



# 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  
WEDNESDAY, AUGUST 25, 2010  
AT 8:15 AM**

Location: SJCERA Board 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 July 23, 2010

**3.02** Board to approve minutes

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

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

01 Manager Performance Summary Staff Report (to be provided at the meeting)

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 June 30, 2010**

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

#### **4.03 Follow-up on SJCERA Real Estate Reporting - One-page summaries**

01 Proposed Revisions to Real Estate Reporting - One-page Summaries

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

#### **4.04 ORG Discretionary Investment Services**

01 Memo from Mr. Ed Schwartz on ORG's discretionary investment services

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

#### **4.05 Quarterly Report from Investment Consultant for the Period Ended June 30, 2010**

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

#### **4.06 EFI Actuaries- Reports - First Reading**

- 01 Presentation by Mr. Robert McCrory and Mr. Graham Schmidt on findings and recommendations of Annual Actuarial Valuation as of January 1, 2010
- 02 Triennial Experience Study for the three years ending December 31, 2009
- 03 Board to discuss and give direction to staff and consulting actuary as appropriate

#### **4.07 AMB Corporate Governance Improvements**

- 01 Morrison & Foerster review and comment
- 02 Ed Schwartz review and comment
- 03 AMB documents
  - a Memo of July 28, 2010 AMB US Logistics Fund - Corporate Governance Improvements
  - b Notice of Special Meeting of Common Stockholders
  - c Proxy for Special Meeting of Common Stockholders
  - d Proxy Statement for Special Meeting of Common Stockholders
  - e Proposal One Approval of an Amendment to the Third Amended and Restated Agreement of Limited Partnership of AMB US Logistics Fund, LP and to the Articles of Incorporation of AMB US Logistics REIT, Inc.
  - f Second Amendment to the Third Amended and Restated Agreement of Limited Partnership of AMB US Logistics Fund, LP
  - g Articles of Amendment to the Articles of Incorporation of AMB US Logistics REIT, Inc.
- 04 Board to review and if approved authorize the Chair to sign the documents

#### **4.08 CLOSED SESSION Government Code 54956.81 Investment of Pension Funds**

#### **4.09 The Northern Trust Company**

- 01 Proposed Contracts with Northern Trust for Custody, Securities Lending, Integrated Disbursement Services and Service Level Agreement (CD only)
- 02 Proposed Resolution 2010-08-02
- 03 Board to adopt Resolution 2010-08-02 approving contracts and authorize the Chair to sign the documents

#### **4.10 The Clifton Group**

- 01 Clifton Guidelines Addendum C - Government Bond Allocation
- 02 SIS memorandum of Government Bond Allocation
- 03 Board approved the revision to the Government Bond Allocation at its July 23, 2010 meeting to establish the trigger points for changing the duration as outlined in the Clifton Guidelines. The Board accepts the guidelines and authorizes Clifton to adjust overlay positions to achieve the benchmark duration if a yield trigger point is reached.

### **5.0 STAFF REPORTS**

#### **5.01 CIO Report**

- 01 Proposed Financial Agenda Topics

## **5.02 Investment Transactions Reports for the Month Ended June 30, 2010**

- 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 June 30, 2010**

### **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 (0)
- 03 Summary of Completed Trustee and Executive Staff Travel and Travel Reports (0)
  - a Conference/Travel Reports (0)
- 04 Board to accept and file reports and approve pending travel as required

## **6.0 CORRESPONDENCE**

### **6.01 Letters Received**

- 01 7/26/2010 AEGIS Addendum to SJCERA Board Presentation

### **6.02 Letters Sent**

### **6.03 Market Commentary/Newsletters**

- 01 FX Concepts Market Insight 7/22/10 - 8/12/10
- 02 Northern Trust Second Quarter 2010 Financial Highlights
- 03 Northern Trust Top Performers: World's Most Admired Companies
- 04 RREEF Research RREEF Research - July 2010

## **7.0 INVESTMENT MANAGER REPORTS FOR THE MONTH AND QUARTER ENDED JUNE 30, 2010**

### **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
- 04 Mesa West Real Estate Income Fund II
- 05 Prima Capital

### **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**

- 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**

### **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 CALENDAR**

- 10.01** Regular Meeting, September 10, 2010 at 9:00 AM
- 10.02** Financial Meeting, September 24, 2010 at 9:00 AM

## **11.0 ADJOURNMENT**