



INVESTMENT COMMITTEE

Staff Report

File #: 19-1366

Agenda Date: 4/13/2021

Agenda #: 2.

FROM: Don Pierce, Chief Investment Officer

SUBJECT: Approve updates to Investment Policy No. 002 (Informed Rebalancing/Tactical Asset Allocation Policy).

RECOMMENDATION:

Recommend that the Board approve and adopt updates to Investment Policy No. 002 (Informed Rebalancing/Tactical Asset Allocation Policy).

BACKGROUND:

General Policy No. 005 involves the periodic review of Board Policies and indicates that the Investment Committee shall review investment policies every three years.

Investment Policy No. 002 (Informed Rebalancing/Tactical Asset Allocation Policy) was last reviewed in 2018.

Pursuant to General Policy No. 005, staff has conducted a review of Investment Policy No. 002, and has found it both generally consistent with current practice and appropriate for SBCERA's program. Staff is therefore recommending renewal of Investment Policy No. 002 without substantive change.

In addition to Investment staff, both NEPC and our Legal department also reviewed this policy.

BUDGET IMPACT:

None.

STRATEGIC PLANNING GOAL/OBJECTIVE:

Prudent Fiscal Management

STAFF CONTACT:

Don Pierce

ATTACHMENTS:

Exhibit A: Investment Policy No. 002 (Informed Rebalancing/Tactical Asset Allocation Policy), Issue 3.0 - Redline