

SERS BOARD MEETING  
APRIL 16, 2015

INVESTMENT REPORT

Overall, the US economy is showing solid growth and performing better than most of major economies.

**Summary of Investment Transactions**

**PURCHASES**

	Approx. Cost in millions
US Equities	\$ 80.2
Non-US Equities	141.8
Fixed Income	167.8
Multi-Asset Strategies	n/a
Private Equity Cap. Calls	30.6
Real Estate Cap. Calls	n/a
Opportunistic	2.5
Short-term	235.0

**SALES**

	Net Proceeds	Approx. Gain/Loss in millions
US Equities	\$ 166.3	\$ 24.4
Non-US Equities	140.0	(1.7)
Fixed Income	131.6	1.2
Multi-Asset Strategies	N/A	N/A
Private Equity distributions	24.9	N/A
Real Estate distributions	2.3	N/A
Opportunistic	N/A	N/A
Short term	219.0	N/A

Total Fund \$12.8 billion

Risk Report

A Risk Investment report was presented by CIO FaroukiMajeed and his team. The annual report looked at risk in all categories of investments for 2014.

Health Care Report

Ann Jewel , Director of Heath Care Services and Penny Baker summarized the under-65 coverage and planning for 2016 in health and prescription issues. They discussed recent trends and activities as well as benefit changes staff is considering for the 2016 plan year. This was informational only with no action of the board. The SERS health care actuary will present any recommendations to premium costs at the May board meeting.

From report by Jim Miller

In Social Security - HR 711, the Brady WEP bill, continues to progress rather slowly... Rep. Brady has not yet found someone in the Senate to carry the bill in that chamber. As a result, until a sufficient number of co-sponsors have signed onto the bill, it will essentially be on hold.

There has been no action on HR 973, the GPO and WEP repeal bill, and none is expected, primarily because of the cost. A few years ago, a repeal bill had over 340 co-sponsors, yet the bill never had one hearing in that session of Congress; The point being that having a large number of co-sponsors in no guarantee of success.

In Retirement Security – the National Public Pension Coalition and Californians for Retirement Security have launched a new website and Facebook page that focuses on the actions of the Arnold Foundation to show “how far Arnold has gone to decimate retirement security for millions of public servants all over the country.”

May Agenda

The SERS Board meets once a month except for August and in the past two years they did not meet in January. This is now policy, no meeting August and January. Now they are discussing omitting another meeting and only meeting nine months per year. They currently meet for one day and can meet for two if there is board training that needs to be conducted. In the past year there were two months where the Board met with only 5 members of the nine member Board due to excused absences.

Next SERS Board meeting is May 21, 2015

Respectfully submitted,  
Adele Matias

SERS BOARD MEETING APRIL 16, 2015 REPORT continued

Ballot Certification – Retiree Member

Frank Weglarz           7,204

Beverly Woolridge   7,350

Write-in                   12

Abstain                           0

Beverly Woolridge was declared and elected retiree member of the Retirement Board for a term of four years beginning July 1, 2015.