



# San Joaquin County Employees' Retirement Association

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## A G E N D A

### FINANCIAL QUARTERLY MEETING SAN JOAQUIN COUNTY EMPLOYEES' RETIREMENT ASSOCIATION BOARD OF RETIREMENT FRIDAY, FEBRUARY 26, 2010 AT 9:00 AM

Location: SJCERA Board Meeting Room, 6 S. El Dorado Street, Suite 400, Stockton, California.

#### **1.0 ROLL CALL**

#### **2.0 PLEDGE OF ALLEGIANCE**

#### **3.0 APPROVAL OF MINUTES**

**3.01** Approval of the Minutes for the Financial Meeting of January 22, 2010

**3.02** Board to approve minutes

#### **4.0 OLD/NEW BUSINESS**

##### **4.01 Monthly Investment Performance Updates**

01 Manager Performance Summary Staff Report

02 SIS Market Commentary and Index Returns

03 Board to accept and file reports

##### **4.02 Quarterly Report from Real Estate Consultant for the Period Ended December 31, 2009**

01 ORG Real Property Quarterly Report on SJCERA's real estate investments

02 Mr. Ed Schwartz, Principal with ORG Real Property, will present the quarterly report on SJCERA's real estate investments

03 2010 Real Estate Implementation Plan and Market Overview

04 Mr. Ed Schwartz will discuss the proposed plan for SJCERA's Real Estate investments in 2010.

05 Board to review and give direction to staff and consultant as necessary

##### **4.03 Quarterly Report from Investment Consultant for the Period Ended December 31, 2009**

01 SIS Quarterly Investment Performance Analysis

02 Mr. Paul Harte, Consultant with Strategic Investment Solutions, will present the quarterly report on the investment managers

03 Board to review and give direction to staff and consultant as necessary

##### **4.04 Quarterly Manager Monitoring Report for the Period Ended December 31, 2009**

01 Manager Compliance Monitoring Report

- 02 Mr. Paul Harte, Consultant with Strategic Investment Solutions, will review the performance of SJCERA's investment managers in relation to the Board's investment performance policies
- 03 Board to consider managers placed "under review" and give direction to staff and consultant as necessary

#### **4.05 Investment Management Fees Report - Calendar Year 2009**

- 01 Investment Management Fees Report for 2009
- 02 Investment Management Fees Report for 2008 (for reference)
- 03 Paul Harte of SIS will review the report for 2009 with the Board
- 04 Board to accept and file report

#### **4.06 Investment Policy Revision - Asset Allocation**

- 01 Proposed Investment Policy - Asset Allocation
- 02 Proposed revisions to Investment Policy - Asset Allocation - Mark-up
- 03 Proposed Resolution 2010-2-02 titled "Adoption of Investment Policy - Asset Allocation" (No. INV 0100, Revision 2)
- 04 Board to review proposed and revised policy and adopt Resolution 2010-2-02

### **5.0 STAFF REPORTS**

#### **5.01 CIO Report**

- 01 Proposed Financial Agenda Topics

#### **5.02 Investment Transactions Reports for the Month Ended December 31, 2009**

- 01 Transaction Summary by Manager
- 02 Transaction Summary by Company
- 03 Investment Transactions Detail (Agenda CD)
- 04 Board to accept and file reports

#### **5.03 Assets by Manager as of December 31, 2009**

#### **5.04 Trustee and Executive Staff Travel**

- 01 Conferences and Events Summary for 2009-2010
- 02 Summary of Pending Trustee and Executive Staff Travel
  - a Travel Requiring Approval - Miller Global Annual Investor Meeting
- 03 Summary of Completed Trustee and Executive Staff Travel and Travel Reports (1)
  - a Report on CALAPRS Administrators' Roundtable - January 29, 2010
- 04 Board to accept and file reports and approve pending travel as required

### **6.0 CORRESPONDENCE**

#### **6.01 Letters Received**

- 01 1/25/2010 Northern Trust Update on Risk Management Activities
- 02 2/3/2010 Mesa West Investor Letter

## **6.02 Letters Sent**

## **6.03 Market Commentary/Newsletters**

- 01 Arrowhawk First Quarter 2010 Commentary
- 02 Dodge & Cox Fixed Income Portfolio - Fourth Quarter 2009 Update
- 03 FX Concepts Market Insight 1/21/10 - 2/18/10
- 04 INVESCO Global Property Securities Performance Indicators
- 05 INVESCO Real Estate Debt Performance Indicators
- 06 Research Affiliates Fundamental Index Newsletter
- 07 RREEF America REIT III
- 08 RREEF Research RREEF Research January and February 2010 (CD only)

## **7.0 INVESTMENT MANAGER REPORTS FOR THE MONTH AND QUARTER ENDED DECEMBER 31, 2009 DETAIL ON AGENDA CD BOARD TO ACCEPT AND FILE REPORTS**

### **7.01 Fixed Income Investments**

- 01 Dodge & Cox Core Fixed Income
- 02 Stone Harbor Investment Partners Enhanced Core Plus
- 03 Mesa West Real Estate Income Fund I - Third Quarter 2009
- 04 Mesa West Real Estate Income Fund II - Third Quarter 2009
- 05 Prima Capital - Third Quarter 2009

### **7.02 U.S. Equity Investments**

- 01 Dodge & Cox Large Cap Value Equities
- 02 BlackRock Russell 1000 & Russell 1000 Growth Index Funds
- 03 Capital Prospects Emerging Small Cap Value Managers
- 04 Legato Capital Management Emerging Small Cap Growth Managers
- 05 Research Affiliates RAFI Long/Short Equities

### **7.03 Non-U.S. Equity Investments**

- 01 BlackRock World ex. U.S. Index Fund
- 02 Research Affiliates Fundamental Index - Non-U.S.
- 03 Research Affiliates Fundamental Index - Emerging Markets

### **7.04 Portfolio Overlays**

- 01 The Clifton Group PIOS Cash Securitization Overlay
- 02 Mount Lucas Management Managed Futures Overlay
- 03 Bridgewater Associates Pure Alpha Overlay
- 04 FX Concepts (AIG) Global Currency Program Overlay

05 AEGIS SMART Rebalancing Overlay

**7.05 Short-Term Investments**

01 Northern Trust STIF

**7.06 Inflation Protection and Global Opportunistic Strategies**

01 Bridgewater Real Asset

02 Schroder Commodity

03 Arrowhawk Durable Alpha

**7.07 Public Real Estate Security Investments**

01 INVESCO Real Estate U.S. Equity REIT

02 Alpine Woods Capital Management Non-U.S. Equity REIT

**7.08 Private Real Estate Investments - Third Quarter 2009**

01 AMB Property Corporation - Core

02 Colony Realty Partners Fund III - Value Added

03 Legacy Partners Realty Fund II - Value Added

04 Legacy Partners Realty Fund III - Value Added

05 RREEF America REIT III - Value Added

06 Sarofim Multi-Family Fund II - Value Added

07 Greenfield Acquisition Partners V - Opportunistic

08 Miller Global Fund V - Opportunistic

09 Miller Global Fund VI - Opportunistic

10 Walton Street Fund V - Opportunistic

11 Walton Street Fund VI - Opportunistic

**8.0 CUSTODIAN AND OTHER REPORTS FOR THE PERIOD ENDED DECEMBER 31, 2009**

**8.01 Northern Trust Reports**

01 Commission Recapture - Monthly

02 Securities Lending - Monthly

03 Securities Litigation Report - Quarterly  
Detail on Agenda CD

04 Trade Execution Analysis - Quarterly

a Staff Summary Report

b Individual Manager Reports  
Detail on Agenda CD

05 Broker Commissions - Quarterly  
Detail on Agenda CD

**8.02 Proxy Voting Reports - Quarterly - none**

**8.03 SJCERA Cash Activity Staff Report - Quarterly**

**9.0 COMMENTS**

**9.01** Comments from the Board of Retirement

**9.02** Comments from the Chief Executive Officer

**9.03** Comments from the Public

**10.0 CLOSED SESSION**

**11.0 CALENDAR**

**11.01** Regular Meeting, March 12, 2010 at 9:00 AM

**11.02** Financial Meeting, March 26, 2010 at 9:00 AM

**12.0 ADJOURNMENT**