

SONOMA COUNTY EMPLOYEES' RETIREMENT ASSOCIATION

INVESTMENT COMMITTEE MEETING AGENDA

Thursday, January 17, 2019
9:00 a.m.

SCERA Board Room
433 Aviation Boulevard, Suite 100
Santa Rosa, CA 95403

Non-confidential materials distributed with the agenda packet and/or related to an item on this agenda submitted to SCERA after distribution of the agenda packet are available for public inspection at the location noted above during normal business hours.

DISABLED ACCOMMODATION: If you have a disability which requires an accommodation, an alternative format, or requires another person to assist you while attending this meeting, please contact the Retirement Office at (707) 565-8100, at least 72 hours in advance to ensure arrangements for accommodation.

The public may address the Investment Committee regarding any agenda item during the Board's consideration of the item.

The Investment Committee maintains and reserves the right to take action on any item agendized for discussion.

I. ELECTION OF OFFICERS

The Committee will select a Chair and Vice Chair by majority vote of the members.

Recommendation: Select Committee Chair and Vice Chair for 2019.

II. MINUTES APPROVAL

Approval of November 29, 2018 Minutes

Recommendation: Approve Minutes.

III. PRESENTATION

Dodge & Cox – Portfolio Manager Kevin Johnson will present an update on the markets, the firm and the global equity portfolio they manage for SCERA.

IV. INVESTMENT CONSULTANT & STAFF

A. Investment Project Plans for 2019

- B. Aon Hewitt Consulting Contract – update
- C. Currency Hedge on Davidson Kempner SOF III-A
 - Recommendation:** Delegate to staff discretion to discontinue the hedge when GBP exposure is considered de minimis.
- D. Davidson Kempner Capital Calls and Distributions – brief update
- E. Due Diligence Meeting Reporting Template
- F. State Street Global Markets Transition Services – updated Aon assessment
- G. Aon Investment Consulting Client Conference – September 2019
- H. Due Diligence Travel Schedule - 2019
- I. Implications of Recent Market Volatility
 - 1. Rebalancing with Derivatives
 - 2. Margin Accounts Replenished
 - 3. Infrastructure Allocation and Capital Commitment
 - 4. Aon’s View of a “Transition” Market Environment

V. COMMUNICATIONS

- A. Investment Benchmark Summary – December 2018.
- B. FUNDfire, “State Street to Lay Off 15% of Senior Managers”, January 10, 2019.
- C. PIMCO, “So Long, Libor: Transition Is Underway . . .”, August 2018.
- D. Wall Street Journal, “Will China Cheat American Investors?”, December 13, 2018.
- E. Wall Street Journal, “Utilities Speed Up Closure . . . “, January 9, 2019.

VI. GENERAL DISCUSSION MATTERS

Opportunity to advise the Investment Committee of new matters and for Committee members to ask questions for clarification, provide information to staff, request staff to report back on a matter, or to direct staff to place a matter on a subsequent agenda.

VII. PUBLIC COMMENT

Opportunity for public comment on non-agenda items within the jurisdiction of the Investment Committee.

VIII. NEXT MEETING

Currently scheduled for Thursday, February 21, 2019 at 9:00 a.m. in the SCERA Board Room located at 433 Aviation Boulevard, Suite 100, Santa Rosa, CA. Planned presentations for this meeting include a review by Systematic.

IX. ADJOURNMENT