and the details of that registration or explanation as to why no registration is required.
 - g. A statement whether the Placement Agent, or any of its affiliates, is registered as a lobbyist with any state or national government.
 - h. The names of any current or former SamCERA Board Members, employees, or Consultants who suggested the retention of the Placement Agent.
3. Providing an update of any changes to any of the information provided pursuant to Section B.2 above within 30 calendar days of the date that the External Manager knew or should have known of the change in information.
 4. Representing and warranting the accuracy of the information described in Section B.2 above.
 5. Causing its engaged Placement Agent to disclose, prior to acting as a Placement Agent to SamCERA:
 - a. All campaign contributions made by the Placement Agent to any publicly elected SamCERA Board Member during the prior 24-month period. Additionally, any subsequent campaign contribution(s) made by the Placement Agent to any publicly elected SamCERA Board Member during the time the Placement Agent is receiving compensation in connection with a SamCERA investment shall also be disclosed.
 - b. All gifts, as defined in Government Code Section 82028, given by the Placement Agent to any SamCERA Board Member during the prior 24-month period. Additionally, any subsequent gift(s) made by the Placement Agent to any SamCERA Board Member during the time the Placement Agent is receiving compensation in connection with a SamCERA investment shall also be disclosed.

6. Acknowledging and agreeing that SamCERA reserves the right to deem any failure by a Placement Agent to disclose the information required by Sections B.5(a) and B.5(b) as a material breach of the External Manager's agreement with SamCERA.

C. SamCERA Investment Staff ("Staff") are responsible for:

1. Providing External Managers with a copy of this Policy at the time that discussions are initiated with respect to a prospective investment or engagement.
2. Confirming, within 45 days of the time the execution of the investment contract or Amendment, that the information in Section B above has been received from the External Manager.
3. Securing the agreement of each External Manager in any contract or Amendment that is entered into after the date this Policy (as last amended) is adopted, that, in the event that there was or is an intentional material omission or inaccuracy in the Placement Agent Information Disclosure or any other violation of this Policy, SamCERA reserves the right to reimbursement of any management or advisory fees paid by SamCERA from the date of violation to the date of the imposition of the fees.
4. Prohibiting any External Manager or Placement Agent from soliciting new investments from SamCERA for five years after they have committed a material violation of this Policy; provided, however, that SamCERA's Board, by majority vote at a noticed, public meeting, may reduce this prohibition upon a showing of good cause.
5. Providing the Board with Placement Agent information relating to each investment at the time the investment is brought to the Board for its decision.
6. Maintaining Placement Agent Information Disclosures as a public record and reporting to the Board any a material violation of this Policy.

Adopted December 14, 2010

Amended October 25, 2011

Amended March 28, 2017

Amended April 25, 2023



PLACEMENT AGENT DISCLOSURE POLICY

This amended policy is effective immediately upon its adoption. This policy is intended to supplement any applicable provisions of state or federal law, which shall govern in the event of any inconsistency.

I. PURPOSE

This Policy is adopted pursuant to the requirements set forth in Government Code Section 7513.85 to help ensure that ~~the~~ San Mateo County Employees' Retirement Association's (SamCERA's) investment decisions are made solely on the merits of the investment opportunity. This Policy requires broad, timely, and updated disclosure of all Placement Agents, ~~as that term is defined by Government Code section 7513.8, as well as~~ their relationships, compensation, and fees. All capitalized terms used herein shall be defined as set forth in California Government Code section 7513.8.

II. APPLICATION

This Policy applies broadly to every type of SamCERA investment ~~managers~~ manager including, but not limited to, general partners, sponsors of hedge funds, private equity funds, real estate funds, and infrastructure funds, as well as public market investment managers.

This Policy, as last amended, applies to all agreements with External Managers that are:

(1) E~~e~~ntered into after the date this Policy, as last amended, is adopted; or ~~(1)(2)~~ and all existing agreements if, after the date this amended Policy is adopted, the agreement is amended to continue, terminate, or extend the term of the agreement or the investment period, increase the commitment of funds by SamCERA, or otherwise change the agreement's substantive term, including or increasing or accelerate/accelerating the fees or compensation payable to the External Manager, to the extent such amendments to the agreement (referred to hereafter as "Amendment") are executed subsequent to the adoption of amendments to this Policy. In

the case of an Amendment, the disclosure provisions of this Policy shall apply to the Amendment and not to the original agreement.

III. RESPONSIBILITIES

A. The Board is responsible for:

1. Only ~~Not~~ entering into ~~any~~ agreements with ~~an~~ External Managers ~~which that does not~~ agree in writing to comply with this policy.
2. Not entering into any agreements with ~~an~~ External Managers ~~who has that~~ have violated this policy within the previous five years. However, this prohibition may be reduced by a majority vote of the Board at a public session upon a showing of good cause.

B. Each External Manager is responsible for:

1. Executing an agreement ~~that provides~~ requiring that the External Manager ~~will~~ comply with this policy.
2. Providing the following information to SamCERA Investment Staff within 45 days of the ~~time date that~~ investment discussions are initiated ~~by with~~ the External Manager, ~~but and~~, in any event, prior to the completion of due diligence. In the case of Amendments, ~~the an updated~~ Placement Agent Information Disclosure is required prior to execution of the Amendment.
 - a. Disclosure of payments or compensation by the External Manager or any of its principals, employees, agents, or affiliates, directly or indirectly, to any person or entity to act as a Placement Agent in connection with SamCERA investments.
 - b. A resume for each officer, partner, and principal of the Placement Agent detailing ~~the person's~~ their education, professional designations, regulatory licenses, and investment and work experience. If any such person is a current or former SamCERA Board Member, employee, or Consultant, or a member of the immediate family of any such person, this fact shall be specifically noted.
 - c. A description of any and all compensation of any kind provided, or agreed to be provided, to a Placement Agent, including the nature, timing, and value thereof. Compensation to Placement Agents ~~shall~~ include ~~includes~~, but is not ~~be~~ limited to, compensation from the External Manager to third parties as well as the External Manager's own employees ~~of the External Manager~~ who solicit or market investments to SamCERA, or who are paid based upon investment commitments secured by such

employees.

d. A description of the services to be performed by the Placement Agent and a statement as to whether the Placement Agent is utilized by the External Manager with all prospective clients or only with a subset of the External Manager's prospective clients.

e. A written copy of any and all agreements between the External Manager and the Placement Agent.

f. A statement whether the ~~placement agent~~ Placement Agent, or any of its affiliates, are registered with the Securities and Exchange Commission or the Financial Industry Regulatory Association, or any similar regulatory agent in a country other than the United States, and the details of that registration or explanation as to why no registration is required.

g. A statement whether the ~~placement agent~~ Placement Agent, or any of its affiliates, is registered as a lobbyist with any state or national government.

h. The names of any current or former SamCERA Board Members, employees, or Consultants who suggested the retention of the Placement Agent.

3. Providing an update of any changes to any of the information provided pursuant to ~~section~~ Section B.2 above within 30 calendar days of the date that the External Manager knew or should have known of the change in information.

4. Representing and warranting the accuracy of the information described in ~~section~~ Section B.2 above.

5. Causing its engaged Placement Agent to disclose, prior to acting as a Placement Agent to SamCERA:

a. All campaign contributions made by the Placement Agent to any publicly elected SamCERA Board Member during the prior 24-month period. Additionally, any subsequent campaign contribution(s) made by the Placement Agent to any publicly elected SamCERA Board Member during the time the Placement Agent is receiving compensation in connection with a SamCERA investment shall also be disclosed.

b. All gifts, as defined in Government Code Section 82028, given by the Placement Agent to any SamCERA Board Member during the prior 24-month period. Additionally, any subsequent gift(s) made by the Placement Agent to any SamCERA Board Member during the time the

Placement Agent is receiving compensation in connection with a SamCERA investment shall also be disclosed.

6. Acknowledging and agreeing that SamCERA reserves the right to deem ~~the any~~ failure by a Placement Agent to disclose the information required by Sections B.5(a) and B.5(b) as a material breach of the External Manager's agreement with SamCERA with the External Manager.

C. SamCERA Investment Staff ("Staff") are responsible for:

1. Providing External Managers with a copy of this Policy at the time that discussions are initiated with respect to a prospective investment or engagement.
2. Confirming, within 45 days of the time the execution of the investment contract or Amendment, that the information in ~~section~~ Section B above has been received ~~from the External Manager within 45 days of the time the execution of the investment contract or Amendment.~~
3. ~~For new contracts and amendments to contracts existing as of the date of the initial adoption of this Policy, s~~Securing the agreement of ~~the each~~ External Manager in ~~the final written agreement between SamCERA and the External Manager to provide any contract or Amendment that is entered into after the date this Policy (as last amended) is adopted, that,~~ in the event that there was or is an intentional material omission or inaccuracy in the Placement Agent Information Disclosure or any other violation of this Policy, SamCERA reserves the right to reimbursement of any management or advisory fees paid by SamCERA from the date of violation to the date of the imposition of the fees.
4. Prohibiting any External Manager or Placement Agent from soliciting new investments from SamCERA for five years after they have committed a material violation of this Policy; provided, however, that SamCERA's Board, by majority vote at a noticed, public meeting, may reduce this prohibition upon a showing of good cause.
5. Providing the Board with Placement Agent information relating to each investment at the time the investment is brought to the Board for its decision.
6. Maintaining Placement Agent Information Disclosures as a public record and reporting to the Board any a material violation of this Policy.

Adopted December 14, 2010
Amended October 25, 2011

Amended March 28, 2017

Amended April 25, 2023



SAN MATEO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION

PLACEMENT AGENT DISCLOSURE AND SEC COMPLIANCE FORM

The Board of Retirement (“Board”) of the San Mateo County Employees’ Retirement Association (“SamCERA”) has adopted a Placement Agent Policy (“Policy”), a copy of which is attached as Attachment I. For the purposes of compliance with the Policy and the proper completion of this form, please refer to the definitions of “*External Manager*”, “*Person*”, “*Placement Agent*”, “*Investment Fund*”, “*Investment Vehicle*”, and “*Compensation*” as set forth in California Government Code Section 7513.8 and reflected in Section IV. Under the Policy, each External Manager must complete and deliver this Disclosure Form to SamCERA within 45 days of the date that investment discussions are initiated and, in any event, prior to the completion of due diligence in accordance with Section II.B.2 of the Policy.

For purposes of this disclosure, “you” means the External Manager identified below and its affiliates, including the External Manager’s and affiliates’ respective officers, directors, partners, members, employees, contractors, and agents.

Name of External Manager: _____

Name of Investment Fund: _____

Contact information for External Manager:

Address: _____

Contact Person: _____
Title _____

Phone: _____
Email _____

PART ONE: DEFINITIONS

The following definitions are excerpted from California Government Code section 7513.8 and are current as of April 25, 2023. Should the legislature subsequently amend the definitions below, the definition of these terms as amended shall supersede the definitions contained in this policy.

“External Manager” means either of the following: (1) a Person who is seeking to be, or is, retained by a board or an Investment Vehicle to manage a portfolio of securities or other assets for compensation; (2) a Person who manages an Investment Fund and who offers or sells, or has offered or sold, an ownership interest in the Investment Fund to a board or an Investment Vehicle. (All code section references are to the Government Code, unless otherwise noted.)

“Person” means an individual, corporation, partnership, limited partnership, limited liability company, or association, either domestic or foreign.

“Investment Vehicle” means a corporation, partnership, limited partnership, limited liability company, association, or other entity, either domestic or foreign, managed by an External Manager in which a board is the majority investor and that is organized in order to invest with, or retain the investment management services of, other External Managers.

“Investment Fund” means a private equity fund, public equity fund, venture capital fund, hedge fund, fixed income fund, real estate fund, infrastructure fund, or similar pooled investment entity that is, or holds itself out as being, engaged primarily, or proposes to engage primarily, in the business of investing, reinvesting, owning, holding, or trading securities or other assets. Notwithstanding the preceding sentence, an investment company that is registered with the Securities and Exchange Commission pursuant to the Investment Company Act of 1940 (15 U.S.C. Sec. 8a-1 et seq.) and that makes a public offering of its securities is not an Investment Fund.

“Placement Agent” means any Person directly or indirectly hired, engaged, or retained by, or serving for the benefit of or on behalf of, an External Manager or an Investment Fund managed by an External Manager, and who acts or has acted for compensation as a finder, solicitor, marketer, consultant, broker or other intermediary in connection with the offer or sale to a board or an Investment Vehicle either of the following: in the case of an External Manager as defined in subpart (1) of the definition of an External Manager, the investment management services of the External Manager; in the case of an External Manager as defined in subpart (2) of the definition of an External Manager, an ownership interest in an Investment Fund managed by the External Manager. Notwithstanding the preceding sentence, an individual who is an employee, officer, director, equityholder, partner, member, or trustee of an External Manager and who spends one-third or more of his or her time, during a calendar year, managing the securities or assets owned, controlled, invested, or held by the External Manager is not a Placement Agent.

PART TWO: USE OF PLACEMENT AGENTS

1. Have you used a Placement Agent in connection with the Proposed Investment?

Yes _____ No _____

2. Will a Placement Agent receive compensation from you if SamCERA invests in the Proposed Investment?

Yes _____ No _____

If you answer "Yes" to either question, complete the remainder of this Disclosure Form.

If you answer "No" to both questions, go to directly to PART THREE.

3. The name of the Placement Agent is:

4. Describe the relationship between you and the Placement Agent.

_____.

5. Attach a resume for each officer, partner, or principal of the Placement Agent detailing the person's education, professional designations, regulatory licenses, and investment and work experience. Please identify below all persons whose resumes are attached.

_____.

6. Describe any and all compensation of any kind provided, or agreed to be provided, to the Placement Agent or to a third party at the behest of the Placement Agent, in connection with the Placement Agent's work for the External Manager on the Proposed Investment or as a result of SamCERA investing in the Proposed Investment. ("Compensation" means remuneration and other benefits or favors of any kind.)

_____.

7. Describe the services to be performed by the Placement Agent in connection with the Proposed Investment.

8. a. Is the External Manager solely responsible for payment of the Placement Agent's compensation?

Yes _____ No _____

If "No", explain:

b. Will any part of the compensation be paid or provided directly or indirectly by SamCERA, the Investment Vehicle, the Investment Fund, or any investor(s) in the Investment Vehicle or in the Investment Fund?

Yes _____ No _____

If "Yes", explain:

9. Please list the name(s) of all current and former Board members, employees, and consultants and member(s) of the immediate family of any such person that are either employed or receiving compensation of any kind provided, or agreed to be provided, directly or indirectly from the Placement Agent in connection with the Proposed Investment or as a result of SamCERA investing in the Proposed Investment. If none, enter "none" below.

10. Please list the name(s) of any current or former Board members, employees, and consultants who suggested the retention of the Placement Agent in connection with the Proposed Investment. If none, enter "none" below.

11. Please confirm that the Placement Agent, and any affiliates, as applicable, is/are registered with the Securities and Exchange Commission or the Financial Industry Regulatory Association or any similar state regulatory agency, or any similar regulatory agency in a country other than the United States. Please describe the details of each registration. If the Placement Agent is not registered with any regulatory agency, please explain why no registration is required.

Any External Manager or Placement Agent that violates the Policy shall not solicit new investments from SamCERA for five years after the violation was committed. However, this prohibition may be reduced by a majority vote of the Board at a public session upon a showing of good cause.

Please note, there may be other laws relevant to Placement Agents, and you and any Placement Agent you engage with respect to managing or seeking to manage SamCERA assets are strongly encouraged to consult your own legal counsel. *Please note that San Mateo County does not have a policy or ordinance regarding lobbyist registration.*

California Government Code section 7513.9:

(a) Any placement agent, prior to acting as a placement agent in connection with any potential system investment, shall disclose to the board all campaign contributions made by the placement agent to any elected member of the board during the prior 24-month period. Additionally, any subsequent campaign contribution made by the placement agent to an elected member of the board during the time the placement agent is receiving compensation in connection with a system investment shall also be disclosed.

(b) Any placement agent, prior to acting as a placement agent in connection with any potential system investment, shall disclose to the board all gifts, as defined in Section 82028, given by the placement agent to any member of the board during the prior 24-month period. Additionally, any subsequent gift given by the placement agent to any member of the board during the time the placement agent is receiving compensation in connection with a system investment shall also be disclosed.

PART THREE: SECURITIES AND EXCHANGE COMMISSION COMPLIANCE

You are expected to comply with all applicable laws, ordinances, rules, and regulations pertaining to investment advisers and the use of Placement Agents.

The U.S. Securities and Exchange Commission (“SEC”) has adopted rules governing political contributions by certain investment advisers to certain officials. “Official” is defined in 17 CFR 275.206(4)-5 as “any person (including any election committee for the person) who was, at the time of the contribution, an incumbent, candidate or successful candidate for elective office of a government entity, if the office: (i) is directly or indirectly responsible for, or can influence the outcome of, the hiring of an investment adviser by a government entity; or (ii) has authority to appoint any person who is directly or indirectly responsible for, or can influence the outcome of, the hiring of an investment adviser by a government entity.”

Six members of SamCERA’s Board are elected by various member constituencies (two by general members, one by safety members, one alternate for safety members, one by retired members and one alternate for retired members).

The San Mateo County Board of Supervisors, who are elected by the electorate of the County of San Mateo, appoint four members of the Board. The County Treasurer Tax Collector is elected by the electorate of the County of San Mateo.

Generally, investment advisers are prohibited from providing investment advisory services for compensation within two years after making a political contribution to an official in violation of the SEC rule. SamCERA could be adversely affected if you or a covered associate made a prohibited political contribution.

1. Have you or a “covered associate” made a political “contribution” to an “official”, as the quoted terms are defined in 17 CFR 205.206(4)-5 (the “Regulation”) that would make it unlawful under the Regulation for you to provide investment advisory services for compensation to SamCERA?

Yes _____ No _____

If “Yes”, explain:

2. Are you an investment adviser registered (or required to be registered) with the SEC?

Yes _____ No _____

If "Yes", go to question 4. If "No", explain below, then answer question 3:

3. Are you unregistered with the SEC in reliance on the exemption available under section 203(b)(3) of the Investment Advisor Act of 1940?

Yes _____ No _____

If "Yes", explain:

4. Have you or a "covered associate" as defined in the Regulation engaged in any of the conduct described in (a)(2) of the Regulation? If so, when?

Yes _____ No _____

If "Yes", explain:

Please note, there are other relevant SEC compliance issues apart from political contributions. You are encouraged to consult your own legal counsel.

By signing below, you are certifying you are in compliance with all SEC rules and regulations relating to investment advisers and placement agents.

PART FOUR: CERTIFICATION

This form, completed and signed by you, will be incorporated into and made a part of any contract or other agreement pursuant to which you manage assets for SamCERA.

By signing below, you represent and warrant that the information set forth herein, and attached hereto, is true and correct. Furthermore, you understand that SamCERA is relying upon your representations and warranties in determining whether to engage you to provide investment advisory services to SamCERA. You agree to update this information in writing within ten days of any happenings that render your responses untrue or inaccurate.

The execution and delivery of this form has been duly authorized by all necessary action by the undersigned.

Name of External Manager: _____

By: _____

Name: _____

Title: _____

Date: _____

Att: SamCERA's Placement Agent Policy



SAN MATEO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION

PLACEMENT AGENT DISCLOSURE AND SEC COMPLIANCE FORM

The Board of Retirement (“Board”) of the San Mateo County Employees’ Retirement Association (“SamCERA”) has adopted a Placement Agent Policy (“Policy”), a copy of which is attached as Attachment I. For the purposes of compliance with the Policy and the proper completion of this form, please refer to the definitions of “*External Manager*”, “*Person*”, “*Placement Agent*”, “*Investment Fund*”, “*Investment Vehicle*”, and “*Compensation*” as set forth in California Government Code Section 7513.8 and reflected in Section IV. Under the Policy, each External Manager must complete and deliver this Disclosure Form to SamCERA ~~prior to SamCERA~~ within 45 days of the date that investment discussions are initiated and, in any event, prior to the completion of due diligence in accordance with Section II.B.2 of the Policy ~~investing any money with that manager.~~

For purposes of this disclosure, “you” means the External Manager identified below and its affiliates, including the External Manager’s and affiliates’ respective officers, directors, partners, members, employees, contractors, and agents.

Name of External Manager: _____

Name of Investment Fund: _____

Contact information for External Manager:

Address: _____

Contact Person: _____
Title _____

Phone: _____
Email _____

PART ONE: DEFINITIONS

The following definitions are excerpted from California Government Code section 7513.8 and are current as of ~~March 28, 2017~~April 25, 2023. Should the legislature subsequently amend the definitions below, the definition of these terms as amended shall supersede the definitions contained in this policy.

“External Manager” means either of the following: (1) a Person who is seeking to be, or is, retained by a board or an Investment Vehicle to manage a portfolio of securities or other assets for compensation; (2) a Person who manages an Investment Fund and who offers or sells, or has offered or sold, an ownership interest in the Investment Fund to a board or an Investment Vehicle. (All code section references are to the Government Code, unless otherwise noted.)

“Person” means an individual, corporation, partnership, limited partnership, limited liability company, or association, either domestic or foreign.

“Investment Vehicle” means a corporation, partnership, limited partnership, limited liability company, association, or other entity, either domestic or foreign, managed by an External Manager in which a board is the majority investor and that is organized in order to invest with, or retain the investment management services of, other External Managers.

“Investment Fund” means a private equity fund, public equity fund, venture capital fund, hedge fund, fixed income fund, real estate fund, infrastructure fund, or similar pooled investment entity that is, or holds itself out as being, engaged primarily, or proposes to engage primarily, in the business of investing, reinvesting, owning, holding, or trading securities or other assets. Notwithstanding the preceding sentence, an investment company that is registered with the Securities and Exchange Commission pursuant to the Investment Company Act of 1940 (15 U.S.C. Sec. 8a-1 et seq.) and that makes a public offering of its securities is not an Investment Fund.

“Placement Agent” means any Person directly or indirectly hired, engaged, or retained by, or serving for the benefit of or on behalf of, an External Manager or an Investment Fund managed by an External Manager, and who acts or has acted for compensation as a finder, solicitor, marketer, consultant, broker or other intermediary in connection with the offer or sale to a board or an Investment Vehicle either of the following: in the case of an External Manager as defined in subpart (1) of the definition of an External Manager, the investment management services of the External Manager; in the case of an External Manager as defined in subpart (2) of the definition of an External Manager, an ownership interest in an Investment Fund managed by the External Manager. Notwithstanding the preceding sentence, an individual who is an employee, officer, director, equityholder, partner, member, or trustee of an External Manager and who spends one-third or more of his or her time, during a calendar year, managing the securities or assets owned, controlled, invested, or held by the External Manager is not a Placement Agent.

PART TWO: USE OF PLACEMENT AGENTS

1. Have you used a Placement Agent in connection with the Proposed Investment?

Yes _____ No _____

2. Will a Placement Agent receive compensation from you if SamCERA invests in the Proposed Investment?

Yes _____ No _____

If you answer "Yes" to either question, complete the remainder of this Disclosure Form.

If you answer "No" to both questions, go to directly to PART THREE.

3. The name of the Placement Agent is:

4. Describe the relationship between you and the Placement Agent.

_____.

5. Attach a resume for each officer, partner, or principal of the Placement Agent detailing the person's education, professional designations, regulatory licenses, and investment and work experience. Please identify below all persons whose resumes are attached.

_____.

6. Describe any and all compensation of any kind provided, or agreed to be provided, to the Placement Agent or to a third party at the behest of the Placement Agent, in connection with the Placement Agent's work for the External Manager on the Proposed Investment or as a result of SamCERA investing in the Proposed Investment. ("Compensation" means remuneration and other benefits or favors of any kind.)

_____.

7. Describe the services to be performed by the Placement Agent in connection with the Proposed Investment.

8. a. Is the External Manager solely responsible for payment of the Placement Agent's compensation?

Yes _____ No _____

If "No", explain:

b. Will any part of the compensation be paid or provided directly or indirectly by SamCERA, the Investment Vehicle, the Investment Fund, or any investor(s) in the Investment Vehicle or in the Investment Fund?

Yes _____ No _____

If "Yes", explain:

9. Please list the name(s) of all current and former Board members, employees, and consultants and member(s) of the immediate family of any such person that are either employed or receiving compensation of any kind provided, or agreed to be provided, directly or indirectly from the Placement Agent in connection with the Proposed Investment or as a result of SamCERA investing in the Proposed Investment. If none, enter "none" below.

10. Please list the name(s) of any current or former Board members, employees, and consultants who suggested the retention of the Placement Agent in connection with the Proposed Investment. If none, enter "none" below.

11. Please confirm that the Placement Agent, and any affiliates, as applicable, is/are registered with the Securities and Exchange Commission or the Financial Industry Regulatory Association or any similar state regulatory agency, or any similar regulatory agency in a country other than the United States. Please describe the details of each registration. If the Placement Agent is not registered with any regulatory agency, please explain why no registration is required.

Any External Manager or Placement Agent that violates the Policy shall not solicit new investments from SamCERA for five years after the violation was committed. However, this prohibition may be reduced by a majority vote of the Board at a public session upon a showing of good cause.

Please note, there may be other laws relevant to Placement Agents, and you and any Placement Agent you engage with respect to managing or seeking to manage SamCERA assets are strongly encouraged to consult your own legal counsel. *Please note that San Mateo County does not have a policy or ordinance regarding lobbyist registration.*

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The U.S. Securities and Exchange Commission (“SEC”) has adopted rules governing political contributions by certain investment advisers to certain officials. “Official” is defined in 17 CFR 275.206(4)-5 as “any person (including any election committee for the person) who was, at the time of the contribution, an incumbent, candidate or successful candidate for elective office of a government entity, if the office: (i) is directly or indirectly responsible for, or can influence the outcome of, the hiring of an investment adviser by a government entity; or (ii) has authority to appoint any person who is directly or indirectly responsible for, or can influence the outcome of, the hiring of an investment adviser by a government entity.”

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Yes _____ No _____

If “Yes”, explain:

2. Are you an investment adviser registered (or required to be registered) with the SEC?

Yes _____ No _____

If "Yes", go to question 4. If "No", explain below, then answer question 3:

3. Are you unregistered with the SEC in reliance on the exemption available under section 203(b)(3) of the Investment Advisor Act of 1940?

Yes _____ No _____

If "Yes", explain:

4. Have you or a "covered associate" as defined in the Regulation engaged in any of the conduct described in (a)(2) of the Regulation? If so, when?

Yes _____ No _____

If "Yes", explain:

Please note, there are other relevant SEC compliance issues apart from political contributions. You are encouraged to consult your own legal counsel.

By signing below, you are certifying you are in compliance with all SEC rules and regulations relating to investment advisers and placement agents.

PART FOUR: CERTIFICATION

This form, completed and signed by you, will be incorporated into and made a part of any contract or other agreement pursuant to which you manage assets for SamCERA.

By signing below, you represent and warrant that the information set forth herein, and attached hereto, is true and correct. Furthermore, you understand that SamCERA is relying upon your representations and warranties in determining whether to engage you to provide investment advisory services to SamCERA. You agree to update this information in writing within ten days of any happenings that render your responses untrue or inaccurate.

The execution and delivery of this form has been duly authorized by all necessary action by the undersigned.

Name of External Manager: _____

By: _____

Name: _____

Title: _____

Date: _____

Att: SamCERA's Placement Agent Policy

SAN MATEO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
Board of Retirement

April 25, 2023

Agenda Item 4.13

TO: Board of Retirement

FROM: Gladys Smith, Assistant Executive Officer



SUBJECT: Trustee's Special Request To Attend An Educational Event

Recommendation

Approve the following request by a Board of Retirement trustee who has submitted a special request to attend an educational event.

Background

SamCERA's Education Policy has a list of educational programs and activities under Section 2(B) that are approved by the Board of Retirement. If a trustee would like to attend a training/conference not specified under Section 2(B), the trustee must submit a *Board of Retirement Trustee Special Request To Attend Education Event Form* answering the following questions listed under Section 3(D) of the policy:

1. Are the conference topics of current interest and importance and related to issues facing SamCERA?
2. Have reports from previous attendees been favorable regarding the content of the conference and the continuing value of future attendance?
3. Will the conference meet the educational needs of the attendee?
4. Can similar education be received from an already approved provider or that provider's on-line resources?
5. Does the cost of the event and overnight travel justify the benefits particularly if the conference is out of California?
6. How many overnight trips has the Board member attended and/or is planning on attending this fiscal year?

Discussion

Elaine Orr has requested to attend the Milken Institute Global Conference from April 30 – May 3, 2023 at The Beverly Hilton, Beverly Hills, CA.

Attachments

Trustee's Special Request To Attend An Educational Event Form – Elaine Orr

BOARD OF RETIREMENT TRUSTEE SPECIAL REQUEST TO ATTEND EDUCATION EVENT

Use this form to request to attend an education activity not authorized in Section 2B of the Education Policy.

Trustee Name: Elaine Orr
Event Title: milken Institute Global Conference
Date of Event: 4/30 - 5/3 2023 LA.
Event Sponsor: milken Institute

1.) Are the conference topics of current interest and importance and related to issues facing SamCERA?
(In addition to your written response, please attach the event agenda.)

'Advancing a Thriving World'
Financial Markets Track - eg. Future of Asset Classes
VC + Innovation - reset - 5/1/23 10⁰⁰ am session
See agenda attached as: milkeninstitute.org/events/
global-conference-2023/program

2.) How will the conference meet your educational needs? (Is the program appropriate for your expertise/experience level, and are the courses addressing subject areas that you need?)

Topics covered not only include financial markets
but gov policy, sustainability, human capital,

3.) Can similar education be received from an already approved provider from section 2B (or SACRS/CALPRS) or that provider's online resources? (If yes, explain why attendance at this conference is necessary. If no, how did you verify this?) Yes No

Based on recommendation from Board Chair
at SFERS, who also sits on Federal Employees
Retirement plan and CIO at FERS, among
a few of SamCera's existing managers.

4.) Why does the cost of the event and overnight travel justify the benefits, particularly if the conference is out of California?

The very most senior leaders and investors attend this premier, longstanding, reputable event. CALPRS, PSUK, COLUMBIA invt mgt, Global representation - EMEA, ASIA is unparalleled at this cost & really complimentary.

5.) Is the event sponsored by marketing companies, investment managers or other potential service providers? (Check the agenda for any sponsors of events, meals, etc.) Yes No Not Sure

6.) How many non-SACRS/CALPRS events overnight trips have you attended or are you planning to attend this fiscal year? (Please list events.)

None

7.) Have reports from previous attendees been favorable regarding the content of the conference and the continuing value of future attendance? Yes No Not Sure

8.) Any other information about the event that the Board should know?

Milken Institute known for advocacy healthy longevity and financial security all through high impact policies.

SAN MATEO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
Board of Retirement

April 25, 2023

Agenda Item 6.1

TO: Board of Retirement

FROM: Michael Coultrip, Chief Investment Officer



SUBJECT: Preliminary Monthly Portfolio Performance Report for the Period Ended
March 31, 2023

Recommendation

Accept the preliminary performance report dated March 31, 2023.

Background

This preliminary report is intended to provide a high-level view of the portfolio and its trends. It is not intended to provide short-term performance upon which the Board would act. The quarterly performance metrics are not yet available for our private equity, private credit, private real asset, and real estate portfolios. The performance for these portfolios will be reflected in the quarterly performance report generated by Verus.

The fund's net preliminary return for March was 1.3%, bringing the preliminary trailing twelve-month net return ending March 2023 to -2.6%, which is below our assumed earnings rate of 6.25%.

SamCERA's estimated market value as of March was \$5.941 billion, while the actuarial funded ratio as of June 30, 2022 was 90.7%

Discussion

Turmoil in the banking sector (culminating in the failure of SVB and Signature Bank) resulted in extreme market volatility in both equity and fixed income markets. The Fed increased rates by 25 basis points despite the tighter financial conditions brought about by the banking crisis. Despite all this, risk assets rallied into month-end based on the expectation that we are near (or at) peak interest rates and posted mostly positive returns for the month.

The U.S. equity market (measured by the S&P 500 Index) was up 3.7%, while small-capitalization stocks were down 4.8% (partly due to exposure to smaller regional banks). Developed international equity (as measured by MSCI EAFE) was up 2.5% while emerging markets were up 3.0%.

Economic activity moderated a bit in March. Manufacturing softened again and continues to be in contraction territory (for the fifth straight month). Conversely, the labor market was firm, adding 236,000 jobs in March, but it was the smallest increase since December 2020. The headline unemployment rate decreased to 3.5%, again closing in on decade old record lows. Inflation (as

measured by the Consumer Price Index - All Urban Consumers) continued to slow, although at a smaller rate than the previous few months. CPI increased 5.0% for the twelve months ended March.

The general U.S. fixed income market was up 2.5% in March as interest rates fell across the yield curve. The 10-year U.S. Treasury yield was lower by 45 basis points during the month and ended at 3.47% by month-end. High Yield returns were up 1.1% and the Bloomberg Commodity Index was down 0.2%.

Attachments

Verus Capital Market Update

Northern Trust Preliminary Monthly Performance Report

A large, semi-transparent geometric pattern of overlapping triangles in shades of blue and white is overlaid on the left side of the image. The pattern consists of a grid of triangles, with some being solid blue and others being white with blue outlines.

**PERSPECTIVES
THAT DRIVE
ENTERPRISE
SUCCESS**

MARCH 2023
Capital Markets Update

Market commentary

U.S. ECONOMICS

- Nonfarm payrolls grew by 236,000 on a seasonally adjusted basis, the lowest monthly figure since December 2020, while wage growth slowed to +4.2% year-over-year. Although these measures showed signs of cooling in the job market, unemployment ticked lower to 3.5% and the labor force participation rate rose from 62.5% to 62.6%.
- The Univ. of Michigan Consumer Sentiment Index dropped abruptly after three straight months of improvement, falling to 62.0 from 67.0 in the month prior. All index components fell, with the largest reversal coming from lowered expectations for business conditions in the year ahead (61.5 to 59.2).
- The ISM Manufacturing PMI (46.3) reversed and fell to its lowest level since May 2020. Companies across industries have likely reduced activity in recent months to avoid further instances of oversupply.

U.S. EQUITIES

- All major equity indices ended higher despite extensive mid-month volatility. The S&P 500 Index rose +3.7% as investors assessed a greater likelihood of a Fed pivot due to the increasingly apparent stress the brisk pace of rate hikes has placed on the financial system.
- The collapse of Silicon Valley Bank along with crypto-focused lenders Signature Bank and Silvergate Bank sparked fear among regional bank depositors and investors alike. The S&P Regional Banks Select Equity Index fell -28.2% in what was a tumultuous month for the broader Financials sector.
- While the S&P 500 rallied +7.5% in the first quarter, analysts largely trimmed-back Q1 EPS estimates over the last three months. Per FactSet, analysts have reduced Q1 EPS estimates by -6.3% since December 30th, a greater downward adjustment than average.

U.S. FIXED INCOME

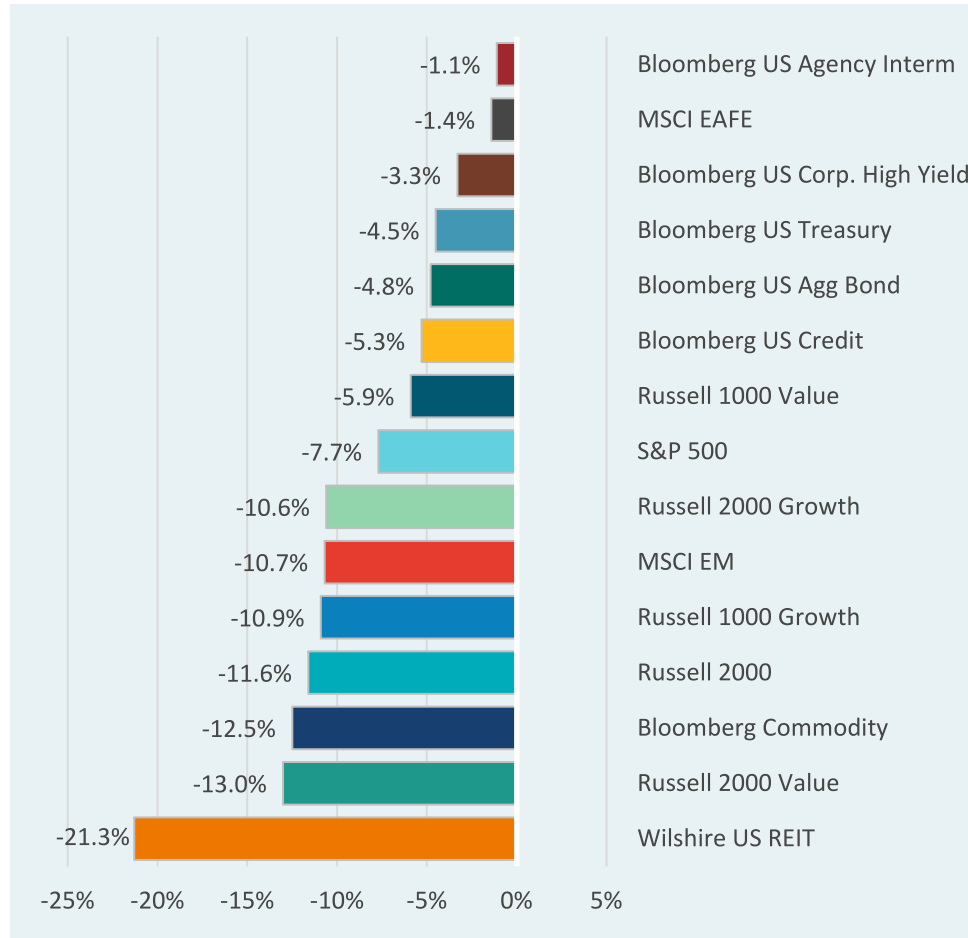
- News of the SVB collapse accelerated market expectations for rate cuts into the current year. Prior to the collapse, expectations for the Fed's terminal rate had peaked at a new high of 5.5% - 5.75%, but the ensuing risk-off sentiment quickly brought expectations back just below 5% ahead of the FOMC Meeting.
- The Fed enacted a 25-bps rate hike and reiterated its commitment to fighting inflation despite recent turmoil in the banking sector. With respect to the banking system, Fed Chairman Powell noted that "it is too soon to determine the extent of these effects, and therefore too soon to tell how monetary policy should respond."
- Bonds rallied on recent market volatility – the Bloomberg US Aggregate Index climbed +2.5% and nearly erased prior month losses.

INTERNATIONAL MARKETS

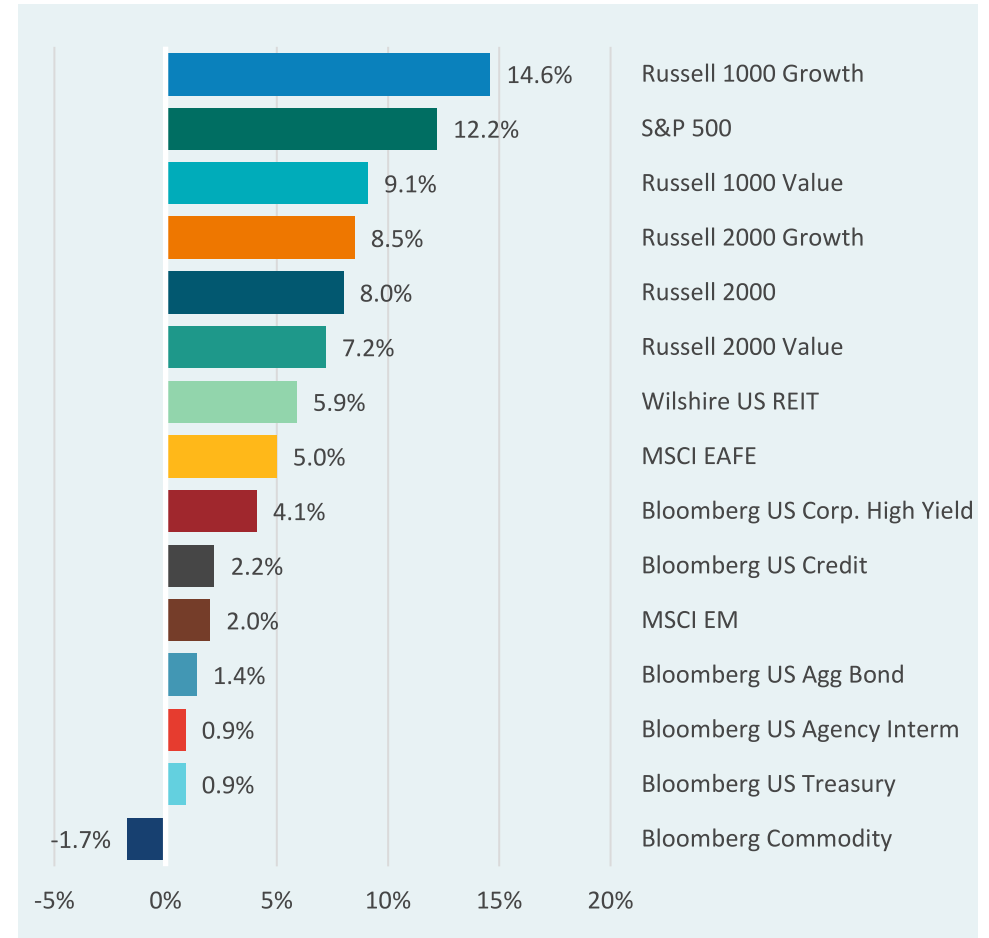
- Global equities (+3.1%) clawed back February losses as investors became increasingly optimistic about less restrictive central bank policies. All regional indices moved higher aside from the MSCI UK Index (-0.6%).
- Economic activity in Europe surprised to the upside throughout the month. The euro-area composite PMI rose to a 10-month high of 54.1. A resilient services sector coupled with the continued fall of energy prices contributed to the MSCI Euro Index posting a +4.1% return.
- Japan performed in line with other regional indices. Easing rate expectations and a stronger Yen (+2.4%) contributed in part to a +4.0% return for the MSCI Japan Index.

Major asset class returns

ONE YEAR ENDING MARCH



TEN YEARS ENDING MARCH



*Only publicly traded asset performance is shown here. Performance of private assets is typically released with a 3- to 6-month delay.

Source: Morningstar, as of 3/31/23

Source: Morningstar, as of 3/31/23

U.S. large cap equities

- The S&P 500 Index rose +3.7% as investors looked beyond stress in the banking system and turned their sights toward a potential Fed pause. Swift government intervention in the wake of the SVB collapse likely helped quell some fears of systemic bank failure.
- Seven of the 11 S&P GICS sectors ended the month higher. Technology stocks (+10.7%) continued to lead index performance, followed by Communication Services (+10.4%) and Utilities (+4.9%). The Financials sector was the largest detractor, falling -9.6%. Real Estate (-1.4%), and Materials (-1.0%) were the next worst performers.
- The Dow Jones Industrial Average (+2.1%) lagged the S&P 500 and NASDAQ for a third consecutive month. Performance has suffered recently due to the Dow's heavier allocation to defensive sectors including Financials and Health Care, and lighter allocation to Technology and Communication Services.
- On March 13th, the Cboe VIX Index of implied volatility closed at its highest level (26.5) since October following investors' fearful response to sudden U.S. banking stress. Volatility retreated during the back half of the month and the VIX closed at 18.7, -2 points below February levels.

S&P 500 PRICE INDEX



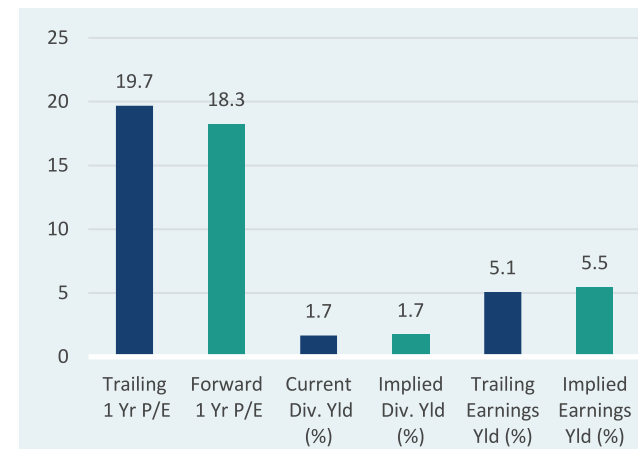
Source: Bloomberg, as of 3/31/23

IMPLIED VOLATILITY (VIX INDEX)



Source: Cboe, as of 3/31/23

S&P 500 VALUATION SNAPSHOT

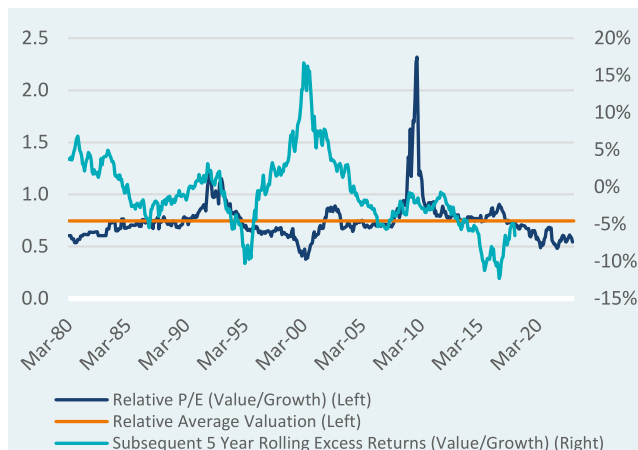


Source: Bloomberg, as of 3/31/23

Domestic equity size and style

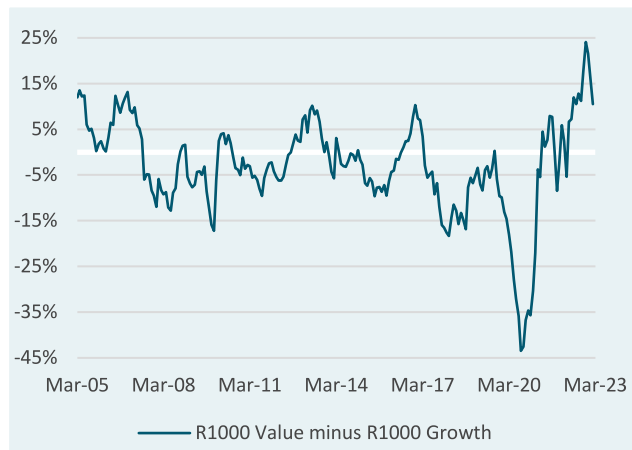
- Large-cap growth equities (Russell 1000 Growth +6.8%) continued to dominate the equity landscape. A quick and drastic shift in rate expectations helped support the continued ascent of growth equities while steep declines in the Financials sector pulled value stocks lower (Russell 1000 Value -0.5%).
- Small-cap stocks (-4.8%) suffered a strong sell-off and lagged large-caps (+3.2%), partly driven by heavy exposure to regional banks. The Regional Banks sub-industry represents the largest portion (10.3%) of the Russell 2000 and accounted for roughly one-third of the benchmark's decline.
- The outsized decline in small-caps ended a recent stint of small-cap overperformance and gave way to the largest monthly disparity (+8.0%) between large and small company performance since March 2020.
- The S&P 500 Equal Weighted Index fell -0.9% and now trails the cap-weighted index by -4.6% year-to-date. The recent recovery in growth sectors – which occupy a smaller percentage of the equal-weighted index – along with recent banking turmoil weighed on performance.

VALUE VS. GROWTH RELATIVE VALUATIONS



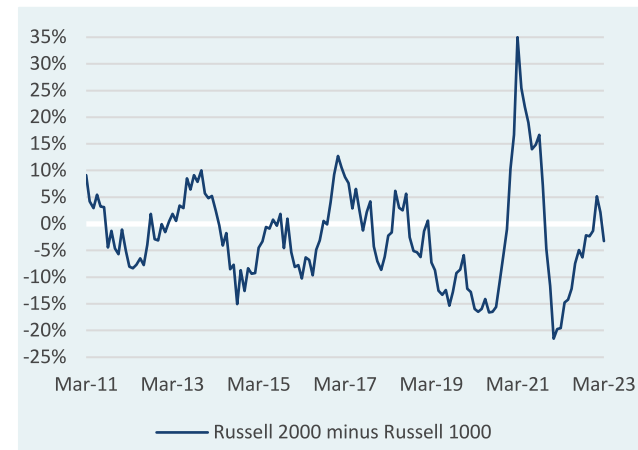
Source: FTSE, Bloomberg, as of 3/31/23

VALUE VS. GROWTH 1-YR ROLLING RELATIVE PERFORMANCE



Source: FTSE, Bloomberg, as of 3/31/23

SMALL VS. LARGE 1-YR ROLLING RELATIVE PERFORMANCE

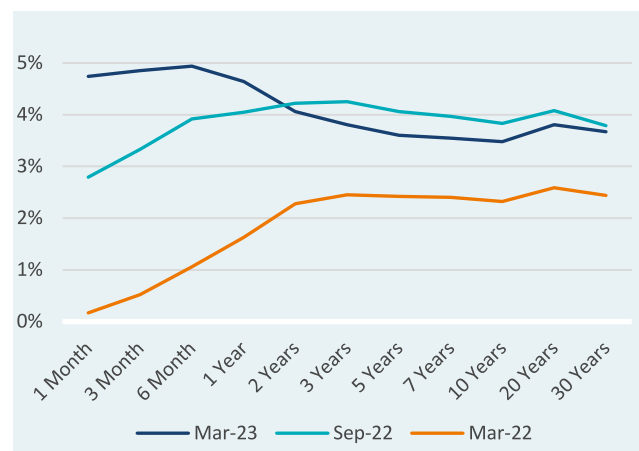


Source: FTSE, Bloomberg, as of 3/31/23

Fixed income

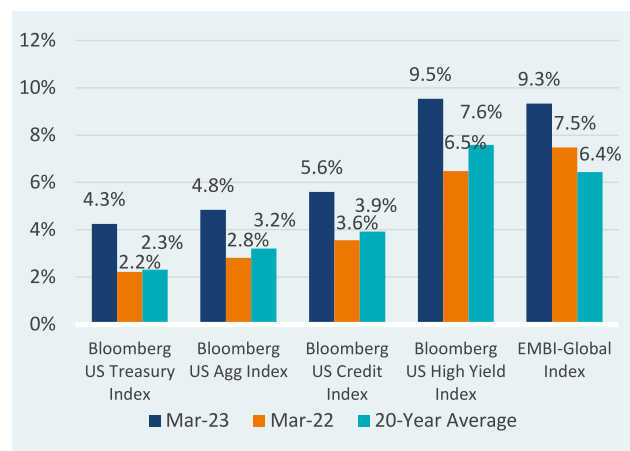
- In a month marked by volatility, the Bloomberg US Treasury Long Index (4.7%) outperformed the Bloomberg US Treasury (2.9%) and Bloomberg US Treasury 1-3 Year (1.6%) indices as investors moved towards the long end of the yield curve.
- Yields on 2-year Treasuries peaked at 5.05% then quickly fell more than 100 bps between March 8th and March 13th, marking the largest three-trading-day decline for the tenor since the market crash of 1987. After bottoming at 3.76%, the 2-year rallied in the second half of the month to finish at 4.06%.
- The dollar reversed course and gave up its February gains. The DXY finished -2.3% on the month, now down -1.4% year-to-date and -10.5% from its peak in late September. The dollar has seen losses in five of the last six months.
- Volatility throughout March resulted in widening credit spreads. Riskier segments lagged but still posted positive returns – the Bloomberg US Corporate High Yield Index (+1.1%) was among the worst performers.

U.S. TREASURY YIELD CURVE



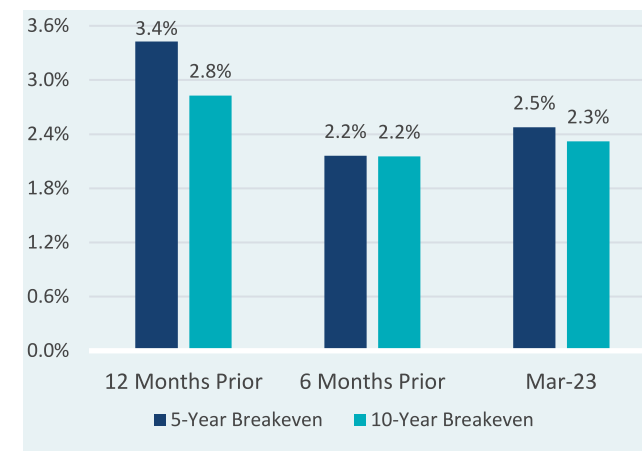
Source: Bloomberg, as of 3/31/23

NOMINAL YIELDS



Source: Morningstar, as of 3/31/23

BREAKEVEN INFLATION RATES

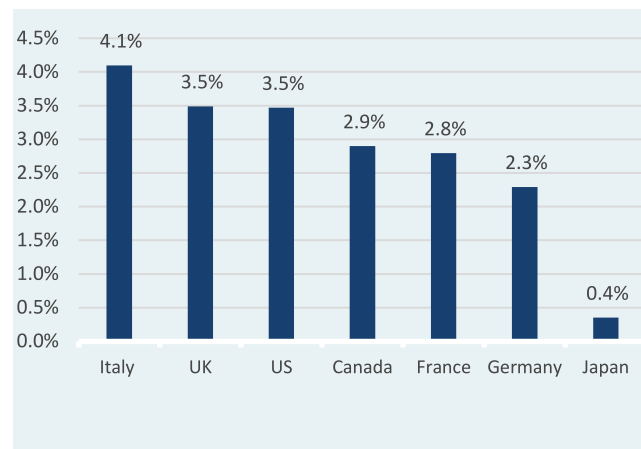


Source: Bloomberg, as of 3/31/23

Global markets

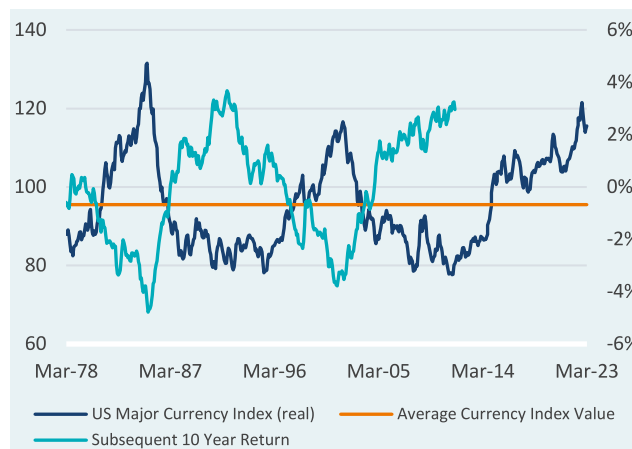
- Global equities (MSCI ACWI Index +3.1%) moved higher alongside falling yields across major markets. Gains were broad, with both developed market equities (+2.5%) and emerging market equities (+3.0%) ending in the green.
- Style trends within international equities have largely mirrored domestic equities to start the year. The MSCI EAFE Growth Index rallied +5.3% while EAFE Value fell -0.3%. This trend likely reflects the rising prospect of a slowdown in rate hikes from major central banks, which would be supportive of growth stock valuations.
- British equities (MSCI UK Index -0.6%) saw the only declines among major equity markets in March. UK-listed equities have faced notably worsening sentiment among English pension funds which transferred liabilities to insurance companies in record volumes in the first quarter of 2023.
- Locally-denominated emerging market debt (JPM GBI-EM Global Diversified +4.1%) jumped as abrupt signals of a closer-than-anticipated pause in U.S. rate hikes helped support global currencies. The index is up +5.2% year-to-date, ahead of all major fixed income indices.

GLOBAL SOVEREIGN 10-YEAR YIELDS



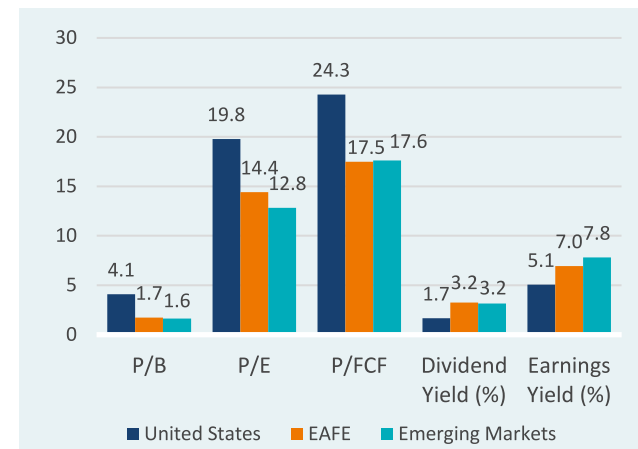
Source: Bloomberg, as of 3/31/23

U.S. DOLLAR MAJOR CURRENCY INDEX



Source: Federal Reserve, as of 3/31/23

MSCI VALUATION METRICS (3-MONTH AVG)



Source: Bloomberg, as of 3/31/23

Commodities

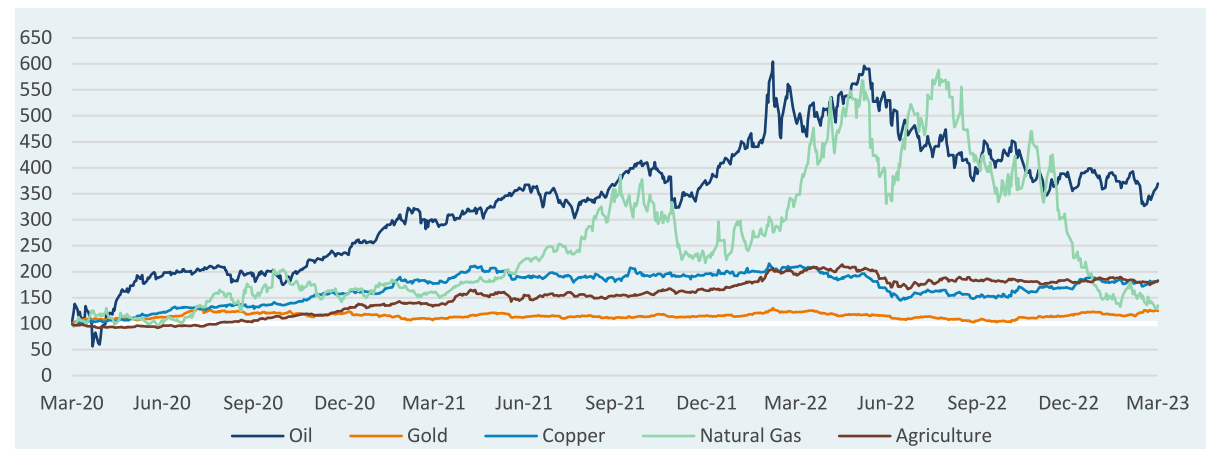
- A continued decline in energy prices drove the Bloomberg Commodity Index (-0.2%) lower for a fourth consecutive month. Noteworthy gains in precious metals (+9.2%) prices helped buoy index performance as market volatility and falling interest rates increased investor appetite for gold and silver.
- Within Softs (+0.2%), sugar (+10.9%) was the only positive performer as coffee (-8.5%) and cotton (-1.5%) were laggards. India's cut in sugar exports was a primary factor in the sharp rise which pushed refined sugar prices to a decade high.
- The Bloomberg Energy Sub-Index fell -6.9% on the month. OPEC+ unexpectedly announced production cuts in excess of 1 million barrels per day at month end. Brent crude erased some of the losses from early in the month to finish at -4.8%. Natural gas continued its fall (-19.3%) and is now down -50.5% year-to-date.
- The Bloomberg Precious Metals sub-index (+9.2%) was the best performer for the month. Prompted by banking stress-induced volatility and a weaker dollar, demand for gold (+8.1%) and silver (+14.6%) as safe-haven assets pushed composite prices higher.

INDEX AND SECTOR PERFORMANCE

	Month	QTD	YTD	1 Year	3 Year	5 Year	10 Year
Bloomberg Commodity	(0.2)	(5.4)	(5.4)	(12.5)	20.8	5.4	(1.7)
Bloomberg Agriculture	1.0	0.0	0.0	(3.6)	23.7	8.4	(0.5)
Bloomberg Energy	(6.9)	(18.7)	(18.7)	(25.1)	25.4	(1.5)	(9.2)
Bloomberg Grains	3.3	(2.4)	(2.4)	(7.8)	21.5	7.7	(2.0)
Bloomberg Industrial Metals	(0.3)	(2.1)	(2.1)	(22.1)	21.1	5.9	2.1
Bloomberg Livestock	(2.3)	(4.3)	(4.3)	(2.8)	6.0	(2.6)	(3.0)
Bloomberg Petroleum	(2.5)	(5.9)	(5.9)	(4.8)	49.4	6.6	(4.3)
Bloomberg Precious Metals	9.2	6.3	6.3	(0.4)	8.3	7.1	0.3
Bloomberg Softs	0.2	9.3	9.3	(2.3)	23.4	7.1	(1.6)

Source: Morningstar, as of 3/31/23

COMMODITY PERFORMANCE



Source: Bloomberg, as of 3/31/23

Appendix

Periodic table of returns

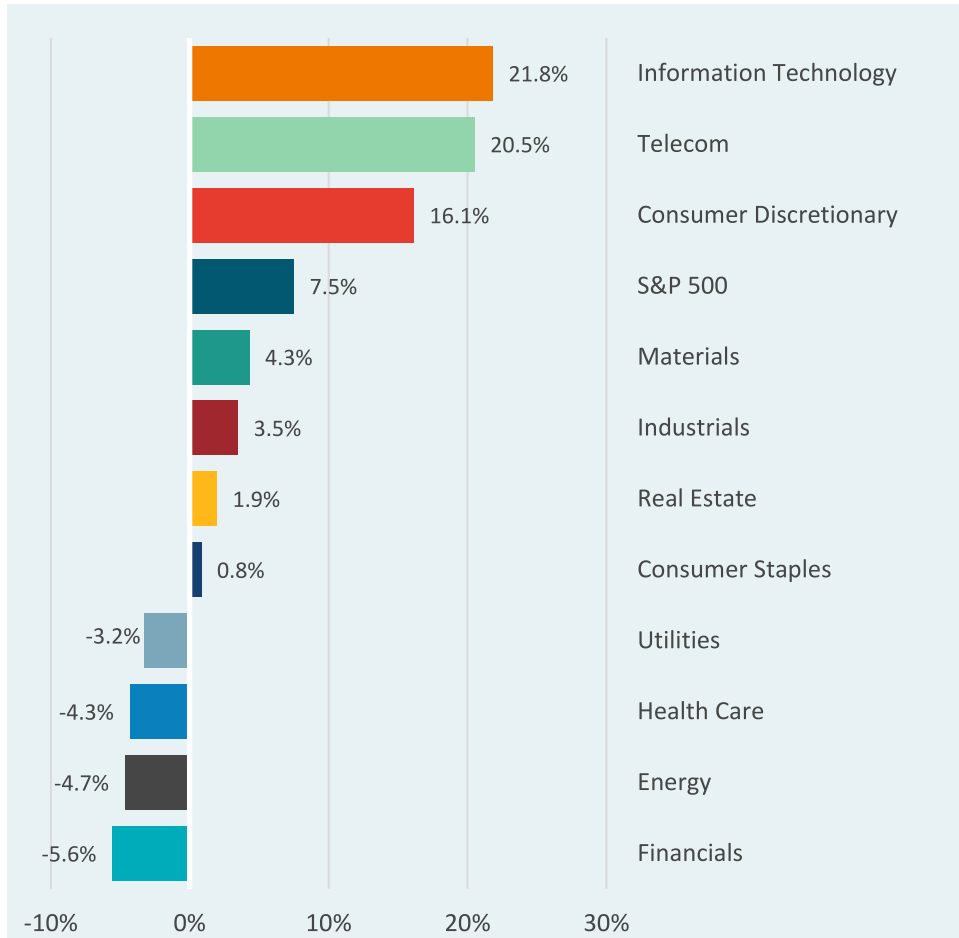
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	YTD	5-Year	10-Year
Large Cap Growth	56.3	26.0	34.5	32.6	39.8	5.2	79.0	29.1	14.3	18.6	43.3	13.5	13.3	31.7	37.3	6.7	36.4	38.5	28.3	16.1	14.4	13.7	14.6
International Equity	48.5	22.2	21.4	26.9	16.2	1.4	37.2	26.9	7.8	18.1	38.8	13.2	5.7	21.3	30.2	1.9	31.4	34.6	27.6	9.4	8.5	10.9	12.0
Large Cap Equity	47.3	20.7	20.1	23.5	15.8	-6.5	34.5	24.5	2.6	17.9	34.5	13.0	0.9	17.3	25.0	0.0	28.5	21.0	27.1	1.5	7.5	7.5	9.1
Small Cap Growth	46.0	18.3	14.0	22.2	11.8	-21.4	32.5	19.2	1.5	17.5	33.5	11.8	0.6	12.1	22.2	-1.5	26.5	20.0	26.5	-4.7	6.1	7.5	8.8
60/40 Global Portfolio	39.2	16.5	7.5	18.4	11.6	-25.9	28.4	16.8	0.4	16.4	33.1	6.0	0.0	11.8	21.7	-3.5	25.5	18.3	25.2	-7.5	5.6	5.4	8.5
Emerging Markets Equity	30.0	14.5	7.1	16.6	10.9	-28.9	27.2	16.7	0.1	16.3	32.5	5.6	-0.4	11.3	17.1	-4.8	22.4	14.0	17.7	-13.0	4.0	4.7	8.0
US Bonds	29.9	14.3	6.3	15.5	10.3	-33.8	23.3	16.1	-2.1	15.3	23.3	4.9	-0.8	11.2	14.6	-6.0	22.0	10.3	14.8	-14.5	3.0	4.5	7.2
Small Cap Equity	29.7	12.9	5.3	15.1	7.0	-35.6	20.6	15.5	-2.9	14.6	12.1	4.2	-1.4	8.0	13.7	-8.3	18.6	7.8	11.3	-14.5	2.7	4.3	5.0
Hedge Funds of Funds	25.2	11.4	4.7	13.3	7.0	-36.8	19.7	13.1	-4.2	11.5	11.0	3.4	-2.5	7.1	7.8	-9.3	18.4	7.5	8.9	-17.3	1.6	3.9	5.0
Cash	23.9	9.1	4.6	10.4	5.8	-37.6	18.9	10.2	-5.5	10.5	9.0	2.8	-3.8	5.7	7.7	-11.0	8.7	4.6	6.5	-19.1	1.1	3.5	3.3
Large Cap Value	11.6	6.9	4.6	9.1	4.4	-38.4	11.5	8.2	-5.7	4.8	0.1	0.0	-4.4	2.6	7.0	-11.2	7.8	2.8	2.8	-20.1	1.0	3.3	2.0
Real Estate	9.0	6.3	4.2	4.8	-0.2	-38.5	5.9	6.5	-11.7	4.2	-2.0	-1.8	-7.5	1.0	3.5	-12.9	7.7	0.5	0.0	-20.4	0.0	1.3	1.4
Small Cap Value	4.1	4.3	3.2	4.3	-1.6	-43.1	0.2	5.7	-13.3	0.1	-2.3	-4.5	-14.9	0.5	1.7	-13.8	6.4	0.5	-1.5	-26.4	-0.7	0.9	0.8
Commodities	1.0	1.4	2.4	2.1	-9.8	-53.2	-16.9	0.1	-18.2	-1.1	-9.5	-17.0	-24.7	0.3	0.9	-14.6	2.1	-3.1	-2.5	-29.1	-5.4	-0.9	-1.7



Source Data: Morningstar, Inc., Hedge Fund Research, Inc. (HFR), National Council of Real Estate Investment Fiduciaries (NCREIF). Indices used: Russell 1000, Russell 1000 Value, Russell 1000 Growth, Russell 2000, Russell 2000 Value, Russell 2000 Growth, MSCI EAFE, MSCI EM, Bloomberg US Aggregate, T-Bill 90 Day, Bloomberg Commodity, NCREIF Property, HFRI FOF, MSCI ACWI, Bloomberg Global Bond. NCREIF Property Index performance data as of 12/31/22.

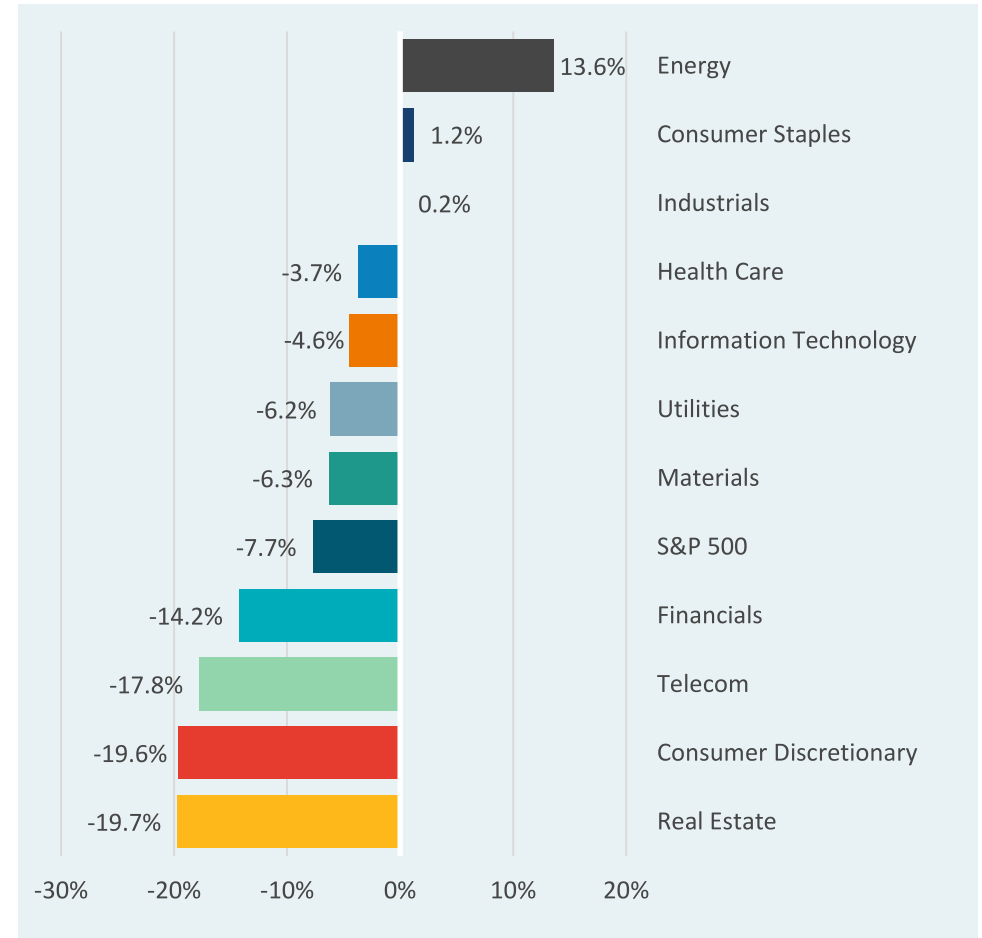
S&P 500 sector returns

QTD



Source: Morningstar, as of 3/31/23

ONE YEAR ENDING MARCH



Source: Morningstar, as of 3/31/23

Detailed index returns

DOMESTIC EQUITY

	Month	QTD	YTD	1 Year	3 Year	5 Year	10 Year
Core Index							
S&P 500	3.7	7.5	7.5	(7.7)	18.6	11.2	12.2
S&P 500 Equal Weighted	(0.9)	2.9	2.9	(6.3)	22.1	10.0	11.4
DJ Industrial Average	2.1	0.9	0.9	(2.0)	17.3	9.0	11.1
Russell Top 200	4.9	8.7	8.7	(8.3)	18.4	11.9	12.8
Russell 1000	3.2	7.5	7.5	(8.4)	18.6	10.9	12.0
Russell 2000	(4.8)	2.7	2.7	(11.6)	17.5	4.7	8.0
Russell 3000	2.7	7.2	7.2	(8.6)	18.5	10.5	11.7
Russell Mid Cap	(1.5)	4.1	4.1	(8.8)	19.2	8.1	10.1
Style Index							
Russell 1000 Growth	6.8	14.4	14.4	(10.9)	18.6	13.7	14.6
Russell 1000 Value	(0.5)	1.0	1.0	(5.9)	17.9	7.5	9.1
Russell 2000 Growth	(2.5)	6.1	6.1	(10.6)	13.4	4.3	8.5
Russell 2000 Value	(7.2)	(0.7)	(0.7)	(13.0)	21.0	4.5	7.2

INTERNATIONAL EQUITY

	Month	QTD	YTD	1 Year	3 Year	5 Year	10 Year
Broad Index							
MSCI ACWI	3.1	7.3	7.3	(7.4)	15.4	6.9	8.1
MSCI ACWI ex US	2.4	6.9	6.9	(5.1)	11.8	2.5	4.2
MSCI EAFE	2.5	8.5	8.5	(1.4)	13.0	3.5	5.0
MSCI EM	3.0	4.0	4.0	(10.7)	7.8	(0.9)	2.0
MSCI EAFE Small Cap	(0.2)	4.9	4.9	(9.8)	12.1	0.9	5.9
Style Index							
MSCI EAFE Growth	5.3	11.1	11.1	(2.8)	10.9	4.9	6.0
MSCI EAFE Value	(0.3)	5.9	5.9	(0.3)	14.6	1.7	3.7
Regional Index							
MSCI UK	(0.6)	6.1	6.1	(0.8)	14.6	3.0	3.4
MSCI Japan	4.0	6.2	6.2	(5.2)	7.4	1.3	5.0
MSCI Euro	4.1	15.6	15.6	7.7	17.1	3.9	6.0
MSCI EM Asia	3.6	4.8	4.8	(9.4)	7.1	0.1	4.2
MSCI EM Latin American	0.8	3.9	3.9	(11.1)	18.1	(1.8)	(1.9)

FIXED INCOME

	Month	QTD	YTD	1 Year	3 Year	5 Year	10 Year
Broad Index							
Bloomberg US TIPS	2.9	3.3	3.3	(6.1)	1.8	2.9	1.5
Bloomberg US Treasury Bills	0.4	1.1	1.1	2.5	0.8	1.4	0.9
Bloomberg US Agg Bond	2.5	3.0	3.0	(4.8)	(2.8)	0.9	1.4
Bloomberg US Universal	2.3	2.9	2.9	(4.6)	(2.0)	1.0	1.6
Duration							
Bloomberg US Treasury 1-3 Yr	1.6	1.6	1.6	0.2	(0.8)	1.1	0.8
Bloomberg US Treasury Long	4.7	6.2	6.2	(16.0)	(11.3)	(0.4)	1.5
Bloomberg US Treasury	2.9	3.0	3.0	(4.5)	(4.2)	0.7	0.9
Issuer							
Bloomberg US MBS	1.9	2.5	2.5	(4.9)	(3.3)	0.2	1.0
Bloomberg US Corp. High Yield	1.1	3.6	3.6	(3.3)	5.9	3.2	4.1
Bloomberg US Agency Interm	1.8	1.9	1.9	(1.1)	(1.6)	0.9	0.9
Bloomberg US Credit	2.7	3.5	3.5	(5.3)	(0.7)	1.5	2.2
OTHER							
Index							
Bloomberg Commodity	(0.2)	(5.4)	(5.4)	(12.5)	20.8	5.4	(1.7)
Wilshire US REIT	(2.6)	3.2	3.2	(21.3)	11.0	5.7	5.9
CS Leveraged Loans	(0.1)	3.1	3.1	2.1	8.4	3.5	3.9
S&P Global Infrastructure	2.4	3.9	3.9	(3.5)	15.6	5.9	6.4
Alerian MLP	(0.7)	3.4	3.4	13.9	46.3	6.9	0.6
Regional Index							
JPM EMBI Global Div	1.0	1.9	1.9	(6.9)	(0.0)	(0.6)	2.0
JPM GBI-EM Global Div	4.1	5.2	5.2	(0.7)	0.9	(2.4)	(1.5)
Hedge Funds							
HFRI Composite	(0.8)	1.2	1.2	(2.1)	10.5	4.7	4.4
HFRI FOF Composite	0.1	1.6	1.6	(1.1)	7.5	3.3	3.3
Currency (Spot)							
Euro	2.5	1.8	1.8	(2.4)	(0.3)	(2.5)	(1.7)
Pound Sterling	2.1	2.8	2.8	(6.1)	(0.1)	(2.5)	(2.0)
Yen	2.4	(0.9)	(0.9)	(8.8)	(6.7)	(4.4)	(3.4)

Source: Morningstar, HFRI, as of 3/31/23.

Detailed private market returns

Comparison to public market index returns

Private Equity Pooled IRRs	1 Year	3 Year	5 Year	10 Year
Global Private Equity FoFs & Secondary Funds	(1.6)	21.3	17.3	14.0
Global Private Equity Direct Funds *	(5.0)	21.1	18.3	16.2
U.S. Private Equity Direct Funds *	(2.3)	24.2	20.9	17.9
Europe Private Equity Direct Funds *	(11.4)	17.3	15.2	14.1
Asia Private Equity Direct Funds *	(9.5)	11.9	11.2	12.9

Public Index Time-weighted Returns				
MSCI World	(19.6)	4.6	5.3	8.1
S&P 500	(15.5)	8.2	9.2	11.7
MSCI Europe	(24.8)	(1.7)	(1.2)	3.4
MSCI AC Asia Pacific	(27.7)	(1.7)	(0.6)	3.7

Private Real Estate Pooled IRRs	1 Year	3 Year	5 Year	10 Year
U.S. All Private Real Estate	15.7	13.5	11.9	13.3

Public Index Time-weighted Returns				
FTSE NAREIT Equity REIT	(16.4)	(2.0)	2.9	6.3

Private Credit Pooled IRRs	1 Year	3 Year	5 Year	10 Year
U.S. All Private Debt **	9.9	15.3	12.4	11.6

Public Index Time-weighted Returns				
S&P / LSTA U.S. Leveraged Loan 100 Index	(3.9)	1.4	2.5	3.0

Private Real Assets Pooled IRRs	1 Year	3 Year	5 Year	10 Year
Global Nature Resources ***	25.2	8.7	5.1	3.6
Global Infrastructure	9.4	10.8	10.3	10.7

Public Index Time-weighted Returns				
S&P Global Natural Resources	1.0	9.1	5.7	3.4
S&P Global Infrastructure	(6.0)	(0.1)	2.1	5.7

Source: Pooled IRRs are from Thompson Reuters C|A and Time-weighted Returns are from Investment Metrics, as of September 30th, 2022. All returns in U.S. dollars.

* Includes Buyout, Growth Equity and Venture Capital.

** Includes Control-Oriented Distressed, Credit Opportunities, Senior Debt and Subordinated Capital.

*** Includes Private Equity Energy, Timber and Upstream Energy & Royalties.

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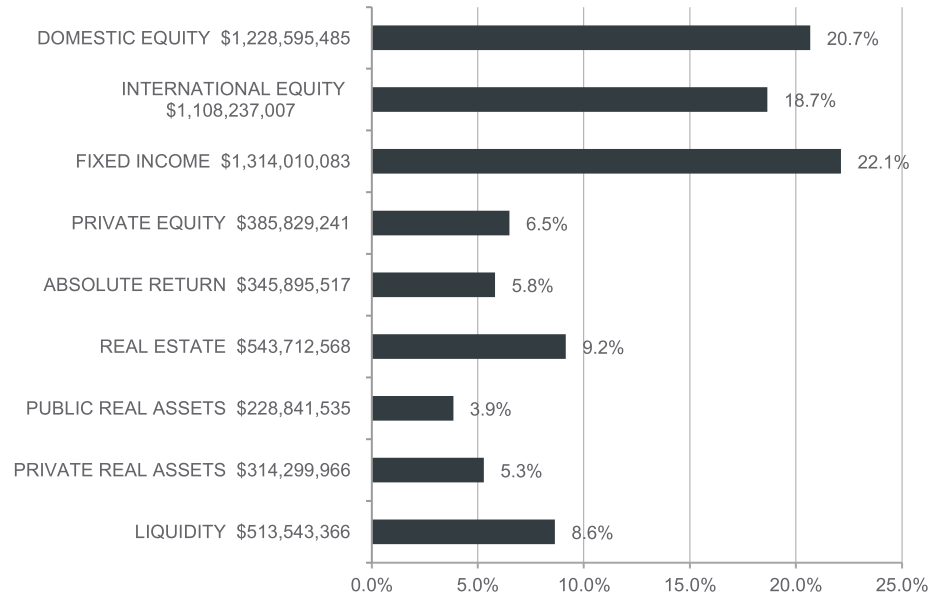
San Mateo County Composite Return Summary March 31, 2023



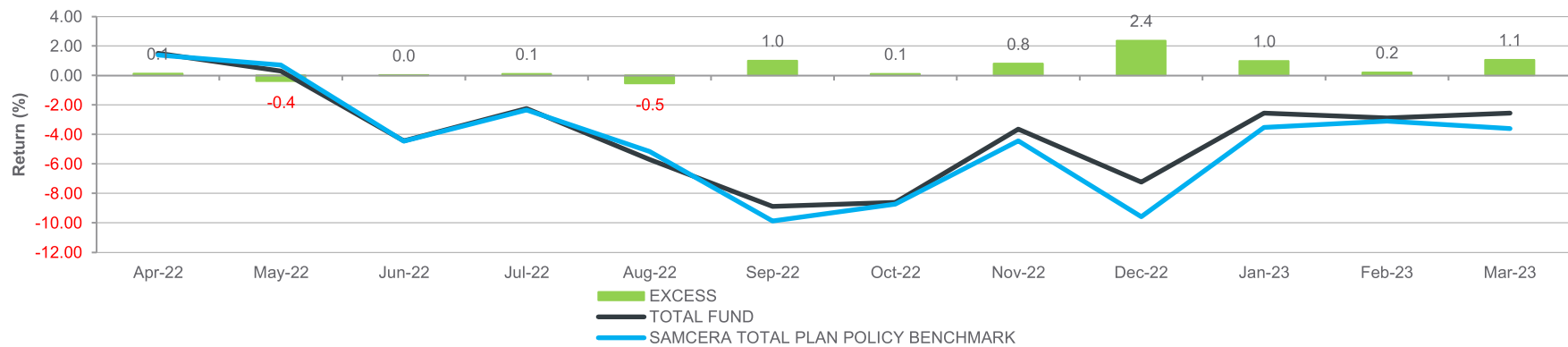
Total Fund Performance



Asset Allocation



Rolling Month End Annual Returns

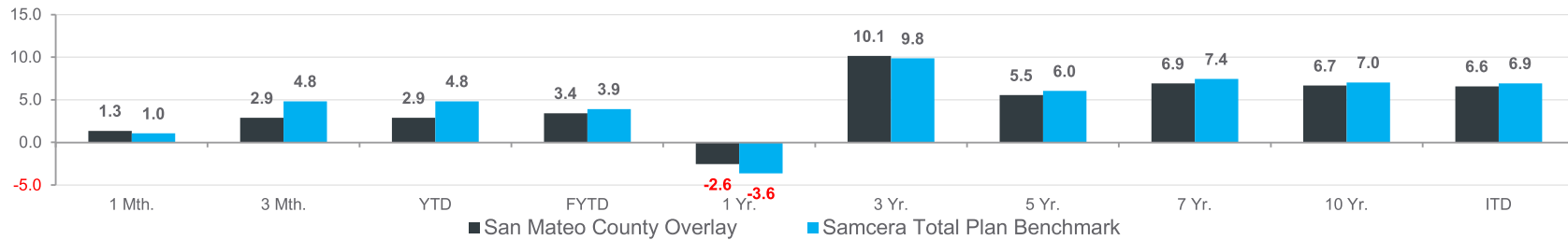


San Mateo County Composite Return Summary

March 31, 2023



Return Comparison



Composite Returns (Net of Manager Fees)	Market Value (\$)	1 Mth.	3 Mth.	YTD	FYTD	1 Yr.	3 Yr.	5 Yr.	7 Yr.	10 Yr.	ITD
San Mateo County Overlay	5,940,511,578	1.3	2.9	2.9	3.4	-2.6	10.1	5.5	6.9	6.7	6.6
Samcera Total Plan Benchmark		1.0	4.8	4.8	3.9	-3.6	9.8	6.0	7.4	7.0	6.9
Excess		0.3	-1.9	-1.9	-0.5	1.1	0.3	-0.5	-0.5	-0.4	-0.3
San Mateo Ex-Clifton Overlay	5,567,338,561	1.3	2.9	2.9	3.3	-2.6	10.0	5.5	6.9	6.6	6.5
Samcera Total Plan Benchmark		1.0	4.8	4.8	3.9	-3.6	9.8	6.0	7.4	7.0	6.9
Excess		0.3	-1.9	-1.9	-0.7	1.0	0.2	-0.6	-0.6	-0.4	-0.4
Total Equity	2,336,832,492	2.3	6.2	6.2	9.8	-4.2	15.5	6.9	9.2	8.7	7.7
Samcera Total Equity Benchmark		2.1	6.9	6.9	10.1	-5.6	16.2	7.3	10.0	9.5	8.3
Excess		0.2	-0.7	-0.7	-0.3	1.3	-0.7	-0.5	-0.8	-0.8	-0.6
Fixed Income	1,314,010,083	1.2	2.5	2.5	0.4	-4.5	0.3	1.6	2.8	2.4	4.8
Samcera Fixed Income Benchmark		2.3	3.2	3.2	2.8	-3.2	-0.0	1.9	2.0	1.9	4.4
Excess		-1.1	-0.7	-0.7	-2.4	-1.3	0.3	-0.2	0.8	0.5	0.5
Alternatives	731,724,758	0.2	0.2	0.2	-4.8	-3.4	15.5	10.3	9.6	7.5	0.8
Samcera Alternatives Benchmark		-2.4	5.1	5.1	-3.2	-4.6	7.7	8.9	10.0	8.5	8.0
Excess		2.7	-4.9	-4.9	-1.6	1.2	7.8	1.4	-0.4	-1.0	-7.2
Inflation Hedge	1,086,854,069	0.5	-1.2	-1.2	0.5	2.9	10.8	4.9	6.1	--	6.1
SamCERA Inflation Hedge Index		-0.3	2.9	2.9	-2.9	0.1	13.0	7.7	--	--	--
Excess		0.8	-4.1	-4.1	3.4	2.8	-2.2	-2.7	--	--	--
Liquidity	513,543,366	0.7	1.2	1.2	2.2	--	--	--	--	--	2.2
Liquidity Composite Benchmark		1.3	1.4	1.4	1.6	--	--	--	--	--	1.6
Excess		-0.6	-0.2	-0.2	0.6	--	--	--	--	--	0.6



San Mateo County Composite Return Summary

March 31, 2023



Composite Returns (NET)	Market Value (\$)	1 Mth.	3 Mth.	YTD	FYTD	1 Yr.	3 Yr.	5 Yr.	7 Yr.	10 Yr.	ITD
Total Equity	2,336,832,492	2.3	6.2	6.2	9.8	-4.2	15.5	6.9	9.2	8.7	7.7
Samcera Total Equity Benchmark		2.1	6.9	6.9	10.1	-5.6	16.2	7.3	10.0	9.5	8.3
Excess		0.2	-0.7	-0.7	-0.3	1.3	-0.7	-0.5	-0.8	-0.8	-0.6
Domestic Equity	1,228,595,485	1.8	4.5	4.5	8.9	-5.9	18.2	9.6	11.5	11.2	8.9
Samcera Dom. Equity Benchmark		2.7	7.2	7.2	9.7	-8.6	18.5	10.5	12.0	11.6	9.3
Excess		-0.9	-2.7	-2.7	-0.9	2.7	-0.3	-0.8	-0.6	-0.5	-0.4
Large Cap Equity	1,120,395,909	2.6	4.6	4.6	8.5	-6.1	17.6	10.0	11.8	11.7	9.5
Russell 1000		3.2	7.5	7.5	9.9	-8.4	18.6	10.9	12.2	12.0	9.9
Excess		-0.6	-2.8	-2.8	-1.5	2.2	-1.0	-0.9	-0.4	-0.3	-0.4
Blackrock Russell 1000	482,096,265	3.2	7.5	7.5	10.0	-8.4	18.8	11.0	--	--	11.9
Russell 1000		3.2	7.5	7.5	9.9	-8.4	18.6	10.9	--	--	11.8
Excess		0.0	0.0	0.0	0.0	0.0	0.2	0.1	--	--	0.1
DE Shaw Commingled Fund	204,466,045	1.6	6.0	6.0	9.7	-8.8	18.0	9.2	12.1	--	10.6
Russell 1000		3.2	7.5	7.5	9.9	-8.4	18.6	10.9	12.2	--	10.6
Excess		-1.5	-1.4	-1.4	-0.2	-0.4	-0.6	-1.6	-0.1	--	0.0
Acadian US MGD V-SL	206,534,809	3.3	2.7	2.7	7.7	-4.0	13.7	--	--	--	9.5
Russell 1000		3.2	7.5	7.5	9.9	-8.4	18.6	--	--	--	14.2
Excess		0.1	-4.8	-4.8	-2.3	4.4	-4.8	--	--	--	-4.7
Panagora Defuseq -SL	227,298,790	1.6	0.1	0.1	5.3	-1.6	16.2	--	--	--	12.2
Russell 1000		3.2	7.5	7.5	9.9	-8.4	18.6	--	--	--	14.2
Excess		-1.6	-7.4	-7.4	-4.6	6.8	-2.4	--	--	--	-2.0
Domestic Equity Overlay	0	3.0	8.0	8.0	25.6	9.4	--	--	--	--	120.7
ICE BofAML US 3-Month Treasury Bill		0.4	1.1	1.1	2.4	2.5	--	--	--	--	0.9
Excess		2.6	7.0	7.0	23.2	6.8	--	--	--	--	119.8
Small Cap Equity	108,199,576	-5.9	2.9	2.9	10.3	-6.4	22.6	4.5	7.0	6.7	6.1
Russell 2000		-4.8	2.7	2.7	6.8	-11.6	17.5	4.7	8.6	8.0	7.4
Excess		-1.1	0.2	0.2	3.5	5.2	5.1	-0.2	-1.6	-1.4	-1.2



San Mateo County Composite Return Summary

March 31, 2023



Composite Returns (NET)	Market Value (\$)	1 Mth.	3 Mth.	YTD	FYTD	1 Yr.	3 Yr.	5 Yr.	7 Yr.	10 Yr.	ITD
QMA US Small Cap	108,199,576	-5.9	2.9	2.9	10.3	-6.4	22.6	4.5	--	--	7.1
Russell 2000		-4.8	2.7	2.7	6.8	-11.6	17.5	4.7	--	--	7.3
Excess		-1.1	0.2	0.2	3.5	5.2	5.1	-0.2	--	--	-0.1
International Equity	1,108,237,007	2.9	8.2	8.2	10.9	-2.3	12.5	3.7	6.4	5.0	5.4
SamCERA Custom Hedge Intl		1.4	6.5	6.5	10.3	-2.2	13.3	3.5	6.7	4.9	5.0
Excess		1.4	1.7	1.7	0.6	-0.1	-0.9	0.1	-0.3	0.1	0.3
Baillie Gifford	345,383,862	5.0	9.8	9.8	13.8	-7.6	9.4	3.4	6.4	5.7	6.5
MSCI ACWI ex USA Growth		4.7	8.7	8.7	11.3	-6.0	9.8	3.7	6.8	5.4	--
Excess		0.3	1.1	1.1	2.5	-1.5	-0.4	-0.3	-0.4	0.3	--
Blackrock MSCI ACWI ex US IMI	358,291,919	2.3	6.7	6.7	10.0	-5.5	--	--	--	--	5.9
MS AC WldxUS IMI Nt		2.1	6.6	6.6	9.9	-5.8	--	--	--	--	5.8
Excess		0.1	0.1	0.1	0.2	0.4	--	--	--	--	0.1
Mondrian Investment Partners	363,337,580	2.7	8.7	8.7	8.4	-2.2	11.8	1.6	4.4	3.6	4.6
MSCI ACWI xUSA Value		0.5	5.3	5.3	9.4	-3.3	14.5	1.9	5.7	3.7	4.7
Excess		2.2	3.4	3.4	-1.0	1.1	-2.7	-0.3	-1.2	-0.0	-0.1
Currency Hedge Futures	0	1.4	-0.5	-0.5	-1.6	-8.1	--	--	--	--	-2.9
ICE BofAML US 3-Month Treasury Bill		0.4	1.1	1.1	2.4	2.5	--	--	--	--	0.9
Excess		1.0	-1.6	-1.6	-4.0	-10.6	--	--	--	--	-3.8
Currency Hedge Futures Offsets	0	0.0	0.0	0.0	0.0	0.0	--	--	--	--	0.0
ICE BofAML US 3-Month Treasury Bill		0.4	1.1	1.1	2.4	2.5	--	--	--	--	0.9
Excess		-0.4	-1.1	-1.1	-2.4	-2.5	--	--	--	--	-0.9
International Equity Overlay	42,453,189	2.7	6.2	6.2	7.3	-5.7	--	--	--	--	9.1
ICE BofAML US 3-Month Treasury Bill		0.4	1.1	1.1	2.4	2.5	--	--	--	--	0.9
Excess		2.2	5.1	5.1	4.9	-8.2	--	--	--	--	8.2
Fixed Income	1,314,010,083	1.2	2.5	2.5	0.4	-4.5	0.3	1.6	2.8	2.4	4.8
Samcera Fixed Income Benchmark		2.3	3.2	3.2	2.8	-3.2	-0.0	1.9	2.0	1.9	4.4
Excess		-1.1	-0.7	-0.7	-2.4	-1.3	0.3	-0.2	0.8	0.5	0.5



San Mateo County Composite Return Summary

March 31, 2023



Composite Returns (NET)	Market Value (\$)	1 Mth.	3 Mth.	YTD	FYTD	1 Yr.	3 Yr.	5 Yr.	7 Yr.	10 Yr.	ITD
Core Fixed Income	721,198,795	2.2	3.2	3.2	-0.0	-4.8	-1.8	0.7	1.4	1.8	4.3
BBG US Aggregate		2.5	3.0	3.0	-0.1	-4.8	-2.8	0.9	0.9	1.4	4.0
Excess		-0.3	0.2	0.2	0.1	-0.0	0.9	-0.2	0.5	0.4	0.3
FIAM B Core Bond	263,295,617	2.1	2.9	2.9	0.3	-5.0	-1.0	1.7	1.7	--	2.0
BBG US Aggregate		2.5	3.0	3.0	-0.1	-4.8	-2.8	0.9	0.9	--	1.1
Excess		-0.4	-0.0	-0.0	0.4	-0.2	1.8	0.8	0.9	--	0.9
DoubleLine	232,285,268	2.0	4.0	4.0	-0.1	-5.3	-2.4	--	--	--	-2.2
BBG US Aggregate		2.5	3.0	3.0	-0.1	-4.8	-2.8	--	--	--	-2.9
Excess		-0.5	1.0	1.0	0.0	-0.5	0.4	--	--	--	0.6
NISA Core Bond	225,617,910	2.5	3.0	3.0	0.3	-4.3	--	--	--	--	-3.0
BBG US Aggregate		2.5	3.0	3.0	-0.1	-4.8	--	--	--	--	-3.4
Excess		-0.0	0.1	0.1	0.4	0.5	--	--	--	--	0.5
Core Fixed Income Overlay	0	3.5	1.8	1.8	-1.8	-5.9	--	--	--	--	-3.0
ICE BofAML US 3-Month Treasury Bill		0.4	1.1	1.1	2.4	2.5	--	--	--	--	0.9
Excess		3.1	0.7	0.7	-4.2	-8.4	--	--	--	--	-3.9
Opportunistic Credit	592,811,288	0.0	1.6	1.6	1.3	-3.8	4.4	3.3	5.5	5.1	7.2
BBG BA Intermediate HY Ind		2.0	3.4	3.4	7.2	-1.2	5.3	3.7	4.4	4.1	5.9
Excess		-2.0	-1.8	-1.8	-5.9	-2.6	-0.8	-0.4	1.1	1.0	1.3
Pimco Private Income	50,228,788	0.0	-0.6	-0.6	-1.5	-0.3	7.4	--	--	--	6.8
BBG BA Intermediate HY Ind		2.0	3.4	3.4	7.2	-1.2	5.3	--	--	--	3.0
Excess		-2.0	-4.1	-4.1	-8.7	1.0	2.2	--	--	--	3.8
AG CREDIT SOL FU LP	14,115,364	0.0	-0.2	-0.2	-6.2	-5.3	10.4	--	--	--	14.5
BBG BA Intermediate HY Ind		2.0	3.4	3.4	7.2	-1.2	5.3	--	--	--	1.5
Excess		-2.0	-3.7	-3.7	-13.4	-4.1	5.1	--	--	--	13.0
AG CSF ADF II	3,767,426	0.3	0.8	0.8	--	--	--	--	--	--	--
BBG BA Intermediate HY Ind		2.0	3.4	3.4	--	--	--	--	--	--	1.1
Excess		-1.7	-2.6	-2.6	--	--	--	--	--	--	--
AG CSF II	14,905,961	0.0	-0.3	-0.3	-7.1	-5.7	--	--	--	--	-4.9
BBG BA Intermediate HY Ind		2.0	3.4	3.4	7.2	-1.2	--	--	--	--	-3.1
Excess		-2.0	-3.7	-3.7	-14.4	-4.5	--	--	--	--	-1.8



San Mateo County Composite Return Summary

March 31, 2023



Composite Returns (NET)	Market Value (\$)	1 Mth.	3 Mth.	YTD	FYTD	1 Yr.	3 Yr.	5 Yr.	7 Yr.	10 Yr.	ITD
AG Opportunistic Whole Loan	88,267	-2.2	-2.2	-2.2	26.8	16.1	25.9	23.3	21.2	--	16.2
BBG BA Intermediate HY Ind		2.0	3.4	3.4	7.2	-1.2	5.3	3.7	4.4	--	3.9
Excess		-4.2	-5.6	-5.6	19.6	17.3	20.6	19.6	16.7	--	12.3
Blackrock Direct Lending Feede	37,848,086	0.0	1.5	1.5	4.3	4.8	6.6	--	--	--	3.2
BBG BA Intermediate HY Ind		2.0	3.4	3.4	7.2	-1.2	5.3	--	--	--	3.0
Excess		-2.0	-1.9	-1.9	-2.9	6.0	1.4	--	--	--	0.2
Beach Point Select Fund	109,125,103	-1.3	2.5	2.5	1.3	-4.5	7.2	6.4	7.9	--	7.5
BBG BA Intermediate HY Ind		2.0	3.4	3.4	7.2	-1.2	5.3	3.7	4.4	--	4.0
Excess		-3.3	-0.9	-0.9	-6.0	-3.3	2.0	2.7	3.5	--	3.5
Brigade Cap Mngmt	106,744,333	-1.7	2.5	2.5	-1.5	-8.0	9.8	2.9	5.9	3.9	5.3
BBG BA Intermediate HY Ind		2.0	3.4	3.4	7.2	-1.2	5.3	3.7	4.4	4.1	5.4
Excess		-3.7	-0.9	-0.9	-8.8	-6.8	4.5	-0.8	1.5	-0.3	-0.1
White Oak YSF V	27,330,345	0.0	-1.5	-1.5	-0.9	0.6	--	--	--	--	0.8
BBG BA Intermediate HY Ind		2.0	3.4	3.4	7.2	-1.2	--	--	--	--	-0.6
Excess		-2.0	-4.9	-4.9	-8.1	1.8	--	--	--	--	1.4
White Oak Yield Spec	29,924,349	0.0	-0.9	-0.9	1.5	3.2	4.7	5.4	--	--	--
BBG BA Intermediate HY Ind		2.0	3.4	3.4	7.2	-1.2	5.3	3.7	--	--	3.5
Excess		-2.0	-4.4	-4.4	-5.7	4.4	-0.6	1.8	--	--	--
PIMCO Div. Income Fund	129,367,276	1.2	2.6	2.6	4.7	-4.8	0.7	1.2	--	--	1.2
BBG BA Intermediate HY Ind		2.0	3.4	3.4	7.2	-1.2	5.3	3.7	--	--	3.1
Excess		-0.8	-0.8	-0.8	-2.5	-3.6	-4.6	-2.5	--	--	-1.9
TCP Direct Lending VIII	14,555,586	0.6	0.7	0.7	1.2	2.3	5.0	5.1	--	--	--
BBG BA Intermediate HY Ind		2.0	3.4	3.4	7.2	-1.2	5.3	3.7	--	--	4.2
Excess		-1.4	-2.8	-2.8	-6.0	3.6	-0.3	1.4	--	--	--
Franklin Templeton	54,810,404	3.2	2.4	2.4	5.0	-7.6	-4.7	-4.2	-1.2	-1.0	0.8
Bloomberg Multiverse Index		3.1	3.0	3.0	0.6	-7.9	-3.1	-1.2	-0.1	0.2	0.8
Excess		0.1	-0.6	-0.6	4.4	0.3	-1.7	-2.9	-1.1	-1.3	-0.0
Alternatives	731,724,758	0.2	0.2	0.2	-4.8	-3.4	15.5	10.3	9.6	7.5	0.8
Samcera Alternatives Benchmark		-2.4	5.1	5.1	-3.2	-4.6	7.7	8.9	10.0	8.5	8.0
Excess		2.7	-4.9	-4.9	-1.6	1.2	7.8	1.4	-0.4	-1.0	-7.2



San Mateo County Composite Return Summary

March 31, 2023



Composite Returns (NET)	Market Value (\$)	1 Mth.	3 Mth.	YTD	FYTD	1 Yr.	3 Yr.	5 Yr.	7 Yr.	10 Yr.	ITD
Private Equity	385,829,241	2.8	1.6	1.6	-7.4	-10.8	23.5	21.2	19.1	17.6	-5.9
Samcera PE Benchmark		-5.6	7.9	7.9	-12.2	-16.3	10.1	11.9	14.0	14.1	14.9
Excess		8.4	-6.3	-6.3	4.9	5.5	13.4	9.4	5.1	3.5	-20.8
Absolute Return	345,895,517	-2.4	-1.3	-1.3	-3.3	3.3	4.3	-2.6	-1.3	1.5	1.4
Samcera SOFR + 4%		0.7	2.1	2.1	5.6	6.8	5.0	5.5	5.3	5.0	4.9
Excess		-3.1	-3.4	-3.4	-8.9	-3.5	-0.7	-8.1	-6.6	-3.5	-3.4
Aberdeen Std GARS	0	--	--	--	--	--	--	--	--	--	--
Samcera SOFR + 4%		0.7	2.1	2.1	5.6	6.8	5.0	5.5	5.3	--	5.3
Excess		--	--	--	--	--	--	--	--	--	--
Graham Global Investment	90,105,040	-6.3	0.4	0.4	-5.4	2.8	7.3	--	--	--	5.3
Samcera SOFR +4%		0.7	2.0	2.0	5.5	6.7	5.0	--	--	--	5.0
Excess		-7.0	-1.6	-1.6	-10.9	-3.9	2.3	--	--	--	0.3
PIMCO MAARS Fund L.P.	88,543,280	-1.0	-2.3	-2.3	-1.4	6.9	7.6	--	--	--	7.6
Samcera SOFR +4%		0.7	2.1	2.1	5.7	6.9	5.1	--	--	--	5.1
Excess		-1.8	-4.5	-4.5	-7.0	-0.0	2.5	--	--	--	2.5
Acadian MAAR Fund LLC	81,364,729	-3.4	-0.9	-0.9	-1.5	1.5	--	--	--	--	1.0
Samcera SOFR +4%		0.7	2.1	2.1	5.7	6.9	--	--	--	--	5.2
Excess		-4.1	-3.0	-3.0	-7.1	-5.4	--	--	--	--	-4.2
CFM SYS Global Macro Fund	85,882,468	1.5	-2.1	-2.1	-1.3	10.8	--	--	--	--	9.7
Samcera SOFR +4%		0.7	2.1	2.1	5.7	6.9	--	--	--	--	5.2
Excess		0.8	-4.2	-4.2	-7.0	3.9	--	--	--	--	4.5
Inflation Hedge	1,086,854,069	0.5	-1.2	-1.2	0.5	2.9	10.8	4.9	6.1	--	6.1
SamCERA Inflation Hedge Index		-0.3	2.9	2.9	-2.9	0.1	13.0	7.7	--	--	--
Excess		0.8	-4.1	-4.1	3.4	2.8	-2.2	-2.7	--	--	--
Real Estate	543,712,568	0.3	-3.2	-3.2	-0.9	7.4	7.9	7.7	7.9	--	7.9
Samcera NCREIF ODCE (gross)		0.0	0.0	0.0	-4.5	0.1	9.6	8.2	8.2	--	8.2
Excess		0.3	-3.2	-3.2	3.5	7.4	-1.7	-0.5	-0.3	--	-0.3



San Mateo County Composite Return Summary

March 31, 2023



Composite Returns (NET)	Market Value (\$)	1 Mth.	3 Mth.	YTD	FYTD	1 Yr.	3 Yr.	5 Yr.	7 Yr.	10 Yr.	ITD
Invesco Core Real Estate	297,475,897	0.0	-5.1	-5.1	-3.1	7.4	8.3	8.0	8.2	9.4	7.8
Samcera NCREIF ODCE (gross)		0.0	0.0	0.0	-4.5	0.1	9.6	8.2	8.2	9.8	8.1
Excess		0.0	-5.1	-5.1	1.3	7.3	-1.2	-0.2	-0.0	-0.4	-0.2
Invesco US Val IV	877,087	0.0	-2.4	-2.4	-42.9	-42.6	-12.4	-2.8	0.3	--	1.7
Samcera NCREIF ODCE (gross)		0.0	0.0	0.0	-4.5	0.1	9.6	8.2	8.2	--	8.6
Excess		0.0	-2.4	-2.4	-38.4	-42.7	-21.9	-11.0	-7.9	--	-6.9
Invesco Value-Add Fund	19,321,125	6.2	-2.0	-2.0	--	--	--	--	--	--	1.8
Samcera NCREIF ODCE (gross)		0.0	0.0	0.0	--	--	--	--	--	--	-4.5
Excess		6.2	-2.0	-2.0	--	--	--	--	--	--	6.3
PGIM Real Estate US Debt Fund	75,130,909	0.6	1.8	1.8	5.0	6.7	5.8	5.8	--	--	5.2
Samcera NCREIF ODCE (gross)		0.0	0.0	0.0	-4.5	0.1	9.6	8.2	--	--	8.2
Excess		0.6	1.8	1.8	9.5	6.6	-3.8	-2.4	--	--	-3.0
Invesco US VAL V	29,103,113	0.0	-6.1	-6.1	-5.5	-2.3	9.0	--	--	--	8.1
Samcera NCREIF ODCE (gross)		0.0	0.0	0.0	-4.5	0.1	9.6	--	--	--	--
Excess		0.0	-6.1	-6.1	-1.0	-2.4	-0.6	--	--	--	--
Harrison Street Core Property	96,495,698	0.0	-1.6	-1.6	-0.5	8.5	7.1	--	--	--	6.6
Samcera NCREIF ODCE (gross)		0.0	0.0	0.0	-4.5	0.1	9.6	--	--	--	9.1
Excess		0.0	-1.6	-1.6	4.0	8.5	-2.4	--	--	--	-2.6
Stockbridge Value IV	25,308,739	0.0	2.4	2.4	15.1	24.3	--	--	--	--	11.6
Samcera NCREIF ODCE (gross)		0.0	0.0	0.0	-4.5	0.1	--	--	--	--	14.0
Excess		0.0	2.4	2.4	19.6	24.2	--	--	--	--	-2.4
Public Real Assets	228,841,535	1.2	0.3	0.3	2.0	-6.5	16.8	1.4	--	--	--
SamCera Liquid Real Asset Inde		1.1	0.1	0.1	1.7	-6.9	17.1	4.6	6.4	--	6.4
Excess		0.1	0.2	0.2	0.3	0.4	-0.2	-3.2	--	--	--
SSGA CST REAL ASSET NL	228,841,535	1.2	0.3	0.3	2.0	-6.5	16.9	4.6	--	--	--
SamCera Liquid Real Asset Inde		1.1	0.1	0.1	1.7	-6.9	17.1	4.6	--	--	5.6
Excess		0.1	0.2	0.2	0.3	0.4	-0.2	0.0	--	--	--



San Mateo County Composite Return Summary

March 31, 2023



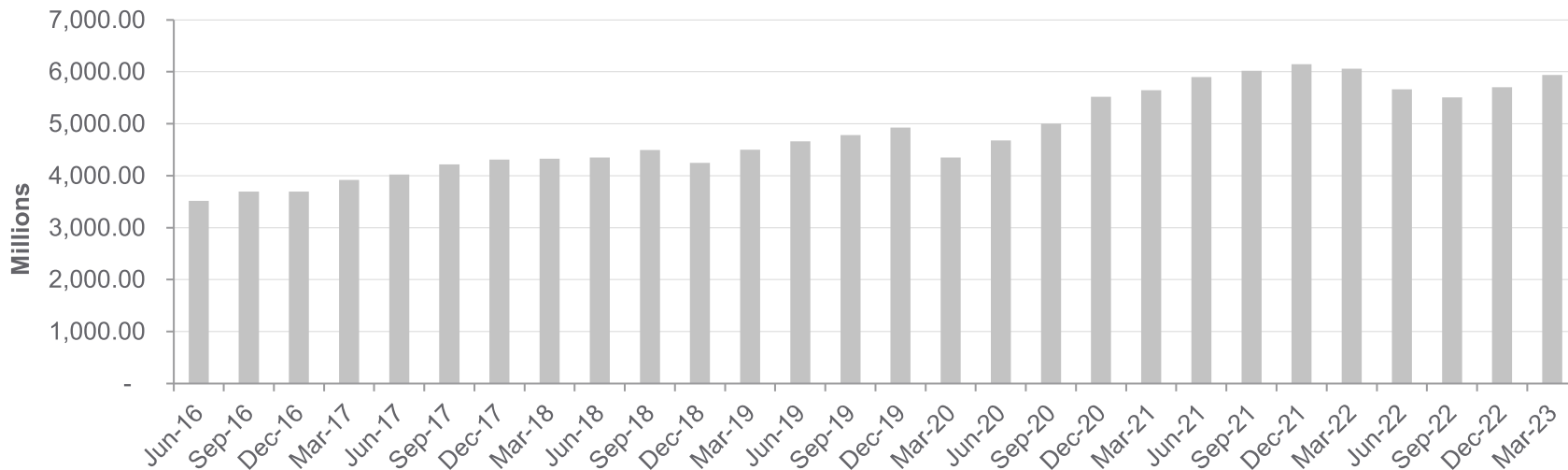
Composite Returns (NET)	Market Value (\$)	1 Mth.	3 Mth.	YTD	FYTD	1 Yr.	3 Yr.	5 Yr.	7 Yr.	10 Yr.	ITD
Private Real Assets	314,299,966	0.3	1.5	1.5	2.9	12.6	13.0	7.0	10.0	--	10.0
SamCERA Private Real Asset Idx		-2.5	12.1	12.1	-5.4	5.1	6.5	6.5	10.8	--	10.8
Excess		2.8	-10.6	-10.6	8.3	7.5	6.4	0.5	-0.8	--	-0.8
Liquidity	513,543,366	0.7	1.2	1.2	2.2	--	--	--	--	--	2.2
Liquidity Composite Benchmark		1.3	1.4	1.4	1.6	--	--	--	--	--	1.6
Excess		-0.6	-0.2	-0.2	0.6	--	--	--	--	--	0.6
Cash Flow - Match Liquidity	363,937,717	0.9	1.2	1.2	1.8	--	--	--	--	--	1.8
BBG US Agg Govt Credit 1-3		1.5	1.5	1.5	0.9	--	--	--	--	--	0.9
Excess		-0.6	-0.3	-0.3	0.9	--	--	--	--	--	0.9
Insight Investment	356,215,466	0.9	1.4	1.4	1.2	--	--	--	--	--	1.2
BBG US Credit 1-3 Yrs		1.1	1.3	1.3	1.3	--	--	--	--	--	1.3
Excess		-0.1	0.1	0.1	-0.1	--	--	--	--	--	-0.1
County Treasury Pool	7,722,251	0.0	0.3	0.3	0.8	1.2	1.2	1.5	1.4	1.1	2.5
91 Day T-Bill		0.4	1.1	1.1	2.4	2.5	0.9	1.4	1.2	--	--
Excess		-0.4	-0.8	-0.8	-1.6	-1.3	0.4	0.1	0.1	--	--
Cash & Cash Overlay	149,605,649	0.4	1.1	1.1	2.5	--	--	--	--	--	--
ICE BofAML US 3-Month Treasury Bill		0.4	1.1	1.1	2.4	2.5	--	--	--	--	0.9
Excess		-0.1	-0.0	-0.0	0.1	--	--	--	--	--	--
General Account	132,648,111	0.4	1.2	1.2	2.7	2.8	1.0	1.5	1.3	1.0	1.9
Transition Account	0	--	--	--	--	--	--	--	--	--	--
Cash Overlay	16,957,551	0.4	1.0	1.0	2.0	1.9	--	--	--	--	0.6
Currency Hedge Cash Overlay	13	0.1	0.7	0.7	1.9	2.0	--	--	--	--	0.7
San Mateo County Overlay	5,940,511,578	1.3	2.9	2.9	3.4	-2.6	10.1	5.5	6.9	6.7	6.6
Samcera Total Plan Benchmark		1.0	4.8	4.8	3.9	-3.6	9.8	6.0	7.4	7.0	6.9
Excess		0.3	-1.9	-1.9	-0.5	1.1	0.3	-0.5	-0.5	-0.4	-0.3



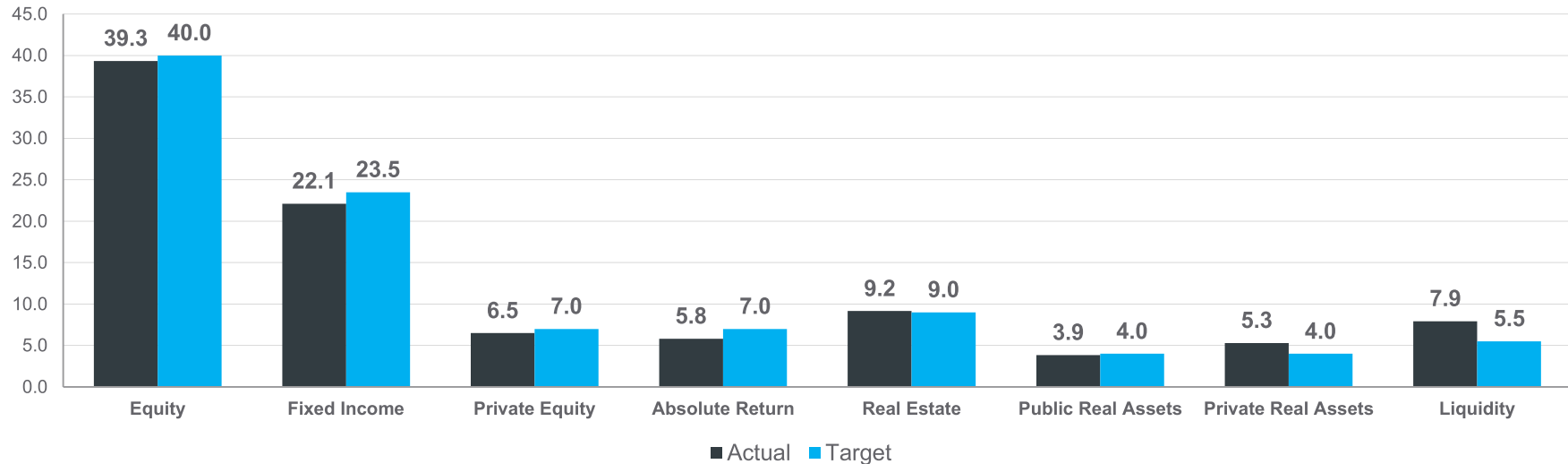
Record of Asset Growth

	Three Months	One Year
TOTAL FUND		
Beginning Market Value	5,704,689,472	6,061,299,121
Contributions	144,338,772	328,323,476
Withdrawals	-77,355,736	-304,143,331
Income Received	29,948,390	111,669,025
Gain/Loss	139,165,079	-256,040,499
Ending Market Value	5,940,511,578	5,940,511,578

Net Asset Values Over Time (\$'000)

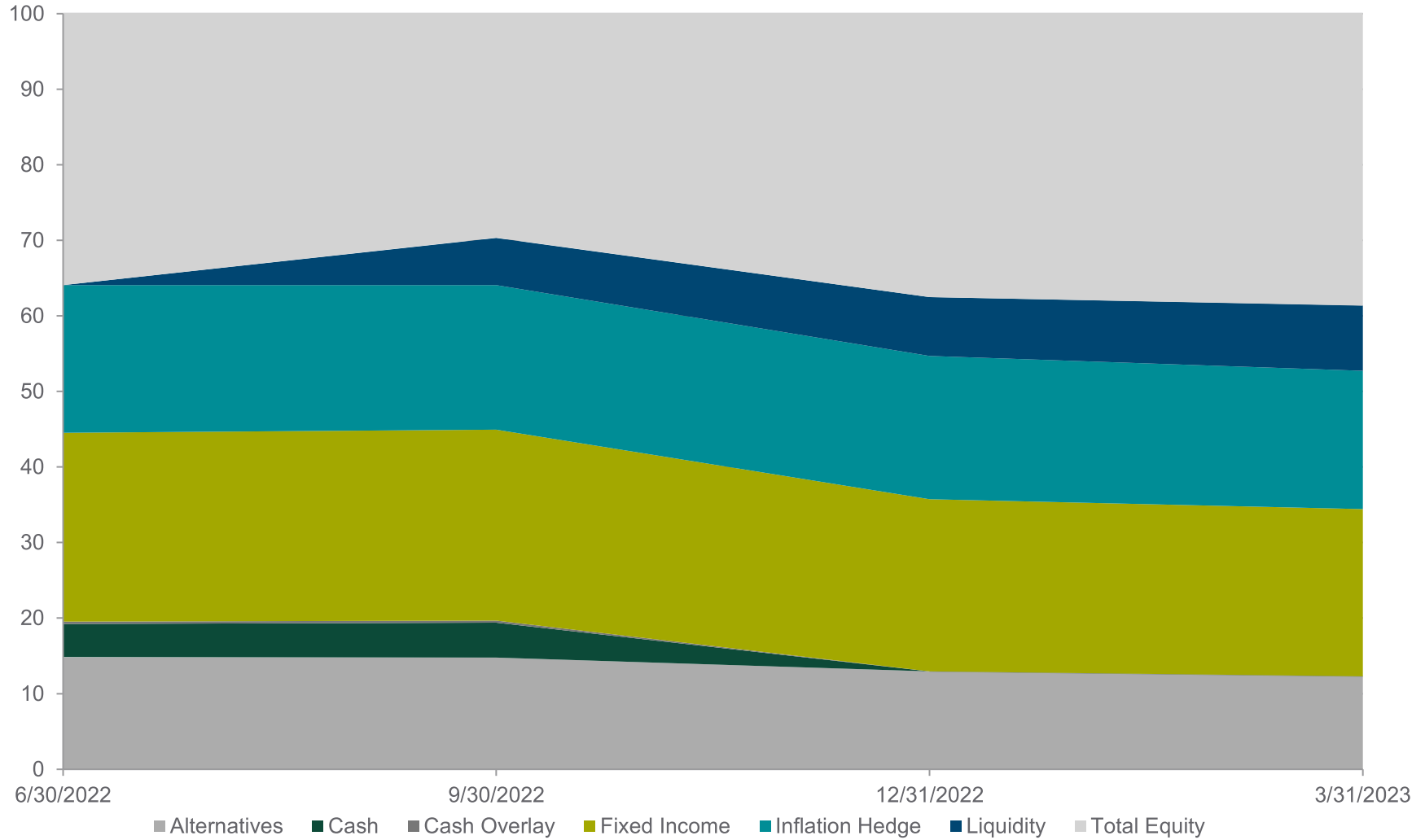


Actual vs Target Weights

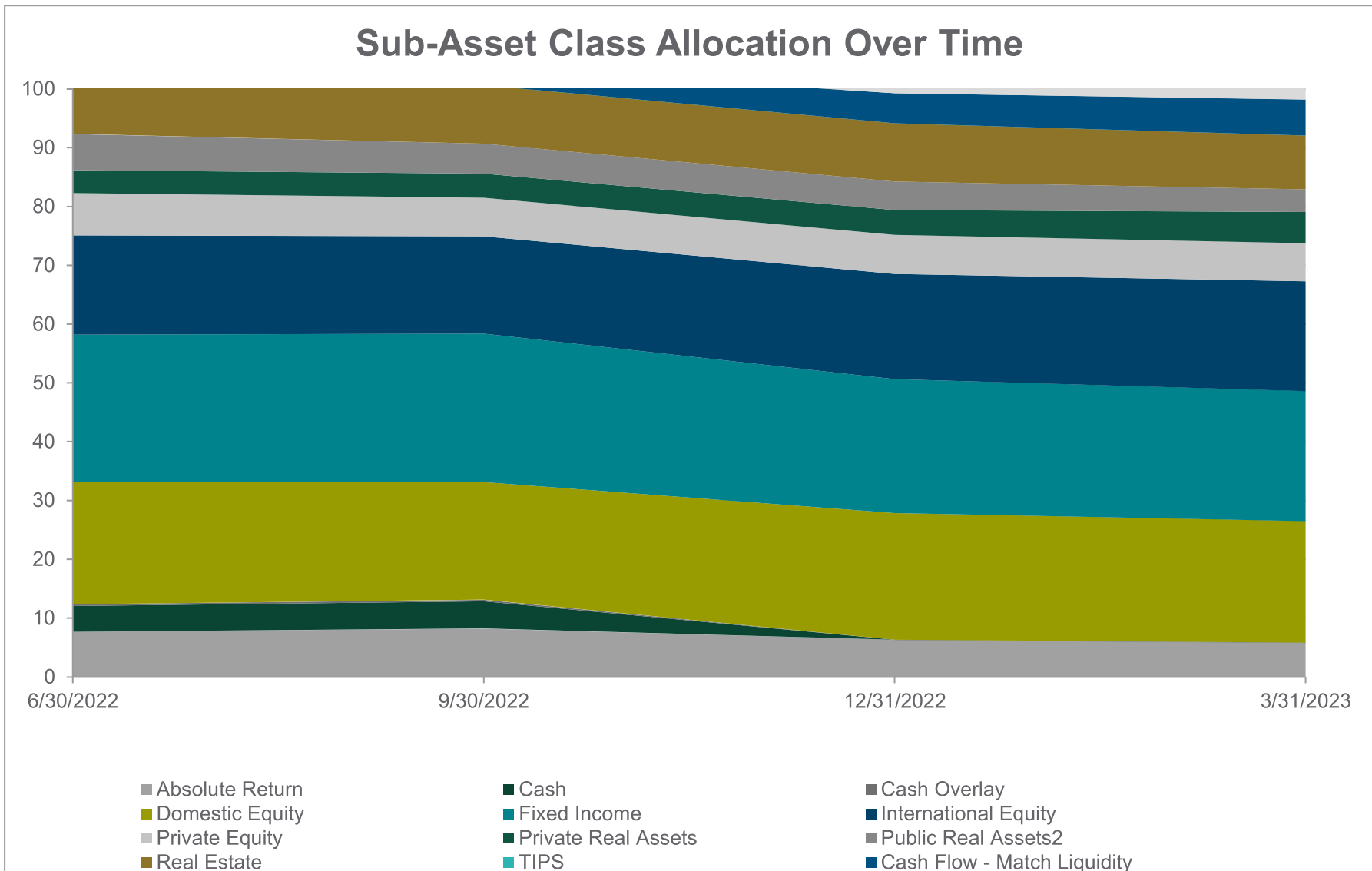


	Min	Actual	Target	Deviation	Max
Equity	37.0	39.3	40.0	-0.7	43.0
Fixed Income	21.5	22.1	23.5	-1.4	25.5
Private Equity	5.0	6.5	7.0	-0.5	9.0
Absolute Return	5.0	5.8	7.0	-1.2	9.0
Real Estate	7.0	9.2	9.0	0.2	11.0
Public Real Assets	2.0	3.9	4.0	-0.1	6.0
Private Real Assets	2.0	5.3	4.0	1.3	6.0
Liquidity		7.9	5.5	2.4	

Asset Allocation over Time



Sub-Asset Class Allocation Over Time



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SAN MATEO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
Board of Retirement

April 25, 2023

Agenda Item 6.2

TO: Board of Retirement

FROM: Michael Coultrip, Chief Investment Officer 

SUBJECT: Approval of Asset Allocation Policy Portfolio Implementation Plan

Recommendation

Approve the implementation plan for the new asset allocation policy.

Background

As the final part of its asset liability study, the Board approved a new asset allocation policy in February. The new policy increases Growth assets by 2%, with a corresponding 1% decrease to both Diversifying and Inflation Hedge assets.

Discussion

Implementation of the new policy is anticipated to consist of two stages (interim and final). Table One shows the proposed Interim Policy, which is expected to be completed by July 1st. This policy will contain all the changes approved by the Board, except for the 1% increase to private equity, which is expected to take multiple years to complete. As a result, staff recommends taking the 1% to private equity and temporarily adding it to the domestic equity policy weight until the actual private equity allocation approaches the new 8% target.

At this point the final policy in Table Two will be effective, which shows the resulting 1% reduction to domestic equity and the corresponding 1% increase to private equity.

Verus will present the implementation plan and will be able to answer any questions from the Board.

SamCERA Implementation Plan

Table One


Current Policy		New Interim Policy		Difference
Growth	57.0%	Growth	59.0%	2%
Total Equity	40.0%	Total Equity	41.0%	1%
Domestic Equity	21.0%	Domestic Equity	23.0%	2%
DE Shaw	3.0%	DE Shaw	3.0%	
Russell 1000	8.0%	Russell 1000	14.0%	6%
Acadian Low Vol	4.0%	Acadian Low Vol	0.0%	-4%
PanAgora Low Vol	4.0%	PanAgora Low Vol	4.0%	
QMA Small-Cap	2.0%	QMA Small-Cap	2.0%	
Intl Equity	19.0%	Intl Equity	18.0%	-1%
Mondrian	6.3%	Mondrian	4.5%	-1.8%
ACWI IMI	6.3%	ACWI IMI	9.0%	2.7%
Baillie Gifford	6.3%	Baillie Gifford	4.5%	-1.8%
Private Equity	7.0%	Private Equity	7.0%	0%
Opportunistic Credit	10.0%	Opportunistic Credit	11.0%	1%
Diversifying	19.5%	Diversifying	18.5%	-1%
Defensive Fixed	12.5%	Defensive Fixed	12.5%	
FIAM Core	4.5%	FIAM Core	1.5%	-3%
DoubleLine Securitized	4.0%	DoubleLine Securitized	4.0%	
NISA Core	4.0%	NISA Core	4.0%	
Long Treasury	0.0%	Long Treasury	3.0%	3%
Absolute Return	7.0%	Absolute Return	6.0%	-1%
Inflation Hedge	18.0%	Inflation Hedge	17.0%	-1%
Public Real Assets	4.0%	Public Real Assets	3.0%	-1%
Real Estate	9.0%	Real Estate	9.0%	
Private Real Assets	5.0%	Private Real Assets	5.0%	
Liquidity	5.5%	Liquidity	5.5%	
Cash Flow Match	4.5%	Cash Flow Match	4.5%	
Cash & Cash Overlay	1.0%	Cash & Cash Overlay	1.0%	

Table Two

Interim Policy		New Final Policy		Difference
Growth	59.0%	Growth	59.0%	0%
Total Equity	41.0%	Total Equity	40.0%	
Domestic Equity	23.0%	Domestic Equity	22.0%	-1%
DE Shaw	3.0%	DE Shaw	3.0%	
Russell 1000	14.0%	Russell 1000	13.0%	-1%
PanAgora Low Vol	4.0%	PanAgora Low Vol	4.0%	
QMA Small-Cap	2.0%	QMA Small-Cap	2.0%	
Intl Equity	18.0%	Intl Equity	18.0%	
Private Equity	7.0%	Private Equity	8.0%	1%
Opportunistic Credit	11.0%	Opportunistic Credit	11.0%	
Diversifying	18.5%	Diversifying	18.5%	
Defence Fixed	12.5%	Defence Fixed	12.5%	
Absolute Return	6.0%	Absolute Return	6.0%	
Inflation Hedge	17.0%	Inflation Hedge	17.0%	
Public Real Assets	3.0%	Public Real Assets	3.0%	
Real Estate	9.0%	Real Estate	9.0%	
Private Real Assets	5.0%	Private Real Assets	5.0%	
Liquidity	5.5%	Liquidity	5.5%	
Cash Flow Match	4.5%	Cash Flow Match	4.5%	
Cash & Cash Overlay	1.0%	Cash & Cash Overlay	1.0%	

Attachment

Verus Implementation Plan Presentation



**PERSPECTIVES
THAT DRIVE
ENTERPRISE
SUCCESS**



APRIL 2023

Asset Allocation Implementation

San Mateo County Employees' Retirement Association

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Introduction TAB I

Growth TAB II

Diversifying TAB III

Inflation Hedge TAB IV

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I. Introduction

Revised policy allocation

- In February, the Board revised its strategic asset allocation based on a series of ALM presentations. The changes to the policy allocation are highlighted below.

Current Policy		New Policy		Difference
Total Fund		Total Fund		
Growth	57.0%	Growth	59.0%	+2%
Total Equity	40.0%	Total Equity	40.0%	-
Dom Equity	21.0%	Dom Equity	22.0%	+1%
Intl Equity	19.0%	Intl Equity	18.0%	-1%
Private Equity	7.0%	Private Equity	8.0%	+1%
Opportunistic Credit	10.0%	Opportunistic Credit	11.0%	+1%
Diversifying	19.5%	Diversifying	18.5%	-1%
Defense Fixed	12.5%	Defense Fixed	12.5%	-
Absolute Return	7.0%	Absolute Return	6.0%	-1%
Inflation Hedge	18.0%	Inflation Hedge	17.0%	-1%
Liquid Pool	4.0%	Liquid Pool	3.0%	-1%
Real Estate	9.0%	Real Estate	9.0%	-
Private Real Assets	5.0%	Private Real Assets	5.0%	-
Liquidity	5.5%	Liquidity	5.5%	-
Cash Flow Match	4.5%	Cash Flow Match	4.5%	-
Cash & Cash Overlay	1.0%	Cash & Cash Overlay	1.0%	-

II. Growth

Growth allocation

- Within domestic equity, reduce exposure to low vol by half, taking equity beta risk up slightly. Proceeds from low vol will be allocated to Russell 1000.
- International equity was reduced by 1%, with a 1% increase in domestic equity. This brings the global equity allocation more inline with the benchmark geographic split.
- International equity asset class was simplified with a higher allocation to passive.
- Increase private equity and opportunistic credit by 1% each.

Current Policy	
Growth	57.0%
Total Equity	40.0%
<i>Domestic Equity</i>	21.0%
DE Shaw	3.0%
Russell 1000	8.0%
Acadian Low Vol	4.0%
PanAgora Low	4.0%
QMA	2.0%
<i>International Equity</i>	19.0%
Mondrian	6.3%
ACWI IMI	6.3%
Baillie	6.3%
Private Equity	7.0%
Opportunistic Credit	10.0%

New Policy	
Growth	59.0%
Total Equity	40.0%
<i>Domestic Equity</i>	22.0%
DE Shaw	3.0%
Russell 1000	13.0%
PanAgora Low	4.0%
QMA	2.0%
<i>International Equity</i>	18.0%
Mondrian	4.5%
ACWI IMI	9.0%
Baillie	4.5%
Private Equity	8.0%
Opportunistic Credit	11.0%

Low volatility implementation

- Staff and Verus recommend retaining PanAgora for the remaining low vol portfolio exposure.
- PanAgora's performance has been more in line with expectations of a low vol manager, adding significant alpha during the downturn in 2022.
- PanAgora has a favorable fee structure given the focus on beta exposures to low vol factors.

	Market Value(\$)	1 Yr	3 Yrs	2022	2021	2020	2019	Incept	Incept Date
Acadian US MGD V	220,730,177	-11.4%	3.9%	-11.4%	23.2%	2.8%	25.2%	8.9%	18-Dec
PanAgora Defuseq	246,616,238	-2.5%	7.3%	-2.5%	20.6%	4.9%	29.3%	12.4%	18-Dec
<i>Russell 1000</i>		-19.1%	7.3%	-19.1%	26.5%	21%	31.4%	12.9%	18-Dec

III. Diversifying

Diversifying allocation

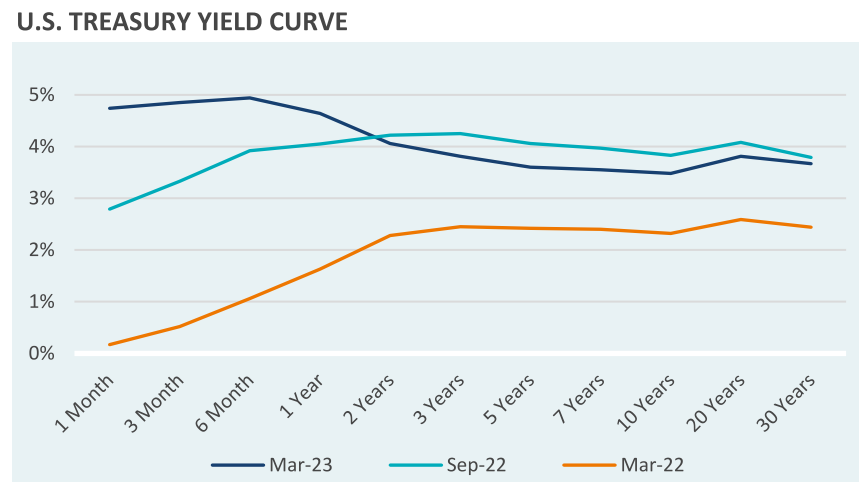
- Policy allocation to Diversifying will be reduced by 1% to fund an increase in Growth.
- Within Diversifying, we recommend redeeming 3% from FIAM Core to fund the Treasury allocation.
- With the redemption of Aberdeen Standard GARS, the allocation to Absolute Return will be at the new target of 6.0%.

Current Policy	
Diversifying	19.5%
Defense Fixed	12.5%
FIAM Core	4.5%
DoubleLine	4.0%
NISA	4.0%
Absolute Return	7.0%

New Policy	
Diversifying	18.5%
Defense Fixed	12.5%
FIAM Core	1.5%
DoubleLine	4.0%
NISA	4.0%
Treasury	3.0%
Absolute Return	6.0%

Treasury implementation considerations

- With the funding of the CDI portfolio, the duration of the fixed income portfolio has declined. Increasing duration and rate exposure could be accomplished with the use of either derivatives or cash bonds. Staff and Verus believe a cash bond portfolio would be a more appropriate, at this time, for obtaining Treasury exposure.
- Given the yield curve environment and volatility in rates today, we are having discussions about the optimal way to implement a long-duration Treasury mandate. We prefer a more passive approach to managing Treasuries given the limited alpha available within government securities. That said, we are considering ways to leg into a longer duration portfolio over time.
- Staff and Verus plan to come back to the Board at a later date with a manager recommendation to implement a Treasury portfolio. The funding of the Treasury mandate will come from a 3.0% redemption in the FIAM Core strategy.



Source: Bloomberg

IV. Inflation Hedge

Inflation hedge allocation

- Policy allocation to Inflation hedge was reduced by 1.0% to fund an increase in Growth. Capital from the Liquid Pool will be used to fund private equity commitments over time.

Current Policy	
Inflation Hedge	18.0%
Liquid Pool	4.0%
Real Estate	9.0%
Private Real Assets	5.0%


New Policy	
Inflation Hedge	17.0%
Liquid Pool	3.0%
Real Estate	9.0%
Private Real Assets	5.0%

SAN MATEO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
Board of Retirement

April 25, 2023

Agenda Item 6.3

TO: Board of Retirement

FROM: Doris Ng, Investment Analyst 

SUBJECT: Report on Cash Overlay (Parametric) Annual Review

Recommendation

Accept the report on the annual review of SamCERA's overlay manager.

Background

Parametric's institutional overlay program (formerly The Clifton Group) was hired in May 2013 to provide overlay management services to SamCERA. Parametric initially provided securitization of total fund cash, manager cash equitization, and overlay transition management services. Subsequently, portfolio rebalancing was added in January 2014, and currency hedging was added in September 2018.

Parametric Policy Implementation Overlay Services (PIOS) provides increased operational efficiency for fund cash flow management, exposure management during manager transitions, elimination of performance drag due to residual manager cash, and rebalancing during times of meaningful deviation from policy targets. All of Parametric's overlay services are performed out of the Minneapolis (MN) Investment Center.

Discussion

On March 2nd, SamCERA staff and consultant held an onsite annual review meeting for the Parametric cash overlay and currency hedge strategies. The meeting lasted approximately 1.5 hours, and consisted of a firm/organizational update, investment process review, and performance review and attribution.

Overall overlay program results were in line with long-term expectations. From inception (8/6/2013) through December 31, 2022, the overlay program produced a synthetic index overlay return of \$34.4 million, or 10 basis points return as a % of total fund assets. From inception (9/17/2018) through December 31, 2022, the passive currency hedge program produced a synthetic index overlay return of \$50.7 million (as the U.S. Dollar strengthened), or 308 basis points as a % of the overlay hedge target.

There were no major concerns identified during the review. Meeting notes summarizing the findings from the annual review are attached to this memo.

Attachment

Parametric Cash Overlay Annual Review Meeting Notes 2023

Date of meeting: 3/2/23

Location: SamCERA

Manager Representative

Dan Ryan (Client Relations)
James Thorson (PM)

Verus Representative(s)

Joseph Abdou (Consultant)

Client Representative(s)

Kimathi Marangu (Trustee)
Mike Coultrip (CIO),
Doris Ng (Analyst)
Lili Dames (Analyst)

Product Description

Parametric's cash overlay program is an efficient way for SamCERA to maintain its target asset allocation in a systematic fashion through cash securitization at the fund and manager level, transition/reallocation support and asset class rebalancing back to target within defined bands. The cash overlay program is invested synthetically using liquid futures with cash balances reviewed daily. A combination of large and small cap futures implementation is the proxy for private equity. SamCERA's investment guidelines initially allowed only for cash overlay. Rebalancing was added to the SamCERA program in January 2014.

Parametric estimates that their overlay services should add 10-20 basis points to portfolio returns over time using their systematic approach. Since inception through 12/31/22, SamCERA's overlay program has added 10 basis points to portfolio returns since inception, in line with expectations.

Organization

Parametric Portfolio Associates was a wholly owned subsidiary of Eaton Vance Corp. As of March 1, 2021, Morgan Stanley acquired Eaton Vance Corp. Parametric is still running the day-to-day business autonomously from Morgan Stanley. Many of the back office functions that Eaton Vance supported (HR, Finance, billing) is now being taken care of by Morgan Stanley. Parametric is comprised of three investment centers – Seattle, Minneapolis and Westport, CT. The firm's institutional overlay strategies reside within the Minneapolis investment center which was formerly The Clifton Group prior to Parametric's acquisition of the firm in 2012. Just before the review marked the 2-year anniversary of the acquisition by Morgan Stanley. The day-to-day operations and executive committee has remained autonomous and no concerns were evident about the acquisition.

Parametric's firm-wide assets under management were \$389 billion in total as of 12/31/22. The firm manages over \$121 billion in overlay strategies representing 789 accounts managed out of Minneapolis. Over the past year, 19 accounts and \$1.3 billion were gained, and no relationships were lost.

Investment Team

The investment team consists of Dan Wamre, CFA, Ricky Fong CFA, and James Thorson, CFA. Justin Henne left and was replaced by Ricky Fong who is responsible for implementation and enhancement of Parametric's customized exposure management strategy. Dan leads the team responsible for trading, designing, and managing overlay portfolios. And James is responsible for the designing, trading, and managing of the overlay portfolio.

Investment Strategy

Parametric's cash overlay services are known internally as Policy Implementation Overlay Services (PIOS). The objectives of PIOS are to: 1) increase day-to-day availability of cash and provide operational efficiency for cash flow management, 2) eliminate performance drag due to unintended cash, 3) enable staff to obtain a daily snapshot of total fund exposures, and 4) maintain asset class exposure during manager changes.

Parametric uses liquid futures in the implementation of PIOS. US equity exposures are maintained using large cap and small cap futures. Non-US equity exposures are replicated using developed and emerging markets futures. Fixed income Treasury futures are used for bond replication so interest rate sensitivities are addressed. Credit exposure is not addressed so there is some tracking error within the fixed income asset class compared to SamCERA exposures. This tracking error detracted during part of 2017 and 2018 but has added value since due to overlay performance.

Performance & Positioning

Parametric has implemented its overlay strategy within SamCERA's guidelines, reducing cash and maintaining the portfolio target asset allocation within tight tracking error bands. SamCERA had an average cash position of \$115 million, with an effective cash position of just over \$1 million or 0.03% of the Plan. SamCERA's overlay added 0 bps to the portfolio over the past year. Over the long term the portfolio is in line with expectations gaining 10 bps, mostly from cash equitization.

Currency hedging was fully implemented in 2019 and has gained 3.08% since inception through December 31, 2022. This passive currency hedging strategy will be closed as SamCERA funds Record, the new dynamic currency hedge manager.

Conclusion


Verus continues to have confidence in Parametric's overlay capabilities and Parametric's implementation of SamCERA's program. Alpha and tracking to the fund's strategic asset allocation are in line with expectations.

SAN MATEO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
Board of Retirement

April 25, 2023

Agenda Item 6.4

TO: Board of Retirement

FROM: Doris Ng, Investment Analyst 

SUBJECT: Report on Global Custodian (Northern Trust) Annual Review

Recommendation

Accept the report on the annual review of SamCERA's custodian bank.

Background

Northern Trust became SamCERA's custodian effective July 1, 2014. Northern Trust provides SamCERA with global custody and securities lending services.

Discussion

On March 2nd, SamCERA staff held an annual review meeting with Northern Trust in a hybrid meeting format. Colleen Brennan (Client Executive) and Matt Pfaff (Client Service Manager) attended in-person from Northern Trust, and representatives from their Accounting (Maurie Jacobeit), Performance & Analytics (Shane Crea and Amanda Stinnett), and Securities Lending (Don Anderson) teams joined virtually.

The meeting lasted approximately 1.5 hours, and consisted of a firm/organizational update, global custody overview, securities lending review, and a service performance review.




Overall, Northern Trust continues to provide consistent and reliable levels of service to staff. There were no major concerns identified during the review. Annual review materials will be sent separately to the Board.

SAN MATEO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
Board of Retirement

April 25, 2023

Agenda Item 7.1

TO: Board of Retirement

FROM: Tat-Ling Chow, Finance Officer 
Tariq Ali, Chief Technology Officer 
Lilibeth Dames, Investment Analyst 

SUBJECT: SamCERA's Proposed Budget for Fiscal Year 2023-24

RECOMMENDATION

Approve SamCERA's proposed budget for fiscal year (FY) 2023-24 totaling \$46.8 million, which is 2% higher than the adopted budget for FY 2022-23.

	<u>FY 2023-24</u>	<u>FY 2022-23</u>		<u>% of</u>
	<u>Proposed</u>	<u>Adopted</u>	<u>Increase</u>	<u>Change</u>
Professional Services	\$ 37,552,118	\$ 36,641,192	\$ 910,926	2%
Administrative	7,956,983	7,830,772	126,211	2%
Information Technology	<u>1,270,200</u>	<u>1,238,700</u>	<u>31,500</u>	3%
Total Budget - SamCERA	<u>\$ 46,779,301</u>	<u>\$ 45,710,664</u>	<u>\$ 1,068,637</u>	2%

BACKGROUND

SamCERA's budget consists of three units: professional services, administrative, and information technology.

Professional Services Budget – covers professional fees that are authorized by Government Code §31596.1. This code authorizes the Board of Retirement (the Board) to expend funds from investment earnings of the pension trust for specific professional services, which include actuarial consulting, custodial, investment management, investment consulting, and external legal services.

SamCERA employs professional investment managers to manage its portfolio. Some management fees are performance driven, primarily dependent upon the market value of the assets under management and negotiated fee schedules. As the market values of invested assets increase, so do management fees. Other management fees are based on contractual agreements. Fees for the actuarial consulting, investment consulting, and global custodian services are either on per-service or per-retainer basis.

Periodically, the Chief Investment Officer and the investment consultant review the portfolio's performance and report the results to the Board. Investment staff examine professional service expenses to ensure fees charged to SamCERA are following respective contractual agreements.

The **professional services budget** for FY 2023-24 is projected to be \$37.6 million, 2% above the adopted budget for FY 2022-23.

	FY 2023-24 <u>Proposed</u>	FY 2022-23 <u>Adopted</u>	<u>Increase</u>	<u>% of Change</u>
Investment Management Fees	\$ 36,402,618	\$ 35,511,692	\$ 890,926	3%
Other Professional Service Fees	<u>1,149,500</u>	<u>1,129,500</u>	<u>20,000</u>	2%
Total - Professional Services Budget	<u>\$ 37,552,118</u>	<u>\$ 36,641,192</u>	<u>\$ 910,926</u>	2%

- Investment management fees increase by 3%, mainly driven by projected increase of assets under management. These fees are either driven by contractual agreements or based on the value of assets under management, the amount of capital committed, and the investment performance.

Investment Management Fees

Investment Manager	FY 2023-24 Projected				FY 2022-23 Adopted	% of Change
	Fee (bps)	Annual Fee	Fee Performance	Total	Total	
Total Public Equity	20.8	\$ 4,661,490	\$ 314,480	\$ 4,975,970	\$ 6,459,305	-23%
Total Fixed Income	56.5	7,805,668	-	7,805,668	8,437,498	-7%
Total Alternative Assets	183.7	13,541,436	869,169	14,410,605	12,407,148	16%
Total Inflation Hedge	75.4	8,510,375	-	8,510,375	7,532,241	13%
Total Cash Overlay	n/a	385,000	-	385,000	300,000	28%
Total Liquidity	8.9	315,000	-	315,000	375,500	-16%
TOTAL	60.3	<u>\$35,218,969</u>	<u>\$ 1,183,649</u>	<u>\$ 36,402,618</u>	<u>\$ 35,511,692</u>	3%

n/a - Not applicable.

Below entails further details regarding changes in fee projections for FY 2023-24 when compared to FY 2022-23.

- Total Public Equity - The 23% decrease is mainly due to the removal of one active low volatility manager and anticipated increase to passive management (which have lower fees).
- Total Fixed Income - The 7% decrease results from the removal of one manager in core fixed income since the assets under management were liquidated to fund SamCERA's new cashflow-match account.
- Total Alternative Assets - The 16% increase is mostly attributed to the addition of new private equity managers and projected increase in performance fees.
- Total Inflation Hedge - The 13% increase stems from the addition of new managers in real asset and real estate investments.

- Total Cash Overlay - The 28% increase is triggered by the addition of a Dynamic Currency Hedge manager.
- Total Liquidity - The 16% decrease reflects the actual fee arrangement with the newly hired cashflow-match manager. The budget for FY 2022-23 was projected using a higher fee without an actual manager in place.
- Other professional service fees, mostly on per-service basis, are expected to have a net increase of 2% from the two events described below.

Other Professional Service Fees						
Contractor	Service	FY 2023-24		FY 2022-23	% of Change	
		(bps)	Projected	Adopted		
Milliman Inc.	Actuarial Consulting	0.2	\$ 149,500	\$ 149,500	0%	
Cheiron Inc.	Actuarial Audit	0.1	40,000	50,000	-20%	
Verus Investments	Investment Consulting	1.0	600,000	570,000	5%	
Northern Trust	Custodian	0.6	360,000	360,000	0%	
TOTAL		1.9	<u>\$ 1,149,500</u>	<u>\$ 1,129,500</u>	2%	

- In February 2023, SamCERA rehired Cheiron Incorporation to conduct the triennial actuarial audit. Capitalizing on the knowledge built from the previous engagement, Cheiron offered to provide its services at a discounted price of \$80,000 in aggregate rather than the initial projected amount of \$100,000. The audit will be carried out in two phases, with phase one on the Experience Study beginning in May and ending in June of 2023 (FY 2022-23) and phase two on the Annual Valuation beginning in July and ending in October of 2023 (FY 2023-24).
- In March 2023, SamCERA signed a new contract with its investment consultant, Verus Investments, for three years. Under this contract, the consulting fee for FY 2023-24 is adjusted upwards by 5% to be in line with consumer price index increase and adjustment to the scope of services subscribed.

Administrative Budget – accounts for administrative expenses such as salaries and benefits. Government Code §31580.2(a) of the County Employees’ Retirement Law of 1937 limits SamCERA’s administrative budget to twenty-one hundredths of one percent (0.21%) of the accrued actuarial liability of the retirement system.

The proposed administrative budget for FY 2023-24 is \$8.0 million, slightly above the adopted budget for FY 2022-23 by 2%. This amount approximates to 0.12% of the total accrued actuarial liability of \$6.5 billion as of June 30, 2022.

	FY 2023-24 Proposed	FY 2022-23 Adopted	Increase (Decrease)	% of Change
Salaries and Benefits				
Salaries	\$ 4,180,040	\$ 3,983,577	\$ 196,463	5%
Benefits	1,771,977	1,965,718	(193,741)	-10%
Total Salaries and Benefits	<u>5,952,017</u>	<u>5,949,295</u>	<u>2,722</u>	0%
Services, Supplies and Other Charges				
Board Expense	8,000	8,000	-	0%
Insurance	110,000	105,000	5,000	5%
Medical Record and Appeal Hearing	95,000	95,000	-	0%
Member Education	68,000	63,750	4,250	7%
Education and Conference	137,826	123,948	13,878	11%
Transportation and Lodging	111,448	100,115	11,333	11%
Property and Equipment	28,000	28,000	-	0%
General Office Supplies	43,000	42,000	1,000	2%
Postage and Printing	22,000	20,000	2,000	10%
Leased Facilities	705,000	685,000	20,000	3%
County Services	502,692	439,664	63,028	14%
Audit Services	60,000	60,000	-	0%
Other Professional Services	114,000	111,000	3,000	3%
Total Services, Supplies and Other Charges	<u>2,004,966</u>	<u>1,881,477</u>	<u>123,489</u>	7%
Total - Administrative Budget	<u>\$ 7,956,983</u>	<u>\$ 7,830,772</u>	<u>\$ 126,211</u>	2%

Budget items with changes of $\pm 5\%$ or above are discussed below.

- Salaries are up by 5% to incorporate negotiated increases of 4% in October 2023, merit increases, and longevity pay based on the years of County service.
- Benefits are down by 10%, mainly due to a significant reduction in pension contribution. With the full amortization of the unfunded actuarial accrued liability layer established in June 2008, the employer pension contribution rate slipped from 38.51% for FY 2022-23 to 26.19% for FY 2023-24.
- Fiduciary liability insurance premium is adjusted upwards by 5% to cover potential fee increase due to change in consumer price index.
- Member education outlay increases by 7% to be in parallel with scheduled increase in accordance with the contract with Financial Knowledge, a vendor specializing in financial planning education.
- Education and conference spending is expected to rise by 11%. After pandemic disruptions, “in-person” conferences regain popularity and are considered a more effective means to promote communication and collaboration than virtual. Registration fees for in-person conferences, in most cases, are higher than teleconferences.
- Transportation and lodging outlays are adjusted upwards by 11% in anticipation of growing participation in on-site trainings and meetings at different geographic locations.

- Postage and printing expenses increase by 10% to support an upcoming election of a Board members in 2024.
- County service charges are projected to increase by 14% based on the latest figures released by respective servicing departments.

Information Technology Budget – covers projected expenses for information technology that are authorized by Government Code §31580.2(b). The Code states that “Expenditures for computer software, computer hardware, and computer technology consulting services in support of these computer products shall not be considered a cost of administration of the retirement system.”

The information technology budget for FY 2023-24 is estimated to be \$1.3 million, about 3% above the adopted budget for FY 2022-23.

	FY 2023-24 Proposed	FY 2022-23 Adopted	Increase (Decrease)	% of Change
Computer Equipment and Software	\$ 25,000	\$ 25,000	\$ -	0%
IT Infrastructure:				
Software License Maintenance	760,200	496,700	263,500	53%
Maintenance Tools & Equipment	200,000	150,000	50,000	33%
Contract IT Services	251,000	533,000	(282,000)	-53%
Imaging	25,000	25,000	-	0%
Technology Research and Development	5,000	5,000	-	0%
IT Subscription	4,000	4,000	-	0%
Total - Information Technology Budget	<u>\$ 1,270,200</u>	<u>\$ 1,238,700</u>	<u>\$ 31,500</u>	3%

n/a - Not applicable

Areas with significant changes over the year include the following:

- Budget for software license maintenance increases by 53%. The increase is aimed at financing the scheduled purchase of 1,050 service support hours at \$227,850 under the new contract with Vitech Corporation, a vendor providing technical support to SamCERA’s pension administration software system.
- Budget for maintenance tools and equipment increases by 33%. The increased funding will be used to replace staff laptops that are approaching the end-of-life cycle.
- Appropriation for contract IT services diminishes by 53%. Two significant projects, the migration of data hosting services from Vitech Corporation to Amazon Web Services and the development of a new member portal, were fully completed in FY 2022-23. No major projects are in sight for FY 2023-24.

SAN MATEO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
Board of Retirement

April 25, 2023

Agenda Item 7.2

TO: Board of Retirement
FROM: Scott Hood, Chief Executive Officer
SUBJECT: Amendment to Felony Forfeiture Policy



Recommendation

Adopt a resolution amending the Board of Retirement's "Procedure for Felony Forfeitures."

Background

Under the California Public Employees' Pension Reform Act of 2013 (PEPRA), members who have been convicted of a felony, as described below, after January 1, 2013, must forfeit certain accrued rights and benefits in the public retirement system that they are a member of at the time the felony is committed retroactive to the first commission date of the crime and shall not accrue further benefits. (Govt. Code sections 7522.72 and 7522.74.) In general, these statutes require the forfeiture after the conviction for any felony (state or federal) for conduct:

- Arising out of or in the performance of the member's official duties, or
- In pursuit of the office or appointment, or
- In connection with obtaining salary, disability retirement, service retirement, or other benefits.

Elected public officers may be subject to a felony forfeiture based on different conduct. The employer is required to notify SamCERA within 90 days of an employee's conviction.

Discussion:

The amended procedures reflect staff's current process for handling felony forfeiture matters which includes providing the member with notice, a right to be heard, and the right to appeal staff-level decisions prior to any forfeiture action. Both the member and employer can provide input regarding whether there should be a forfeiture, and if so, what the amount of contributions and benefits effected by the forfeiture should be. The procedures also include, if timely requested, the matter being brought to the Board and the Superior Court. Finally, the amended procedures clarify that the employer should provide SamCERA's staff with the member's official job duties and any other documents which describe the member's official duties.

Attachments

Resolution amending the Board of Retirement's "Procedure for Felony Forfeitures."
Amended Procedure for Felony Forfeitures (Clean)

SAN MATEO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
Board of Retirement

Amended Procedure for Felony Forfeitures (Redline)

SAN MATEO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION

RESOLUTION 2023-__

*RESOLUTION APPROVING AMENDMENT OF THE
BOARD OF RETIREMENT'S PROCEDURE FOR FELONY FORFEITURES*

WHEREAS, under the California Public Employees' Pension Reform Act of 2013 (PEPRA), members of SamCERA who have been convicted after January 1, 2013 of a felony, as described Govt. Code sections 7522.72 and 7522.74, must forfeit certain accrued rights and benefits in SamCERA if they are a member at the time the felony is committed retroactive to the earliest date of the commission of the crime and shall not accrue further benefits; and

WHEREAS, in 2018, this Board adopted a procedure for felony forfeitures that provided the member with notice, a right to be heard and right to appeal staff level decisions prior to any forfeiture action; and.

WHEREAS, in connection with the recent processing of certain felony forfeiture matters, staff has determined that certain clarifications of the procedures would be beneficial; and

WHEREAS, the Board has reviewed the amendments to the "Board of Retirement Procedure for Felony Forfeitures" and desires to adopt such policy;

THEREFORE, BE IT RESOLVED, that the Board hereby adopts the attached amended "Board of Retirement Procedure for Felony Forfeitures."

* * * * *

Regularly passed and adopted, by the San Mateo County Employees' Retirement Association, Board of Retirement, on April 25, 2023.

Ayes, Trustees:

Noes, Trustees:

Absent, Trustees:

Abstain, Trustees:

*Alma Salas, Board Secretary
SamCERA*

SAN MATEO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION

BOARD OF RETIREMENT PROCEDURE FOR FELONY FORFEITURES

I. PURPOSE

Under the California Public Employees' Pension Reform Act of 2013 (PEPRA), members (also referred to herein as "employees") who have been convicted on or after January 1, 2013, by a state or federal trial court of any felony for conduct as described below, must forfeit all accrued rights and benefits in any public retirement system in which they are a member at the time the felony is committed, retroactive to the earliest date of the commission of the crime, and shall not accrue further benefits in that public retirement system, effective on the date of the conviction. (Govt. Code sections 7522.72 and 7522.74.) Following the conviction for any felony, these statutes require the forfeiture of all accrued rights and benefits for conduct:

- Arising out of or in the performance of the member's official duties, or
- In pursuit of the office or appointment, or
- In connection with obtaining salary, disability retirement, service retirement, or other benefits.

Elected public officers convicted of certain felonies may be subject to a felony forfeiture based on different conduct.

The employee and the prosecuting agency are required by law to notify the employer within 60 days of the felony conviction. The employer is required by law to notify SamCERA within 90 days of an employee's conviction.

II. FELONY FORFEITURE PROCESS

A. Notifying SamCERA of Felony Conviction and Providing Information.

The employer is required by law to notify SamCERA within 90 days of an employee's conviction. (Govt. Code sections 7522.72(f) and 7522.74(f).) In notifying SamCERA of the felony conviction, the employer is required to provide SamCERA with the following information, with a copy sent to the member:

1. Name of member and Social Security number and/or employee ID.
2. Date of conviction which is the date that the member pleads guilty, or when the judge (or jury) decides the case.
3. Date of the earliest commission of the subject felony (or felonies) as reflected in the court proceeding.
4. Name of the court(s) in which the case was heard.

5. Name and contact information for the prosecuting attorney.
6. Description of the felony charges for which the member was convicted.
7. Copy of court documents related to member's conviction/guilty plea.
8. Information relating to whether the felony offense for which the conviction was entered was committed during the conduct or performance of the member's official job duties. Such information shall include the member's official job duties as well as any other departmental documents regarding any special projects or other official responsibilities carried out by the member which may not otherwise be set forth in such job duties.

B. Review of Information.

Staff will review the charges and determine what additional information, if any, is needed from the employer, the member, and/or the prosecuting agency to make the required determinations. Staff is not limited to the records of the criminal proceeding in gathering the information it believes is appropriate. Staff may request the Board to exercise its subpoena power under Govt. Code section 31535.

C. Notice of Initial Determination.

After staff's initial review, staff will send a Notice of Initial Determination to the member and the employer as to the applicability of the felony forfeiture law to the facts. The Notice will include:

1. A copy of this Procedure.
2. A statement on applicability of the felony forfeiture statutes and, if applicable, a statement of the impact of the forfeiture on the member's benefits, and the applicable proposed actions as set forth in Section C.3. or C.4. below.
3. For those members who are retired:
 - (a) The Notice will state the amount of member contributions to be refunded to the member (which shall be returned without interest). Such refunds, if any, shall be paid to the member in accordance with applicable law and SamCERA's standard procedures for the payment of refunds.
 - (b) Staff will review the member's account to determine the member's service credits and final average compensation ("FAC") as if the member deferred as of the earliest date of the commission of the subject felony. Staff will then determine whether the member had

sufficient service credit to retire as of the earliest date of the commission of the subject felony.

- (i) If the member did not have sufficient service credit to retire as of the earliest date of the commission of the subject felony, the Notice will state that the retirement will be rescinded, and the member placed into a deferred status until the member qualifies for retirement.
 - (ii) If the member did have sufficient service credit to retire as of the earliest date of the commission of the subject felony, the Notice will state the member's recalculated retirement allowance reflecting the changes to service credits, age factor, and final average compensation.
- (c) If, as a result of the member's recalculated retirement allowance (see subsection 3(b)(ii) above), staff determines that the member has received an overpayment of benefits, then any contributions (without interest) to be refunded pursuant to subsection 3(a) above) will be offset against such overpayment. If the contributions to be returned to the member exceed the overpaid benefit amounts, then the difference in such amounts shall be paid to the member in accordance with applicable law and SamCERA's standard procedures for the payment of refunds. If the overpayment in benefits to the member exceed the contributions to be refunded, then staff shall contact the member to arrange for the collection of the difference in accordance with applicable law and SamCERA's standard collection procedures. For purposes of this Procedure, "overpayment" includes compounded interest on the principal amount of any such overpayment at SamCERA's actuarial assumed rate(s) of interest in effect during the forfeiture period.

4. For those members who are active or deferred:

- (a) Staff will determine the amount of contributions paid, interest accrued on said contributions, and service credit earned on and after the earliest date of the commission of the subject felony to the date of conviction.
- (b) The Notice will list the amount of service credit and funds to be removed from the member's account and the amount of interest on those contributions to be forfeited. Said funds (without interest) shall be paid to the member in accordance with applicable law and SamCERA's standard procedures for the payment of refunds.

(c) The Notice will state that, for non-forfeited funds remaining in the account, interest will continue to accrue.

(d) The Notice will list the date that the member will be deemed to be a deferred member for all purposes, including but not limited to retirement eligibility. This date will be the earliest date of the commission of the subject felony.

5. The Notice of Initial Determination shall list the deadline to respond which shall be no less than three weeks from the date of the Notice.

D. Response to Initial Determination

Prior to the deadline stated in the Notice of the Initial Determination, both the member and the employer may provide additional input regarding the applicability to the felony forfeiture provisions and/or the impact of the forfeiture as described in the Notice. Such additional information from the member or employer shall be shared by SamCERA with the employer or member, as applicable. After the member and or employer have submitted any additional information or comments, staff's initial determination may be amended (or not). Staff will notify the member and the employer if the Initial Determination will be amended. Any amended Initial Determination will be sent to the employee and employer for information only. The Initial Determination, as may be amended (or not), and all supporting documents will be given to the Chief Executive Officer for review.

E. Chief Executive Officer Determination

After the review of the materials, the Chief Executive Officer or the Chief Executive Officer's designee, will send a written decision to the member and the employer that will, among other items, state the Chief Executive's Officer's determination on the following:

1. Whether or not the felony conviction arose out of or in the performance of official duties, or in pursuit of the office or appointment, or in connection with obtaining salary, disability retirement, service retirement, or other benefits, or was otherwise subject to forfeiture. If the determination is that the member's account is subject to forfeiture, the Notice will state:
2. The earliest date of the commission of the subject felony and date of conviction.
3. The amount of service credit, contributions, and interest to be forfeited by the active, retired, or deferred member.
4. For a retired member, the amount of any overpayments, the monthly adjustment going forward and the manner and time in which SamCERA will

recover any overpaid benefits due from the member and the effective date of the changes.

5. Any additional proposed actions to be taken as set forth in Section C.3. or C.4. above.
6. The ability to challenge the Chief Executive Officer's determination by bringing the matter to the Board of Retirement and the deadline to submit that written challenge.

F. Challenging the Chief Executive Officer's Determination

The member may challenge the Chief Executive Officer's decision by submitting a written challenge no later than 30 days from the date of written notice of the Chief Executive Officer's Notice of Determination.

1. If the Chief Executive Officer's decision is not timely challenged, it will be deemed final and binding.
2. A timely challenge will be heard by the Board of Retirement. Notice of the date and time of the hearing by the Board of Retirement will be provided to the member along with any instructions regarding the submission of documents and other evidence as necessary.
3. The matter will be placed on the Board of Retirement's regular public agenda for its review, findings, and decision. In making its determination, the Board may appoint a hearing officer to make findings and recommendations in accordance with Govt. Code section 31533.

G. Appeal of the Action of the Board.

If the member is dissatisfied with the Board's action, the member may obtain judicial review by filing a petition for a writ of mandate in accordance with the Code of Civil Procedure within 90 days of the date of the written notice of the Board's action. If a petition for writ of mandate is not timely filed, the Board's action shall be deemed final and binding.

III. ACTIONS TAKEN AFTER A DECISION TO FORFEIT IS FINAL

SamCERA will notify the Court and District Attorney at least three business days prior to any release of the forfeited funds to the member. (Govt. Code sections 7522.72(d)(2) and 7522.74(d)(2).)

Any corresponding employer contributions will stay in the employer's advance reserve account and will be taken into consideration at the end of the fiscal year as part of the reconciliation process used for employer contributions.

If there is a reversal of the conviction by an appellate court decision, the member has the option to redeposit the contributions from the forfeited period. (Govt. Code sections 7522.72(h) and 7522.74(h).)

SAN MATEO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION

BOARD OF RETIREMENT PROCEDURE FOR FELONY FORFEITURES

I. PURPOSE

Under the California Public Employees' Pension Reform Act of 2013 (PEPRA), members (also referred to ~~herein as "employees"~~ employees herein) who have been convicted on or after January 1, 2013, by a state or federal trial court of any felony ~~under the law~~ for conduct ~~arising out of or in the performance of his or her official duties~~ as described below, must forfeit all accrued rights and benefits in any public retirement system in which they are a member at the time the felony is committed, retroactive to the earliest date of the first ~~date~~ of the crime, and shall not accrue further benefits in that public retirement system, effective on the date of the conviction. (Govt. Code sections 7522.72 and 7522.74.) Following the conviction for any felony, these statutes require the forfeiture of all accrued rights and benefits for conduct:

- Arising out of or in the performance of the member's official duties, or
- In pursuit of the office or appointment, or
- In connection with obtaining salary, disability retirement, service retirement, or other benefits.

Elected public officers convicted of certain felonies may be subject to a felony forfeiture based on different conduct.

The employee and the prosecuting agency are required by law to notify the employer within 60 days of the felony conviction. The employer is required by law to notify SamCERA within 90 days of an employee's conviction.

II. FELONY FORFEITURE PROCESS

A. Notifying SamCERA of Felony Conviction and Providing Information.

The employer is required by law to notify SamCERA within 90 days of an employee's conviction. (Govt. Code sections 7522.72(f) and 7522.74(f).) In notifying SamCERA of the felony conviction, the employer is required to provide SamCERA with the following information, with a copy sent to the member:

1. Name of member and Social Security number and/or employee ID.
2. Date of conviction which is the date that the member pleads guilty, or when the judge (or jury) decides the case.
3. Date of the earliest ~~of the~~ commission of the subject felony (or felonies) as reflected in the court proceeding.

4. Name of the court(s) in which the case was heard.
5. Name and contact information for the prosecuting attorney.
6. Description of the felony charges for which the member was convicted.
7. Copy of court documents related to member's conviction/guilty plea.
8. Information relating to whether the felony offense for which the conviction was entered was committed during the conduct or performance of the member's official job duties. Such information shall include the member's official job duties as well as any other departmental documents regarding any special projects or other official responsibilities carried out by the member which may not otherwise be set forth in such job duties.

B. Review of Information.

Staff will review the charges and determine what additional information, if any, is needed from the employer, the member, and/or the prosecuting agency to make the required determinations. Staff is not limited to the records of the criminal proceeding in gathering the information it believes is appropriate. Staff may request the Board to exercise its subpoena power under Govt. Code section 31535.

C. Notice of Initial Determination.

After staff's initial review, staff will send a Notice of Initial Determination to the member and the employer as to the applicability of the felony forfeiture law to the facts. The Notice will include:

1. A copy of this Procedure.
2. A statement on applicability of the felony forfeiture statutes and, if applicable, a statement of the impact of the forfeiture on the member's benefits, and the applicable proposed actions as set forth in Section C.3. or C.4. below.
3. For those members who are retired:
 - (a) The Notice will state ~~that~~ the amount of member contributions to be refunded to the member ~~(without which shall be returned without interest).~~ Such refunds, if any, shall be paid to the member in accordance with applicable law and SamCERA's standard procedures for the payment of refunds.
 - ~~(a) If there has been an overpayment, the contribution refund without interest will be an offset to the overpayment and the refund amount will only be those the contributions exceed the amount of the~~

~~overpayment (see Govt. Code section 7522.72(d)(1).) For purposes of this Procedure, “overpayment” includes compounded interest on the principal amount of any such overpayment at SamCERA’s actuarial assumed rate(s) of interest in effect during the forfeiture period.~~

(b) Staff will review the member’s account to determine the member’s service credits and final average compensation (“FAC”) as if the member deferred as of the earliest date of the ~~first~~ commission of the subject felony. Staff will then determine whether the member had sufficient service credit to retire as of the earliest date of the first commission of the subject felony.

(i) If the member did not have sufficient service credit to retire as of the earliest date of the first commission of the subject felony, the Notice will state that the retirement will be rescinded, and the member placed into a deferred status until the member ~~has sufficient eligible service to qualify~~qualifies for retirement.

(ii) If the member did have sufficient ~~eligible~~ service credit to retire as of the earliest date of the first commission of the subject felony, the Notice will state the member’s recalculated retirement allowance reflecting the changes to service credits, age factor, and final average ~~salary~~compensation.

(c) If, as a result of the member’s recalculated retirement allowance (see subsection 3(b)(ii) above), staff determines that the member has received an overpayment of benefits, then any contributions (without interest) to be refunded pursuant to subsection 3(a) above) will be offset against such overpayment. If the contributions to be returned to the member exceed the overpaid benefit amounts, then the difference in such amounts shall be paid to the member in accordance with applicable law and SamCERA’s standard procedures for the payment of refunds. If the overpayment in benefits to the member exceed the contributions to be refunded, then staff shall contact the member to arrange for the collection of the difference in accordance with applicable law and SamCERA’s standard collection procedures. For purposes of this Procedure, “overpayment” includes compounded interest on the principal amount of any such overpayment at SamCERA’s actuarial assumed rate(s) of interest in effect during the forfeiture period.

4. For those members who are active or deferred:

(a) Staff will determine the amount of contributions paid, interest accrued on said contributions, and service credit earned ~~from on and~~

after the earliest date of ~~first the~~ commission of the subject felony to the date of conviction.

- (b) The Notice will list the amount of service credit and funds to be removed from the member's account and the amount of interest on those contributions to be forfeited. Said funds (without interest) shall be paid to the member in accordance with applicable law and SamCERA's standard procedures for the payment of refunds.
- (c) The Notice will state that, for non-forfeited funds remaining in the account, interest will continue to accrue.
- (d) The Notice will list the date that the member will be deemed to be a deferred member for all purposes, including but not limited to retirement eligibility. This date will be the earliest date of ~~first the~~ commission of the subject felony.

5. The Notice of Initial Determination shall list the deadline to respond which shall be no less than three weeks from the date of the Notice.

D. Response to Initial Determination

Prior to the deadline stated in the Notice of the Initial Determination, both the member and the employer may provide additional input regarding the applicability to the felony forfeiture provisions and/or the impact of the forfeiture as described in the Notice. Such additional information from the member or employer shall be shared by SamCERA with the employer or member, as applicable. After the member and or employer have submitted any additional information or comments, staff's initial determination may be amended (or not). Staff will notify the member and the employer if the Initial Determination will be amended ~~or not~~. Any amended Initial Determination will be sent to the employee and employer for information only. The Initial Determination, as may be amended (or not), and all supporting documents will be given to the Chief Executive Officer for review.

E. Chief Executive Officer Determination

After the review of the materials, the Chief Executive Officer or the Chief Executive Officer's designee, will send a written decision to the member and the employer that will, among other items, state the Chief Executive's Officer's determination on the following:

1. Whether or not the felony conviction arose out of or in the performance of official duties, or in pursuit of the office or appointment, or in connection with obtaining salary, disability retirement, service retirement, or other benefits, or was otherwise subject to forfeiture. If the determination is that

the member's account is subject to forfeiture, the Notice will state:

2. The earliest date of ~~first-the~~ commission of the subject felony and date of conviction.
3. The amount of service credit, contributions, and interest to be forfeited by the active, retired, or deferred member.
4. For a retired member, the amount of any overpayments, the monthly adjustment going forward and the manner and time in which SamCERA will recover any overpaid benefits due from the member and the effective date of the changes.
5. Any additional proposed actions to be taken as set forth in Section C.~~(3.)~~ ~~and~~ or C.(4.) above.
6. The aAbility to challenge the Chief Executive Officer's determination by bringing the matter to the Board of Retirement and the deadline to submit that written challenge.

F. Challenging the Chief Executive Officer's Determination

The member may challenge the Chief Executive Officer's decision by submitting a written challenge no later than 30 days from the date of written notice of the Chief Executive Officer's Notice of Determination.

1. If the Chief Executive Officer's decision is not timely challenged, it will be deemed final and binding.
2. A timely challenge will be heard by the Board of Retirement. Notice of the date and time of the hearing by the Board of Retirement will be provided to the member along with any instructions regarding the submission of documents and other evidence as necessary.
3. The matter will be placed on the Board of Retirement's regular public agenda for its review, findings, and decision. In making its determination, the Board may appoint a hearing officer to make findings and recommendations in accordance with Govt. Code section 31533.

G. Appeal of the Action of the Board.

If the member is dissatisfied with the Board's action, the member may obtain judicial review by filing a petition for a writ of mandate in accordance with the Code of Civil Procedure within 90 days of the date of the written notice of the Board's action. If a petition for writ of mandate is not timely filed, the Board's action shall be deemed final and binding.

III. ACTIONS TAKEN AFTER A DECISION TO FORFEIT IS FINAL

SamCERA will notify the Court and District Attorney at least three business days prior to ~~the~~any release of the forfeited funds to the member. (Govt. Code sections 7522.72(d)(2) and 7522.74(d)(2).)


~~The~~Any corresponding employer contributions will stay in the employer's advance reserve account and will be taken into consideration at the end of the fiscal year as part of the reconciliation process used for employer contributions.

If there is a reversal of the conviction by an appellate court decision, the member has the option to redeposit the contributions from the forfeited period. (Govt. Code sections 7522.72(h) and 7522.74(h).)

SAN MATEO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
Board of Retirement

April 25, 2023

Agenda Item 7.3

TO: Board of Retirement
FROM: Scott Hood, Chief Executive Officer 
SUBJECT: Board of Retirement Strategic Plan For 2023-2028

Recommendation

Approve the Board of Retirement Strategic Plan for 2023-2028.

Background

The Board's current Strategic Plan was approved in 2018 and set the Board's strategy for the next five years. In July of 2022, the Board gave direction to staff to begin the process to update the Strategic Plan. Staff contracted with BridgeGroup, LLC, who led the Board through the process to update the Strategic Plan. The process featured a survey of Board members that captured their comments and thoughts on the current strategic plan, including the Vision, Mission, Goals and the Focus Priorities and any new strategic priorities that should have the Board's focus.

Discussion

After receiving input and direction from the Board through an iterative process, staff has developed an updated Strategic Plan that captures the Board's intentions. As a result of the process, the Board made some adjustments and updates to the Mission, Vision, Goals and Focus Priorities. Additionally, the Board added a sixth priority, "Enhance the member experience." The draft Strategic Plan is attached.

Part of the update to the Strategic Plan focused on metrics that the Board can use to gauge the progress as work begins to execute the plan. Staff will propose some recommended metrics and methods that will provide insight into the Board's progress over the next five years.

Attachment


Draft Board of Retirement Strategic Plan 2023-2028



BOARD OF RETIREMENT

STRATEGIC PLAN

2023-2028



Vision & Mission

Strategic Plan 2023-2028



Vision

To be a well-governed and financially sound public retirement system through effective management, prudent investment, and efficient administration of benefits.

Mission

SamCERA exists to serve as a loyal fiduciary for its members and as prudent administrator of the retirement system.

Provide high quality services and information to members and other stakeholders.

Manage assets prudently and cost-effectively to assure the retirement system is adequately funded and all earned benefits are paid timely.

Improve operating efficiency and effectiveness to minimize cost.

Focus Priorities

Strategic Plan 2023-2028

01

Manage the complexities of the investment program by balancing liabilities against expected returns and inherent market risks.

02

Prepare for and effectively navigate periods when cash outflows exceed contributions.

03

Enhance risk management measures regarding cybersecurity and data recovery capabilities, the investment program, and financial accounting.

04

Align SamCERA's resources and organizational capabilities with its operational, administrative, and logistical needs through workforce planning and office space management.

05

Strengthen and improve the Board governance model to ensure continued positive development towards a strategic focus.

06

Enhance the member experience.

Strategy Map

Board of Retirement Strategic Plan 2023-2028

The Board of Retirement has established six priorities for short-term strategic direction, supporting the organization's Mission, Vision, and Goals.

Mission

SamCERA exists to serve as a loyal fiduciary for its members and as prudent administrator of the retirement system

Vision

To be a well-governed and financially sound public retirement system through effective management, prudent investment and efficient administration of benefits.

Goals

- Provide high quality services and information to members and other stakeholders.
- Manage assets prudently and cost-effectively to assure the retirement system is adequately funded and all earned benefits are paid timely.
- Improve operating efficiency and effectiveness to minimize cost.




SAN MATEO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
Board of Retirement

April 25, 2023

Agenda Item 7.4

TO: Board of Retirement

FROM: Scott Hood, Chief Executive Officer 

SUBJECT: Approval of SACRS Voting Delegate for the SACRS Spring 2023 Business Meeting and Direction to Voting Delegate

Recommendation

Staff recommends the Board designate Scott Hood, CEO as the Voting Delegate to cast SamCERA's votes at the SACRS Spring 2023 Conference.

Staff further recommends that the Board provide direction to the Voting Delegate that is in the best interest of SamCERA.

Background

Prior to each SACRS conference the retirement boards are asked to select the individuals from each county system who are authorized to serve as voting delegate and alternate voting delegates at the conference business meeting.

Discussion

SamCERA normally selects from attendees who plan to attend the Friday morning business meeting. Delegates can be either trustees or staff.

The business meeting will occur on the last morning of the conference, at 10:15 a.m., Friday, May 12, 2023.

Attachment

Spring 2023 SACRS Business Meeting Packet



SACRS
Spring Conference
Annual Business Meeting 2023

Friday, May 12, 2023
10:15 am – 11:30 am

Paradise Point Resort & Spa
San Diego, CA
Sunset I-III Ballroom



Vision, Mission, Core Values

The members and staff of the State Association of County Retirement Systems (SACRS) share a common purpose, mission and core values.

Statement of Purpose

The specific and primary purposes of SACRS are to provide forums for disseminating knowledge of and developing expertise in the operation of 20 county retirement systems existing under the County Employees Retirement Law of 1937 (CERL) sets forth in California Government Code section 31450 et. seq., and to foster and take an active role in the legislative process as it affects county retirement systems.

Mission Statement

The mission of this organization shall be to serve the 1937 Act Retirement Systems by exchanging information, providing education and analyzing legislation.

Core Values

Teamwork

Integrity

Education

Service and Support



SACRS Business Meeting Agenda
Friday, May 12, 2023
10:15 am – 11:30 am
Paradise Point Resort & Spa
San Diego, CA
Sunset I-III Ballroom

SACRS Parliamentarian – David Lantzer, San Bernardino CERA
Sergeant at Arms – Brian Williams, Sonoma CERA

1. SACRS System Roll Call

Adele Tagaloa, Orange CERS, SACRS Secretary

2. Secretary's Report - Receive and File

Adele Tagaloa, Orange CERS, SACRS Secretary

- A. November 2022 SACRS Business Meeting Minutes

3. Treasurer's Report - Receive and File

Jordan Kaufman, Kern CERA, SACRS Treasurer

- A. July 2022 – February 2023 Financials

4. SACRS President Report - No Action

Vivian Gray, Los Angeles CERA, SACRS President

- A. SACRS President Update

5. SACRS Legislative Committee Update – No Action

Eric Stern, Sacramento CERS and Dave Nelsen, Alameda CERA – SACRS Legislative Committee Co-Chairs

- A. 2023 Legislative Report

6. SACRS Nomination Committee - 2023-2024 SACRS Board of Directors Elections – Action

Dan McAllister, San Diego CERA, SACRS Nomination Committee Chair

- A. SACRS Board of Directors Elections 2023-2024



7. SACRS Audit Report – Action

Steve Delaney, Orange CERS, SACRS Audit Committee Chair

- A. SACRS 2021-2022 Annual Audit

8. SACRS Education Committee Report – No Action

JJ Popowich, Los Angeles CERA, SACRS Education Committee Chair

- A. SACRS Annual Spring 2023 Conference Evaluations/Feedback

9. SACRS Program Committee Report – No Action

David MacDonald, Contra Costa CERA, SACRS Program Committee Chair

- A. SACRS Annual Spring 2023 Conference Report

10. SACRS Affiliate Committee Report – No Action

Joanne Svendsgaard, Millennium, SACRS Affiliate Committee Chair

- A. Affiliate Committee Update

11. SACRS Bylaws Committee Report – No Action

Barbara Hannah, San Bernardino CERA, SACRS Bylaws Committee Chair

- A. Bylaws Committee Update

12. SACRS Spring Conference Breakout Reports – No Action

A representative from each breakout will give a report on their breakouts from Wednesday, May 10th.

- A. Administrator Breakout
- B. Affiliate Breakout
- C. Attorney Breakout
- D. Disability/Operations & Benefits Combo Breakout
- E. Internal Auditors Breakout
- F. Investment Officer Breakout
- G. Safety Trustee Breakout
- H. General Trustee Breakout

13. Adjournment

Next scheduled SACRS Business Meeting will be held Friday, November 10, 2023, at the Omni Rancho Las Palmas Resort & Spa in Rancho Mirage, CA.



1. SACRS System Roll Call

Adele Tagaloa, Orange CERS, SACRS Secretary



1. SACRS System Roll Call
 Adele Tagaloa, SACRS Secretary

System	Delegate Name	Alternate Delegate Name	Absent
Alameda			
Contra Costa			
Fresno			
Imperial			
Kern			
Los Angeles			
Marin			
Mendocino			
Merced			
Orange			
Sacramento			
San Bernardino			
San Diego			
San Joaquin			
San Mateo			
Santa Barbara			
Sonoma			
Stanislaus			
Tulare			
Ventura			
Total			



2. Secretary's Report - Receive and File

Adele Tagaloa, Orange CERS, SACRS Secretary

- A. Fall 2022 SACRS Business Meeting Minutes



SACRS Business Meeting Minutes
Friday, November 11, 2022
10:15 AM – 11:30 AM
Hyatt Regency Long Beach
Regency ABC Ballroom

SACRS Parliamentarian – David Lantzer, San Bernardino CERA
Sergeant at Arms – Brian Williams, Sonoma CERA

Meeting called to order at 10:16 am by David MacDonald, SACRS Vice President

SACRS Board of Directors in Attendance:

David MacDonald, Vice President; Adele Tagaloa, Secretary; Jordan Kaufman, Treasurer; David Gilmore, Board member; Vere Williams, Board member; Dan McAllister, Immediate Past President, Wally Fikri, Affiliate Committee Chair

Absent: Vivian Gray, SACRS President

1. SACRS System Roll Call

Adele Tagaloa, Orange CERS, SACRS Secretary

19 SACRS Member Systems Present

Alameda, Contra Costa, Fresno, Imperial, Kern, Los Angeles, Marin, Merced, Orange, Sacramento, San Bernardino, San Diego, San Joaquin, San Mateo, Santa Barbara, Sonoma, Stanislaus, Tulare, and Ventura

Absent: Mendocino

2. Secretary's Report - Receive and File

Adele Tagaloa, Orange CERS, SACRS Secretary

A. Spring 2022 SACRS Business Meeting Minutes

Motion: A motion to approve the Spring 2021 SACRS Business Meeting Minutes was submitted by San Diego County.

2nd: Marin County

Yes: 19

No: 0

Absent: Mendocino

Motion Passes 19-0-1



3. Treasurer's Report - Receive and File

Jordan Kaufman, Kern CERA, SACRS Treasurer

A. July – August 2022 Financials

B. 2022-2023 Annual Budget

Motion A: A motion to approve the Treasurer's report was submitted by Fresno County.

2nd: Imperial County

Yes: 19

No: 0

Absent: Mendocino

Motion Passes 19-0-1

Motion B: A motion to approve the 2022-2023 Annual Budget was submitted by Marin County.

2nd: Sacramento County

Yes: 19

No: 0

Absent: Mendocino

Motion Passes 19-0-1

4. SACRS President Report - No Action

Vivian Gray, Los Angeles CERA, SACRS President

A. SACRS President Update

Discussion, no action taken. In Vivian Gray's absence, David MacDonald, Vice President, provided a verbal update of upcoming strategic goals of the Board for the 2023 year.

5. SACRS Legislative Committee Update – No Action

Eric Stern, Sacramento CERS and Dave Nelsen, Alameda CERA – SACRS Legislative Committee Co-Chairs

A. 2022 Legislative Report – No Action

Discussion, no action taken. Eric Stern gave a verbal report on the committee's decision to provide more outreach to the systems. The committee will be providing templates for position letters to the legislature, legislative representation contact information and guidelines for submitting letters to the legislature.



6. SACRS Nomination Committee – 2023-2024 SACRS Election Notice – No Action

Dan McAllister, San Diego CERA, SACRS Nomination Committee Chair

A. SACRS Election Notice 2023-2024

Discussion only, no action. Dan McAllister asked systems to alert staff and trustees that might be interested in serving on the Board that the elections begin January 1, 2023.

7. SACRS Audit Report – No Action

Steve Delaney, Orange CERS, SACRS Audit Committee Chair

A. Audit Committee report/verbal update

Discussion only, no action. Steve Delaney reported that the annual audit will be presented to the Board in January 2023 and presented to the membership at the Spring 2023 Business Meeting.

8. SACRS Education Committee Report – No Action

JJ Popowich, Los Angeles CERA, SACRS Education Committee Chair

A. SACRS Annual Fall Conference 2022 Evaluations/verbal update

Discussion only, no action. JJ Popowich provided a verbal report of the Education committee meeting and review of all sessions. JJ reported that the group thought it was a great conference, really liked “Nice Bike,” Mark Scharenbroich keynote speaker, moderator John D’Agostino and the overall conference. He noted that while the agenda included a range of diversity of speakers, in the future it would be great if the Program committee could include more women. The Committee will provide a full report to the Board in January 2023.

9. SACRS Program Committee Report – No Action

David MacDonald, Contra Costa CERA, SACRS Program Committee Chair

A. Program Committee report/verbal update

Discussion only, no action. David MacDonald thanked the committee members and welcomed feedback via the evaluations online.



10. SACRS Affiliate Committee Report – No Action

Wally Fikri, William Blair, SACRS Affiliate Committee Chair

A. Affiliate Committee report/verbal update

Discussion only, no action. Wally Fikri provided a verbal update on the Affiliate breakout and the new affiliate members. He announced that nominations to be on the Affiliate Committee are open, qualified members may submit their interest via the online portal on SACRS website. The selection process is available in the Affiliate Guidelines for those that want more information, or feel free to contact Wally directly.

11. SACRS Bylaws Committee Report – No Action

Barbara Hannah, San Bernardino CERA, SACRS Bylaws Committee Chair

A. Bylaws Committee report/verbal update

No report.

12. SACRS Fall Conference Breakout Reports – No Action

A representative from each breakout will give a report on their meetings.

- A. Administrators – Brian McKelvey, San Joaquin CERA, gave a verbal report on the Administrators breakout, well attended. Brian Richards, Santa Barbara CERS will be the Spring 2023 moderator.
- B. Counsel – Aaron Zaheen, Tulare CERA, gave a verbal report on the Counsel breakout. The group discussed Cyber Security, AB 2449 Brown Act Teleconferencing, Litigation update and Proposed SEC Rules. Rachel Witt, San Diego CERA will be the Spring 2023 moderator.
- C. Disability/Operations & Benefits Combo - Carlos Barrios, Alameda CERA, provided a verbal update, good session and well attended. The group discussed LACERA's Benefit Protection Unit, Retiree Benefits Protection and New Online Disability Application Process and Paper to Digital platforms. Colin Bishop, San Bernardino CERA, will be the Spring 2023 Moderator.
- D. Internal Auditors - No report
- E. Investment Officers - No report
- F. Safety Trustees - Brian Williams, Sonoma CERA, provided a verbal update, volunteered as the Spring 2023 Moderator.



G. General Trustees – Adele Tagaloa, Marin CERA, provided a verbal update, good session and was highly informative. The group discussed Asset Allocation 101 and had a robust roundtable discussion.

13. Adjournment

Next scheduled SACRS Association Business Meeting will be held Friday, May 12, 2023, at the Paradise Point Resort & Spa, San Diego, CA.

Motion: A motion to adjourn the meeting at 10:44 am was submitted by San Diego County.

2nd: Contra Costa County

Yes: 19

No: 0

Absent: Mendocino

Motion passes 19-0-0



3. Treasurer's Report - Receive and File

Jordan Kaufman, Kern CERA, SACRS Treasurer

A. July – February 2023 Financials

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

Balance Sheet

As of February 28, 2023

28-Feb-23

ASSETS

Current Assets

Checking/Savings

1000 · First Foundation Bank-Checking	185,891.31
1001 · BofA Interest Checking 4389	46,672.36
1002 · First Foundation Bank ICS Acct	57,600.58

Total Checking/Savings 290,164.25

Other Current Assets

1100 · CalTrust - Medium Term	692,182.46
1107 · CalTrust Liquidity Fund	8,421.58
1110 · CAMP-SACRS Liquidity Fund	811,199.37

Total Other Current Assets 1,511,803.41

Total Current Assets 1,801,967.66

TOTAL ASSETS 1,801,967.66

LIABILITIES & EQUITY

Liabilities

Current Liabilities

Credit Cards

2200 · First Foundation Credit Card	39.00
2201 · First Foundation Master Card	-1,481.00

Total Credit Cards -1,442.00

Other Current Liabilities

2150 · Refund Liability	10.00
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Total Other Current Liabilities 10.00

Total Current Liabilities -1,432.00

Total Liabilities -1,432.00

Equity

32000 · Retained Earnings 1,904,635.13

Net Income -101,235.47

Total Equity 1,803,399.66

TOTAL LIABILITIES & EQUITY 1,801,967.66

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

Profit & Loss

July 2022 through February 2023

Ordinary Income/Expense

Income

4100 · Membership Dues

4101 · Affiliates	256,250.00
4102 · Non Profit - Organizations	2,750.00
4103 · Non Profit - Systems	7,500.00
4104 · Systems - Medium	52,000.00
4105 · Systems - Large	36,000.00

Total 4100 · Membership Dues 354,500.00

4250 · Product Income

4251 · CERL	125.00
4254 · Website Job Board	400.00

Total 4250 · Product Income 525.00

4270 · UC Berkeley Program

4271 · Registrations	7,500.00
4272 · Sponsorships	17,500.00

Total 4270 · UC Berkeley Program 25,000.00

4300 · Fall Conference Registration

4301 · Affiliates - Early	182,580.00
4302 · Affiliates - Regular	65,540.00
4303 · Affiliates - Late/Onsite	19,200.00
4304 · Non Profit	840.00
4305 · Systems	18,240.00
4306 · Non-Members	258,990.00
4307 · Fun Run	1,125.00
4308 · Yoga	555.00
4300 · Fall Conference Registration - Other	-900.00

Total 4300 · Fall Conference Registration 546,170.00

4350 · Spring Conference Registration

4351 · Affiliates - Early	86,700.00
4355 · Systems	8,160.00
4356 · Non-Members	64,080.00
4357 · Fun Run	450.00
4358 · Yoga	330.00

Total 4350 · Spring Conference Registration 159,720.00

4900 · Interest Earned 15,379.04

Total Income 1,101,294.04

Gross Profit 1,101,294.04

Expense

5000 · Administrative Fee	150,000.00
5001 · Administrative Services	1,388.00
5002 · Awards	230.47
5003 · Bank Charges/Credit Card Fees	26,716.42
5010 · Berkeley & Symposium	
5011 · Audio/Visual	6,867.79

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

Profit & Loss

July 2022 through February 2023

5014 · Food & Beverage	28,707.79
5015 · Materials/Printing/Design	964.56
5016 · Travel	2,789.93
Total 5010 · Berkeley & Symposium	39,330.07
5040 · Commissions & Fees	15,712.17
5041 · Consulting	12,362.00
5042 · Dues & Subscriptions	3,825.00
5050 · Fall Conference	
5051 · Audio/Visual	102,087.50
5052 · Delivery & Shipping	3,061.65
5053 · Entertainment	7,716.87
5054 · Hotel	
5054.1 · Wednesday Night Event	13,275.00
5054.2 · Conference	32,775.63
5054.3 · Food & Beverage	150,000.00
Total 5054 · Hotel	196,050.63
5055 · Program Material	23,796.94
5056 · Speakers	39,230.00
5057 · Supplies	211.74
5058 · Travel	2,485.23
Total 5050 · Fall Conference	374,640.56
5070 · Insurance	4,539.00
5071 · Legal & Professional Fees	12,835.00
5072 · Legislative Advocacy	36,638.00
5080 · Magazine	
5082 · Design/Printing/Etc.	6,055.00
5083 · Magazine - Other	8,405.00
Total 5080 · Magazine	14,460.00
6000 · Board & Committees	
6001 · Board of Directors	
6001.1 · Food & Beverage	17,149.43
6001.2 · Printing/Supplies	4,996.74
6001.3 · Travel - BOD Meetings	18,705.05
6001.4 · Travel - Miscellaneous BOD	1,272.93
6001.5 · Board Of Directors - Other	13,067.36
6001 · Board of Directors - Other	3,367.22
Total 6001 · Board of Directors	58,558.73
Total 6000 · Board & Committees	58,558.73
6010 · Office Expenses / Supplies	1,498.92
6011 · Postage & Delivery	8,039.89
6020 · Spring Conference	
6021 · Audio/Visual	102,087.50
6022 · Delivery & Shipping	2,000.00
6023 · Entertainment	476.49
6024 · Hotel	

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

Profit & Loss

July 2022 through February 2023

6024.1 · Wednesday Night Event	103,426.52
6024.2 · Conference	2,094.84
6024.3 · Food & Beverage	161,992.19
6024 · Hotel - Other	4,483.22
Total 6024 · Hotel	271,996.77
6025 · Program Material	6,706.40
6026 · Speakers	4,320.80
6028 · Travel	13,924.18
Total 6020 · Spring Conference	401,512.14
6053 · Technology/AMS/Website	38,951.76
6054 · Travel	1,291.38
Total Expense	1,202,529.51
Net Ordinary Income	-101,235.47
	-101,235.47

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS
Profit & Loss Budget vs. Actual
July 2022 through February 2023

	Jul '22 - Feb 23	Budget	\$ Over Budget	% of Budget
Ordinary Income/Expense				
Income				
4100 · Membership Dues				
4101 · Affiliates	256,250.00	268,750.00	-12,500.00	95.35%
4102 · Non Profit - Organizations	2,750.00	2,750.00	0.00	100.0%
4103 · Non Profit - Systems	7,500.00	6,000.00	1,500.00	125.0%
4104 · Systems - Medium	52,000.00	52,000.00	0.00	100.0%
4105 · Systems - Large	36,000.00	42,000.00	-6,000.00	85.71%
Total 4100 · Membership Dues	354,500.00	371,500.00	-17,000.00	95.42%
4250 · Product Income				
4251 · CERL	125.00	0.00	125.00	100.0%
4254 · Website Job Board	400.00			
Total 4250 · Product Income	525.00	0.00	525.00	100.0%
4270 · UC Berkeley Program				
4271 · Registrations	7,500.00	60,000.00	-52,500.00	12.5%
4272 · Sponsorships	17,500.00	40,000.00	-22,500.00	43.75%
Total 4270 · UC Berkeley Program	25,000.00	100,000.00	-75,000.00	25.0%
4300 · Fall Conference Registration				
4301 · Affiliates - Early	182,580.00	140,000.00	42,580.00	130.41%
4302 · Affiliates - Regular	65,540.00	60,000.00	5,540.00	109.23%
4303 · Affiliates - Late/Onsite	19,200.00	70,400.00	-51,200.00	27.27%
4304 · Non Profit	840.00	960.00	-120.00	87.5%
4305 · Systems	18,240.00	20,000.00	-1,760.00	91.2%
4306 · Non-Members	258,990.00	200,250.00	58,740.00	129.33%
4307 · Fun Run	1,125.00	500.00	625.00	225.0%
4308 · Yoga	555.00	100.00	455.00	555.0%
4300 · Fall Conference Registration - Other	-900.00	0.00	-900.00	100.0%
Total 4300 · Fall Conference Registration	546,170.00	492,210.00	53,960.00	110.96%
4350 · Spring Conference Registration				
4351 · Affiliates - Early	86,700.00	140,000.00	-53,300.00	61.93%
4352 · Affiliates - Regular	0.00	60,000.00	-60,000.00	0.0%
4353 · Affiliates - Late/Onsite	0.00	70,400.00	-70,400.00	0.0%
4354 · Non Profit	0.00	960.00	-960.00	0.0%
4355 · Systems	8,160.00	20,000.00	-11,840.00	40.8%
4356 · Non-Members	64,080.00	200,250.00	-136,170.00	32.0%
4357 · Fun Run	450.00	500.00	-50.00	90.0%
4358 · Yoga	330.00	100.00	230.00	330.0%
Total 4350 · Spring Conference Registration	159,720.00	492,210.00	-332,490.00	32.45%
4900 · Interest Earned	15,379.04	-953.55	16,332.59	-1,612.82%
Total Income	1,101,294.04	1,454,966.45	-353,672.41	75.69%
Gross Profit	1,101,294.04	1,454,966.45	-353,672.41	75.69%
Expense				
5000 · Administrative Fee	150,000.00	225,000.00	-75,000.00	66.67%
5001 · Administrative Services	1,388.00	500.00	888.00	277.6%

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

Profit & Loss Budget vs. Actual

July 2022 through February 2023

	Jul '22 - Feb 23	Budget	\$ Over Budget	% of Budget
5002 · Awards	230.47	500.00	-269.53	46.09%
5003 · Bank Charges/Credit Card Fees	26,716.42	36,000.00	-9,283.58	74.21%
5010 · Berkeley & Symposium				
5011 · Audio/Visual	6,867.79	2,200.00	4,667.79	312.17%
5012 · Delivery & Shipping	0.00	0.00	0.00	0.0%
5013 · Hotel	0.00	12,500.00	-12,500.00	0.0%
5014 · Food & Beverage	28,707.79	12,500.00	16,207.79	229.66%
5015 · Materials/Printing/Design	964.56	3,000.00	-2,035.44	32.15%
5016 · Travel	2,789.93	2,500.00	289.93	111.6%
5017 · UC Berkeley	0.00	216,000.00	-216,000.00	0.0%
Total 5010 · Berkeley & Symposium	39,330.07	248,700.00	-209,369.93	15.81%
5020 · Webinar Symposium				
5021 · Webinar Speaker	0.00	0.00	0.00	0.0%
5022 · Webinar Technology	0.00	25,000.00	-25,000.00	0.0%
5023 · Webinar Misc	0.00	0.00	0.00	0.0%
Total 5020 · Webinar Symposium	0.00	25,000.00	-25,000.00	0.0%
5030 · CERE				
5031 · Materials/Printing/Design	0.00	16,500.00	-16,500.00	0.0%
5032 · Shipping	0.00	1,300.00	-1,300.00	0.0%
Total 5030 · CERE	0.00	17,800.00	-17,800.00	0.0%
5040 · Commissions & Fees	15,712.17	20,000.00	-4,287.83	78.56%
5041 · Consulting	12,362.00	21,192.00	-8,830.00	58.33%
5042 · Dues & Subscriptions	3,825.00	3,700.00	125.00	103.38%
5050 · Fall Conference				
5051 · Audio/Visual	102,087.50	90,000.00	12,087.50	113.43%
5052 · Delivery & Shipping	3,061.65	2,500.00	561.65	122.47%
5053 · Entertainment	7,716.87	6,500.00	1,216.87	118.72%
5054 · Hotel				
5054.1 · Wednesday Night Event	13,275.00	65,000.00	-51,725.00	20.42%
5054.2 · Conference	32,775.63	15,000.00	17,775.63	218.5%
5054.3 · Food & Beverage	150,000.00	250,000.00	-100,000.00	60.0%
Total 5054 · Hotel	196,050.63	330,000.00	-133,949.37	59.41%
5055 · Program Material	23,796.94	25,000.00	-1,203.06	95.19%
5056 · Speakers	39,230.00	50,000.00	-10,770.00	78.46%
5057 · Supplies	211.74	500.00	-288.26	42.35%
5058 · Travel	2,485.23	15,000.00	-12,514.77	16.57%
5050 · Fall Conference - Other	0.00	0.00	0.00	0.0%
Total 5050 · Fall Conference	374,640.56	519,500.00	-144,859.44	72.12%
5070 · Insurance	4,539.00	5,000.00	-461.00	90.78%
5071 · Legal & Professional Fees	12,835.00	35,000.00	-22,165.00	36.67%
5072 · Legislative Advocacy	36,638.00	62,808.00	-26,170.00	58.33%
5080 · Magazine				
5081 · Delivery & Shipping	0.00	600.00	-600.00	0.0%
5082 · Design/Printing/Etc.	6,055.00	20,000.00	-13,945.00	30.28%

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

Profit & Loss Budget vs. Actual

July 2022 through February 2023

	Jul '22 - Feb 23	Budget	\$ Over Budget	% of Budget
5083 · Magazine - Other	8,405.00	6,000.00	2,405.00	140.08%
Total 5080 · Magazine	14,460.00	26,600.00	-12,140.00	54.36%
6000 · Board & Committees				
6001 · Board of Directors				
6001.1 · Food & Beverage	17,149.43	25,000.00	-7,850.57	68.6%
6001.2 · Printing/Supplies	4,996.74	4,000.00	996.74	124.92%
6001.3 · Travel - BOD Meetings	18,705.05	11,000.00	7,705.05	170.05%
6001.4 · Travel - Miscellaneous BOD	1,272.93	8,000.00	-6,727.07	15.91%
6001.5 · Board Of Directors - Other	13,067.36	3,000.00	10,067.36	435.58%
6001 · Board of Directors - Other	3,367.22			
Total 6001 · Board of Directors	58,558.73	51,000.00	7,558.73	114.82%
6002 · Legislative Committee Meetings	0.00	250.00	-250.00	0.0%
6003 · Program Committee Meetings	0.00	2,500.00	-2,500.00	0.0%
Total 6000 · Board & Committees	58,558.73	53,750.00	4,808.73	108.95%
6010 · Office Expenses / Supplies	1,498.92	2,500.00	-1,001.08	59.96%
6011 · Postage & Delivery	8,039.89	6,000.00	2,039.89	134.0%
6020 · Spring Conference				
6021 · Audio/Visual	102,087.50	90,000.00	12,087.50	113.43%
6022 · Delivery & Shipping	2,000.00	2,500.00	-500.00	80.0%
6023 · Entertainment	476.49	6,500.00	-6,023.51	7.33%
6024 · Hotel				
6024.1 · Wednesday Night Event	103,426.52	65,000.00	38,426.52	159.12%
6024.2 · Conference	2,094.84	0.00	2,094.84	100.0%
6024.3 · Food & Beverage	161,992.19			
6024.4 · Hotel - Other	0.00	25,000.00	-25,000.00	0.0%
6024 · Hotel - Other	4,483.22			
Total 6024 · Hotel	271,996.77	90,000.00	181,996.77	302.22%
6025 · Program Material	6,706.40	25,000.00	-18,293.60	26.83%
6026 · Speakers	4,320.80	50,000.00	-45,679.20	8.64%
6027 · Supplies	0.00	1,000.00	-1,000.00	0.0%
6028 · Travel	13,924.18	15,000.00	-1,075.82	92.83%
6020 · Spring Conference - Other	0.00	0.00	0.00	0.0%
Total 6020 · Spring Conference	401,512.14	280,000.00	121,512.14	143.4%
6050 · Strategic Facilitator	0.00	15,000.00	-15,000.00	0.0%
6051 · Taxes & Licenses	0.00	600.00	-600.00	0.0%
6053 · Technology/AMS/Website	38,951.76	45,000.00	-6,048.24	86.56%
6054 · Travel	1,291.38	7,500.00	-6,208.62	17.22%
Total Expense	1,202,529.51	1,657,650.00	-455,120.49	72.54%
Net Ordinary Income	-101,235.47	-202,683.55	101,448.08	49.95%
	-101,235.47	-202,683.55	101,448.08	49.95%



4. SACRS President Report - No Action

Vivian Gray, Los Angeles CERA, SACRS President

A. SACRS President Update



No printed materials for this item



5. SACRS Legislative Committee Update – No Action

Eric Stern, Sacramento CERS and Dave Nelsen, Alameda CERA – SACRS Legislative Committee Co-Chairs

A. 2023 Legislative Report – No Action



April 6, 2023

TO: State Association of County Retirement Systems

FROM: Edelstein Gilbert Robson & Smith, LLC

RE: **Legislative Update – April 2023**

General Update

With the bill introduction deadline behind us, the Legislature now turns to policy committee hearings for the first house. The Legislature will have until April 28 for all fiscal bills to be heard in policy committee. Until this date (aside from Spring Recess from March 30 – April 10), the Legislature will be busy conducting hearings for bills introduced this year.

By this point, most of the “spot” or “intent” bills (placeholder bills without substantive language) have since been amended with substantive language that will allow them to move forward in the legislative process and get a hearing in policy committee.

Non-fiscal bills will have until May 5 to be heard in policy committee.

Legislation of Interest

AB 1020 (Grayson) – CERL Disability Presumptions. This bill would establish several new disability retirement presumptions for various injuries and illnesses in the CERL, similar to provisions that exist in the Labor Code. The bill is sponsored by the California Professional Firefighters.

SB 252 (Gonzalez) – PERS and STRS Fossil Fuel Divestment. Senator Gonzalez reintroduced SB 1173 from last session. Like last year, this bill applies to CalPERS and CalSTRS and prohibits the retirement systems from renewing or making new investments in fossil fuel companies as well as requiring them to liquidate existing investments by July 1, 2030, among other requirements. The bill was introduced as part of a package of climate legislation.

SB 660 (Alvarado-Gil) - CA Public Retirement System Agency Cost and Liability Panel. This bill would establish the CA Public Retirement System Agency Cost and

Liability Panel that would be tasked to determine how costs and unfunded liability are apportioned to a public agency when a member changes employers within the same retirement system or concurrently retires with two or more systems that have entered into a reciprocity agreement. The panel would include a member from the State Association of County Retirement Systems (SACRS).

Public Meeting Bills

Since the onset of the COVID-19 pandemic, teleconferencing flexibilities have become a subject of interest in California's Legislature, with local government groups sponsoring various bills on the topic since 2021. This session is no exception, and a handful of bills have been introduced:

AB 557 (Hart) - AB 361 Sunset Extension. This bill would remove the sunset established in AB 361 (R. Rivas) as well as increase the time period when the Board must renew the findings of an emergency or need for social distancing from 30 days to 45 days.

AB 817 (Pacheco) – Open Meeting Flexibility for Subsidiary Bodies. This bill allows subsidiary bodies to use teleconferencing without regard to a state of emergency if they meet certain requirements. Subsidiary bodies are bodies that serve in an advisory capacity and do not take final action on specified items.

AB 1379 (Papan) - Teleconference Flexibilities. AB 1379 expands various flexibilities for local agencies under the Brown Act including, but not limited to, relaxing requirements for posting teleconference locations, relaxing certain quorum requirements, removing the existing January 1, 2026 sunset date of flexibilities in current law, removing restrictions that prohibit members from participating remotely for more than two meetings a year, among other changes. The bill also requires that a legislative body have at least two meetings a year where members are in person at a single designated location.

SB 411 (Portantino) - Teleconferencing for Appointed Bodies. This bill would allow local legislative bodies with appointed members to use teleconferencing indefinitely regardless of the presence of an emergency. The author intends this bill to apply to neighborhood councils. The bill is an urgency bill and therefore requires a 2/3 vote.

SB 537 (Becker) - Teleconference Flexibilities. This bill was recently amended with substantive language that allows multijurisdictional, cross county legislative bodies to use teleconferencing indefinitely and without regard to a state of emergency and adds certain requirements, like requiring a legislative body to provide a record of attendance on its website within 7 days of the meeting. The bill also adds to the list of circumstances where a member is permitted to participate remotely. We have met with the author's staff and are preparing some amendments to clarify that local retirement systems are covered by the bill. The bill is an urgency bill and therefore requires a 2/3 vote.



6. SACRS Nomination Committee - 2023-2024 SACRS Board of Directors Elections – Action

Dan McAllister, San Diego CERA, SACRS Nomination Committee Chair

A. SACRS Board of Directors Elections 2023-2024



March 24, 2023

To: SACRS Trustees & SACRS Administrators/CEO's
 From: Dan McAllister, SACRS Immediate Past President, Nominating Committee Chair
 SACRS Nominating Committee
 Re: SACRS Board of Director Elections 2023-2024 Elections – Final Ballot

SACRS BOD 2023-2024 election process began January 2023. Please provide the final ballot and voting instructions to your Board of Trustees and Voting Delegates.

DEADLINE	DESCRIPTION
March 1, 2023	Any regular member may submit nominations for the election of a Director to the Nominating Committee, provided the Nominating Committee receives those nominations no later than noon on March 1 of each calendar year regardless of whether March 1 is a Business Day. Each candidate may run for only one office. Write-in candidates for the final ballot, and nominations from the floor on the day of the election, shall not be accepted.
March 25, 2023	The Nominating Committee will report a final ballot to each regular member County Retirement System prior to March 25
May 12, 2023	Nominating Committee to conduct elections during the SACRS Business Meeting at the Spring Conference, May 9-12, 2023
May 12, 2023	Board of Directors take office for 1 year (until Spring 2024 Elections)

Per SACRS Bylaws, Article VIII, Section 1. Board of Director and Section 2. Elections of Directors:

Section 1. Board of Directors. *The Board shall consist of the officers of SACRS as described in Article VI, Section 1, the immediate Past President, and two (2) regular members.*

A. Immediate Past President. *The immediate Past President, while he or she is a regular member of SACRS, shall also be a member of the Board. In the event the immediate Past President is unable to serve on the Board, the most recent Past President who qualifies shall serve as a member of the Board.*

B. Two (2) Regular Members. *Two (2) regular members shall also be members of the Board with full voting rights.*

Section 2. Elections of Directors. *Any regular member may submit nominations for the election of a Director to the Nominating Committee, provided the Nominating Committee receives those nominations no later than noon on March 1 of each calendar year regardless of whether March 1 is a Business Day. Each candidate may run for only one office. Write-in candidates for the final ballot, and nominations from the floor on the day of the election, shall not be accepted.*

The Nominating Committee will report its suggested slate, along with a list of the names of all members who had been nominated, to each regular member County Retirement System prior to March 25. The Administrator of each regular member County Retirement System shall be responsible for communicating the Nominating Committee's suggested slate to each trustee and placing the election of



SACRS Directors on his or her board agenda. The Administrator shall acknowledge the completion of these responsibilities with the Nominating Committee.

Director elections shall take place during the first regular meeting of each calendar year. The election shall be conducted by an open roll call vote, and shall conform to Article V, Sections 6 and 7 of these Bylaws.

Newly elected Directors shall assume their duties at the conclusion of the meeting at which they are elected, with the exception of the office of Treasurer. The incumbent Treasurer shall co-serve with the newly elected Treasurer through the completion of the current fiscal year.

The elections will be held at the SACRS Spring Conference on Friday, May 12, 2023, during the scheduled business meeting at the Paradise Point Resort & Spa, San Diego, CA.

SACRS Nominating Committee Recommended Slate:

- President – David MacDonald, Contra Costa CERA
- Vice President – Adele Tagaloa, Orange CERS
- Treasurer – Jordan Kaufman, Kern CERA
- Secretary – Zandra Cholmondeley, Santa Barbara CERS
- Regular Member – David Gilmore, San Diego CERA
- Regular Member – Open

The Regular Member listed as “Open” is due to a late withdrawal of a submission by an interested candidate. We are past the deadline to submit a nomination, and we received no other submissions of interest. SACRS Bylaws do not allow nominations or write-in candidates from the floor, therefore the Nominating Committee will be reaching out to the regular membership in search of interested parties that would like to serve.

***Bylaws- Article VIII Board of Directors/Section 2/ Elections of Directors**

The Bylaws state that the Board of Directors can make an appointment if there is a vacant position on the Board. Once the Board of Directors are elected, at their first meeting in June, they will fill the vacancy.

***Bylaws- Article VIII Board of Directors/Section 6/ Elections of Directors**

Regular members interested in serving as a “Regular Member” of the SACRS Board of Directors may complete a supplemental candidate form for consideration. Send the supplemental candidate form, no later than April 21, 2023, to sulema@sacrs.org to be reviewed by the Nominating Committee. At the SACRS Business meeting in May, the Nominating Committee will update the membership on submissions received and make a recommendation to the newly elected Board of Directors.

Please prepare your voting delegate to have the ability to vote by the recommended ballot and by each position separately.

If you have any questions, please contact me at Dan McAllister, Dan.McAllister@sdcounty.ca.gov or Sulema Peterson, sulema@sacrs.org (916) 701-5158.

Continued



Thank you for your prompt attention to this timely matter.

Sincerely,

Dan McAllister

Dan McAllister, San Diego CERA Trustee
SACRS Nominating Committee Chair

CC: SACRS Board of Directors
SACRS Nominating Committee Members
Sulema H. Peterson, SACRS Executive Director

Attached: 2023-2024 Candidate submissions
Candidate Form



**SACRS Nomination SUPPLEMENTAL Submission
Form SACRS Board of Directors Elections**

All interested candidates that would like to be considered for appointment to the Board of Directors for the 2023-2024 OPEN REGULAR MEMBER position must complete this form and submit along with a letter of intent. **Both the form and the letter of intent must be submitted no later than April 21, 2023.** Please submit to the Nominating Committee Chair at Dan.McAllister@sdcounty.ca.gov AND to SACRS at sulema@sacrs.org. If you have any questions, please feel free to contact Sulema Peterson at SACRS at (916) 701-5158.

Name of Candidate	Name:
Candidate Contact Information (Please include – Phone Number, Email Address and Mailing Address)	Mailing Address: Email Address: Phone:
Name of Retirement System Candidate Currently Serves On	System Name:
List Your Current Position on Retirement Board (Chair, Alternate, Retiree, General Elected, Etc)	<input type="radio"/> Chair <input type="radio"/> Alternate <input type="radio"/> General Elected <input type="radio"/> Retiree <input type="radio"/> Other
Applying for SACRS Board of Directors Position (select only one)	<input type="radio"/> President <input checked="" type="radio"/> Vice President <input type="radio"/> Treasurer <input type="radio"/> Secretary <input type="radio"/> Regular Member
Brief Bio in Paragraph Format	

President Candidate Form - David MacDonald, Contra Costa CERA



SACRS Board of Directors Elections 2023-2024

All interested candidates must complete this form and submit along with a letter of intent. **Both the form and the letter of intent must be submitted no later than March 1, 2023.** Please submit to the Nominating Committee Chair at Dan.McAllister@sdcounty.ca.gov AND to SACRS at sulema@sacrs.org. If you have any questions, please feel free to contact Sulema Peterson at SACRS at (916) 701-5158.

Name of Candidate	Name: David J. MacDonald, MD
Candidate Contact Information (Please include – Phone Number, Email Address and Mailing Address)	Mailing Address: [REDACTED] Email Address: dmacdcccera@gmail.com Phone: [REDACTED]
Name of Retirement System Candidate Currently Serves On	System Name: CCCERA
List Your Current Position on Retirement Board (Chair, Alternate, Retiree, General Elected, Etc)	<ul style="list-style-type: none"> <input type="radio"/> Chair <input type="radio"/> Alternate <input type="radio"/> General Elected <input type="radio"/> Retiree <input checked="" type="radio"/> Other - Vice Chair X (elected board member)
Applying for SACRS Board of Directors Position (select only one)	<ul style="list-style-type: none"> <input checked="" type="radio"/> President X <input type="radio"/> Vice President <input type="radio"/> Treasurer <input type="radio"/> Secretary <input type="radio"/> Regular Member
Brief Bio	<ul style="list-style-type: none"> * SACRS Board of Directors, Member – 2020-2021 & 2021-2022 * SACRS Vice President – 2022-2023 * Vice Chair, CCCERA Board of Retirement * Elected general member trustee of CCCERA since 2016 * President, Physicians' and Dentists' of Contra Costa (PDOCC), since 2010 (Union for health care providers working at Contra Costa County). * 29 years serving on the PDOCC Executive Board, including many years as Vice President and President. * 32 years of service to Contra Costa County as a physician working in the Department of Health Services. * Education/Pension Trustee Certificates: <ul style="list-style-type: none"> - Bachelors of Science, Biology – UC Irvine - Doctor of Medicine – UC Irvine - UC Berkeley (SACRS) – Modern Investment Theory & Practice for Retirement Systems - Wharton Business School – Portfolio Concepts & Management - IFEBP – CAPPP program, Trustees Masters Program - CALAPRS Trustee Education – Principles of Pension Governance

Vice President Candidate Form - Adele Tagaloa, Orange CERS



**SACRS Nomination Submission Form
SACRS Board of Directors Elections 2022-2023**

All interested candidates must complete this form and submit along with a letter of intent. **Both the form and the letter of intent must be submitted no later than March 1, 2022.** Please submit to the Nominating Committee Chair at Dan.McAllister@sdcountry.ca.gov AND to SACRS at sulema@sacrs.org. If you have any questions, please feel free to contact Sulema Peterson at SACRS at (916) 701-5158.

Name of Candidate	Adele Tagaloa
Candidate Contact Information (Please include – Phone Number, Email Address and Mailing Address)	Mailing Address: [REDACTED] Email Address: atagaloa@ocers.org [REDACTED] Phone: [REDACTED]
Name of Retirement System Candidate Currently Serves On	System Name: Orange County Employees Retirement System (OCERS)
List Your Current Position on Retirement Board (Chair, Alternate, Retiree, General Elected, Etc)	<input type="radio"/> Chair <input type="radio"/> Alternate <input checked="" type="radio"/> General Elected <input type="radio"/> Retiree <input type="radio"/> Other _____
Applying for SACRS Board of Directors Position (select only one)	<input type="radio"/> President <input checked="" type="radio"/> Vice President <input type="radio"/> Treasurer <input type="radio"/> Secretary <input type="radio"/> Regular Member
Brief Bio	<ul style="list-style-type: none"> ◆ Secretary, [REDACTED] ram and Bylaws Committee ◆ Elected General Member Trustee, OCERS, 2020 to present Over 13 years of service to the County of Orange Proudly serving 1.8 million registered voters at the Registrar of Voters office ◆ Chair, OCERS Disability Committee 2020 to present ◆ Vice- Chair, OCERS Investment Committee 2022 to present ◆ Member, OCERS Governance Committee member 2022 to present ◆ Union Steward, Orange County Employees Association (OCEA) 2012 to present ◆ Board of Directors, OCEA 2018 to present ◆ Political Action Committee and Scholarship Committee member, OCEA <p>Public Pension Trustee Certificates: Public Pension Investment Management Program - UC Berkeley CALAPRS Principles of Pension Governance and Principles for Trustees Completed 190 hours of education, 2020 - present</p>

Treasurer Candidate Form - Jordan Kaufman, Kern CERA



**SACRS Nomination Submission Form
SACRS Board of Directors Elections 2023-2024**

All interested candidates must complete this form and submit along with a letter of intent. **Both the form and the letter of intent must be submitted no later than March 1, 2023.** Please submit to the Nominating Committee Chair at Dan.McAllister@sdcounty.ca.gov AND to SACRS at sulema@sacrs.org. If you have any questions, please feel free to contact Sulema Peterson at SACRS at (916) 701-5158.

Name of Candidate	Name:
Candidate Contact Information (Please include – Phone Number, Email Address and Mailing Address)	Mailing Address: [REDACTED] Email Address: jkaufman@kerncounty.com [REDACTED]
Name of Retirement System Candidate Currently Serves On	System Name: Kern CERA
List Your Current Position on Retirement Board (Chair, Alternate, Retiree, General Elected, Etc)	<input type="radio"/> Chair <input type="radio"/> Alternate <input type="radio"/> General Elected <input type="radio"/> Retiree <input checked="" type="radio"/> Other <u>Statutory</u>
Applying for SACRS Board of Directors Position (select only one)	<input type="radio"/> President <input type="radio"/> Vice President <input checked="" type="radio"/> Treasurer <input type="radio"/> Secretary <input type="radio"/> Regular Member
Brief Bio in Paragraph Format	<p>I am the current SACRS Treasurer and am excited for the opportunity to continue in this role. I am in my second term as the elected Kern County Treasurer-Tax Collector with fiduciary responsibility over the \$5.2 billion Treasury Investment Pool and the responsibility of annually collecting over \$1.4 billion in local property taxes. I am also the Plan Administrator for the \$670 million deferred compensation plan for County employees. Prior to being elected, I became the assistant Treasurer-Tax Collector in 2006. Prior to 2006, I spent over a decade in the County Administrative Office where I performed budget and policy analysis and was involved in the issuance of various types of municipal bonds for the County. I am the Treasurer and past Chairman of the United Way of Kern County, Trustee and past Chairman of the Kern County Employees Retirement Association (KCERA), Commissioner on the California Statewide Communities Development Authority (CSCDA), Treasurer of the Boy Scouts of America Southern Sierra Council. I have a Bachelor of Science degree in Industrial Technology from Cal Poly San Luis Obispo. I live in Bakersfield with my beautiful wife Kristen and we have four children.</p>

Secretary Candidate Form - Zandra Cholmondeley, Santa Barbara CERS



**SACRS Nomination Submission Form
SACRS Board of Directors Elections 2023-2024**

All interested candidates must complete this form and submit along with a letter of intent. **Both the form and the letter of intent must be submitted no later than March 1, 2023.** Please submit to the Nominating Committee Chair at Dan.McAllister@sdcounty.ca.gov AND to SACRS at sulema@sacrs.org. If you have any questions, please feel free to contact Sulema Peterson at SACRS at (916) 701-5158.

Name of Candidate	Name: Zandra Cholmondeley
Candidate Contact Information (Please include – Phone Number, Email Address and Mailing Address)	Mailing Address: [REDACTED] Email Address: zcholmondeley@gmail.com + Phone: [REDACTED] +
Name of Retirement System Candidate Currently Serves On	System Name: Santa Barbara County Employees' Retirement System (SBCERS)
List Your Current Position on Retirement Board (Chair, Alternate, Retiree, General Elected, Etc)	<ul style="list-style-type: none"> <input type="radio"/> Chair <input type="radio"/> Alternate <input type="radio"/> General Elected <input checked="" type="radio"/> Retiree <input type="radio"/> Other _____
Applying for SACRS Board of Directors Position (select only one)	<ul style="list-style-type: none"> <input type="radio"/> President <input type="radio"/> Vice President <input type="radio"/> Treasurer <input type="radio"/> Secretary <input checked="" type="radio"/> Regular Member
Brief Bio in Paragraph Format	<p>Zandra Cholmondeley was elected to represent County retirees as a trustee on the governing board of the Santa Barbara County Retirement System (SBCERS) in November 2008. She joined the SBCERS Board in January 2009 and starting in January 2010, served two terms as Chair of the Board. She has also served three terms as the President of the Retired Employees of Santa Barbara County (RESBC).</p> <p>Zandra retired in July 2008. As Principal Analyst for Santa Barbara County she was charged with overseeing the development of the County's annual budget and performed numerous special projects for the County Executive Officer (CEO). Her budget responsibilities included working with County departments to ensure the accuracy of projections and overall preparation of the budget document. Special projects experience included implementing fiscal policy for the County Executive and oversight of internal service funds including the fleet and self-insurance funds.</p>

Regular Member Candidate Form - David Gilmore, San Diego CERA



**SACRS Nomination Submission Form
SACRS Board of Directors Elections 2023-2024**

All interested candidates must complete this form and submit along with a letter of intent. **Both the form and the letter of intent must be submitted no later than March 1, 2023.** Please submit to the Nominating Committee Chair at Dan.McAllister@sdcounty.ca.gov AND to SACRS at sulema@sacrs.org. If you have any questions, please feel free to contact Sulema Peterson at SACRS at (916) 701-5158.

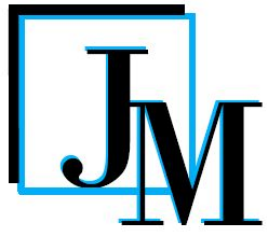
Name of Candidate	Name: David Gilmore
Candidate Contact Information (Please include – Phone Number, Email Address and Mailing Address)	Mailing Address: [REDACTED] Email Address: DGilmore@sdcscera.org Phone: [REDACTED]
Name of Retirement System Candidate Currently Serves On	System Name:
List Your Current Position on Retirement Board (Chair, Alternate, Retiree, General Elected, Etc)	<input type="radio"/> Chair <input type="radio"/> Alternate <input checked="" type="radio"/> General Elected <input type="radio"/> Retiree <input type="radio"/> Other _____
Applying for SACRS Board of Directors Position (select only one)	<input type="radio"/> President <input type="radio"/> Vice President <input type="radio"/> Treasurer <input type="radio"/> Secretary <input checked="" type="radio"/> Regular Member
Brief Bio in Paragraph Format	<p>I have over 25 years with the County of San Diego and have been in management for the past 13 years. I am currently in my second term at SDCERA as a trustee and occupy the safety seat. I was elected to the SACRS Board of Directors last year and am seeking re-election for the upcoming year. I have a degree in accounting and a graduate degree in public administration.</p> <p>Thank you for your consideration and please see my letter of intent attached.</p>



7. SACRS Audit Report – Action

Steve Delaney, Orange CERS, SACRS Audit Committee Chair

A. SACRS 2021-2022 Annual Audit



JAMES MARTA & COMPANY LLP
CERTIFIED PUBLIC ACCOUNTANTS

**STATE ASSOCIATION OF
COUNTY RETIREMENT SYSTEMS**

**FINANCIAL STATEMENT
WITH
INDEPENDENT AUDITOR'S REPORT**

**FOR THE FISCAL YEARS ENDED
JUNE 30, 2022 AND 2021**

701 HOWE AVENUE, E3
SACRAMENTO, CA 95825

(916) 993-9494
(916) 993-9489 FAX
WWW.JPMCPA.COM

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

JUNE 30, 2022

BOARD OF DIRECTORS

Vivian Gray
President

David MacDonald
Vice President

Jordan Kaufman
Treasurer

Adele Tagaloa
Secretary

Dan McAllister
Immediate Past President

Vere Williams
Board Member

David Gilmore
Board Member

Wally Fikri
Affiliate Chair

* * * *

Sulema Peterson
Association Management

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

JUNE 30, 2022 AND 2021

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James Marta & Company LLP
Certified Public Accountants

Accounting Auditing Tax and Consulting

INDEPENDENT AUDITOR'S REPORT

Board of Directors
State Association of County Retirement Systems
Sacramento, California

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statement State Association of County Retirement Systems (SACRS) which comprise the statement of cash receipts and disbursements for the fiscal years ended June 30, 2022 and 2021, and the related notes to the financial statement.

In our opinion, the accompanying statement of cash receipts and disbursements present fairly, in all material respects, the financial position of State Association of County Retirement Systems as of June 30, 2022 and 2021 in accordance with the cash basis of accounting described in Note 1.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of State Association of County Retirement Systems, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Responsibility of Management for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the cash basis of accounting described in Note 1, and for determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the statement of cash receipts and disbursements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about State Association of County Retirement Systems' ability to continue as a going concern for a period of at least twelve months from the date of the statement of cash receipts and disbursements.

Auditor's Responsibilities for the Audit of the statement of cash receipts and disbursements

Our objectives are to obtain reasonable assurance about whether the statement of cash receipts and disbursements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users made on the basis of these statement of cash receipts and disbursements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the statement of cash receipts and disbursements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of State Association of County Retirement Systems' internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the statement of cash receipts and disbursements
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about State Association of County Retirement Systems' ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Other Information

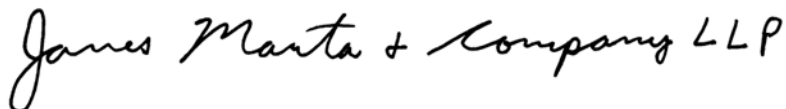
Our audit was conducted for the purpose of forming an opinion on the financial statement as a whole. The Combining Statement of Cash Receipts and Disbursements, Graphical Presentation of Cash Receipts, Graphical Presentation of Cash Disbursements, and Conference Summary Report, on pages 8 to 13, are presented for purposes of additional analysis and are not a required part of the financial statement.

The Combining Statement of Cash Receipts and Disbursements, Graphical Presentation of Cash Receipts, and Graphical Presentation of Cash Disbursements, on pages 8 to 12, is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statement. Such information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Combining Statement of Cash Receipts and Disbursements, Graphical Presentation of Cash Receipts, and Graphical Presentation of Cash Disbursements, on pages 8 to 12 is fairly stated in all material respects in relation to the financial statement as a whole.

The Conference Summary Report, on page 13, has not been subjected to the auditing procedures applied in the audit of the basic financial statement, and accordingly, we do not express an opinion or provide any assurance on it.

Restricted Use

This report is intended solely for the information and use of management and the board of directors of State Association of County Retirement Systems and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in cursive script that reads "James Marta & Company LLP".

James Marta & Company LLP
Certified Public Accountants
Sacramento, California
December 20, 2022

FINANCIAL SECTION

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

FOR THE FISCAL YEARS ENDED JUNE 30, 2022 AND 2021

	<u>2021-22</u>	<u>2020-21</u>
<u>Cash Receipts</u>		
Dues	\$ 321,490	\$ 422,500
Conference		
Fall	503,150	104,815
Spring	534,549	116,115
Seminars	115,650	73,000
Other admin receipts	350	60,050
Other conference receipts	350	350
Interest	-	8,519
Total cash receipts	<u>1,475,539</u>	<u>785,349</u>
<u>Cash Disbursements</u>		
Conference		
Fall - 2021 and 2020		
Hotel and meals	345,697	2,668
Audio and visual	86,293	46,888
Program materials	95,289	41,174
Spring - 2022 and 2021		
Hotel and meals	30,956	6,490
Audio and visual	122,694	39,097
Program materials	76,921	13,790
Seminars	250,832	196,257
Conference administration	31,462	22,826
Total conference disbursements	<u>1,040,144</u>	<u>369,190</u>
Administration	357,802	274,714
Lobbying	65,013	55,011
Newsletters	33,276	15,031
Committee meetings	58,157	2,033
Special projects	17,841	17,759
Interest	32,231	-
Total administration disbursements	<u>564,320</u>	<u>364,548</u>
Total Cash Disbursements	<u>1,604,464</u>	<u>733,738</u>
Excess (Deficit) of Cash Receipts over Cash Disbursements	(128,925)	51,611
Cash and Investments, Beginning	<u>2,033,559</u>	<u>1,981,948</u>
Cash and Investments, Ending	<u>\$ 1,904,634</u>	<u>\$ 2,033,559</u>
<i>Supplementary Information</i>		
Cash and Investments at June 30,	<u>2022</u>	<u>2021</u>
Cash and cash equivalents	\$ 959,810	\$ 1,054,911
Non current portion of investments	944,824	978,648
Total Cash and Investments	<u>\$ 1,904,634</u>	<u>\$ 2,033,559</u>

The accompanying notes are an integral part of this financial statement.

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

NOTES TO THE FINANCIAL STATEMENT

FOR THE FISCAL YEARS ENDED JUNE 30, 2022 AND 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. ORGANIZATION

State Association of County Retirement Systems (SACRS) is a not-for-profit association of 20 California county retirement systems, enacted under the County Employees Retirement Law of 1937. SACRS was formed in the early 1970's to provide forums for disseminating knowledge of, and developing expertise in, the operation of county retirement systems existing under current law, as well as to foster and take an active role in the legislative process. To accomplish SACRS' mission of addressing issues of importance to members, SACRS, contracting with Sulema Peterson & Associates, provides a variety of association management services, including three magazines a year, membership directory, semi-annual conferences, and oversight of SACRS.org. The Association is supported primarily through membership dues and conference fees.

B. BASIS OF ACCOUNTING

The accompanying financial statement has been prepared on the cash receipts and disbursements basis of accounting, which is a basis of accounting other than generally accepted accounting principles. Under that basis, the only assets recognized are cash and investments, and no liabilities are recognized. All transactions are recognized as either cash receipts or disbursements, and noncash transactions are not recognized. The cash basis differs from generally accepted accounting principles primarily because the effects of outstanding dues and obligations for assessments unpaid at the date of the financial statement are not included in the financial statement.

The Board of Directors has elected to use the cash basis of accounting for this entity given the nature of its receipts and disbursements: revenue is almost always received and earned in the same period (e.g. at the beginning of the year for annual memberships, and shortly prior to events for conference attendance) and most expenses are incurred evenly over the year, with the exception of the billing for the conference hotel expense. Financial results by conference are presented in the Conference Summary Report in the Supplementary Information section of this document.

C. INCOME TAXES

The Association is exempt from federal and state income taxes under Section 501(c)(4) of the Internal Revenue Code and Section 23701f of the California Revenue and Taxation Code.

D. CONTRACTUAL AGREEMENTS

The Association has entered into various contractual agreements for professional services. These agreements include compensation for services rendered to the Association.

E. COMPARATIVE DATA

Comparative data for the prior year have been presented in certain sections of the accompanying financial statement in order to provide an understanding of changes in the Association's financial position and operations.

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

NOTES TO THE FINANCIAL STATEMENT

FOR THE FISCAL YEARS ENDED JUNE 30, 2022 AND 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. COMPARATIVE DATA (CONTINUED)

Since SACRS uses the cash basis of accounting, the timing of events and the ultimate settlement of bills may vary from year to year. For example; the Spring conference costs could be settled by June (by year end) or be extended into the subsequent year. Also the timing of events could affect when payments are made from year to year. Payments after year end will be paid out of the surplus generated out of the prior year conference receipts. So the surplus cash at year end may have future demands for prior expenses. Management prepares a conference summary report that reconciles these payments when settled; this report is presented as supplementary information.

2. CASH AND INVESTMENTS

Cash and Cash Equivalents

SACRS considers short-term highly liquid investments to be cash equivalents provided that they are both readily convertible to cash and had an original maturity of three months or less when purchased. The balance in cash and cash equivalents at June 30 include:

	2022	2021
Bank accounts	\$ 158,389	\$ 255,570
Money market accounts	801,421	799,341
Total cash and cash equivalents	\$ 959,810	\$ 1,054,911

Cash in bank accounts at June 30, 2022 consisted of the following:

	First Foundation	Bank of America	Total
Per bank	\$ 149,965	\$ 46,669	\$ 196,634
Checks outstanding	(38,245)	-	(38,245)
Total bank accounts	\$ 111,720	46,669	\$ 158,389

Cash in bank accounts at June 30, 2021 consisted of the following:

	First Foundation	Bank of America	Total
Per bank	\$ 257,855	\$ 16,883	\$ 274,738
Checks outstanding	(19,168)	-	(19,168)
Total bank accounts	\$ 238,687	16,883	\$ 255,570

Cash balances on interest-bearing accounts held in banks are insured up to \$250,000 by the Federal Depository Insurance Corporation (FDIC). There was \$0 and \$7,855 in excess of FDIC coverage as of June 30, 2022 and 2021, respectively.

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

NOTES TO THE FINANCIAL STATEMENT

FOR THE FISCAL YEARS ENDED JUNE 30, 2022 AND 2021

2. CASH AND INVESTMENTS (Continued)

Investments

In March 2015, SACRS invested in the CalTRUST Medium-Term Fund (the “Fund”), depositing \$1,104,130. The fair value balance as of June 30, 2022 and 2021 presented in the financial statement is \$944,824 and \$978,648; respectively. This balance includes reinvested interest income totaling and \$0 and \$3,329, respectively. The current portion of the investment account represents underlying securities which are immediately redeemable (e.g. equities), or will mature within one year. The current portion of investments at June 30, 2022 and 2021 was \$0. The Fund is not rated or insured.

3. CONTRACTS

SACRS has entered into contracts with various hotels to reserve facilities and guest rooms for its upcoming conferences and events. Cancellation fees associated with these contracts vary by date of notice. All hotel contracts specify the total number of guest room nights reserved at a group rate. If guest nights attributed to the convention fall below a specified minimum, SACRS is obligated to pay a room attrition rate for every guest night below the contracted minimum; standard room rates exceed the attrition rate. The organization is also responsible for food and beverage minimums as specified below. Hotel contracts entered into as of the audit date are summarized here:

<u>Conference</u>	<u>Cancellation Fees</u>	<u>Food and Beverage Minimums</u>	<u>Room Nights Reserved</u>	<u>Guest Room Nights Minimum</u>	<u>Rooms Attrition</u>
Fall 2022	\$136,762-\$288,524	\$150,000	1145	916	\$249 plus tax
Spring 2023	\$224,848-\$404,726	\$170,000	1145	916	\$247 plus tax
Fall 2023	\$123,832-\$397,665	\$150,000	1185	948	\$209 plus tax

4. DONATED SERVICES

Directors and officers have made a significant contribution of their time to develop the organization and its programs. No amounts have been recognized in the accompanying statement of cash receipts and disbursements as no cash changed hands as a result of the donated services.

5. SUBSEQUENT EVENTS

SACRS’ management has evaluated subsequent events through December 20, 2022, the date which the financial statement was issued. Management is not aware of any subsequent events that would require recognition or disclosure in the financial statement.

SUPPLEMENTARY INFORMATION

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS
COMBINING STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

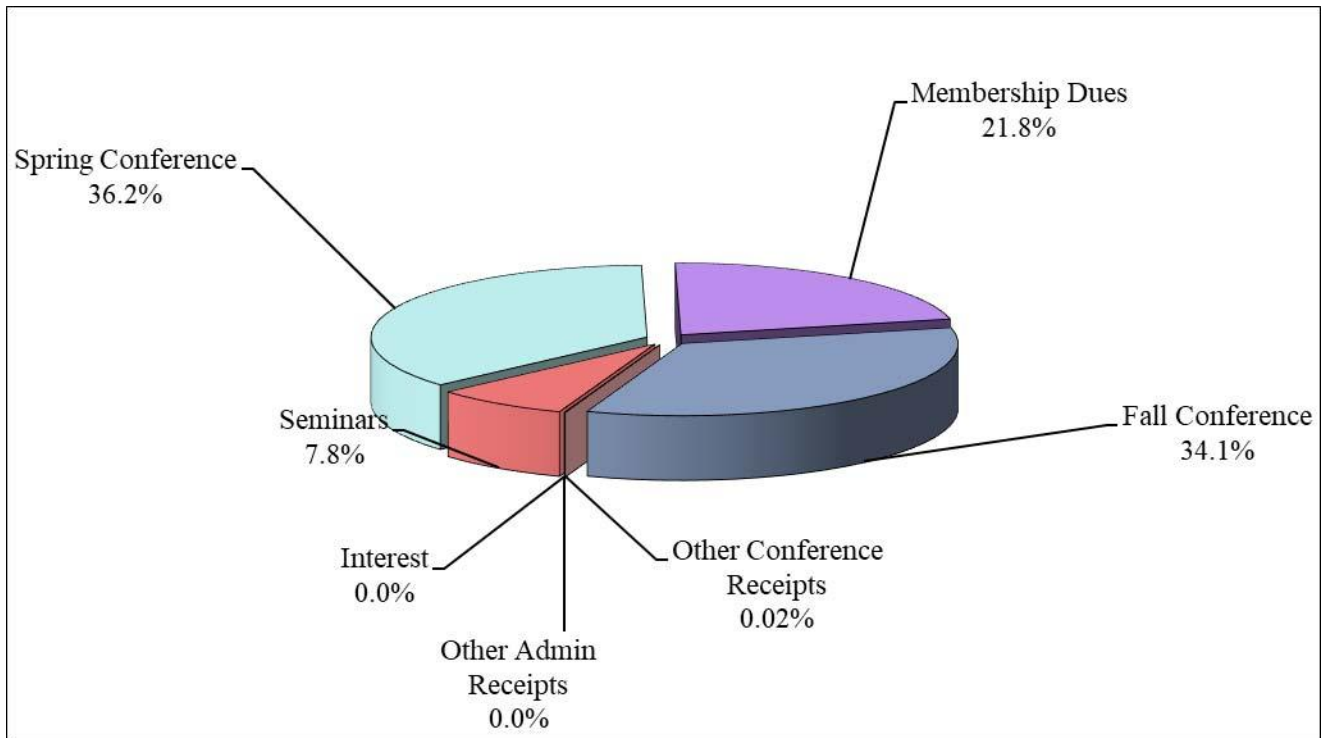
	<u>Conference</u>	<u>Administration</u>	<u>Total</u>
<u>Cash Receipts</u>			
Dues	\$ -	\$ 321,490	\$ 321,490
Conference			
Fall	503,150	-	503,150
Spring	534,549	-	534,549
Seminars	115,650		115,650
Other admin receipts	-	350	350
Other conference receipts	350	-	350
Total Cash Receipts	<u>1,153,699</u>	<u>321,840</u>	<u>1,475,539</u>
<u>Cash Disbursements</u>			
Conference			
Fall - 2021			
Hotel and meals	345,697	-	345,697
Audio and visual	86,293	-	86,293
Program materials	95,289	-	95,289
Spring - 2022			
Hotel and meals	30,956	-	30,956
Audio and visual	122,694	-	122,694
Program materials	76,921	-	76,921
Seminars	250,832	-	250,832
Conference Administration	31,462	-	31,462
Total conference disbursements	<u>1,040,144</u>	<u>-</u>	<u>1,040,144</u>
Administration	-	357,802	357,802
Lobbying	-	65,013	65,013
Newsletters	-	33,276	33,276
Committee meetings	-	58,157	58,157
Special projects	-	17,841	17,841
Interest	-	32,231	32,231
Total administration disbursements	<u>-</u>	<u>564,320</u>	<u>564,320</u>
Total Cash Disbursements	<u>1,040,144</u>	<u>564,320</u>	<u>1,604,464</u>
Excess (Deficit) of Cash Receipts over Cash Disbursements	113,555	(242,480)	(128,925)
Cash and Investments, Beginning	<u>3,006,835</u>	<u>(973,276)</u>	<u>2,033,559</u>
Cash and Investments, Ending	<u>\$ 3,120,390</u>	<u>\$ (1,215,756)</u>	<u>\$ 1,904,634</u>

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

GRAPHICAL PRESENTATION OF CASH RECEIPTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2022

CASH RECEIPTS BY SOURCE

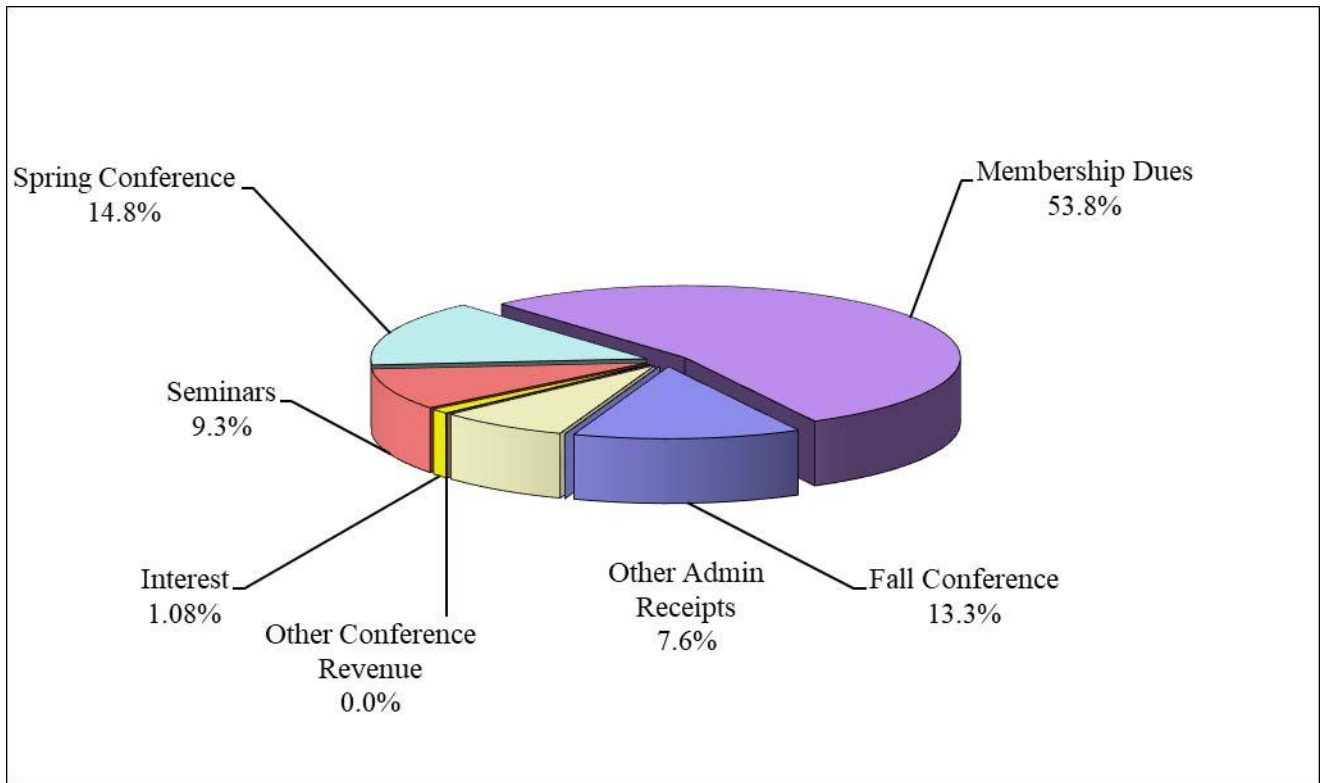


STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

GRAPHICAL PRESENTATION OF CASH RECEIPTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2021

CASH RECEIPTS BY SOURCE

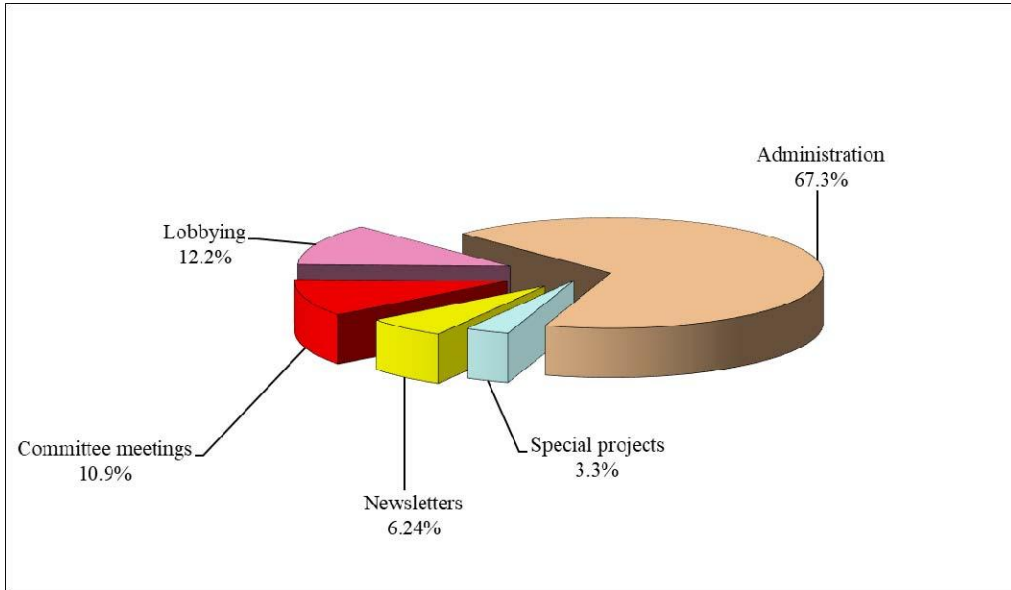


STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

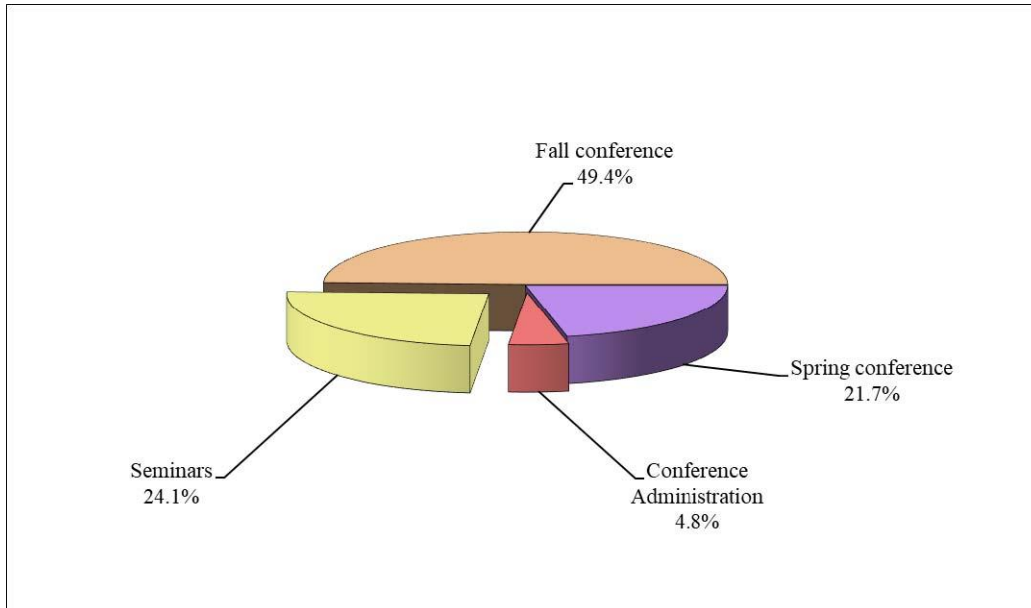
GRAPHICAL PRESENTATION OF CASH DISBURSEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2022

ADMINISTRATION CASH DISBURSEMENTS



CONFERENCE CASH DISBURSEMENTS

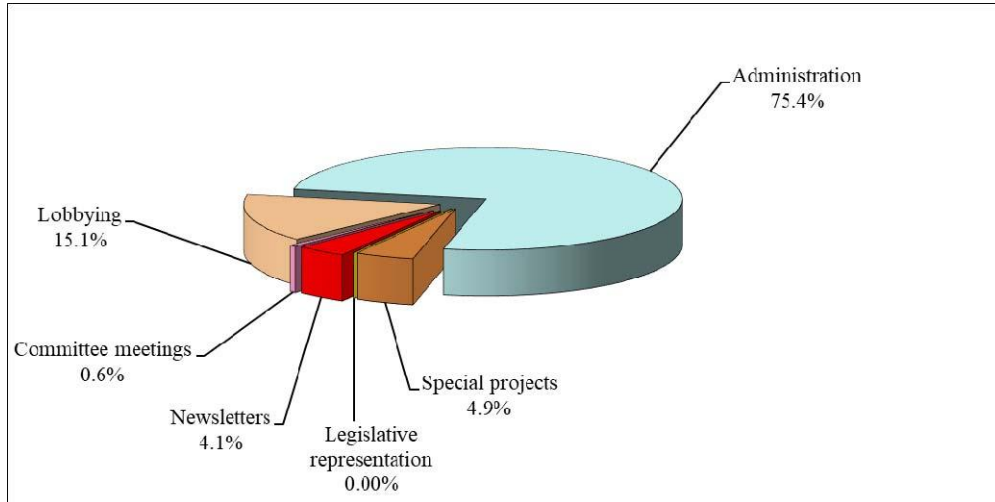


STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

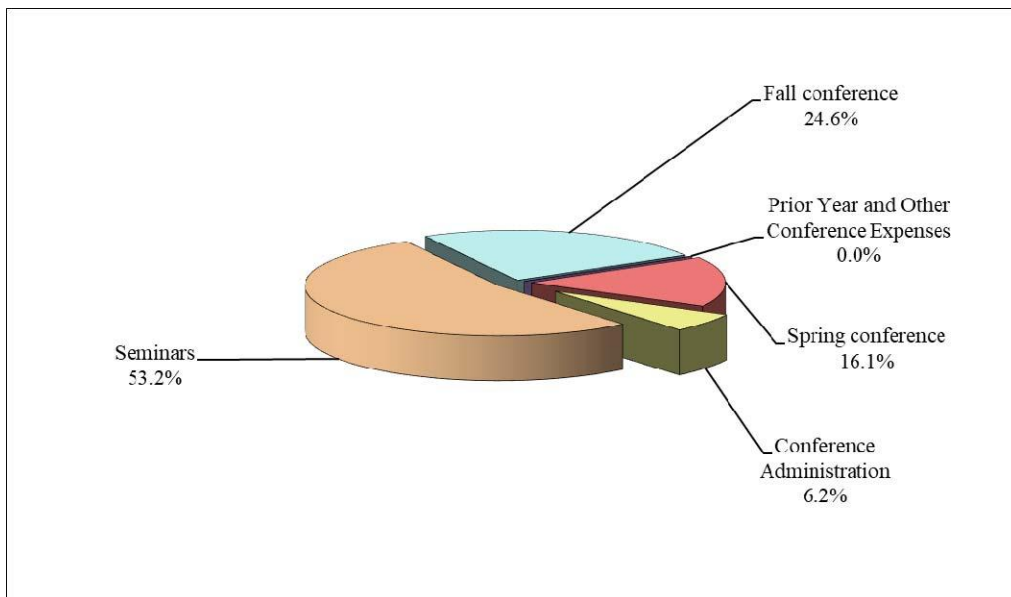
GRAPHICAL PRESENTATION OF CASH DISBURSEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2021

ADMINISTRATION CASH DISBURSEMENTS



CONFERENCE CASH DISBURSEMENTS



**STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS
CONFERENCE SUMMARY REPORT**

	Spring 2022	Fall 2021	Spring 2021 Held Via Virtual Conference	Fall 2020 Held Via Virtual Conference	Spring 2020 Canceled/Held Via Webinar	Fall 2019 Monterey	Spring 2019 Lake Tahoe	Fall 2018 Indian Wells
Cash receipts								
Conference	\$ 534,549	\$ 503,150	\$ 116,115	\$ 102,380	\$ -	\$ 639,270	\$ 592,590	\$ 591,530
Total cash receipts	<u>534,549</u>	<u>503,150</u>	<u>116,115</u>	<u>102,380</u>	<u>-</u>	<u>639,270</u>	<u>592,590</u>	<u>591,530</u>
Cash disbursements								
Hotel and meals	20,225	329,775	-	-	-	267,961	195,278	312,670
Audio and visual	114,145	86,293	38,975	46,888	-	56,477	57,731	52,180
Program materials	33,115	39,374	2,500	3,049	-	20,381	42,342	32,086
Program Speakers	41,750	55,915	11,290	38,125	-	63,172	39,784	74,458
Conference Administration	21,335	15,923	3,830	2,668	-	12,131	28,354	22,738
Total cash disbursements	<u>230,571</u>	<u>527,279</u>	<u>56,595</u>	<u>90,730</u>	<u>-</u>	<u>420,122</u>	<u>363,489</u>	<u>494,132</u>
Net cash provided by conference	\$ <u>303,978</u>	\$ <u>(24,129)</u>	\$ <u>59,520</u>	\$ <u>11,650</u>	\$ <u>-</u>	\$ <u>219,148</u>	\$ <u>229,101</u>	\$ <u>97,398</u>
Total attendees	<u>577</u>	<u>540</u>	<u>443</u>	<u>363</u>	<u>N/A</u>	<u>647</u>	<u>590</u>	<u>588</u>



James Marta & Company LLP
Certified Public Accountants

Accounting, Auditing, Consulting, and Tax

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
INDEPENDENT AUDITOR'S REPORT

Board of Directors
State Association of County Retirement Systems
Sacramento, California

We have audited, in accordance with auditing standards generally accepted in the United States of America, the financial statements of State Association of County Retirement Systems (SACRS), as of and for the years ended June 30, 2022 and 2021 the related notes to the financial statement, which collectively comprise the State Association of County Retirement Systems' basic financial statement, and have issued our report thereon dated December 20, 2022.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statement, we considered SACRS' internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control. Accordingly, we do not express an opinion on the effectiveness of the Association's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control. This report is an integral part of an audit performed in accordance with auditing standards generally accepted in the United States of America in considering the entity's internal control. Accordingly, this communication is not suitable for any other purpose.

James Marta & Company LLP
Certified Public Accountants
December 20, 2022



8. SACRS Education Committee Report – No Action

JJ Popowich, Los Angeles CERA, SACRS Education Committee Chair

- A. SACRS Annual Spring 2023 Conference Evaluations/Feedback



No printed materials for this item



9. SACRS Program Committee Report – No Action

David MacDonald, Contra Costa CERA, SACRS Program Committee Chair

A. SACRS Annual Spring 2023 Conference Report



No printed materials for this item



10. SACRS Affiliate Committee Report – No Action

Joanne Svendsgaard, Millennium, SACRS Affiliate Committee Chair

- A. Affiliate Committee report/verbal update



No printed materials for this item



11. SACRS Bylaws Committee Report – No Action

Barbara Hannah, San Bernardino CERA, SACRS Bylaws Committee Chair

- A. Bylaws Committee report/verbal update



No printed materials for this item



12. SACRS Spring Conference Breakout Reports – No Action

A representative from each breakout will give a report on their breakouts from Wednesday, May 10th.

- A. Administrator Breakout
- B. Affiliate Breakout
- C. Attorney Breakout
- D. Disability/Operations & Benefits Combo Breakout
- E. Internal Auditors Breakout
- F. Investment Officer Breakout
- G. Safety Trustee Breakout
- H. General Trustee Breakout



No printed materials for this item



13. Adjournment

Next scheduled SACRS Business Meeting will be held Friday, November 10, 2023, at the Omni Rancho Las Palmas Resort & Spa in Rancho Mirage, CA.

SAN MATEO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION

Board of Retirement

April 25, 2023

Agenda Item 7.5

TO: Board of Retirement

FROM: Scott Hood, Chief Executive Officer



SUBJECT: Presentation on SamCERA's Disability Process

Recommendation

Receive a presentation on SamCERA's Disability Process.

Background

At last month's Board Retreat, we had scheduled a presentation on SamCERA's disability process. Due to unforeseen circumstances, we were unable to provide the presentation.

Discussion

Elizabeth LeNguyen, Retirement Benefits Manager, will provide an informational presentation on SamCERA's disability process.