

SERS BOARD MEETING NOV. 21, 2013

In the SERS Operations Report, Farouki Majeed, CIO, stated that at the end of September the total net position of SERS was approx. \$12.1 billion and increase of 3.3% from June, 2013.

Summary of Investment Transactions

	Approx. Cost in millions	
PURCHASES		
Opportunistic		N/A
US Equities		\$108.5
Non-US Equities		84.6
Fixed Income		313.1
REITS		2.3
Multi-Asset Strategies		33.0
Private Equity Cap. Calls		16.7
Real Estate Cap. Calls		4.4
Short-term		140.0
	Net proceeds	Approx. Gain/Loss in millions
SALES		
Opportunistic	N/A	N/A
US Equities	\$113.9	\$ 15.2
Non-US Equities	84.2	7.3
Fixed Income	288.8	(4.6)
REITS	1.7	N/A
Multi-Asset Strategies	50.4	2.8
Private Equity distributions	22.5	N/A
Real Estate distributions	14.7	N/A
Short term	213.9	N/A

The Health Care report presented by Anne Jewel showed the SERS healthcare fund to be stable. The fund showed no increase and no loss. Jewel presented the Health Care Strategic Goal “To provide access to a meaningful level of benefits at an affordable cost with an excellent level of customer service.”

Lisa Morris, Exec. Director reported on meetings with PERS and STRS. PERS will no longer recognize the 120 days equaling a year of service. If a person retires in PERS with combined service, their service in SERS or STRS will be the % of the year(s) worked. This is to begin Jan. 1, 2014.

Amended FY2014 Investment Department Incentive Plan
Funston Advisory Services presented SERS with a number of opportunities for improvement as a result of the fiduciary audit. One suggestion is to be more transparent in the investment incentive compensation process, including identification of responsible person(s) for particular tasks.
The Board voted to amend the plan.

Submitted,
Adele Matias
OEA-R Advisory Council