



PRUDENT INVESTMENT • QUALITY SERVICE

**Kern County Employees' Retirement Association
Board of Retirement**

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Executive Director

September 28, 2018

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Subject: Meeting of the Kern County Employees' Retirement Association Investment Committee

Ladies and Gentlemen:

A meeting of the Kern County Employees' Retirement Association Investment Committee will be held on Monday, October 1, 2018 at 12:30 p.m. at KCERA, 11125 River Run Boulevard, Board Room, Bakersfield, California. Items of business will be limited to the matters shown on the attached agenda. If you have any questions or require additional service, please contact the Retirement Administration office at your convenience.

Sincerely,

A handwritten signature in blue ink that reads "Dominic D. Brown".

Dominic D. Brown
Executive Director

Attachment

AGENDA:

All agenda item supporting documentation is available for public review in the office of the Kern County Employees' Retirement Association, 11125 River Run Blvd., Bakersfield, California 93311 during regular business hours, 8:00 a.m. to 5:00 p.m., Monday through Friday, following the posting of the agenda. Any supporting documentation that relates to an agenda item for an open session of any regular meeting that is distributed after the agenda is posted and prior to the meeting will also be available for review at the same location. In addition, all agendas and supporting documentation are now available on the KCERA web page and can be found via the internet at www.kcera.org.

**AMERICANS WITH DISABILITIES ACT
(Government Code §54953.2)**

Disabled individuals who need special assistance to attend or participate in a meeting of the Board of Retirement may request assistance at the Retirement Administration office, 11125 River Run Blvd., Bakersfield, California, or by calling (661) 381-7700. Every effort will be made to reasonably accommodate individuals with disabilities by making meeting materials available in alternative formats. Requests for assistance should be made five (5) working days in advance of a meeting whenever possible.

Roll Call

1. Discussion and appropriate action on the asset allocation, policy benchmark and methodology, and updating the Investment Policy Statement presented by Scott Whalen, CFA, Verus, and Chief Investment Officer Daryn Miller, CFA – RECOMMEND AMENDMENTS TO THE INVESTMENT POLICY STATEMENT, INCLUDING APPROVAL OF THE ASSET ALLOCATION TARGETS AND RANGES, AND POLICY BENCHMARK METHODOLOGY TO THE BOARD OF RETIREMENT
2. Discussion and appropriate action on the review of the commodity allocation presented by Scott Whalen, CFA, Verus, and Chief Investment Officer Daryn Miller, CFA – RECOMMEND APPROVAL OF THE CHANGES TO THE INVESTMENT MANAGER LINE-UP AND FUNDING AMOUNTS IN THE COMMODITY ALLOCATION TO THE BOARD OF RETIREMENT

3. Discussion and appropriate action on the continued implementation of changes to the hedge fund allocation presented by Lincoln Smith, Albourne America LLC¹, and Chief Investment Officer Daryn Miller, CFA – RECOMMEND APPROVAL OF THE TRANSFER, TRANSITION, OR TERMINATION OF HEDGE FUND MANAGERS IN THE HEDGE FUND PORTFOLIO TO THE BOARD OF RETIREMENT
4. Discussion and appropriate action on the selection of a Real Estate Value Added investment manager for the Real Estate allocation presented by Lincoln Smith, Albourne America LLC² and Chief Investment Officer Daryn Miller, CFA – RECOMMEND APPROVAL OF THE SELECTION OF VALUE ADDED REAL ESTATE INVESTMENT MANAGER TO THE BOARD OF RETIREMENT
5. Discussion and appropriate action on the delineation of roles and responsibilities of the Chief Investment Officer, Consultant, Investment Committee and Board in selecting and terminating investment managers by Scott Whalen, CFA, Verus, and Chief Investment Officer Daryn Miller, CFA – RECOMMEND APPROVAL OF THE DELINEATION OF ROLES AND RESPONSIBILITIES FOR SELECTING AND TERMINATING INVESTMENT MANAGERS TO THE BOARD OF RETIREMENT
6. Public Comments:

This portion of the meeting is reserved for persons to address the Committee on any matter not on this agenda but under the jurisdiction of the Committee. The public is provided the opportunity to comment on agenda items at the time those agenda items are discussed by the Board. Committee members may respond briefly to statements made or questions posed. They may ask a question for clarification and, through the Chairman, make a referral to staff for factual information or request staff to report back to the Committee at a later meeting. Speakers are limited to two minutes. Please state your name for the record prior to making a presentation.

7. Committee Member Announcements or Reports:

On their own initiative, Committee members may make a brief announcement or a brief report on their own activities.

8. Adjournment

¹ Written materials and investment recommendations from the consultants, fund managers and KCERA investment staff relating to alternative investments are exempt from public disclosure pursuant to California Government Code §6254.26, §6255, and §54957.5.

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