

Investment Policy Statement – Directive # 1

StanCERA Asset Allocation Targets and Ranges

Asset Class	Benchmark	Allocation		
		Min	Target	Max
Liquidity Sub-Portfolio		4%	8%	14%
Cash	30 Day T-Bills	0%	1%	4%
Cashflow-Matched Bonds	Bloomberg Barclays US Gov't/Credit Intermediate	4%	7%	10%
Growth Sub-Portfolio		60%	73%	80%
US Large Equity	Russell 1000	12%	16%	20%
US Small Equity	Russell 2000	0%	4%	7%
Private Equity	Russell 3000 + 3%	0%	5%	8%
Non-US Equity	MSCI ACWI ex-USA Gross	14%	20%	26%
Core Real Estate	NCREIF Property	0%	6.5%	10%
Value Add Real Estate	NCREIF Property + 2%	0%	6%	10%
Infrastructure	CPI + 5%	0%	7.5%	12%
Private Credit	S&P/LSTA Leveraged Loan Index + 2%	0%	8%	10%
Risk-Diversifying Sub-Portfolio		15%	19%	24%
US Treasury	Bloomberg Barclays Treasury 7 - 10 year	4%	6%	8%
Risk Parity	60% MSCI ACWI / 40% BBgBarc Global Aggregate	6%	10%	14%
Liquid Absolute Return	30 Day T-Bills + 4%	0%	3%	5%
Total Allocation		100%		

Total Fund & Sub-Portfolio Benchmarks

The total fund and sub-portfolio benchmarks are a composite of the asset class benchmarks. The total fund benchmark is calculated as the weighted average of the performance of the asset class benchmarks and is weighted using the target allocation weights. The sub-portfolio benchmarks are calculated as the weighted average of the performance of the asset class benchmarks assigned to each sub-portfolio and are weighted using the target allocation weights.

Review

This Board shall review this policy / directive at least every three years.

*Stanislaus County Employees' Retirement Association Investment Policy Statement
Directive #1 StamCERA Asset Allocation Targets and Ranges*

History

Adopted by the Retirement Board on May 24, 2016

Revised 5/23/2017

Revised 5/28/2019

Revised 8/27/2019

Revised 11/24/2020

A handwritten signature in black ink, appearing to read 'Richard Santos', written in a cursive style.

Richard Santos, Executive Director

POLICY APPROVAL DATE: November 24, 2020