

AGENDA
INVESTMENT COMMITTEE MEETING
MARIN COUNTY EMPLOYEES' RETIREMENT ASSOCIATION (MCERA)

One McInnis Parkway, 1st Floor
Retirement Board Chambers
San Rafael, CA

January 23, 2019 – 9:00 a.m.

The Board of Retirement for the Marin County Employees' Retirement Association encourages a respectful presentation of public views to the Board. The Board, staff and public are expected to be polite and courteous, and refrain from questioning the character or motives of others. Please help create an atmosphere of respect during Board and Committee meetings. If members of the public wish to speak on any agenda items, please alert the Retirement Administrator to that request prior to the matter being called.

CALL TO ORDER

ROLL CALL

A. OPEN TIME FOR PUBLIC EXPRESSION

Note: The public may also address the Committee regarding any agenda item when the Committee considers the item.

Open time for public expression, from three to five minutes per speaker, on items not on the Committee Agenda. While members of the public are welcome to address the Committee during this time on matters within the Committee's jurisdiction, except as otherwise permitted by the Ralph M. Brown Act (Government Code Sections 54950 et seq.), no deliberation or action may be taken by the Committee concerning a non-agenda item. Members of the Committee may (1) briefly respond to statements made or questions posed by persons addressing the Committee, (2) ask a question for clarification, or (3) provide a reference to staff for factual information.

B. MANAGER ANNUAL REPORTS

1. Manager Overview – Jim Callahan, Callan Associates
2. Wellington Asset Management, Core Fixed Income – Anand Dharan, Matt McLaughlin – 9:05 a.m. – 10:35 a.m.

C. NEW BUSINESS

1. TimesSquare International Small Cap Investment Vehicle (Action)
Consider and take possible action to select vehicle for international small cap portfolio
2. Investment Manager Reporting for 2019 (Action)

3. Due Diligence (Action)

Consider and take possible action on investment manager due diligence site visit schedule for 2019

4. Investment Policy Statement Updates (Action)

Consider and take possible action on recommended amendments to Investment Policy Statement re:

- a. Investment Goal Statement: Remove Commission Recapture Provision
- b. General Investment Objectives and Guidelines, Real Estate Portfolios: Remove benchmarks and provisions for Separately Managed and Value-Added Real Estate
- c. General Investment Objectives and Guidelines, Real Assets Portfolio: Change REIT benchmark to Dow Jones US Select Real Estate Securities Index
- d. General Investment Objectives and Guidelines, Policy Implementation Overlay: Remove provision for portable alpha program
- e. Duties of Responsible Parties, Duties of the MCERA Board of Retirement: Update links to Trustee Due Diligence Policy and Trustee Education Policy
- f. Appendix A, MCERA's Long-Term Strategic Asset Allocation Targets and Ranges: Remove US Equity Small Cap Value and Small Cap Growth asset classes
- g. Appendix A, MCERA's Long-Term Strategic Asset Allocation Targets and Ranges: Reduce ranges for real assets
- h. Appendix B-1, State Street Global Advisors, S&P 500 Index Fund, Statement of Objectives, Guidelines & Procedures: Change Lead Portfolio Manager to representative regarding availability to meet with MCERA
- i. Appendix B-2, Dimensional Fund Advisors, Statement of Objectives, Guidelines & Procedures: Remove Domestic Small Cap Value Equity statement and replace with Domestic Small Cap Equity statement
- j. Appendix B-3, Columbus Circle Investors, Domestic Small Cap Growth Equity, Statement of Objectives, Guidelines & Procedures: Remove
- k. Appendix B-5, Artisan International Fund, Statement of Objectives, Guidelines & Procedures: Change title to Artisan Partners, and remove all references to the International Fund
- l. Appendix B-7, Eaton Vance/Parametric, Emerging Markets Equity, Statement of Objectives, Guidelines & Procedures: Change Eaton Vance/Parametric to Parametric
- m. Appendix B-14, Vanguard, REIT Index Fund, Statement of Objectives, Guidelines & Procedures: Remove
- n. Appendix B-14, BlackRock, REIT Index Fund, Statement of Objectives, Guidelines & Procedures: Add

- o. Appendix B-15, Woodmont Realty Advisors, Inc., Real Estate Portfolio, Statement of Objectives, Guidelines & Procedures: Remove
- p. Appendix B-18, AEW Capital Management, Value-Added Real Estate, Statement of Objectives, Guidelines & Procedures: Remove
- q. Appendix B-19, RREEF, Value-Added Real Estate, Statement of Objectives, Guidelines & Procedures: Remove
- r. Appendix C-1, Pathway Capital Management, Statement of Objectives, Guidelines & Procedures: Add Pathway Private Equity Fund Investors 9 (PPEF I-9)
- s. Appendix C-1, Abbott Capital Management, Statement of Objectives, Guidelines & Procedures: Add Abbott Annual Program 2017, LP (AP2017)
- t. Appendix D, Resolution 2010/11-03, Placement Agent Payment Disclosure Resolution and Policy: Update policy to latest reviewed version

D. INVESTMENT CONSULTANT PERFORMANCE UPDATE

1. Third Quarter Summary Investment Presentation
Consider and discuss summary presentation
2. Flash Performance Report

Note on Process: Items designated for information are appropriate for Committee action if the Committee wishes to take action.

Note on Voting: As provided by statute, the Alternate Safety Member votes in the absence of the Elected General or Safety Member, and in the absence of both the Retired and Alternate Retired Members. The Alternate Retired Member votes in the absence of the Elected Retired Member. If both Elected General Members, or the Safety Member and an Elected General Member, are absent, then the Elected Alternate Retired Member may vote in place of one absent Elected General Member.



Late agenda material can be inspected in the Retirement office between the hours of 8:00 a.m. and 5:00 p.m. The Retirement office is located at One McInnis Parkway, 1st Floor, San Rafael.

MCERA is committed to assuring that its public meetings are accessible to persons with disabilities. If you require American Sign Language interpreters, assistive listening devices or other accommodations to participate in this meeting, these may be requested by calling (415) 499-7331 (voice) or (415) 499-6172 (TTY) at least 72 hours in advance.

Copies of documents used in this meeting are available in accessible formats upon written request.

The agenda is available on the Internet at <http://www.mcera.org>