



April 23, 2024
1:30 P.M.
BOARD ROOM

BOARD OF RETIREMENT

AGENDA

832 12th Street
Suite 600
Modesto, CA 95354

The Board of Retirement welcomes you to its meetings, which are regularly held on the fourth Tuesday of each month. Your interest is encouraged and appreciated.

The StanCERA boardroom, is currently open to public access. Members of the public who wish to attend Board meetings may also do so by teleconference, by calling (669) 900-6833. The Meeting ID: 859 3221 9325. Member ID: 278857.

If you wish to make a public comment during the Public Comment section of the meeting, or if you wish to comment on a specific agenda item, please press *9 on your phone to alert the Chair that you wish to speak. As permitted by Gov. Code § 54954.3(b)(1), each public comment is limited to three minutes.

You may also submit public comments in writing. If you wish to make a general public comment or a comment on a specific agenda item in writing, please submit your comment via email or fax no later than 4:30 p.m. on the day before a Board meeting. Comments can be submitted via email at taaa@stancera.org or via fax at (209) 558-4976. If your comment pertains to a specific agenda item, please include the agenda item number in the subject line. As permitted by Gov. Code § 54954.3(b)(1), each public comment is limited to 400 words. Comments submitted in writing will be read aloud during the meeting.

CONSENT/ACTION ITEMS: Consent matters include routine administrative actions and are identified under the Consent Items heading. All other items are action items, "Action" means that the Board may dispose of any item by any action, including but not limited to the following acts: approve, disapprove, authorize, modify, defer, table, take no action, or receive and file.

BOARD AGENDAS & MINUTES: Board agendas, minutes and copies of items to be considered by the Board of Retirement are customarily posted on the Internet by Friday afternoon preceding a meeting at the following website: www.stancera.org.

NOTICE REGARDING NON-ENGLISH SPEAKERS: Board of Retirement meetings are conducted in English and translation to other languages is not provided. Please make arrangements for an interpreter if necessary.

In compliance with the Americans with Disabilities Act: If you require an accommodation, auxiliary aid, or service in order to participate in this meeting, please contact StanCERA at (209) 525-6393 as far in advance as possible but no later than 48 hours before the scheduled event.

- 1) Call Meeting to Order
- 2) Pledge of Allegiance
- 3) Roll Call

4) Announcements

5) Public Comment

6) Emergency Declaration

7) Consent Items:

(a) Approval of March 26, 2024 Meeting Minutes [View](#)

(b) Application for Service Retirement(s)
Government Code Section 31499.17, 31670, 31662.2 & 31810
See attached for details [View](#)

(c) Application for Disability - Government Code Section 31724
i. Andrews, Estate of William – Non-Service-Connected Disability
ii. Siphon, January – Stanislaus County - Service Connected Disability

(d) Investment Matrix [View](#)

(e) Private Market Commitment Notices
1. Comvest [View](#)

(f) Investment Fee Summary, Value Added as of December 2023
Agenda Item [View](#) Attachment 1 [View](#)

(g) Private Markets Program Report as of December 2023
Agenda Item [View](#) Attachment 1 [View](#)

(h) Conference Summary [View](#)

8) Investment:

(a) NEPC – Investment Consultant – March Flash Report [View](#)

(b) 2024 Pacing Plan – Real Estate and Infrastructure [View](#)

9) Administrative:

(a) Private Market Consulting Services [View](#)

(b) StanCERA Strategic Goals Action Items Update
Agenda Item [View](#) Attachment 1 [View](#)

(c) 2024 SACRS Spring Business Meeting Proxy and Proxy Directives
Agenda Item [View](#) Attachment 1 [View](#) Attachment 2 [View](#)

10) Closed Session:

(a) Exposure to Litigation 1 Case

Stanislaus County Employees' Retirement Association
832 12th Street, Suite 600 Modesto CA 95354
Government Code Section 54956.9 (d)(2)

(b) Personnel Discussion

Stanislaus County Employees' Retirement Association
832 12th Street, Suite 600 Modesto CA 95354
Government Code Section 54957 (b)(1)

11) Members' Forum (Information and Future Agenda Requests Only)

12) Adjournment



March 26, 2024
1:30 P.M.
BOARD ROOM

BOARD OF RETIREMENT

MEETING MUNUTES

832 12th Street
Suite 600
Modesto, CA 95354

- 1) Call Meeting to Order
- 2) Pledge of Allegiance
- 3) Roll Call

Trustees Present

Donna Riley
Mandip Dhillon
Delilah Vasquez
Darin Gharat
Mike Lynch
Samuel Sharpe
Jeff Grover

Trustees Absent

Joshua Clayton
Rhonda Biesemeier
Terry Withrow

Others Present

Tom Stadelmaier, Executive Director
Stan Conwell, Retirement Investment Officer
Kellie Gomes, Business and Operations Manager
Brittany Smith-Atkins – Retirement Fiscal Manager
Fred Silva, General Legal Counsel
Alaine Taa, Executive Board Assistant
Jamie Gingerich, Member and Employer Services Specialist

- 4) Announcements - NONE

5) Public Comment – NONE

6) Emergency Declaration - NONE

7) Consent Items:

(a) Approval of February 27, 2024 Meeting Minutes

(b) Application for Service Retirement(s)
Government Code Section 31499.17, 31670, 31662.2 & 31810

(c) Application for Disability - Government Code Section 31724
i. Hatzigeorgiou, Steve – Service-Connected Disability – Effective 03-27-2024

(d) StanRTA Rate Update

(e) Investment Matrix

(f) Conference/Meeting Summary

Motion was made by Trustee Grover and seconded by Trustee Lynch to approve all consent items presented.

Motion passed unanimously

8) Investment:

(a) NEPC – Investment Consultant – February Flash Report

Motion was made by Trustee Dhillon and seconded by Trustee Sharpe to move into closed session.

Motion passed unanimously

9) Closed Session:

*Item 9.b was presented out of order.
Staff was excused at 2:06 p.m. for Item 9.a.*

(a) Personnel Discussion
Stanislaus County Employees' Retirement Association
832 12th Street, Suite 600 Modesto CA 95354
Government Code Section 54957 (b)(1)

(b) Potential Litigation 1 case
Government Code 54956.9(d)(4)

Motion was made by Trustee Dhillon and seconded by Trustee Sharpe to return to open session.

Motion passed unanimously

Staff returned at 2:47 pm.

No reportable action taken in closed session

11) Members' Forum (Information and Future Agenda Requests Only)

12) Adjournment – Meeting adjourned at 2:48 p.m.

Respectively submitted,

By Thomas Stadelmaier

Thomas Stadelmaier, Executive Director

APPROVED AS TO FORM

By Fred A. Silva

Fred A. Silva, General Legal Counsel

StanCERA APPLICATIONS FOR SERVICE RETIREMENT(S)

*GOVERNMENT CODE SECTIONS 31499.14, 31670,
31662.2, 318/10 & 31700*

04/3/2024 Item 7.b

DEHART, ERIC - City of Ceres - Effective 03/29/2024
McGuire, Jeffrey - Stanislaus Superior Court - Effective 04/04/2024
Miller, Victoria - Stanislaus County - Effective 03/27/2024
Pope, Cynthia - Stanislaus Superior Court - Effective 03/30/2024
Posey, Sherry - Stanislaus County - Effective 04/13/2024
Thomas, Tamara - Stanislaus County - Effective 03/30/2024

April 23, 2024

Retirement Board Agenda Item

TO: Retirement Board

FROM: Stan Conwell, Retirement Investment Officer

- I. SUBJECT: Investment Matrix
- II. ITEM NUMBER: 7.d
- III. ITEM TYPE: Information Only
- IV. STAFF RECOMMENDATION: N/A
- V. ANALYSIS:

a) *Investment Program Activities:*

Over the last month staff continued to review the internally produced investment reports. This project is directly related to the 2023-2025 strategic goal action item to determine the long-term objectives of the internal database currently maintained by staff. During the review several alternatives, efficiencies, and enhancements were identified from resources already available from StanCERA's custodial bank, investment consultants and internal accounting data. A \$20,000,00 commitment was made to the Comvest Credit Partners Fund VII. Comvest is a direct lending fund focused primarily on first lien loans to middle market companies within the US. Staff also participated in introductory and monitoring meeting with numerous managers.

b) *Money Transfer Report:*

March 2024: Capital Calls

From			To		
Manager	Asset Class	Amount	Manager	Asset Class	Amount
NT STIF Fund	Cash	-\$879,300.08	Abry Senior Equity VI	Private Credit	\$879,300.08
NT STIF Fund	Cash	-\$473,102.00	Grandview II	Private Real Estate	\$473,102.00
NT STIF Fund	Cash	-\$273,102.00	Grandview I-A	Private Real Estate	\$273,102.00

NT STIF Fund	Cash	-\$87,616.28	KSL Credit Fund IV	Private Real Estate	\$87,616.28
NT STIF Fund	Cash	-\$430,435.00	Grandview II	Private Real Estate	\$430,435.00
NT STIF Fund	Cash	-\$520,594.00	Sole Source Partners II	Private Equity	\$520,594.00
NT STIF Fund	Cash	-\$1,215,699.00	Crestline Opportunity Fund V	Private Credit	\$1,215,699.00

c) *Manager Meetings:*

Attucks Asset Management

Staff requested an update call to review the recent departure of a member of the senior leadership team of the firm. While overall turnover at Attucks is low, the impact of a single departure on a small firm, like Attucks, could be substantial. A suitable succession plan was actively underway and impact to the firm is expected to be manageable. It was also noted that the senior leadership departure was not a part of the team supporting the small cap value strategy in which StanCERA is invested. Given this, staff and NEPC are comfortable with the change, but will continue to monitor the fund and firm. The remainder of the meeting was spent reviewing the overall performance and the investment approaches of individual sub managers.

IFM Global Infrastructure Fund

Staff attended the most recent quarterly investor update call for the IFM Global Infrastructure fund. IFM is an open-end core infrastructure fund focused on large infrastructure assets. IFM has more exposure to GDP sensitive assets, like airports, seaports and toll roads when compared to the JP Morgan Infrastructure fund in StanCERA's portfolio which has a focus on regulated utilities and contracted power assets. IFM's performance has been resilient considering the increase in financing costs from a higher rate environment. The fund returned a gross 10.2% return for the year ending 12/31/2023 which is in line with expectations. The bulk of the call included a detailed review of each sub-sector including the near-term outlook and asset level initiatives.

- VI. RISK: None
- VII. STRATEGIC PLAN: N/A
- VIII. ADMINISTRATIVE BUDGET IMPACT: None

April 23, 2024

Retirement Board Agenda Item

TO: Retirement Board

FROM: Stan Conwell, Retirement Investment Officer

- I. SUBJECT: Private Markets Commitment Notice
- II. ITEM NUMBER: 7.e
- III. ITEM TYPE: Information Only
- IV. STAFF RECOMMENDATION: N/A
- V. Executive Summary:

On March 29, 2024 StanCERA committed \$20 million to the Comvest Credit Partners VII fund. Comvest is an alternative investment firm specializing in private credit and private equity investments in North American middle-market companies. Fund VII will pursue a direct lending strategy broadly diversified across six different industries: healthcare, financial services, business and technology services, industrials, franchisor/retail, and consumer products. The fund will seek additional diversification by investing a significant portion of the portfolio in asset-based loans. Comvest's credit platform is sufficiently scaled and resourced to generate good deal flow and to lead financings with attractive deal terms. Fund VII is expected to target primarily first lien loans in the sponsored and non-sponsored companies. The loss rate is historically low and the private equity team can be utilized throughout the investment process including in cases where a material workout is needed to resolve a borrower default. Comvest's credit platform is led by long-tenured partners of the firm and is backed by a dedicated and growing team of 46 investment professionals. Comvest was founded in 2000 and is headquartered in West Palm Beach, FL. The firm manages approximately \$10 billion in total assets. StanCERA was able to secure a first-close fee discount which will enhance the net returns of the fund.

StanCERA has an 8.0% target allocation to the private credit asset class with a sub-asset class target allocation of 5.0% to direct lending and 3.0% to special situations. The commitment to Comvest VII will be allocated to the direct lending sub-asset class and is in compliance with StanCERA's Private Markets Investment Policy Statement. For each private market investment, several due diligence reports, including a comprehensive executive summary, are completed by the investment consultant and staff. These reports contain confidential and proprietary information and are available to Trustees upon request.

- VI. RISK: None
- VII. STRATEGIC PLAN: N/A
- VIII. ADMINISTRATIVE BUDGET IMPACT: NONE

April 23, 2024

Retirement Board Agenda Item

TO: Retirement Board

FROM: Stan Conwell, Retirement Investment Officer

- I. SUBJECT: Investment Fee Summary and Value-Added Reports– December, 2023
- II. ITEM NUMBER: 7.f
- III. ITEM TYPE: Information Only
- IV. STAFF RECOMMENDATION: N/A
- V. ANALYSIS:

Attachment 1 contains the investment fee summary and value-added reports.

Investment Fee Summary – This report details StanCERA's investment management fees by asset class, investment style, and individual manager. Fee data for this report is updated on at least a quarterly basis. For the period, 07/01/2020 to 9/30/2023, total investment fees were approximately \$70.5 Million or roughly 74.9 bps (0.75%) when annualized. As the private market programs continue to be funded, the total fees are expected to increase as well. The lookback period was set to begin with the start of the 2020 fiscal year to provide a good overall indication of the fees and expenses charged to the portfolio.

Value Added Report – While performance was positive for all managers for the quarter ending 12/31/2023, only two managers, LSV and Dodge & Cox, outperformed their primary benchmarks. Small Cap Value performed notably well beating both large cap equities and small cap growth. The Attucks sub-managers were not able to outperform this quarter given the particularly strong performance reversal of the small cap value index. Over longer periods, Attucks has performed well and added value. The risk parity strategy underperformed for the quarter with AQR and PanAgora delivering very similar performance on a percentage basis. The primary benchmark for both AQR and PanAgora is the 60% MSCI ACWI / 40% Bloomberg Global Agg Index. This benchmark exhibits a large tracking error to the risk parity strategy and performance can differ to a greater extent as a result. LSV is currently the only manager on this report with a secondary benchmark. The primary benchmark for LSV is the MSCI ACWI ex-US Value index and the secondary benchmark is the MSCI ACWI ex-US Core index.

- VI. RISK: None
- VII. STRATEGIC PLAN: N/A
- VIII. ADMINISTRATIVE BUDGET IMPACT: None



StanCERA Value Added Report

10/1/2023 through 12/31/2023

Manager	Average AUM	Manager Returns	Manager Fees	Custodial Fees	Primary Benchmark		Secondary		Value Added Primary	Value Added Secondary
					Returns	Benchmark Fees*	Benchmark Returns	Benchmark Fees*	Benchmark	Benchmark
Dodge Cox Equity	\$ 118,178,752	\$ 11,681,590	\$ (64,992)	\$ (3,114)	\$ 11,224,139	None	\$ (7,361)	\$ 396,705	None	
LSV	\$ 275,711,389	\$ 24,322,765	\$ (172,948)	\$ (36,155)	\$ 23,462,655	\$ 27,073,012	\$ (212,945)	\$ 863,952	\$ (2,746,405)	
Fidelity	\$ 232,771,591	\$ 22,113,955	\$ (146,800)	\$ (13,434)	\$ 22,856,612	None	\$ (179,781)	\$ (723,110)	None	
Insight Investment	\$ 210,172,787	\$ 7,401,072	\$ (65,727)	\$ (2,426)	\$ 8,711,455	None	\$ (26,182)	\$ (1,352,354)	None	
Channing	\$ 28,900,973	\$ 3,120,783	\$ (59,916)	\$ (2,677)	\$ 4,409,335	None	\$ (17,281)	\$ (1,333,864)	None	
Pacific Ridge	\$ 17,969,517	\$ 2,699,553	\$ (45,113)	\$ (2,080)	\$ 2,929,297	None	\$ (10,745)	\$ (266,192)	None	
AQR Global Risk Premium - EL	\$ 119,471,498	\$ 7,832,658	\$ (158,395)	\$ (531)	\$ 11,799,640	None	\$ (44,648)	\$ (4,081,260)	None	
PanAgora Multi-Asset	\$ 100,484,788	\$ 6,622,370	\$ (115,220)	\$ (531)	\$ 9,924,412	None	\$ (37,553)	\$ (3,380,240)	None	
Seizert Capital Partners	\$ 34,644,989	\$ 4,645,326	\$ (54,575)	\$ (1,553)	\$ 5,285,682	None	\$ (20,716)	\$ (675,769)	None	
Phocas Financial Corporation	\$ 25,212,022	\$ 3,218,573	\$ (42,368)	\$ (1,587)	\$ 3,846,522	None	\$ (15,075)	\$ (656,829)	None	
Totals	\$ 1,163,518,307	\$ 93,658,645	\$ (926,055)	\$ (64,088)	\$ 104,449,748	\$ 27,073,012	\$ (572,287)	\$ (11,208,960)	\$ (2,746,405)	

* Benchmark fees are approximated based on a hypothetical investment in a passive fund/ETF



StanCERA Investment Fee Summary - By Asset Class

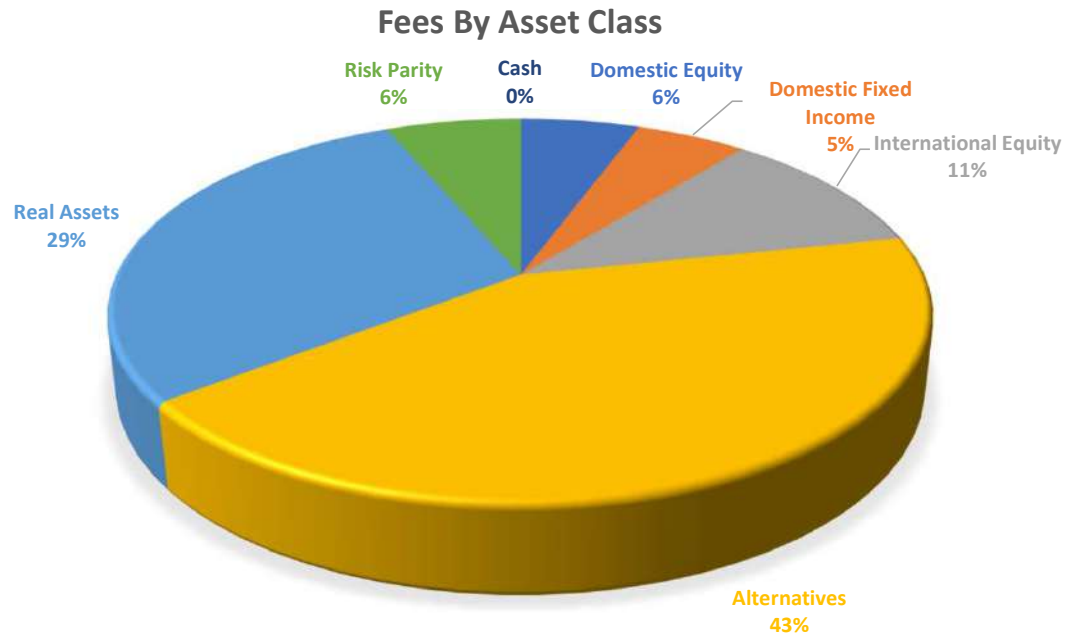
7/1/2020 thru 12/31/2023

	Fees In Dollars					Annualized Fees in Basis Points					
	Average AUM	Managerial	Performance*	Other**	Custodial	Total	Managerial	Performance	Other	Custodial	Total
Total StanCERA Portfolio	\$2,589,809,195	\$41,723,934	\$13,301,484	\$14,413,791	\$1,069,195	\$70,508,405	44.3	14.1	15.3	1.1	74.9

Fees By Asset Class

	Average AUM	Managerial	Performance	Other	Custodial	Total	Managerial	Performance	Other	Custodial	Total
Domestic Equity	\$642,475,013	\$3,762,314	\$0	\$0	\$185,786	\$3,948,100	4.0	0.0	0.0	0.2	4.2
Domestic Fixed Income	\$496,160,351	\$3,557,950	\$0	\$61,857	\$57,015	\$3,676,821	3.8	0.0	0.1	0.1	3.9
International Equity	\$513,117,071	\$4,490,680	\$2,535,116	\$0	\$665,491	\$7,691,286	4.8	2.7	0.0	0.7	8.2
Alternatives	\$227,852,692	\$13,578,716	\$4,771,670	\$11,719,705	\$92,863	\$30,162,955	14.4	5.1	12.5	0.1	32.0
Real Assets	\$397,975,673	\$12,727,327	\$5,995,686	\$1,767,279	\$54,220	\$20,544,512	13.5	6.4	1.9	0.1	21.8
Risk Parity	\$281,481,893	\$3,606,947	-\$988	\$864,950	\$13,821	\$4,484,730	3.8	0.0	0.9	0.0	4.8
Cash	\$30,746,502	\$0	\$0	\$0	\$0	\$0	0.0	0.0	0.0	0.0	0.0

Asset Class	Fees
Domestic Equity	\$3,948,100
Domestic Fixed Income	\$3,676,821
International Equity	\$7,691,286
Alternatives	\$30,162,955
Real Assets	\$20,544,512
Risk Parity	\$4,484,730
Cash	\$0
Total	\$70,508,405



* Performance fees can be negative due to the clawback of incentive fees

** Other fees include interest expense, professional fees, transaction costs, and general administration expenses.



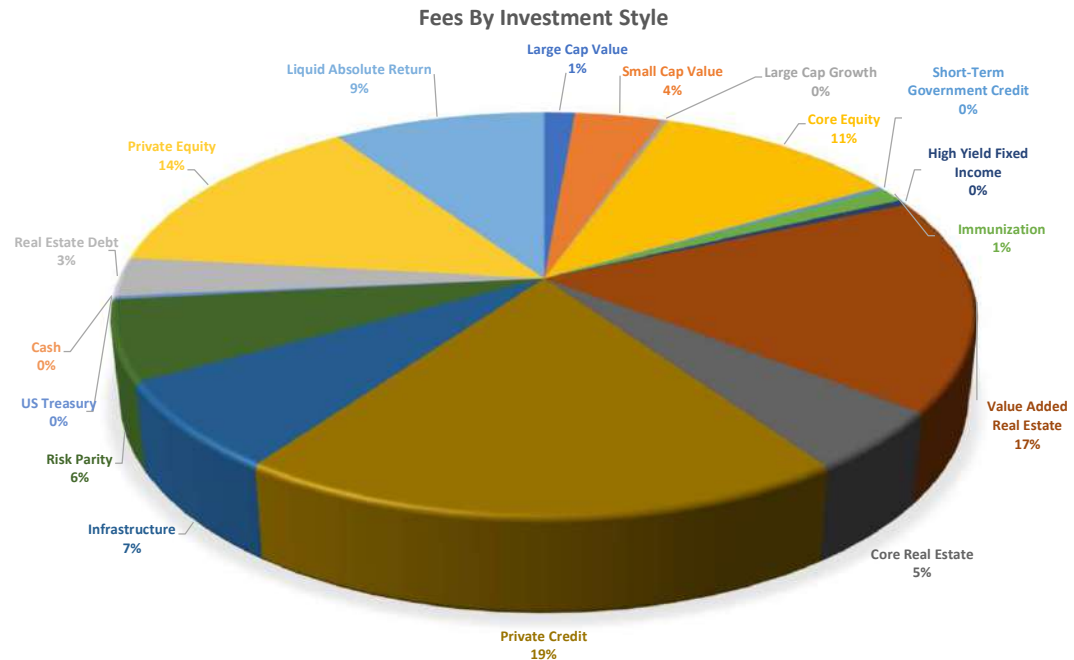
StanCERA Investment Fee Summary - By Investment Style

7/1/2020 thru 12/31/2023

	Fees In Dollars					Annualized Fees in Basis Points					
	Average AUM	Managerial	Performance*	Other**	Custodial	Total	Managerial	Performance	Other	Custodial	Total
Total StanCERA Portfolio	\$2,589,809,195	\$41,723,934	\$13,301,484	\$14,413,791	\$1,069,195	\$70,508,405	44.3	14.1	15.3	1.1	74.9

	Fees By Investment Style										
	Average AUM	Managerial	Performance	Other	Custodial	Total	Managerial	Performance	Other	Custodial	Total
Large Cap Value	\$220,994,571	\$918,949	\$0	\$0	\$45,961	\$964,910	1.0	0.0	0.0	0.0	1.0
Small Cap Value	\$102,517,445	\$2,626,038	\$0	\$0	\$132,783	\$2,758,821	2.8	0.0	0.0	0.1	2.9
Large Cap Growth	\$223,735,261	\$156,273	\$0	\$0	\$7,042	\$163,315	0.2	0.0	0.0	0.0	0.2
Core Equity	\$608,344,807	\$4,551,734	\$2,535,116	\$0	\$665,491	\$7,752,341	4.8	2.7	0.0	0.7	8.2
Short-Term Government Credit	\$34,916,675	\$205,991	\$0	\$0	\$12,689	\$218,680	0.2	0.0	0.0	0.0	0.2
Immunization	\$175,969,417	\$739,126	\$0	\$0	\$31,257	\$770,382	0.8	0.0	0.0	0.0	0.8
High Yield Fixed Income	\$75,135,384	\$307,398	\$0	\$0	\$4,964	\$312,362	0.3	0.0	0.0	0.0	0.3
Value Added Real Estate	\$119,429,956	\$6,171,614	\$4,919,691	\$959,411	\$24,748	\$12,075,464	6.6	5.2	1.0	0.0	12.8
Core Real Estate	\$124,441,186	\$3,055,031	\$383,454	\$0	\$13,570	\$3,452,055	3.2	0.4	0.0	0.0	3.7
Private Credit	\$116,149,813	\$5,381,571	\$523,715	\$7,784,362	\$47,591	\$13,737,238	5.7	0.6	8.3	0.1	14.6
Infrastructure	\$154,104,531	\$3,500,682	\$692,542	\$807,868	\$15,901	\$5,016,993	3.7	0.7	0.9	0.0	5.3
Risk Parity	\$281,481,893	\$3,606,947	-\$988	\$864,950	\$13,821	\$4,484,730	3.8	0.0	0.9	0.0	4.8
US Treasury	\$129,109,659	\$177,532	\$0	\$0	\$0	\$177,532	0.2	0.0	0.0	0.0	0.2
Cash	\$30,746,502	\$0	\$0	\$0	\$0	\$0	0.0	0.0	0.0	0.0	0.0
Real Estate Debt	\$81,029,217	\$2,127,903	\$0	\$61,857	\$8,105	\$2,197,865	2.3	0.0	0.1	0.0	2.3
Private Equity	\$57,858,531	\$5,901,802	\$140,079	\$3,704,629	\$36,894	\$9,783,404	6.3	0.1	3.9	0.0	10.4
Liquid Absolute Return	\$53,844,348	\$2,295,344	\$4,107,876	\$230,715	\$8,379	\$6,642,313	2.4	4.4	0.2	0.0	7.1

By Investment Style	Fees
Large Cap Value	\$964,910
Small Cap Value	\$2,758,821
Large Cap Growth	\$163,315
Core Equity	\$7,752,341
Short-Term Government Credit	\$218,680
Immunization	\$770,382
High Yield Fixed Income	\$312,362
Value Added Real Estate	\$12,075,464
Core Real Estate	\$3,452,055
Private Credit	\$13,737,238
Infrastructure	\$5,016,993
Risk Parity	\$4,484,730
US Treasury	\$177,532
Cash	\$0
Real Estate Debt	\$2,197,865
Private Equity	\$9,783,404
Liquid Absolute Return	\$6,642,313
Total	\$70,508,405



* Performance fees can be negative due to the clawback of incentive fees
 ** Other fees include interest expense, professional fees, transaction costs, and general administration expenses.



Stanislaus County Employees' Retirement Association - Investment Fee Summary

7/1/2020 thru 12/31/2023

Count	Manager Name	Fees in Dollars					Fees in Annualized Basis Points					Total
		Average AUM	Management	Performance **	Other***	Custodial	Total	Management	Performance	Other	Custodial	
1	Dodge Cox Equity	\$113,896,541	\$843,974	\$0	\$0	\$38,935	\$882,909	21.2	0.0	0.0	1.0	22.2
2	Bernzott	\$7,832,438	\$55,662	\$0	\$0	\$7,407	\$63,069	107.3	0.0	0.0	14.3	121.5
3	LSV	\$260,097,392	\$2,263,877	\$1,357,988	\$0	\$445,490	\$4,067,355	24.9	14.9	0.0	4.9	44.7
4	Fidelity	\$253,019,679	\$2,226,803	\$1,177,128	\$0	\$220,001	\$3,623,932	25.2	13.3	0.0	2.5	40.9
5	Blackrock Value	\$107,098,030	\$74,975	\$0	\$0	\$7,025	\$82,000	2.0	0.0	0.0	0.2	2.2
6	Blackrock Growth	\$223,735,261	\$156,273	\$0	\$0	\$7,042	\$163,315	2.0	0.0	0.0	0.1	2.1
7	Raven Asset-Based Opportunity Fund I L.P.	\$3,404,067	\$0	\$0	\$274,131	\$6,906	\$281,037	0.0	0.0	230.2	5.8	236.0
8	White Oak Pinnacle Fund L.P.	\$26,200,376	\$1,219,513	\$0	\$232,186	\$6,375	\$1,458,075	133.0	0.0	25.3	0.7	159.0
9	Medley Opportunity Fund II L.P.	\$3,713,282	\$74,284	\$0	\$139,074	\$6,906	\$220,264	57.2	0.0	107.0	5.3	169.5
10	Blackrock US Real Estate	\$37,441,587	\$118,352	\$0	\$0	\$7,195	\$125,547	9.0	0.0	0.0	0.5	9.6
11	Greenfield GAP VII Management Fund, L.L.C	\$4,532,994	\$522,271	\$686,715	\$128,624	\$6,906	\$1,344,516	329.3	433.0	81.1	4.4	847.7
12	Channing	\$25,814,436	\$714,188	\$0	\$0	\$39,776	\$753,964	79.1	0.0	0.0	4.4	83.5
13	Inview	\$12,666,304	\$141,117	\$0	\$0	\$8,449	\$149,566	31.8	0.0	0.0	1.9	33.7
14	Keeley	\$6,101,005	\$43,545	\$0	\$0	\$7,113	\$50,658	107.7	0.0	0.0	17.6	125.3
15	Pacific Ridge	\$17,489,030	\$578,315	\$0	\$0	\$27,720	\$606,035	94.5	0.0	0.0	4.5	99.0
16	Walhausen	\$15,426,905	\$352,401	\$0	\$0	\$17,667	\$370,068	101.6	0.0	0.0	5.1	106.7
17	Morgan Stanley Prime Property Fund, L.L.C	\$86,999,599	\$2,936,680	\$383,454	\$0	\$6,375	\$3,326,508	96.5	12.6	0.0	0.2	109.3
18	American Realty Advisors Fund	\$81,241,057	\$3,180,792	\$703,288	-\$133,077	\$6,906	\$3,757,909	111.9	24.7	-4.7	0.2	132.2
19	North Haven Infrastructure II GP LP	\$25,436,262	\$1,148,311	\$0	\$237,054	\$6,957	\$1,392,322	129.0	0.0	26.6	0.8	156.4
20	Raven Asset-Based Opportunity Fund III L.P.	\$52,369,572	\$1,941,747	-\$454,183	\$2,468,911	\$6,923	\$3,963,398	106.0	-24.8	134.7	0.4	216.3
21	Insight Investment	\$175,969,417	\$739,126	\$0	\$0	\$31,257	\$770,382	12.0	0.0	0.0	0.5	12.5
22	Dimensional Fund Advisors	\$122,256,193	\$205,991	\$0	\$0	\$12,689	\$218,680	16.9	0.0	0.0	1.0	17.9
23	Northern Trust Cash Account	\$30,746,502	\$0	\$0	\$0	\$0	\$0	0.0	0.0	0.0	0.0	0.0
24	Northern Trust Long Term Bond Fund	\$38,863,750	\$53,602	\$0	\$0	\$0	\$53,602	3.9	0.0	0.0	0.0	3.9
25	Northern Trust Intermediate Term Bond Fund	\$90,245,909	\$123,930	\$0	\$0	\$0	\$123,930	3.9	0.0	0.0	0.0	3.9
26	PanAgora Multi-Asset	\$138,878,895	\$1,701,754	-\$988	\$352,656	\$6,915	\$2,060,337	35.0	0.0	7.3	0.1	42.4
27	PGIM Real Estate U.S. Debt Fund, L.P.	\$81,029,217	\$2,127,903	\$0	\$61,857	\$8,105	\$2,197,865	75.1	0.0	2.2	0.3	77.5
28	AQR Global Risk Premium - EL	\$142,602,998	\$1,905,193	\$0	\$512,294	\$6,906	\$2,424,393	38.2	0.0	10.3	0.1	48.6
29	Grandview Partners I, L.P.	\$24,800,729	\$1,488,424	\$3,529,688	\$704,967	\$6,906	\$5,729,985	171.5	406.8	81.2	0.8	660.3
30	Northern Trust Russell 3000 Fund	\$95,227,736	\$61,054	\$0	\$0	\$0	\$61,054	1.8	0.0	0.0	0.0	1.8
31	Owl Rock First Lien Fund	\$8,479,260	\$544,804	\$0	\$2,603,118	\$6,949	\$3,154,871	183.6	0.0	877.4	2.3	1063.4*
32	Insight Partners XI	\$19,910,688	\$853,585	\$198,825	\$189,904	\$7,464	\$1,249,779	122.5	28.5	27.3	1.1	179.4*
33	Vista Foundation Fund IV	\$8,719,229	\$1,400,000	\$6,133	\$355,054	\$6,879	\$1,768,066	482.3	2.1	122.3	2.4	609.1*
34	Clayton, Dubilier, Rice Fund XI (CD&R XI)	\$7,663,180	\$558,082	\$0	\$682,782	\$4,369	\$1,245,233	257.0	0.0	314.4	2.0	573.4*
35	Seizert Capital Partners	\$30,125,436	\$530,582	\$0	\$0	\$17,665	\$548,247	60.5	0.0	0.0	2.0	62.5
36	Gryphon Partners VI	\$12,031,386	\$494,660	-\$64,878	\$530,420	\$4,865	\$965,067	145.1	-19.0	155.6	1.4	283.1*
37	Genstar Capital Partners X	\$6,547,132	\$353,374	-\$1	\$112,971	\$4,389	\$470,733	209.1	0.0	66.8	2.6	278.5*
38	Strategic Value Special Situations Fund V	\$4,281,910	\$300,947	\$20,539	\$179,470	\$5,159	\$506,115	272.2	18.6	162.3	4.7	457.8*
39	Northern Trust Infrastructure Fund	\$111,971,715	\$16,789	\$0	\$0	\$0	\$16,789	0.6	0.0	0.0	0.0	0.6
40	BlackRock High Yield Bond Fund	\$101,827,169	\$307,398	\$0	\$0	\$4,964	\$312,362	11.7	0.0	0.0	0.2	11.9
41	IIF Hedged JP Morgan	\$32,459,827	\$500,119	\$199,810	\$264,742	\$3,214	\$967,885	88.1	35.2	46.6	0.6	170.4
42	IFM Global	\$53,770,611	\$583,326	\$492,732	\$123,413	\$2,134	\$1,201,605	68.6	57.9	14.5	0.3	141.2
43	Graham Capital	\$59,126,247	\$1,983,560	\$4,107,876	\$230,715	\$4,122	\$6,326,273	155.1	321.2	18.0	0.3	494.7
44	Invesco Global Targeted Returns	\$26,922,463	\$311,784	\$0	\$0	\$4,257	\$316,040	51.5	0.0	0.0	0.7	52.2
45	Sole Source Capital Partners II	\$11,354,663	\$981,230	\$0	\$392,975	\$3,748	\$1,377,953	370.9	0.0	148.5	1.4	520.9*
46	Grandview II, LP	\$13,498,850	\$722,466	\$0	\$208,216	\$4,029	\$934,711	247.4	0.0	71.3	1.4	320.1*
47	Palistar Communications Infrastructure Fund II	\$10,488,774	\$1,252,136	\$0	\$182,659	\$3,597	\$1,438,392	650.8	0.0	94.9	1.9	747.6*
49	ABRY Senior Equity VI, LP	\$5,337,125	\$385,931	\$0	\$75,727	\$3,354	\$465,012	394.2	0.0	77.3	3.4	475*



Stanislaus County Employees' Retirement Association - Investment Fee Summary

7/1/2020 thru 12/31/2023

Count	Manager Name	Fees in Dollars					Fees in Annualized Basis Points					
		Average AUM	Management	Performance **	Other***	Custodial	Total	Management	Performance	Other	Custodial	Total
50	Monroe Capital Private Credit Fund IV, LP	\$15,462,351	\$531,390	\$462,368	\$1,370,957	\$2,980	\$2,367,695	217.2	189.0	560.3	1.2	967.6*
51	Blue Wolf Capital Fund V	\$1,872,695	\$523,832	\$0	\$794,214	\$2,006	\$1,320,052	N/A	N/A	N/A	N/A	N/A
52	Audax Private Equity Fund VII	\$776,934	\$234,666	\$0	\$390,654	\$876	\$626,196	N/A	N/A	N/A	N/A	N/A
53	Phocas Financial Corporation	\$25,059,664	\$210,228	\$0	\$0	\$6,986	\$217,214	N/A	N/A	N/A	N/A	N/A
54	Callodine Asset Based Loan Fund II	\$11,845,331	\$252,779	\$287,666	\$133,807	\$1,428	\$675,680	N/A	N/A	N/A	N/A	N/A

* These funds charge management fees on committed capital during the investment period.
 ** Performance fees can be negative due to clawback provisions.
 *** Other fees include interest expense, professional fees, transaction costs, and general administration expenses.

April 23, 2024

Retirement Board Agenda Item

TO: Retirement Board

FROM: Stan Conwell, Retirement Investment Officer

- I. SUBJECT: Private Markets Program Report as of December, 2023
- II. ITEM NUMBER: 7.g
- III. ITEM TYPE: Information Only
- IV. STAFF RECOMMENDATION: N/A
- V. ANALYSIS:

Background

The purpose of this report is to provide useful program-level information on the private market investments in StanCERA's portfolio. StanCERA currently invests in the private real estate, private infrastructure, private credit and private equity asset classes. Each asset class is grouped together to form a program constructed to meet the guidelines outlined in the private markets policy and the overall investment goals of the total portfolio. With this report you can quickly monitor trends in performance, expenses, and funding progress. For each program, the commitment level, funded percentage and IRR trend data is provided for the trailing 8 quarters. The expense data is provided since inception.

Report Analysis - Attachment 1

Real Estate: Performance continues to trend down from the 2022 peak, but the trend appears to be flattening slightly as the effects of higher interest rates continue to be fully incorporated into the market. Valuation markdowns from Prime and ARA this quarter were somewhat offset by a realized gain from Grandview I as well as stable performance from the PGIM real estate debt fund.

Infrastructure: Performance increased modestly during the quarter. Broadly positive economic activity and the ability to link revenue to inflation for many assets supported valuations. Infrastructure should be the most stable of the private market asset classes as much of the return is contractual in nature and the assets provide essential services.

Private Credit: Performance dipped slightly in the fourth quarter. The decline was driven by valuation markdowns from the legacy private credit managers. The new private credit managers collectively produced positive performance offsetting some of the decline from the legacy private credit managers. Please note data from Raven III and Medley/Upwelling II were not available when this report was produced.

Private Equity: The private equity funds continued to call capital at a steady pace during the quarter moving the funded percentage of the program from 52.5% last quarter to

57.12% this quarter. As a new program, the IRR calculations can vary significantly between periods, but are expected to stabilize overtime.

Below are the metrics and their definitions used in the report:

- Performance measures
 - **Net internal rate of return (IRR)** – The return on the investment since inception after fees. This measure includes all cash flows into and out of the investment, their timing and the ending fund value as of the measurement date. This measure is generally the most accurate, however, is highly dependent on the ending fund value as approximated by the general partner.
 - **Realization multiple or distributions to paid-in-capital (DPI)** – This is a measure of the cash received by StanCERA relative to cash contributed. For instance, if this measure is \$0.75, then for every dollar StanCERA has contributed, it has received back 75 cents.
 - **Residual value to paid-in-capital multiple (RVPI)** – This is a measure of the current fund value relative to cash contributed. For instance, if this measure is \$0.50, then for every dollar StanCERA has contributed, it holds an investment dollar valued at 50 cents. Like IRR, this measure is highly dependent on the ending fund value approximated by the general partner.
 - **Investment multiple or total value to paid-in-capital (TVPI)** – This measure is simply the sum of the DPI and RVPI and is a widely quoted number in the investment world in a general sense.
- Expenses Since Inception – Private markets expenses can be split into three broad categories: Management Fees, Performance Fees, and Fund Expenses. All expenses reported to StanCERA by the manager are represented in the pie chart.
- Commitment Level and Funded Percentage – The stacked bar chart provides the commitment level indicted on the left y-axis and the funded percentage line is indicated on the right y-axis.
- IRR Trend – This chart provides the net IRR for the program for the last eight quarters.

VI. RISK: None

VII. STRATEGIC PLAN: N/A

VIII. ADMINISTRATIVE BUDGET IMPACT: NONE

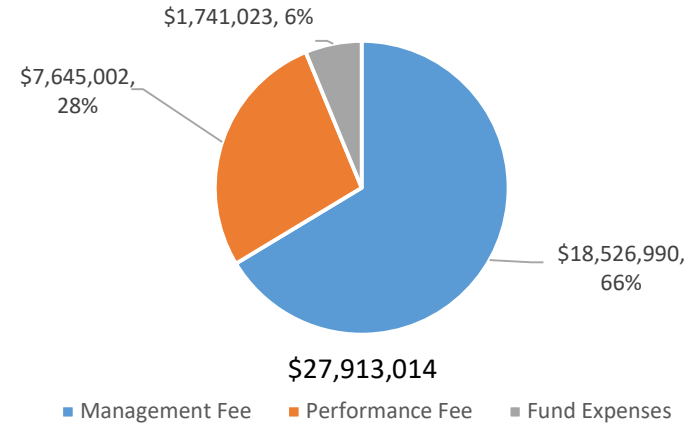
Real Estate Program Performance

Analysis Date: **12/31/2023**
 Program Name: **Real Estate**
 Program Inception Date: **7/8/2014**
 Total Commitment: **\$308,509,359**
 Unfunded Commitment as of Analysis Date: **\$27,148,582**
 % Funded as of Analysis Date: **91.20%**
 Program Fund Balance: **\$314,373,906**

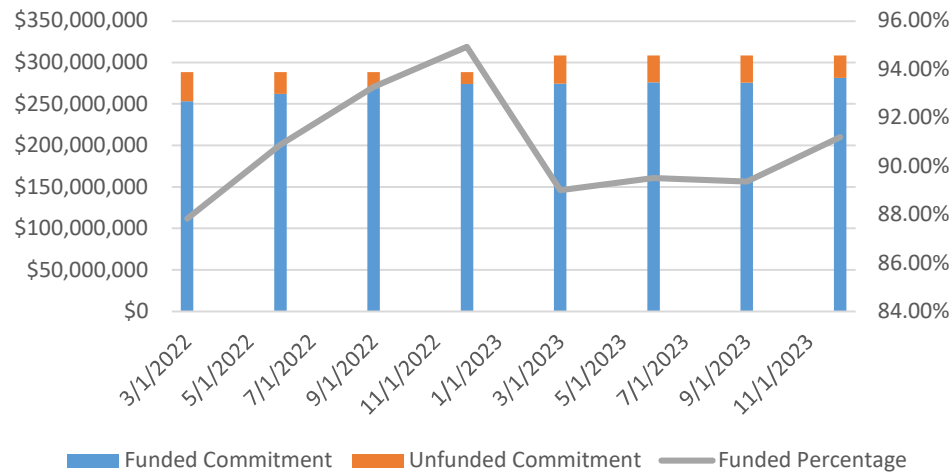
Performance Measures

Net IRR Since Inception: **7.13%**
 Realization Multiple (DPI): **\$0.23**
 Residual Value to Paid in Multiple (RVPI): **\$0.98**
 Investment Multiple (TVPI): **\$1.21**

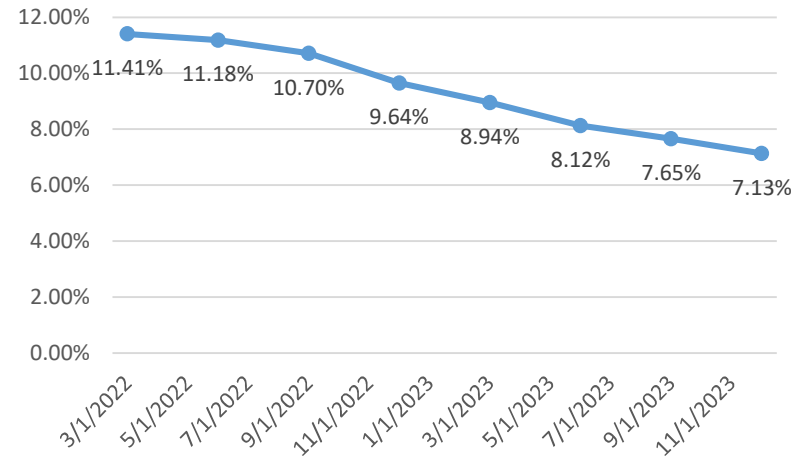
Expenses Since Inception



Commitment Level and Funded Percentage



IRR Trend



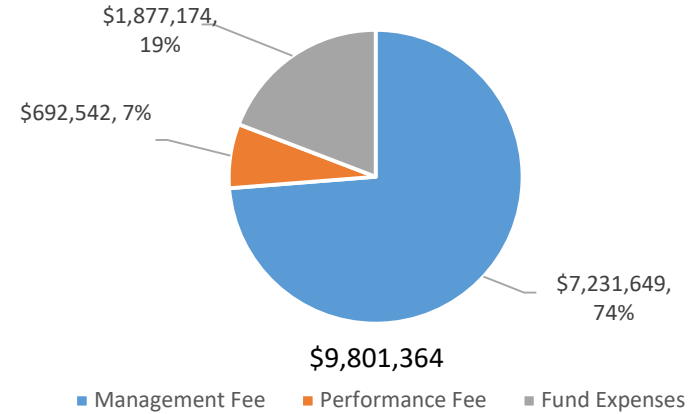
Infrastructure Program Performance

Analysis Date:	12/31/2023
Program Name:	Infrastructure
Program Inception Date:	5/19/2015
Total Commitment:	\$150,000,000
Unfunded Commitment as of Analysis Date:	\$13,130,020
% Funded as of Analysis Date:	91.25%
Program Fund Balance:	\$120,495,159

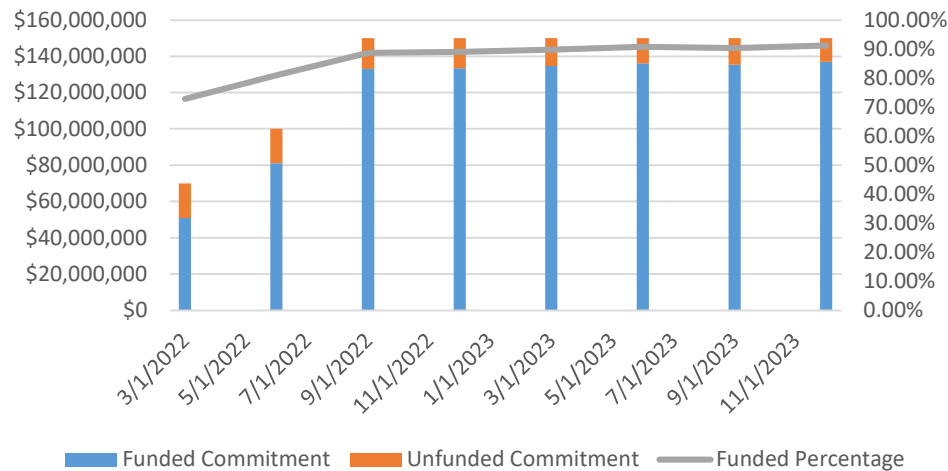
Performance Measures

Net IRR Since Inception:	9.37%
Realization Multiple (DPI):	\$0.44
Residual Value to Paid in Multiple (RVPI):	\$0.72
Investment Multiple (TVPI):	\$1.17

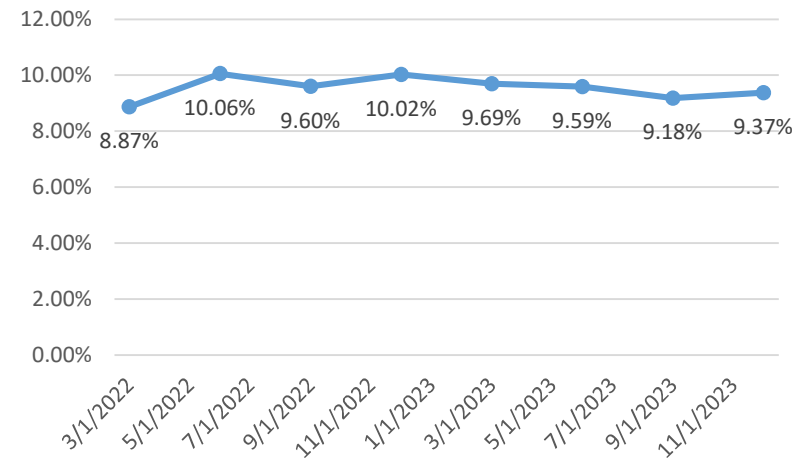
Expenses Since Inception



Commitment Level and Funded Percentage



IRR Trend



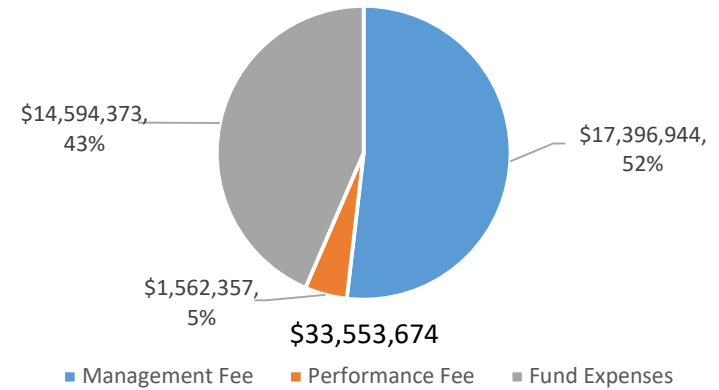
Private Credit Program Performance

Analysis Date:	12/31/2023
Program Name:	Private Credit
Program Inception Date:	5/16/2013
Total Commitment:	\$234,999,999
Unfunded Commitment as of Analysis Date:	\$36,491,983
% Funded as of Analysis Date:	84.47%
Program Fund Balance:	\$132,531,219

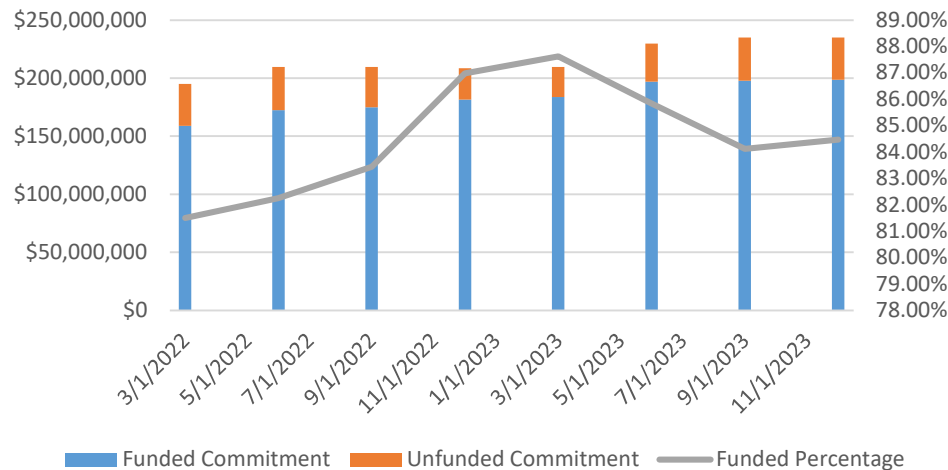
Performance Measures

Net IRR Since Inception:	2.95%
Realization Multiple (DPI):	\$0.50
Residual Value to Paid in Multiple (RVPI):	\$0.50
Investment Multiple (TVPI):	\$1.00

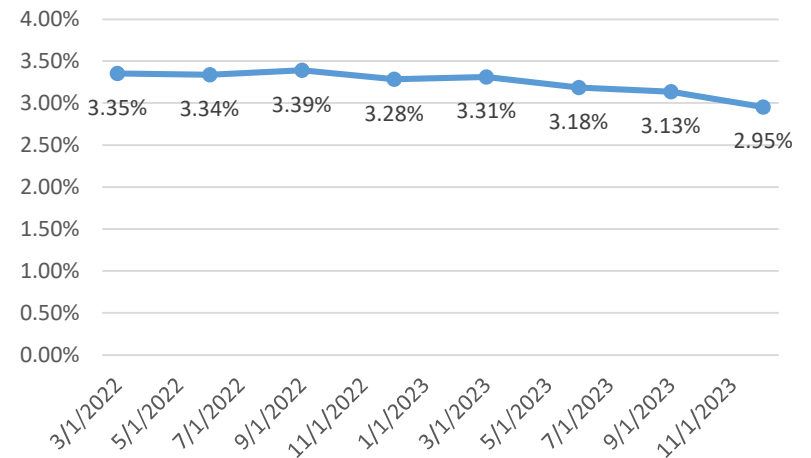
Expenses Since Inception



Commitment Level and Funded Percentage



IRR Trend



Note: 12/31/2023 data for Raven III and Medley/Upwelling II was not available when this report was produced. Values from the prior quarter were used as estimates.

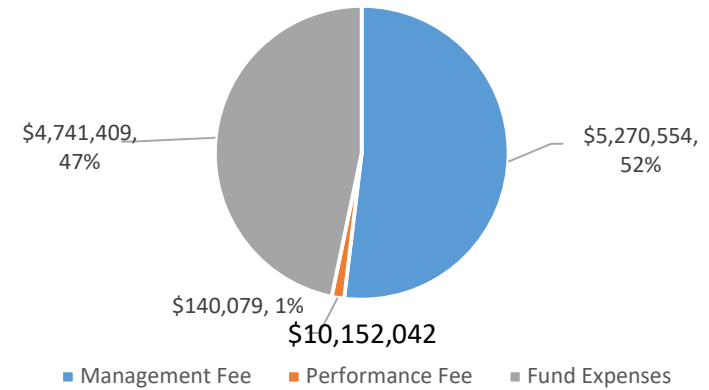
Private Equity Program Performance

Analysis Date:	12/31/2023
Program Name:	Private Equity
Program Inception Date:	4/30/2020
Total Commitment:	\$165,000,000
Unfunded Commitment as of Analysis Date:	\$70,759,908
% Funded as of Analysis Date:	57.12%
Program Fund Balance:	\$112,019,784

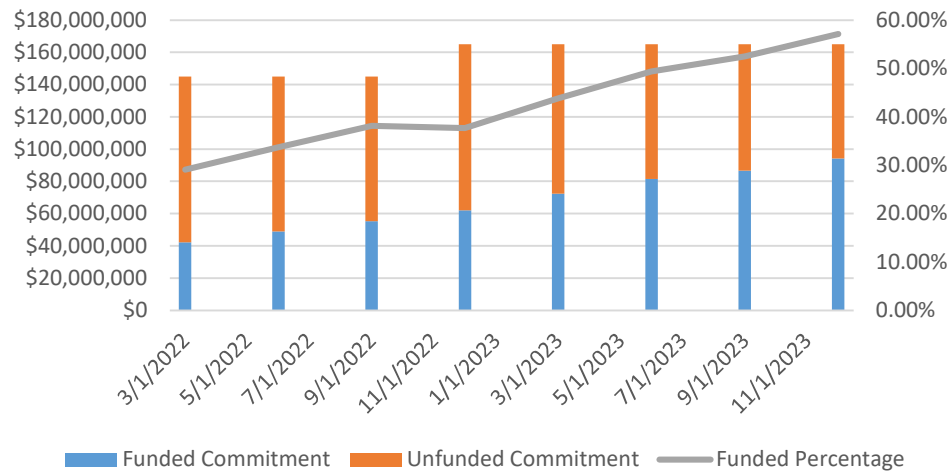
Performance Measures

Net IRR Since Inception:	12.17%
Realization Multiple (DPI):	\$0.05
Residual Value to Paid in Multiple (RVPI):	\$1.05
Investment Multiple (TVPI):	\$1.09

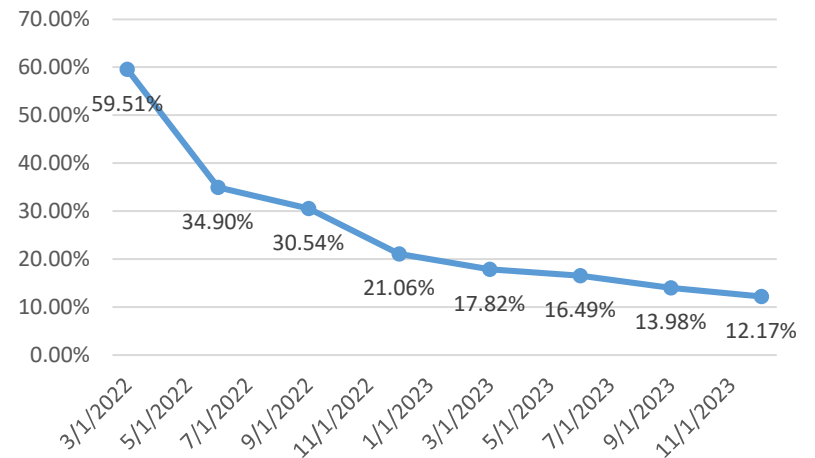
Expenses Since Inception



Commitment Level and Funded Percentage



IRR Trend



Note: 12/31/2023 data for Sole Source Capital Partners II was not available when this report was produced. Values from the prior quarter were used as estimates.



Conference Summary

1. **Attendee Name:** Tom Stadelmaier
2. **Event Name:** P&I Private Markets Conference
3. **Event Date:** April 9-10, 2024
4. **Event Location:** Chicago
5. **Describe what was good about the event:**

The P&I Private Markets Conference was a good opportunity for additional education on private markets with industry experts sharing the latest ideas and concepts. Panel topics included due diligence, LP vs. GP perspectives, benchmarking, emerging managers, valuations, portfolio construction, secondary markets and many other relevant topics.

This was also a great opportunity to hear directly about investment opportunities and get a greater understanding of the process and success factors. Private markets are becoming an even greater portion of our portfolio over time (in terms of assets and staff time spent) and it's important for us to have a good understanding of this market and stay up-to-speed regarding industry thought and best practices.

In addition to the educational panels and meetings at the conference, I was able to meet in person with several of our current providers including Ares, Attucks, and Northern Trust.

6. **Would you recommend this event to other trustees/staff?**

Yes. P&I offers a variety of great conferences and is able to attract a diverse field of industry talent that we don't always see at the California events. As an allocator we are able to attend these conferences with minimal expense as well so it's a very good value.

7. **Number of Education Credits:** N/A



MONTHLY PERFORMANCE REPORT

STANISLAUS COUNTY EMPLOYEES'
RETIREMENT ASSOCIATION

MARCH 31, 2024

Dan Hennessy, CFA, CAIA, Senior Consultant

Sam Austin, Partner

John Tolar, Consulting Analyst



CALENDAR YEAR INDEX PERFORMANCE

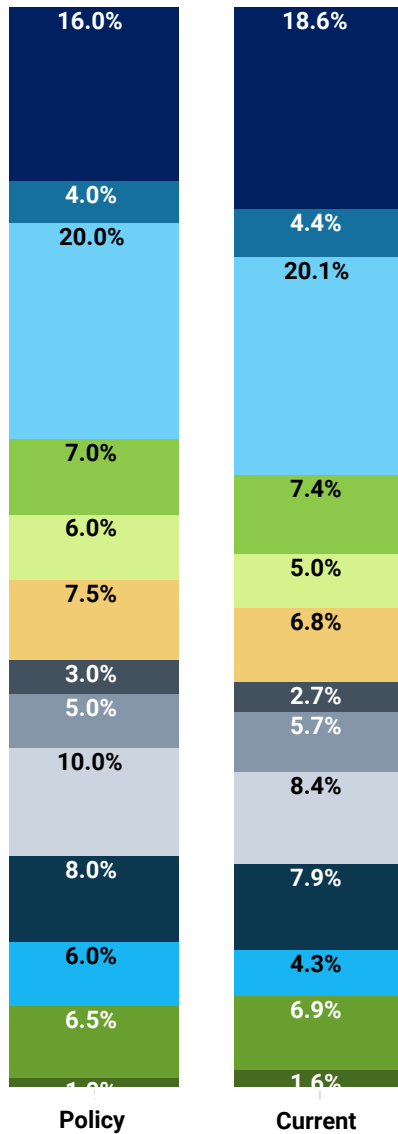
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	Mar	YTD
S&P 500	13.7%	1.4%	12.0%	21.8%	-4.4%	31.5%	18.4%	28.7%	-18.1%	26.3%	3.2%	10.6%
Russell 1000	13.2%	0.9%	12.1%	21.7%	-4.8%	31.4%	21.0%	26.5%	-19.1%	26.5%	3.2%	10.3%
Russell 2000	4.9%	-4.4%	21.3%	14.6%	-11.0%	25.5%	20.0%	14.8%	-20.4%	16.9%	3.6%	5.2%
Russell 2500	7.1%	-2.9%	17.6%	16.8%	-10.0%	27.8%	20.0%	18.2%	-18.4%	17.4%	4.1%	6.9%
MSCI EAFE	-4.9%	-0.8%	1.0%	25.0%	-13.8%	22.0%	7.8%	11.3%	-14.5%	18.2%	3.3%	5.8%
MSCI EM	-2.2%	-14.9%	11.2%	37.3%	-14.6%	18.4%	18.3%	-2.5%	-20.1%	9.8%	2.5%	2.4%
MSCI ACWI	4.2%	-2.4%	7.9%	24.0%	-9.4%	26.6%	16.3%	18.5%	-18.4%	22.2%	3.1%	8.2%
Private Equity	22.3%	14.6%	10.4%	10.3%	21.0%	13.1%	17.2%	45.0%	-9.3%	3.1%	-	-
BBG TIPS	3.6%	-1.4%	4.7%	3.0%	-1.3%	8.4%	11.0%	6.0%	-11.8%	3.9%	0.8%	-0.1%
BBG Municipal	9.1%	3.3%	0.2%	5.4%	1.3%	7.5%	5.2%	1.5%	-8.5%	6.4%	0.0%	-0.4%
BBG Muni High Yield	13.8%	1.8%	3.0%	9.7%	4.8%	10.7%	4.9%	7.8%	-13.1%	9.2%	1.2%	1.5%
BBG US Corporate HY	2.5%	-4.5%	17.1%	7.5%	-2.1%	14.3%	7.1%	5.3%	-11.2%	13.4%	1.2%	1.5%
BBG US Agg Bond	6.0%	0.5%	2.6%	3.5%	0.0%	8.7%	7.5%	-1.5%	-13.0%	5.5%	0.9%	-0.8%
BBG Global Agg	0.6%	-3.2%	2.1%	7.4%	-1.2%	6.8%	9.2%	-4.7%	-16.2%	5.7%	0.6%	-2.1%
BBG Long Treasuries	25.1%	-1.2%	1.3%	8.5%	-1.8%	14.8%	17.7%	-4.6%	-29.3%	3.1%	1.2%	-3.3%
BBG US Long Credit	16.4%	-4.6%	10.2%	12.2%	-6.8%	23.4%	13.3%	-1.2%	-25.3%	10.7%	1.9%	-1.6%
BBG US STRIPS 20+ Yr	46.4%	-3.7%	1.4%	13.7%	-4.1%	20.9%	24.0%	-5.2%	-39.6%	1.1%	1.1%	-6.0%
JPM GBI-EM Global Div	-5.7%	-14.9%	9.9%	15.2%	-6.2%	13.5%	2.7%	-8.7%	-11.7%	12.7%	0.0%	-2.1%
JPM EMBI Glob Div	7.4%	1.2%	10.2%	10.3%	-4.3%	15.0%	5.3%	-1.8%	-17.8%	11.1%	2.1%	2.0%
CS Hedge Fund	4.1%	-0.7%	1.2%	7.1%	-3.2%	9.3%	6.4%	8.2%	1.1%	5.8%	-	3.5%
BBG Commodity	-17.0%	-24.7%	11.8%	1.7%	-11.2%	7.7%	-3.1%	27.1%	16.1%	-7.9%	3.3%	2.2%
Alerian Midstream	16.4%	-37.3%	33.8%	-2.4%	-13.3%	24.0%	-23.4%	38.4%	21.5%	14.5%	6.5%	10.2%
FTSE NAREIT Equity REITs	30.1%	3.2%	8.5%	5.2%	-4.6%	26.0%	-8.0%	43.2%	-24.4%	13.7%	2.1%	-0.2%

*Private Equity return represents calendar year pooled IRR and is subject to a one quarter lag
Source: FactSet, Barclays, Thomson One



ASSET ALLOCATION VS. POLICY

Asset Allocation vs. Target



	Current (\$)	Current (%)	Policy (%)	Differences* (%)	Policy Range (%)	Within Range
Large Cap Equity	525,690,745	18.6	16.0	2.6	12.0 - 20.0	Yes
Small Cap Equity	125,328,330	4.4	4.0	0.4	0.0 - 7.0	Yes
International Equity	568,354,239	20.1	20.0	0.1	14.0 - 26.0	Yes
Intermediate	209,891,501	7.4	7.0	0.4	4.0 - 10.0	Yes
Treasury	142,266,317	5.0	6.0	-1.0	4.0 - 8.0	Yes
Infrastructure	192,346,342	6.8	7.5	-0.7	0.0 - 12.0	Yes
Absolute Return	76,882,408	2.7	3.0	-0.3	0.0 - 5.0	Yes
Private Equity	160,874,666	5.7	5.0	0.7	0.0 - 8.0	Yes
Risk Parity	237,646,938	8.4	10.0	-1.6	6.0 - 14.0	Yes
Private Credit	224,351,740	7.9	8.0	-0.1	0.0 - 10.0	Yes
Non-Core Real Estate	120,736,479	4.3	6.0	-1.7	0.0 - 10.0	Yes
Real Estate - Core	193,939,252	6.9	6.5	0.4	0.0 - 10.0	Yes
Cash	46,562,819	1.6	1.0	0.6	0.0 - 4.0	Yes
Total	2,824,871,775	100.0	100.0	0.0		

*Difference between Policy and Current Allocation

TOTAL FUND PERFORMANCE DETAIL

	Allocation		Performance (%)									
	Market Value (\$)	% of Portfolio	1 Mo (%)	3 Mo (%)	FYTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	7 Yrs (%)	10 Yrs (%)	Inception (%)	Inception Date
Total Fund	2,824,871,775	100.0	2.0	3.6	8.1	10.4	4.4	7.1	7.0	6.5	8.6	Jan-95
Policy Index			1.9	4.1	9.3	12.7	5.3	7.9	7.5	7.0	8.0	
Allocation Index			2.4	4.4	9.2	12.2	4.0					
Liquidity Sub-Portfolio	256,454,320	9.1	0.6	0.6	4.5	4.7	1.1	2.8	2.5		2.1	Aug-14
StanCERA Liquidity Blended BM			0.6	0.0	3.6	3.0	-0.4	1.9	1.8		1.6	
Cash	46,562,818	1.6	0.5	1.4	4.5	6.0	4.1	3.0	2.6		2.1	Aug-14
FTSE 1 Month T-Bill			0.5	1.4	4.1	5.4	2.7	2.0	1.9		1.4	
Cashflow-Matched Bonds	209,891,501	7.4	0.6	0.4	4.6	4.5	0.3	2.5			2.4	Jul-17
Blmbg. Intermed. U.S. Government/Credit			0.6	-0.2	3.5	2.7	-1.1	1.1			1.3	
Insight	209,891,501	7.4	0.6	0.4	4.6	4.5	0.3	2.5			2.4	Jul-17
Blmbg. Intermed. U.S. Government/Credit			0.6	-0.2	3.5	2.7	-1.1	1.1			1.3	
Growth Sub-Portfolio	2,111,621,793	74.8	2.1	4.1	9.3	12.8	6.0	9.1	8.8	8.0	8.2	Jan-04
StanCERA Growth Blended BM			2.3	5.3	10.7	15.0	7.3	10.2	9.8			
US Equities	651,019,075	23.0	3.6	9.2	19.7	29.4	10.4	14.5	13.0	11.6	10.3	Jan-04
Russell 3000 Index			3.2	10.0	19.3	29.3	9.8	14.3	13.4	12.3	10.1	
US Large Equity	525,690,745	18.6	3.5	10.0	20.1	30.6	10.9	15.2	14.2	12.7	12.8	Jan-95
Russell 1000 Index			3.2	10.3	19.6	29.9	10.5	14.8	13.9	12.7	10.8	
BlackRock Russell 1000 Growth	255,471,605	9.0	1.8	11.4	23.2	39.0	12.5	18.5	18.0	16.0	16.8	Aug-10
Russell 1000 Growth Index			1.8	11.4	23.2	39.0	12.5	18.5	18.1	16.0	16.7	
BlackRock Russell 1000 Value	132,779,911	4.7	5.0	9.0	15.6	20.2	8.1	10.4	9.2	9.1	11.7	Aug-09
Russell 1000 Value Index			5.0	9.0	15.6	20.3	8.1	10.3	9.2	9.0	11.6	
Dodge & Cox-Equity	137,439,229	4.9	5.6	8.5	19.2	25.9	10.5	13.2	11.4	10.9	12.1	Jan-95
Russell 1000 Value Index			5.0	9.0	15.6	20.3	8.1	10.3	9.2	9.0	9.9	
US Small Equity	125,328,330	4.4	3.9	6.1	18.1	24.8	8.2	11.7	9.0	8.0	12.3	Jan-09
Russell 2000 Index			3.6	5.2	13.8	19.7	-0.1	8.1	7.7	7.6	11.5	
Attucks Small Cap	125,328,330	4.4	3.9	6.1	18.1	24.8	8.2	11.7	9.2	8.7	12.5	Jan-09
Russell 2000 Value Index			4.4	2.9	15.1	18.8	2.2	8.2	6.6	6.9	10.3	
International Equity	568,354,239	20.1	3.6	4.6	12.3	16.1	3.8	7.6	6.7	5.2	6.5	Oct-04
MSCI AC World ex USA (Net)			3.1	4.7	10.6	13.3	1.9	6.0	5.9	4.3	5.8	
LSV Int'l Large Cap Value	308,192,202	10.9	3.5	4.7	14.9	19.4	6.5	8.0	6.7	5.2	6.4	Oct-04
MSCI AC World ex USA Value (Net)			3.5	3.4	12.0	15.3	4.6	5.4	4.8	3.2	5.2	
Fidelity Int'l Growth	260,162,037	9.2	3.8	4.5	9.4	12.3	0.9	6.9	6.5	4.9	4.4	May-06
MSCI AC World ex USA Growth (Net)			2.8	5.9	9.1	11.2	-0.8	6.2	6.7	5.1	4.4	

- Cash Composite includes the Transaction Account Value.

TOTAL FUND PERFORMANCE DETAIL

	Allocation		Performance (%)									
	Market Value (\$)	% of Portfolio	1 Mo (%)	3 Mo (%)	FYTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	7 Yrs (%)	10 Yrs (%)	Inception (%)	Inception Date
Core Real Estate	193,939,252	6.9	-0.7	-0.7	-0.8	-1.0	5.1	4.6	4.8	5.7	2.9	Apr-08
<i>NCREIF Property Index</i>			0.0	0.0	-4.3	-6.2	4.0	4.0	4.8	6.5	5.5	
Prime Property Fund	93,638,622	3.3	-1.3	-1.3	-3.7	-5.9	5.5	4.9	5.8		6.5	Oct-15
<i>NCREIF ODCE</i>			-2.4	-2.4	-8.8	-11.3	3.4	3.5	4.7		5.5	
PGIM Real Estate US Debt Fund	100,300,630	3.6	0.0	0.0	2.6	4.5	5.1	5.1			5.2	Sep-18
<i>Blmbg. U.S. Investment Grade: CMBS Index</i>			0.9	1.0	5.2	4.6	-1.4	1.2			1.8	
Value-Add Real Estate	120,736,479	4.3	0.0	0.0	-2.4	-5.9	5.2	7.4	8.5		9.0	Aug-14
<i>NCREIF Property Index +2%</i>			0.2	0.5	-2.9	-4.4	6.1	6.0	6.9		8.6	
American Strategic Value Realty	79,600,547	2.8	0.0	0.0	-6.0	-8.1	3.9	4.6	5.9		8.0	Jan-15
<i>NCREIF Property Index</i>			0.0	0.0	-4.3	-6.2	4.0	4.0	4.8		6.1	
Greenfield Acquisition Partners VII	836,044	0.0	0.0	0.0	-7.7	-5.2	-4.5	2.2	5.2		6.5	Aug-14
<i>NCREIF-ODCE +1%</i>			-2.3	-2.1	-8.2	-10.4	4.4	4.5	5.7		7.8	
Grandview Property Partners I	18,311,172	0.6	0.0	0.0	12.7	0.0	12.4	17.5			18.2	Apr-18
<i>NCREIF-ODCE +1%</i>			-2.3	-2.1	-8.2	-10.4	4.4	4.5			5.2	
Grandview Property Partners II	16,988,716	0.6	0.0	0.0	1.9	1.2					-0.2	Dec-21
<i>NCREIF-ODCE +1%</i>			-2.3	-2.1	-8.2	-10.4					0.9	
TA Realty Value Fund XIII	5,000,000	0.2	0.0	0.0							0.0	Dec-23
<i>NCREIF-ODCE +1%</i>			-2.3	-2.1							-6.8	
Infrastructure	192,346,342	6.8	0.0	0.0	-1.7	-0.2	1.4	3.0	7.1		4.5	Jun-15
<i>CPI + 5% 1 Qtr Lag (Unadjusted)</i>			0.3	0.9	5.4	8.5	10.9	9.3	8.7		8.2	
MS Infrastructure Partners II	13,096,525	0.5	0.0	0.0	-1.6	-2.0	7.5	6.7	9.8		6.6	Jun-15
<i>CPI + 5% 1 Qtr Lag (Unadjusted)</i>			0.3	0.9	5.4	8.5	10.9	9.3	8.7		8.2	
Palistar Communications Infrastructure Fund II	16,651,259	0.6	0.0	0.0	1.4	5.9					7.2	Feb-22
<i>CPI + 5% 1 Qtr Lag (Unadjusted)</i>			0.3	0.9	5.4	8.5					10.1	
JP Morgan IIF Hedged LP	34,538,655	1.2	0.0	0.0	2.6	4.1					8.2	Apr-22
<i>CPI + 5% 1 Qtr Lag (Unadjusted)</i>			0.3	0.9	5.4	8.5					10.1	
Northern Trust Infrastructure Fund	70,592,920	2.5	0.0	0.0	-5.9	-5.2					-4.0	Jul-21
<i>67% STOXX Global Broad Infra/33% Blmbg. US TIPS 1 Qtr Lag</i>			9.1	9.1	3.2	3.9					-0.5	
IFM Global Infrastructure Fund	55,292,742	2.0	0.0	0.0	0.8	3.4					6.2	Aug-22
<i>CPI + 5% 1 Qtr Lag (Unadjusted)</i>			0.3	0.9	5.4	8.5					8.8	
Carlyle Renewable and Sustainable Energy Fund II	2,174,241	0.1	0.0								0.0	Feb-24
<i>CPI + 5% 1 Qtr Lag (Unadjusted)</i>			0.3								0.5	

TOTAL FUND PERFORMANCE DETAIL

	Allocation		Performance (%)									
	Market Value (\$)	% of Portfolio	1 Mo (%)	3 Mo (%)	FYTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	7 Yrs (%)	10 Yrs (%)	Inception (%)	Inception Date
Private Equity	160,874,666	5.7	0.8	2.4	6.1	7.8	5.4	11.7			12.6	Dec-18
<i>Russell 3000 + 3% QTR Lagged</i>			5.6	12.9	20.2	29.7	11.8	18.6			14.3	
Private Equity	120,123,049	4.3	0.0	0.0	2.3	0.6	6.9				13.0	Apr-20
<i>Russell 3000 + 3% QTR Lagged</i>			5.6	12.9	20.2	29.7	11.8				14.9	
Private Equity Proxy	40,751,617	1.4	3.2	10.0	19.3	29.3	9.8	14.3	14.2	13.0	10.4	Dec-03
<i>Russell 3000 Index</i>			3.2	10.0	19.3	29.3	9.8	14.3	13.4	12.3	10.3	
Private Credit	224,351,740	7.9	0.5	0.6	4.1	4.8	3.5	0.3	1.3	2.1	2.4	Jun-13
<i>S&P/LSTA Leveraged Loan Index +2% Qtr Lag</i>			1.8	3.4	11.4	15.6	7.9	7.9	6.9	6.5	6.5	
Private Credit	140,498,002	5.0	0.0	0.0	1.1	1.2	6.5	2.1	2.6	3.0	3.2	Jun-13
<i>S&P/LSTA Leveraged Loan Index +2% Qtr Lag</i>			1.8	3.4	11.4	15.6	7.9	7.9	6.9	6.5	6.5	
Private Credit Proxy	83,853,738	3.0	1.2	1.7	9.4	11.1					1.2	Jul-21
<i>ICE BofA US High Yield Master II Constrained</i>			1.2	1.5	9.3	11.1					1.4	
Risk-Diversifying Sub-Portfolio	456,795,662	16.2	2.6	2.8	4.9	3.6	-0.2	1.1	1.6	2.2	3.9	Dec-03
<i>StanCERA Risk-Diversifying Blended BM</i>			1.5	2.0	6.7	8.2	1.3	2.6	2.4	2.2		
Risk Parity	237,646,938	8.4	3.8	3.0	5.2	3.3	-2.2	2.1			2.3	Dec-17
<i>60% MSCI ACWI (Net)/ 40% Bloomberg Global Agg</i>			2.1	4.0	10.3	13.7	2.3	6.2			5.3	
AQR Global Risk Premium - EL	129,371,466	4.6	3.5	3.4	7.4	6.3	0.7	3.4			3.8	Apr-18
<i>60% MSCI ACWI (Net)/ 40% Bloomberg Global Agg</i>			2.1	4.0	10.3	13.7	2.3	6.2			5.4	
PanAgora Risk Parity Multi Asset	108,275,472	3.8	4.2	2.4	2.6	-0.2	-5.4	0.6			1.1	Dec-17
<i>60% MSCI ACWI (Net)/ 40% Bloomberg Global Agg</i>			2.1	4.0	10.3	13.7	2.3	6.2			5.3	
US Treasury Bonds	142,266,317	5.0	0.7	-1.2	0.8	-0.7	-3.2	-0.4	0.6	1.5	3.6	Dec-03
<i>Blmbg. U.S. Treasury: 7-10 Year</i>			0.8	-1.4	0.5	-1.4	-3.7	-0.5	0.4	1.3	3.3	
Northern Trust Intermediate Gov't Bond	102,871,662	3.6	0.5	-0.4	2.7	1.5	-1.4	0.6			0.8	Aug-17
<i>Blmbg. U.S. Government: Intermediate</i>			0.5	-0.3	2.8	1.6	-1.4	0.6			0.9	
Northern Trust Long Term Gov't Bond	39,394,655	1.4	1.2	-3.3	-3.9	-6.2	-7.1	-2.3			-0.8	Aug-17
<i>Blmbg. U.S. Government: Long Term Bond Index</i>			1.2	-3.2	-3.8	-6.0	-8.0	-2.8			-1.2	
Liquid Absolute Return	76,882,408	2.7	2.9	10.3	10.3	11.3					11.9	Oct-21
<i>30 Day T-Bill + 4%</i>			0.8	2.4	7.3	9.6					7.3	
Graham Proprietary Matrix	76,882,408	2.7	2.9	10.3	13.9	14.9					16.2	Nov-21
<i>HFRI Macro (Total) Index</i>			3.2	6.2	6.7	8.5					5.4	

CASH FLOW SUMMARY BY MANAGER

	1 Month Ending March 31, 2024				
	Beginning Market Value	Contributions	Withdrawals	Ending Market Value	Net Investment Change
Abry Senior Equity VI, L.P.	\$9,157,899	\$879,300	-	\$10,037,199	-
American Strategic Value Realty	\$79,600,547	-	-	\$79,600,547	-
AQR Global Risk Premium - EL	\$125,032,722	-	-	\$129,371,466	\$4,338,744
Audax Private Equity VII	\$4,963,236	-	-	\$4,963,236	-
Blackrock High Yield Fund	\$82,821,054	-	-	\$83,853,738	\$1,032,684
BlackRock Russell 1000 Growth	\$251,040,387	-	-	\$255,471,605	\$4,431,218
BlackRock Russell 1000 Value	\$126,458,045	-	-	\$132,779,911	\$6,321,867
Blue Wolf Capital Fund V-A, L.P.	\$5,564,435	-	-	\$5,564,435	-
Callodine Loan Fund II LP	\$11,555,591	-	-	\$11,555,591	-
Cash Account	\$47,718,939	\$2,192,681	-\$3,897,791	\$46,243,239	\$229,409
Carlyle Renewable and Sustainable Energy Fund II	\$2,174,241	-	-	\$2,174,241	-
Channing	\$33,024,163	-	-\$56,194	\$34,711,644	\$1,743,676
Clayton, Dublier, & Rice	\$17,760,938	-	-	\$17,760,938	-
Crestline Opportunity Fund IV	\$6,250,656	\$1,215,699	-	\$7,466,355	-
Dodge & Cox-Equity	\$130,189,407	-	-	\$137,439,229	\$7,249,822
Fidelity Int'l Growth	\$250,706,600	-	-	\$260,162,037	\$9,455,437
Genstar Capital Partners X	\$14,618,732	-	-	\$14,618,732	-
Graham Proprietary Matrix	\$74,595,396	-	-	\$76,882,408	\$2,287,012
Grandview Property Partners I	\$18,038,070	\$273,102	-	\$18,311,172	-
Grandview Property Partners II	\$16,084,803	\$903,913	-	\$16,988,716	-
Great Hill EP VIII	\$3,420,541	-	-	\$3,420,541	-
Greenfield Acquisition Partners VII	\$879,972	-	-\$43,928	\$836,044	-
Gridiron Capital Fund V	\$4,360,412	-	-	\$4,360,412	-
Gryphon Partners VI LP	\$18,357,339	-	-	\$18,357,339	-
IFM Global Infrastructure Fund	\$55,292,742	-	-	\$55,292,742	-
Insight	\$212,565,411	-	-\$3,942,119	\$209,891,501	\$1,268,209
Insight Partners XI	\$21,206,565	-	-	\$21,206,565	-
JP Morgan IIF Hedged LP	\$34,538,655	-	-	\$34,538,655	-
KSL Credit Opportunities IV	-	\$87,616	-	\$87,616	-

CASH FLOW SUMMARY BY MANAGER

	Beginning Market Value	Contributions	Withdrawals	Ending Market Value	Net Investment Change
LSV Int'l Large Cap Value	\$297,778,848	-	-	\$308,192,202	\$10,413,354
Upwelling Capital	\$364,100	-	-	\$364,100	-
Monroe Private Credit IV	\$16,668,195	-	-\$533,510	\$16,134,685	-
MS Infrastructure Partners II	\$13,096,525	-	-	\$13,096,525	-
Northern Trust Infrastructure Fund	\$70,721,484	\$1,129	-\$129,693	\$70,592,920	-
Northern Trust Intermediate Gov't Bond	\$102,389,390	\$10,390	-	\$102,871,662	\$471,881
Northern Trust Long Term Gov't Bond	\$38,925,570	\$3,780	-	\$39,394,655	\$465,305
Northern Trust Russell 3000	\$39,478,464	\$2,194	-	\$40,751,617	\$1,270,959
Owl Rock First Lien Fund	\$9,279,965	-	-\$267,984	\$9,011,981	-
Pacific Ridge	\$18,943,507	-	-\$47,238	\$19,754,409	\$858,141
Palistar Communications Infrastructure Fund II	\$16,651,259	-	-	\$16,651,259	-
PanAgora Risk Parity Multi Asset	\$103,925,360	-	-	\$108,275,472	\$4,350,112
PGIM Real Estate US Debt Fund	\$100,300,630	-	-	\$100,300,630	-
Phocas'	\$28,235,083	-	-\$45,578	\$29,361,261	\$1,171,756
Prime Property Fund	\$95,874,930	-	-\$947,267	\$93,638,622	-\$1,289,041
Raven Opportunity III	\$51,649,570	-	-	\$51,649,570	-
Seizert	\$40,493,060	-	-\$52,963	\$41,501,015	\$1,060,918
Sole Source Capital Partners II	\$13,978,274	\$520,594	-	\$14,498,868	-
Strategic Values Special Situations Fund V, L.P.	\$7,049,038	-	-	\$7,049,038	-
TA Realty Value Fund XIII	\$5,000,000	-	-	\$5,000,000	-
Transition Account	\$318,322	-	-	\$319,580	\$1,258
Vista Foundation Fund IV	\$15,371,983	-	-	\$15,371,983	-
White Oak Pinnacle	\$27,141,867	-	-	\$27,141,867	-
Total	\$2,771,612,919	\$6,090,399	-\$9,964,264	\$2,824,871,775	\$57,132,721

- All performance is shown net of investment management fees.
- Attucks Small Cap performance is preliminary.
- Performance history is provided by Verus through June 2020. As of July 1, 2020 performance is calculated and reported by NEPC.
- Policy Index history:
 - **Inception - 6/30/2017:** 14.4% Russell 1000 Value, 11.3% Russell 1000 Growth, 4.8% S&P 500, 4% Russell 2000 Value, 3.7% Russell 2000 Growth, 18% MSCI ACWI ex USA Gross, 29.8%Bloomberg US Aggregate TR, 3.5% DJ US Select RESI TR USD, 7.5% 9% Annual, 3% CPI + 4%
 - **7/1/2017 - 8/31/2018:** 18.5% Russell 1000, 5.5% Russell 2000, 24% MSCI ACWI ex USA Gross, 19% Bloomberg US Govt/Credit 1-3 Yr. TR, 1% FTSE T-Bill 1 Month TR, 3% Bloomberg US Treasury 7-10 Yr TR, 7.7% NCREIF Property Index, 1.7% NCREIF Property Index +2%, 0.6% CPI + 5%, 5% Bloomberg US High Yield + 2%, 14% 60% MSCI ACWI Net/40% Bloomberg Global Aggregate
 - **9/1/2018 - 5/30/2019:** 10% Russell 1000, 3% Russell 2000, 6% Russell 3000 +3%, 27% MSCI ACWI ex USA Gross, 20% Bloomberg US Govt/Credit 1-3 Yr. TR, 1% FTSE T-Bill 1 Month TR, 3%Bloomberg US Treasury 7-10 Yr TR, 5% NCREIF Property Index, 5% NCREIF Property Index +2%, 1% CPI + 5%, 6% S&P/LSTA Leveraged Loan Index+2%, 13% 60% MSCI ACWI Net/40% Bloomberg Global Aggregate
 - **6/1/2019 - 6/30/2020:** 14% Russell 1000, 3% Russell 2000, 6% Russell 3000 + 3%, 23% MSCI ACWI ex-USA, 19% Bloomberg US Gov't/Credit 1-3 Yr, 1% Citi 1 Month T-Bills, 3% Bloomberg US Treasury 7-10 Yr, 5% NCREIF Property, 5% NCREIF Property +2%, 2% CPI +5%, 6% S&P/LSTA Leveraged Loan Index + 2%, 13% 60% MSCI ACWI / 40% Bloomberg Global Aggregate
 - **7/1/2020 - 12/31/2020:** 14% Russell 1000, 3% Russell 2000, 6% Russell 3000 + 3%, 23% MSCI ACWI ex-USA, 8% Bloomberg US Gov't/Credit 1-3 Yr, 1% Citi 1 Month T-Bills, 3% Bloomberg US Treasury 7-10 Yr, 5% NCREIF Property, 5% NCREIF Property +2%, 2% CPI +5%, 6% S&P/LSTA Leveraged Loan Index + 2%, 13% 60% MSCI ACWI / 40% Bloomberg Global Aggregate, 11%Bloomberg US Intermediate.
 - **1/1/2021 - 06/30/2021:** 16% Russell 1000, 3.5% Russell 2000, 6% Russell 3000 + 3%, 23% MSCI ACWI ex-USA, 8% Bloomberg US Gov't/Credit 1-3 Yr, 1% Citi 1 Month T-Bills, 5% Bloomberg US Treasury 7-10 Yr, 6% NCREIF Property, 5% NCREIF Property +2%, 2% CPI +5%, 4.5% S&P/LSTA Leveraged Loan Index + 2%, 13%60% MSCI ACWI / 40% Bloomberg Global Aggregate, 7%Bloomberg US Intermediate.
 - **07/01/2021 - 06/30/2023:** 16% Russell 1000, 4% Russell 2000, 5% Russell 3000 + 3%, 20% MSCI ACWI ex USA Gross, 6.5% NCREIF Property Index, 6% NCREIF Property Index + 2%, 7.5% CPI + 5% (Unadjusted), 8% S&P/LSTA Leveraged Loan Index +2%, 6% Bloomberg US Treasury 7-10 Yr TR, 10% 60% MSCI ACWI (Net)/ 40% Bloomberg Global Agg, 3% 30 Day T-Bill + 4%, 1% FTSE T-Bill 1 Month TR, 7% Bloomberg US Govt/Credit Int TR.
 - **07/01/2023 - Present:** 16% Russell 1000, 4% Russell 2000, 5% Russell 3000 + 3%, 20% MSCI ACWI ex USA Gross, 6.5% NCREIF Property Index, 6% NCREIF Property Index + 2%, 7.5% CPI + 5% 1 Qtr Lag (Unadjusted), 8% S&P/LSTA Leveraged Loan Index +2%, 6% Bloomberg US Treasury 7-10 Yr TR, 10% 60% MSCI ACWI (Net)/ 40% Bloomberg Global Agg, 3% 30 Day T-Bill + 4%, 1% FTSE T-Bill 1 Month TR, 7% Bloomberg US Govt/Credit Int TR.
- As of July 1, 2020, the small Capital Prospects transition cash balance is moved from the Cash composite to the Capital Prospects account. Historical performance for Capital Prospects, US Small, US Equities, Growth Sub-Portfolio, Cash, and Liquidity Sub-Portfolio prior to July 1, 2020 reflects performance of these composites before this change.
- Private Equity investments are valued one quarter lagged and adjusted for capital calls and distributions between quarter-end months.
- Value-Add Real Estate managers are valued quarterly adjusted for current cash flows.
- As of July 1, 2023, Infrastructure funds (MS Infrastructure Partners II, Northern Infrastructure Fund, Palistar Communications Infrastructure Fund II, JP Morgan IF Hedged LP, and IFM Global Infrastructure Fund) are valued one quarter lagged and adjusted for capital calls and distributions between quarter-end months. Northern Trust Infrastructure Fund's benchmark of 67% STOXX Global Broad Infra/33% Bloomberg US TIPS is valued one quarter lagged.
- Fiscal Year End Date June 30.

DISCLAIMERS & DISCLOSURES

Past performance is no guarantee of future results.

Returns for pooled funds, e.g. mutual funds and collective investment trusts, are collected from third parties; they are not generally calculated by NEPC. Returns for separate accounts, with some exceptions, are calculated by NEPC. Returns are reported net of manager fees unless otherwise noted.

A “since inception” return, if reported, begins with the first full month after funding, although actual inception dates (e.g. the middle of a month) and the timing of cash flows are taken into account in Composite return calculations.

NEPC’s preferred data source is the plan’s custodian bank or record-keeper. If data cannot be obtained from one of the preferred data sources, data provided by investment managers may be used. Information on market indices and security characteristics is received from additional providers. While NEPC has exercised reasonable professional care in preparing this report, we cannot guarantee the accuracy of all source information contained within. In addition, some index returns displayed in this report or used in calculation of a policy index, allocation index or other custom benchmark may be preliminary and subject to change.

All investments carry some level of risk. Diversification and other asset allocation techniques are not guaranteed to ensure profit or protect against losses.

The opinions presented herein represent the good faith views of NEPC as of the date of this presentation and are subject to change at any time. Neither fund performance nor universe rankings contained in this report should be considered a recommendation by NEPC.

This report may contain confidential or proprietary information and may not be copied or redistributed to any party not legally entitled to receive it.

Source of private fund performance benchmark data: Cambridge Associates, via Refinitiv





2024 REAL ASSETS PACING PLAN

STANISLAUS COUNTY ERA

APRIL 23, 2024

Dan Hennessy, CFA, CAIA, Senior Consultant
John Tolar, Consulting Analyst
Sam Austin, Partner



PRIVATE REAL ASSETS BEST PRACTICES

- **A consistent annual investment pace is the best way to mitigate market timing risk**
- **Pacing plans are a critical portfolio management and risk management tool**
- **Private market fund are long-term investments and should not be used to make tactical investment decisions**
- **Ensure that your overall asset allocation has enough true liquidity to meet calls and spending**
- **Seek appropriate diversification across sub-strategies, sectors, fund sizes, etc.**
- **Re-up with strong managers in your portfolio when practicable**

EXECUTIVE SUMMARY

- **StanCERA's private real estate and infrastructure investments have provided positive returns and inflation protection during challenging periods for public market investments.**
- **StanCERA has structured both asset classes in a similar manner:**
 - A few larger open-ended core investments
 - Smaller individual allocations to mostly illiquid value-add strategies to boost long-term returns
 - Public market proxies when necessary to maintain overall investment targets
- **For 2024, we recommend StanCERA make the following new commitments:**
 - Approximately \$30 million to value-add real estate
 - Approximately \$20 million to value-add infrastructure

CURRENT REAL ASSET HOLDINGS AND TARGETS

Strategy	Investment Focus	Vintage Year	NEPC Rating	Current Allocation	Policy Target
Core Real Estate				6.9%	6.5%
Prime Property Fund	U.S. Core Real Estate	Open-Ended	1	3.3%	
PGIM Real Estate Debt Fund	U.S. Senior Real Estate Debt	Open-Ended	3	3.6%	
Value-Add Real Estate				4.3%	6.0%
American Strategic Value Realty	U.S. Core-Plus/Value-Add Real Estate	Open-Ended	3	2.8%	
Greenfield Acquisition Partners VII	U.S. Value-Add Real Estate	2014	Unrated	0.0%	
Grandview Property Partners I	U.S. Value-Add Real Estate	2019	Unrated	0.6%	
Grandview Property Partners II	U.S. Value-Add Real Estate	2021	3	0.6%	
TA Realty Value Fund XIII	U.S. Value-Add Real Estate	2023	2	0.2%	
Infrastructure				6.8%	7.5%
Northern Trust Infrastructure Fund	Public Securities (Global Equity and TIPS)	Open-Ended	1	2.5%	
IFM Global Infrastructure Fund	Global Core Infrastructure	Open-Ended	1	2.0%	
JP Morgan Infrastructure Investment Fund	Global Core Infrastructure	Open-Ended	3	1.2%	
Morgan Stanley Infrastructure Partners II	U.S. Core-Plus Infrastructure	2014	Unrated	0.5%	
Palistar Communications Infrastructure II	Global Value-Add Digital Infrastructure	2022	1	0.6%	
Carlyle Renewable and Sustainable Energy Fund II	Global Value-Add Energy Infrastructure	2023	1	0.1%	

StanCERA's uses a core-satellite approach for both real estate and infrastructure

- Core - Semi-liquid (entrance or exit queues) open-ended core strategies invested in stabilized income producing assets intended to provide current income and long-term inflation protection
- Satellite - Primarily illiquid value-add or opportunistic strategies seeking higher returns through capital appreciation as well as income and inflation protection



PACING PLAN METHODOLOGY

- **Each year, NEPC will provide a review of the real asset (real estate and infrastructure) allocations to determine the commitment budget for the upcoming year.**
 - We consider: existing manager commitments and anticipated calls/distributions, adjustments to the target allocation and the forecasted net growth rate.
 - An annual review provides an opportunity to make adjustments to any of the above factors and assess the program carefully so as to not over-allocate to illiquid investments.
- **The goal is to maintain an active commitment pace in each vintage year going forward, being mindful of the liquidity needs.**
 - Fund and manager recommendations are made in the context of the existing portfolio along with NEPC's market views.
 - Our intention is to develop a program that will invest in various strategies and achieve returns in excess of public market returns.

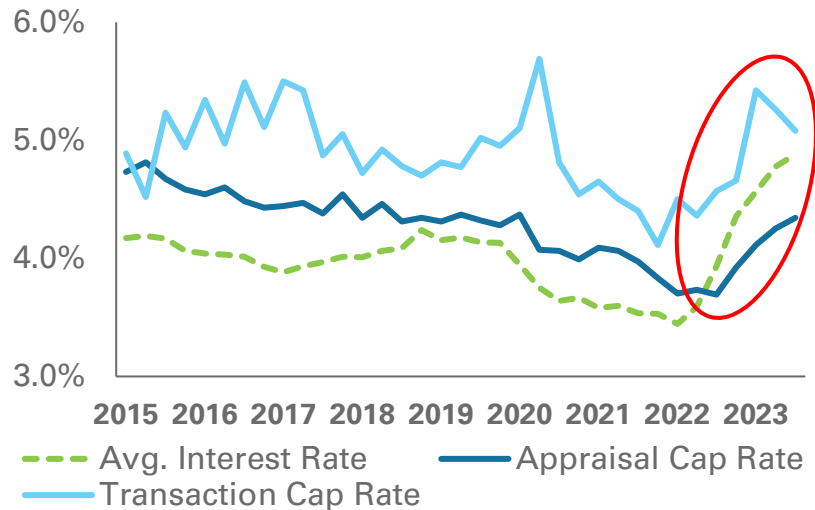
REAL ESTATE MARKET OVERVIEW



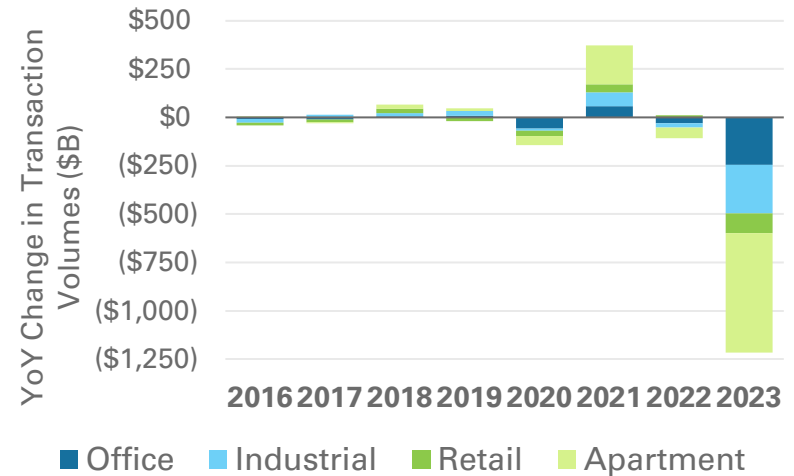
PROPRIETARY & CONFIDENTIAL

REAL ESTATE VALUES ARE STILL ADJUSTING

Interest Rate Increases Lead to Cap Rate Expansion with Valuation Lag



Transaction Volumes Decline Across Property Sectors



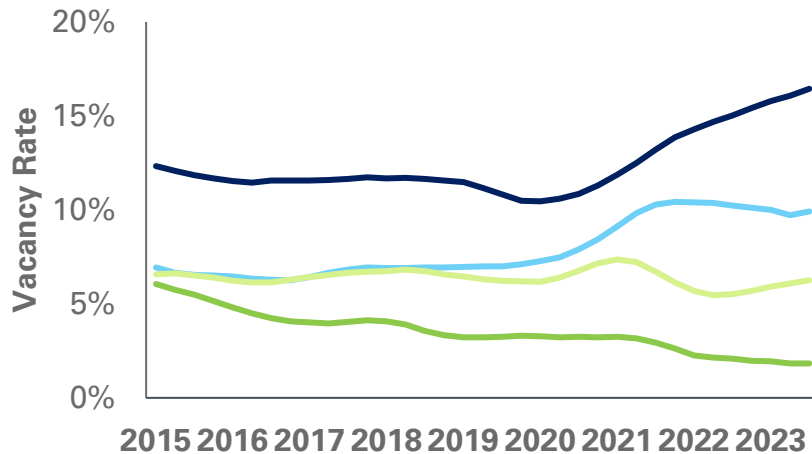
- Interest rate increases driven by the Fed's desire to tame inflation shocked real estate capital markets in 2022 with continued rate increases into 2023
- Cap rate inversion occurred mid-year 2022 and widened as interest rates continued to increase into 2023
- Transaction volumes declined abruptly in late 2022 and a bid-ask spread persists but is narrowing
- Liquidity exists for willing or forced sellers, except for office
- Market acceptance of higher for longer interest rates, continued recognition of value declines, and debt maturities should prompt transaction volumes to increase in 2024 over 2023 levels



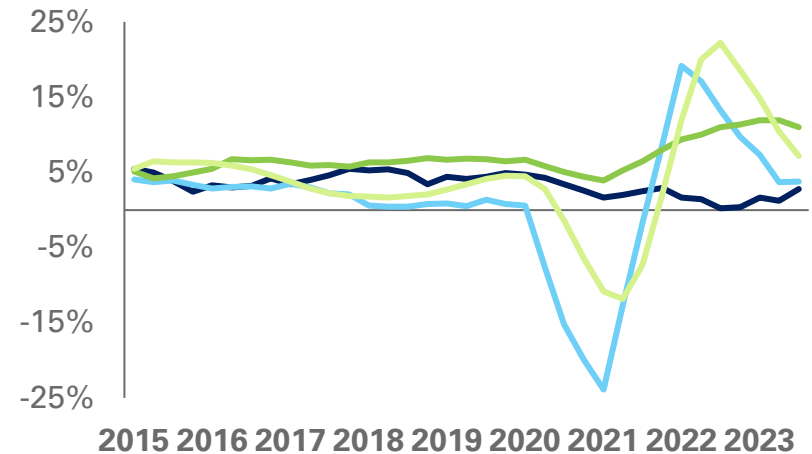
Sources: Average Interest Rates, Transaction Cap Rates, and Appraisal Cap Rates represent NPI figures from NCREIF.

PROPERTY SECTOR ALLOCATION MATTERS

Vacancy Disparity Among Property Sectors Widen as Fundamentals Vary



NOI Growth Is Moderating to Historical Norms but Industrial Remains Strong



— Office — Retail — Industrial — Apartment — Office — Retail — Industrial — Apartment

- **Strong industrial demand continue to drive low vacancy and healthy relative NOI growth, which has been partially offsetting cap rate expansion**
- **Apartments continue to benefit from a shortage of affordable housing and strong long-term demand, while new supply is negatively impacting certain markets and greater dispersion among markets**
- **Retail has largely recovered from pandemic-related stress and finds solid footing, in general**
- **Office remains challenged due to structural changes in technology, working preferences and tenant requirements**



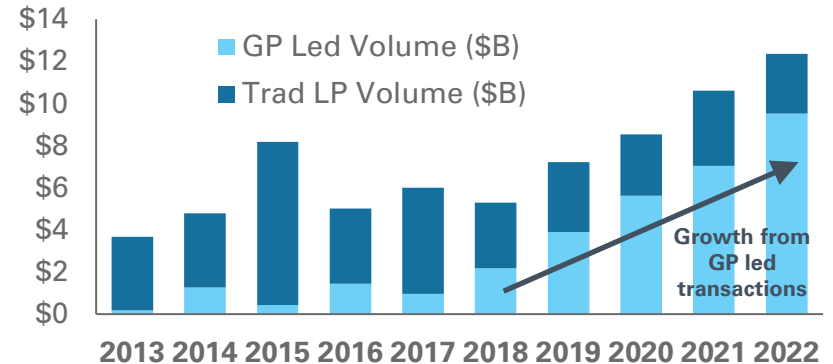
Sources: Data from NCREIF, as of September 30, 2023. NOI Growth shown is the seasonally-adjusted annual rate (SAAR).

SECONDARIES ARE INCREASINGLY ATTRACTIVE

Investment Rationale

- **Liquidity solution for LPs and GPs**
- **Moderate risk profile for investors with a balance of income and appreciation given point of entry**
- **Secondary volume has increased since 2018**
- **GP-led secondaries represent a greater share and have driven transaction volume**
- **Attractive entry pricing with deeper discounts**
- **Real estate fund exposure continues to grow contributing to overall expansion**

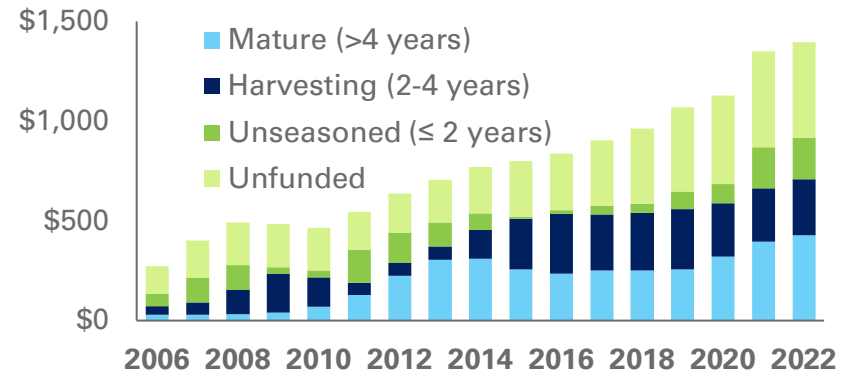
Growing Secondary Transaction Volume



Expanding Secondary Pricing Discounts



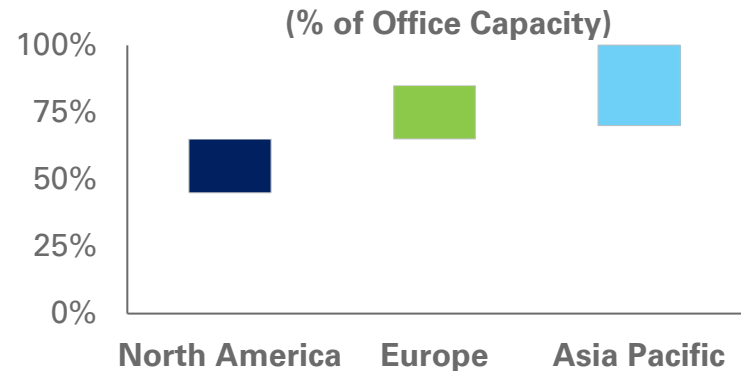
Growing Real Estate Fund Exposure (NAV+ Unfunded)



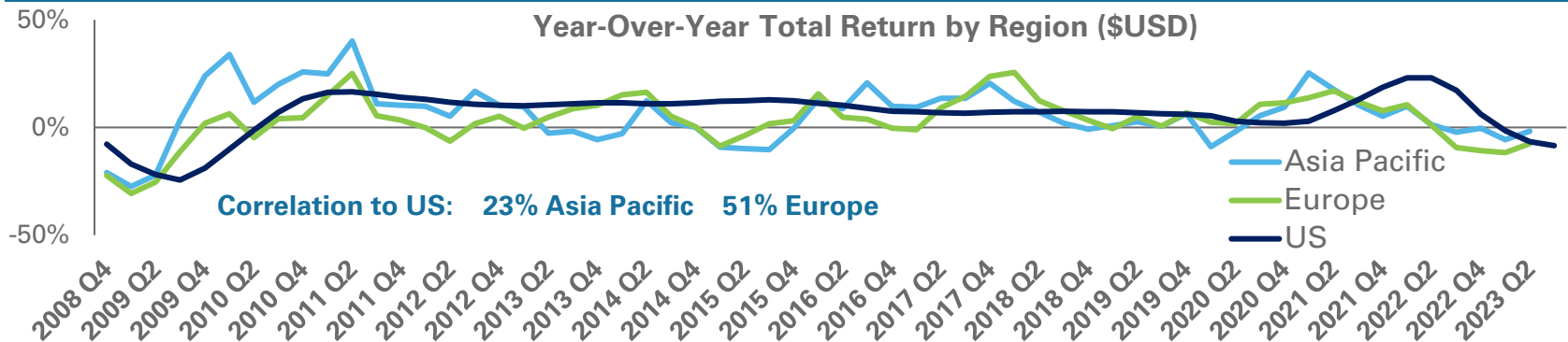
CONSIDER GOING GLOBAL

- Low correlation of international regions can mitigate overall risk
- Economic drivers and demand can vary by region and country, as demonstrated with the return to office across global regions
- Many property sectors lag in institutional quality and adoption with more structural tailwinds anticipated while supply remains limited
- Investors can customize and optimize a real estate portfolio with regional-focused funds to gain broader global real estate exposure

Return to Office by Region Varies with North America Lagging



Regional Strategies Can Enhance a US Real Estate Portfolio with Added Diversification



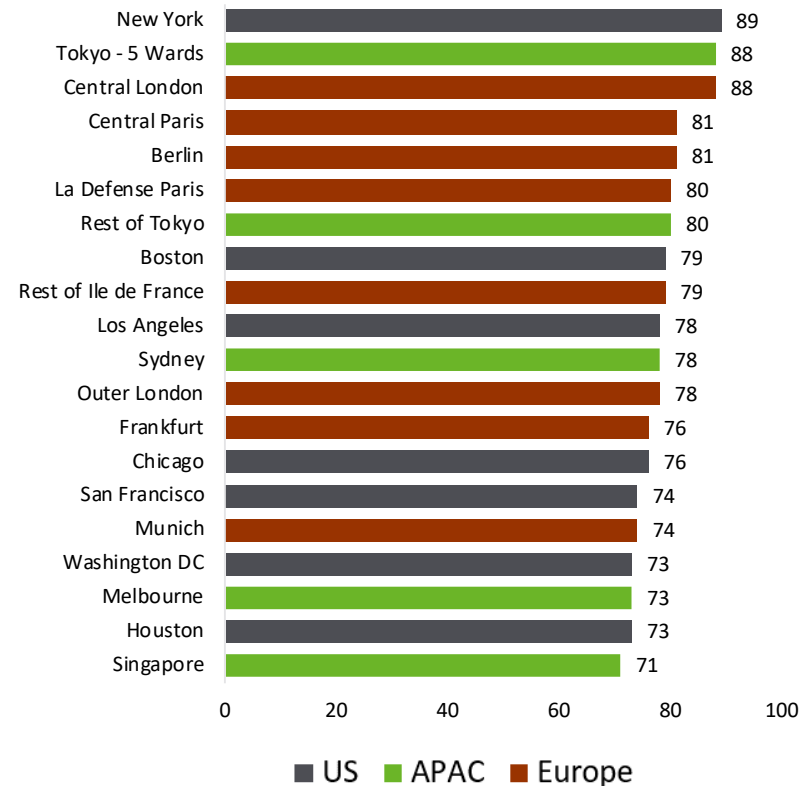
Sources: MSCI (June 30, 2023) , JLL Research (January 31, 2023).



GLOBAL INVESTMENT LIQUIDITY

- **Increased opportunity to invest in highly liquid markets***
 - 13 of the top 20 most liquid commercial property markets are **outside the U.S.**
 - Deep pools of institutional capital continue to seek yield in gateway cities across the globe
- **Transaction volumes move at different velocities across markets**
 - Wealthy families and other perpetual real estate owners still dominate many non-U.S. markets
 - The universe of institutional quality managers can be more limited in various countries

Most Liquid Global Real Estate Markets*



Source: Real Capital Analytics, 2018.

*Long-term averages; the RCA liquidity index measures multiple aspects of liquidity: volume, unique buyers, institutional investment, cross border capital, and investment by top global buyers

TARGETED INTERNATIONAL STRATEGIES

Why Europe?

- Focus primarily on UK and Western European major markets
- Diverse economic drivers and varying levels of real estate fundamentals
- Valuations adjustments are generally quicker in the UK and Northern European countries, with slower adjustments in Southern Europe
- Office is stronger versus the U.S. due to higher levels of back to work and concentrated CBD markets
- Population density promotes last-mile distribution of industrial – e-commerce penetration below the U.S.
- Student housing in high demand
- Growing demand for institutional purpose-built apartments
- Different distress triggers and potentially longer duration

Why Asia/Pacific?

- High level of return to office at least 90%
- Higher rates of economic growth and increasing incomes make real estate more attractive
- Institutional quality real estate is less mature across the region
- Japan is the largest market and still offers positive leverage and low inflationary environment – hospitality and multifamily are under-managed
- Australia has lower e-commerce penetration and limited purpose built multifamily
- Korea is becoming a rental society for residential and office vacancy is practically non-existent
- Singapore is more of a trading market
- Cautious with China, but opportunity with developing logistics and multifamily with high demand and under-supply

2024 SHOULD BE A GOOD VINTAGE YEAR

Current Conditions

- High but moderating inflation
- Cautionary recession indicators
- Higher for longer interest rate expectations
- Traditional lenders cautious and constrained
- Public market values have adjusted but volatility persists
- Private market values still adjusting downward with more expected
- Maturing loans will be difficult to refinance without equity infusions
- Property fundamentals continue to be strong but moderating for most sectors
- Office will continue to be challenged and leasing presents a difficult re-investment decision
- Alternative property sectors show promise with expanding institutional universe
- Fundamentals vary by market and region



2024 Strategy Considerations

- Focus primarily on closed-end funds without pre-2023 legacy assets
- Most open-end core funds are still overvalued but variance persists
- Newer open-end core plus funds have less legacy risk and more value enhancement potential
- Higher interest rates and greater market opportunity bode well for real estate debt
- Market dislocations will create discounted pricing opportunities and the ability to supply rescue capital at attractive risk adjusted returns
- Greater performance dispersion will make it easier to distinguish stronger managers and strategies
- Investment selection and execution will become more important in driving performance and will favor vertically-integrated managers
- Diversification by sector, market, global region, and structure should reduce risk and optimize performance

2024 TARGET REAL ESTATE STRATEGIES



REAL ESTATE PACING PLAN



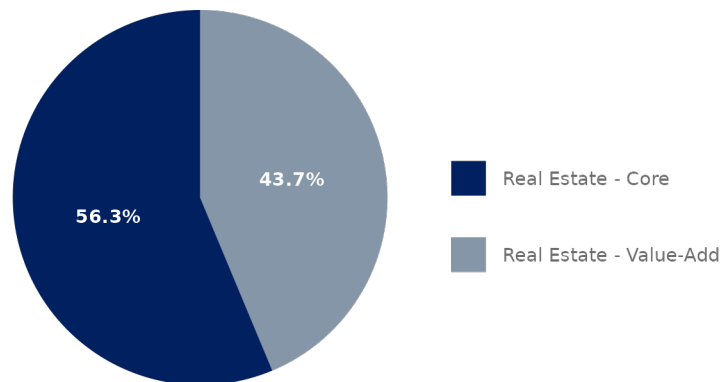
PROPRIETARY & CONFIDENTIAL

REAL ESTATE SUMMARY

Plan Summary

Total Portfolio Assets	\$2,736.0
Current NAV %	11.6%
Current Total Exposure %	12.8%
Target Allocation %	12.5%
Ann. Expected Return %	6.3%
Ann. Contributions %	0.0%
Ann. Payouts %	-1.3%
Ann. Expenses %	0.0%

Private Market Exposures

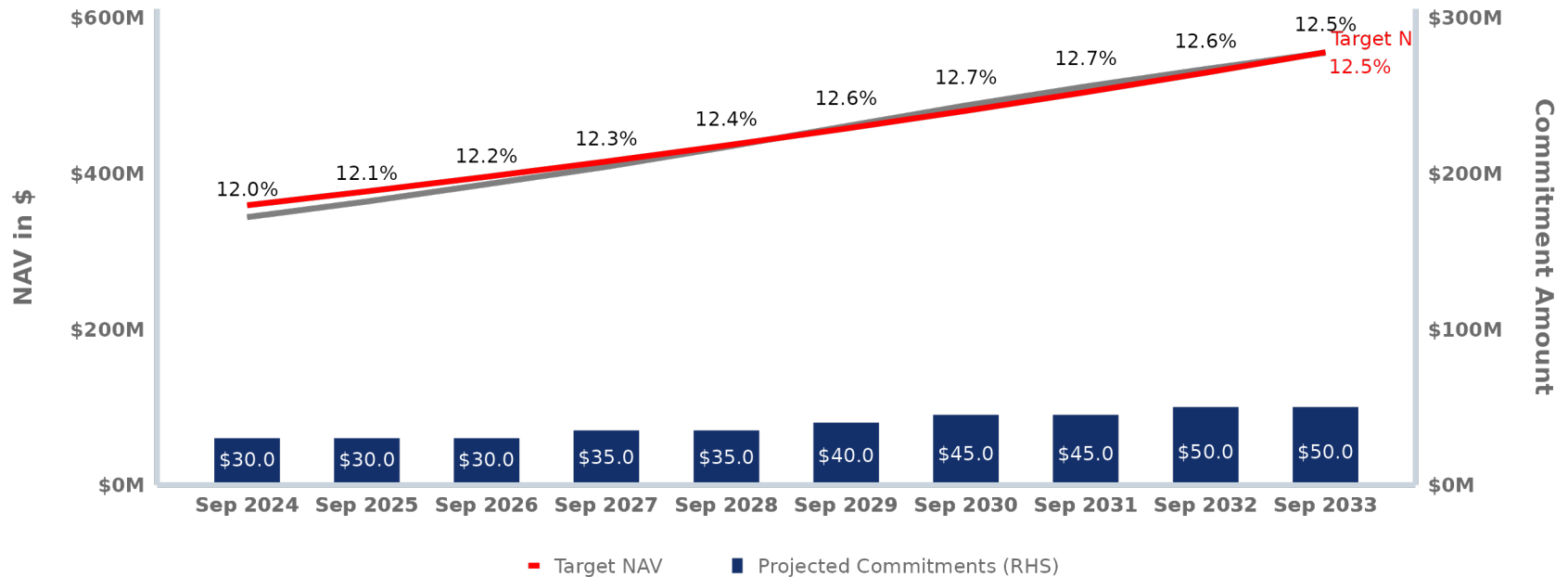


Current Allocations (in millions)

Asset Class	Investment Strategy	Commitment	Unfunded Commitment	NAV	Total Exposure
Real Estate	Real Estate - Core	\$156.0	\$0.0	\$198.1	\$198.1
	Real Estate - Value-Add	\$153.0	\$34.4	\$119.1	\$153.5
	Total	\$309.0	\$34.4	\$317.2	\$351.6
Grand Total		\$309.0	\$34.4	\$317.2	\$351.6

COMMITMENTS & ALLOCATION PROJECTIONS

Real Estate Commitments by Vintage

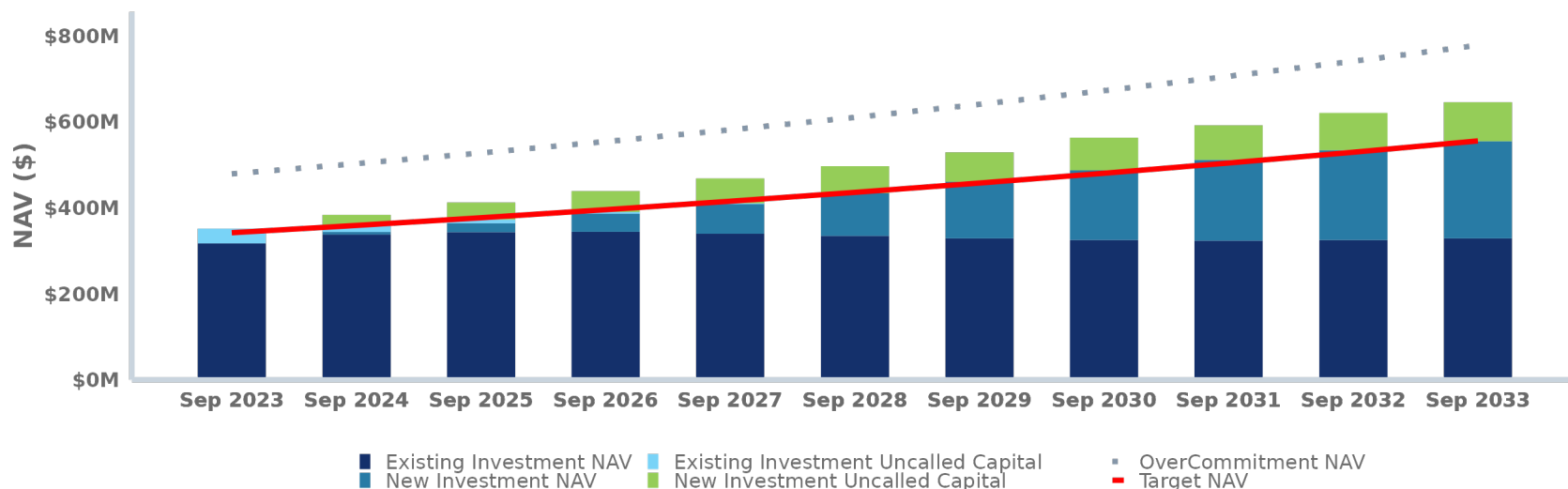


Description	More Certain					Less Certain				
	2024-09-30	2025-09-30	2026-09-30	2027-09-30	2028-09-30	2029-09-30	2030-09-30	2031-09-30	2032-09-30	2033-09-30
Total Commitments (\$M)	\$30.0	\$30.0	\$30.0	\$35.0	\$35.0	\$40.0	\$45.0	\$45.0	\$50.0	\$50.0
Target (%)	12.5%	12.5%	12.5%	12.5%	12.5%	12.5%	12.5%	12.5%	12.5%	12.5%
Projected NAV / Total Portfolio Assets	12.0%	12.1%	12.2%	12.3%	12.4%	12.6%	12.7%	12.7%	12.6%	12.5%



REAL ESTATE ASSET PROJECTIONS

Real Estate Portfolio Projections



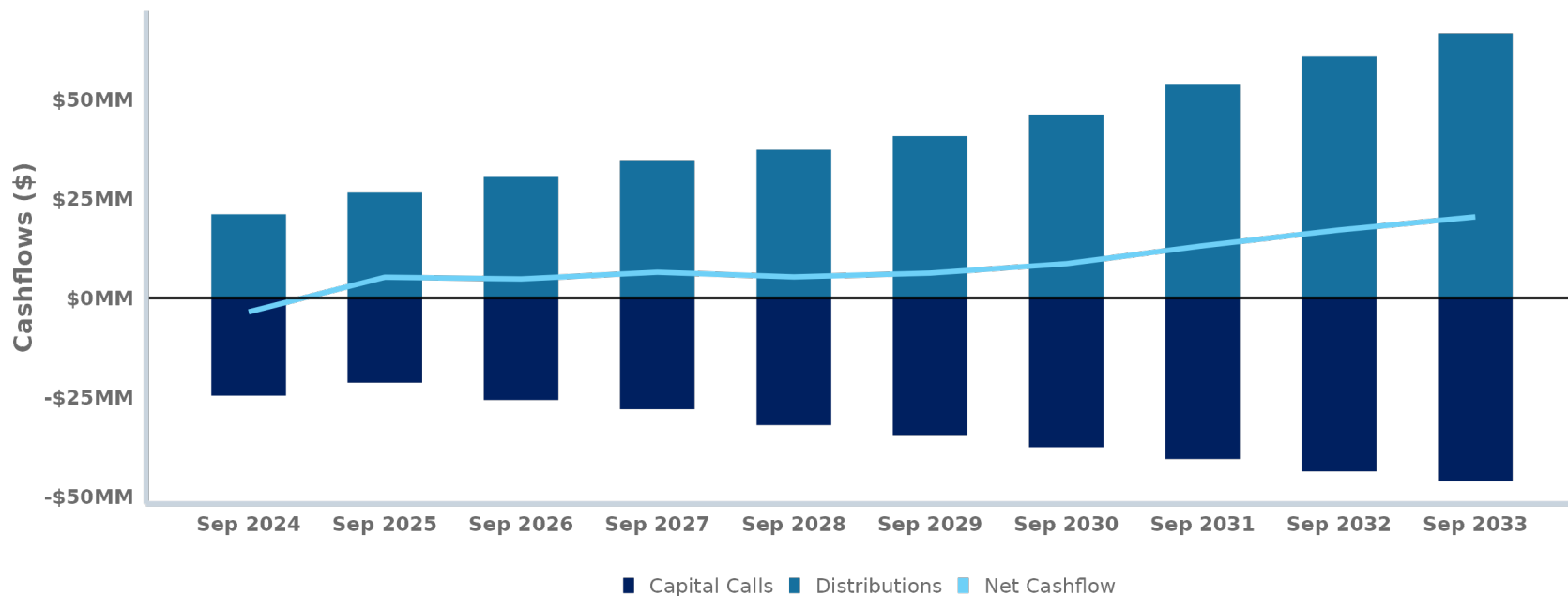
Projection Summary

Description	2023-09-30	2024-09-30	2025-09-30	2026-09-30	2027-09-30	2028-09-30	2029-09-30	2030-09-30	2031-09-30	2032-09-30	2033-09-30
Net Asset Value (NAV)	\$317.2	\$343.8	\$363.8	\$386.0	\$408.4	\$433.9	\$460.6	\$487.1	\$511.4	\$533.9	\$554.9
Uncalled Capital	\$34.4	\$39.8	\$48.5	\$52.8	\$59.8	\$62.9	\$68.4	\$75.9	\$80.3	\$86.7	\$90.6
NAV + Uncalled Capital	\$351.6	\$383.5	\$412.3	\$438.9	\$468.3	\$496.7	\$528.9	\$563.0	\$591.8	\$620.6	\$645.4
Target NAV	\$342.0	\$359.0	\$376.8	\$395.6	\$415.2	\$435.9	\$457.5	\$480.3	\$504.1	\$529.2	\$555.5
NAV (%)	11.6%	12.0%	12.1%	12.2%	12.3%	12.4%	12.6%	12.7%	12.7%	12.6%	12.5%
NAV + Uncalled Capital (%)	12.8%	13.4%	13.7%	13.9%	14.1%	14.2%	14.5%	14.7%	14.7%	14.7%	14.5%
Target Allocation (%)	12.5%	12.5%	12.5%	12.5%	12.5%	12.5%	12.5%	12.5%	12.5%	12.5%	12.5%



REAL ESTATE CASH FLOW PROJECTIONS

Projected Capital Calls & Distributions



Projected Cashflows (in millions)

Description	2024-09-30	2025-09-30	2026-09-30	2027-09-30	2028-09-30	2029-09-30	2030-09-30	2031-09-30	2032-09-30	2033-09-30
Capital Calls	-\$24.6	-\$21.3	-\$25.7	-\$28.0	-\$32.0	-\$34.5	-\$37.5	-\$40.5	-\$43.6	-\$46.2
Distributions	\$21.1	\$26.5	\$30.5	\$34.5	\$37.3	\$40.7	\$46.2	\$53.6	\$60.7	\$66.6
Net Cash Flow	-\$3.5	\$5.2	\$4.8	\$6.5	\$5.3	\$6.3	\$8.6	\$13.1	\$17.1	\$20.4



REAL ASSETS MARKET OVERVIEW



PROPRIETARY & CONFIDENTIAL

INFRASTRUCTURE'S IDENTITY CRISIS

▪ **Infrastructure has changed**

- Traditionally, infrastructure was only associated with core assets such as roads, bridges, or cell towers
- The industry has since expanded into “future proofing” assets such as fiber networks and renewable power
- Infrastructure deals may sometimes overlap with private equity, private debt or private real estate
- Operationally intensive long-term assets and strategies that own and operate such assets remain the most defining feature of infrastructure

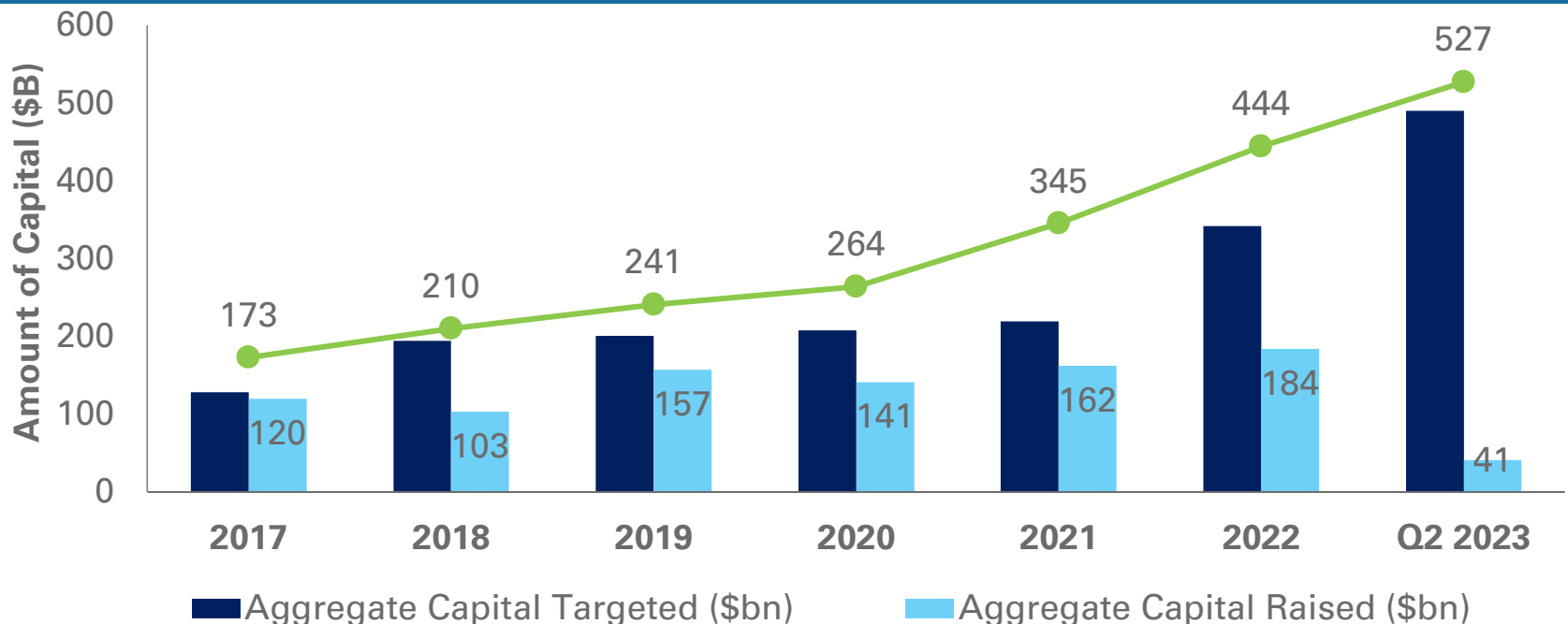
▪ **Infrastructure Assets may present varying risk/return profiles in today's environment**

- Cashflows continue to have an inverse relationship with risk – high risk equals low distributions
- Not all infrastructure funds have the same defensive components such as inflation protection that are traditional associated with the asset class

CURRENT INFRASTRUCTURE MARKET

- The three largest infrastructure funds represent 30% of total capital raised
- A global overhaul of essential assets is encouraged by fiscal stimulus
- Middle-market and secondaries may benefit in this environment

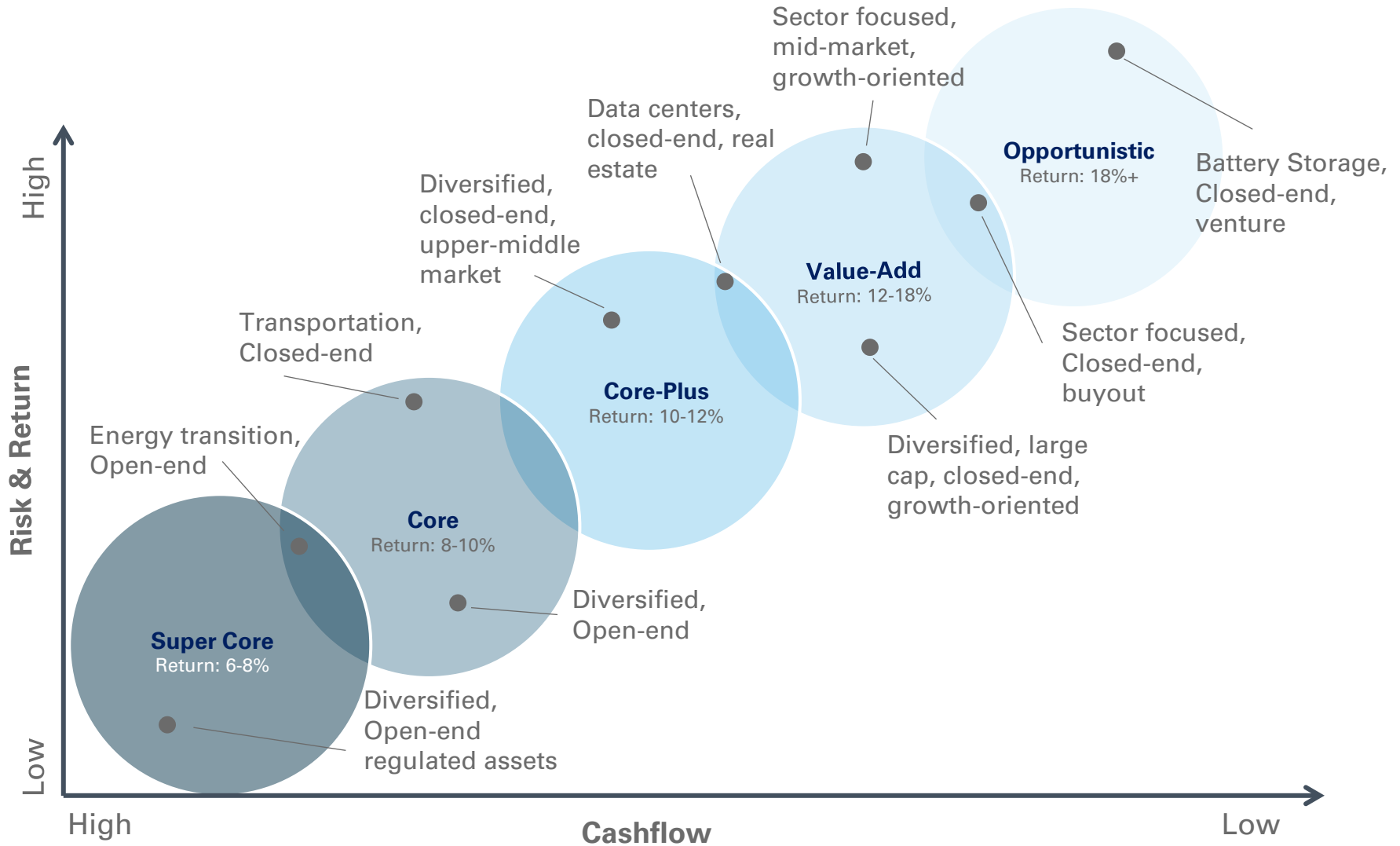
Deal Pipelines are Outpacing Supply of Capital



Source: Campbell Lutyens, Pitchbook and Prequin



STRATEGY SELECTION

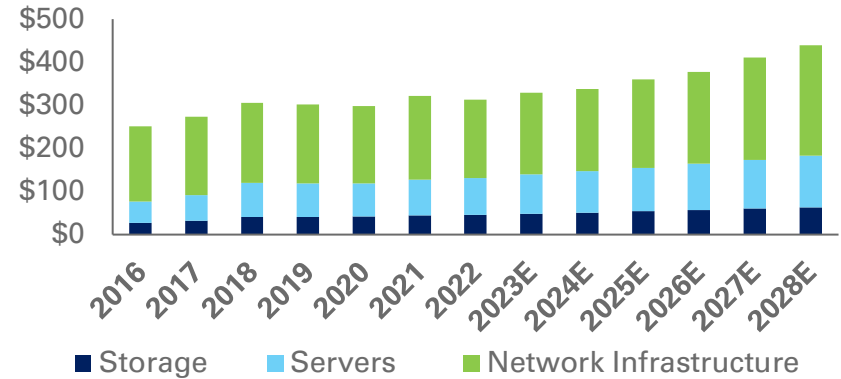


SIGNIFICANT GROWTH IN DIGITAL

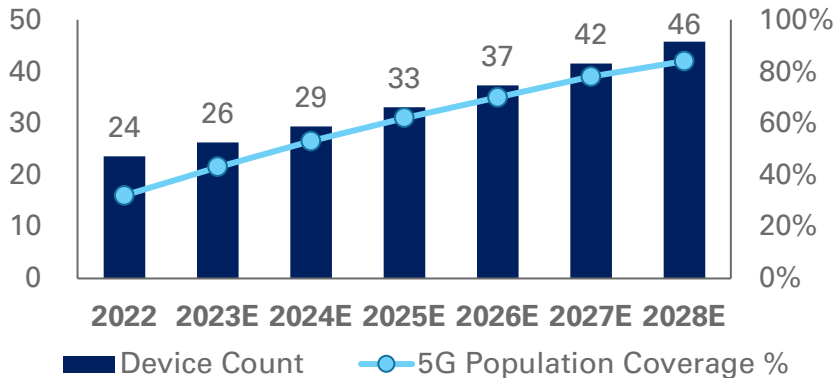
Continued Momentum

- **Macro tailwinds continue**
 - Overall data traffic growth
 - Transition to the cloud and 5G rollout
- **Carriers and network operators drive demand**
- **Regional, customer-centric fiber platforms have room for further expansion**
 - Tier II / III Markets
- **AI may increase data capacity demand**

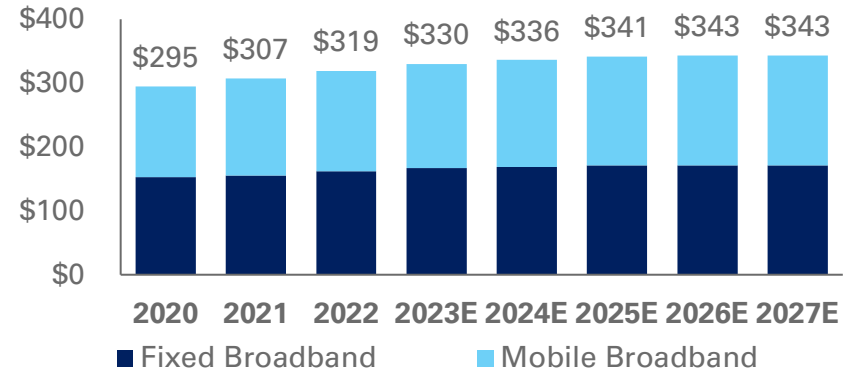
Data Center Revenue Growth (\$B)



5G Adoption Forecast



Broadband Capex (\$B)

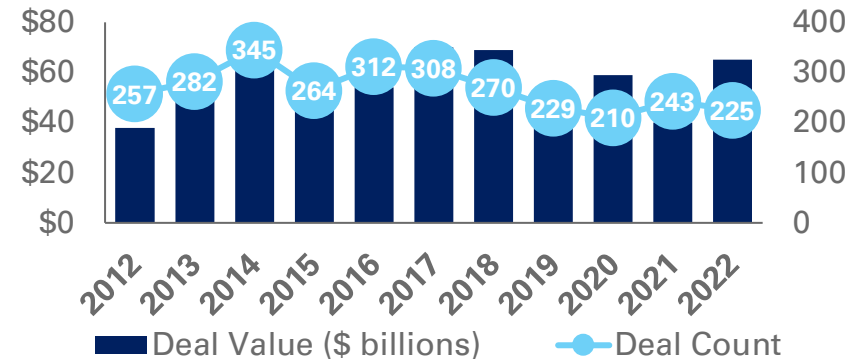


STAY DIVERSIFIED IN THE ENERGY TRANSITION

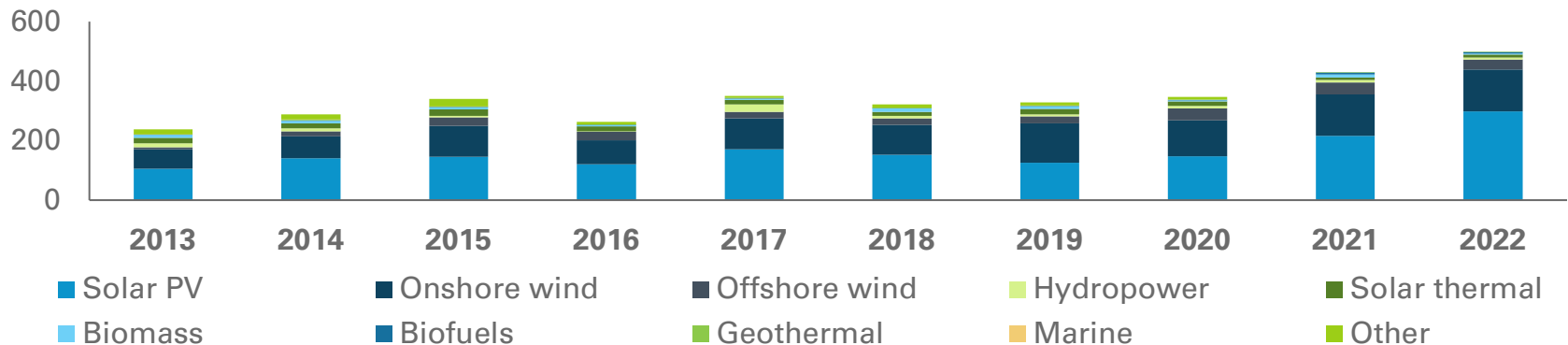
A Need for Organized Financing

- **Transactions seen across public and private sectors in varying strategy types**
- **Wind and Solar continue to dominate**
 - Other resources such as biofuels may have a bigger impact
- **The “nuts and bolts” are somewhat overlooked**
 - Investors should consider diversifying into storage and transmission where possible
- **The transition should include waste and water**

Private Deal Flow Remains Strong



Annual Financial Commitments in Renewable Energy (\$B)

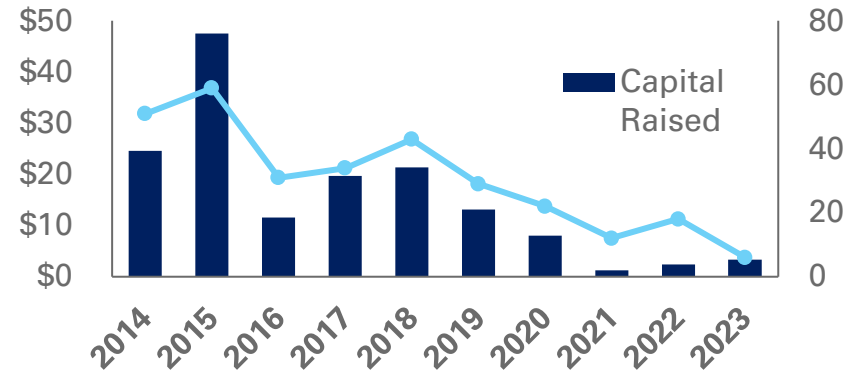


THE UNDER-RESOURCED ESSENTIAL RESOURCE

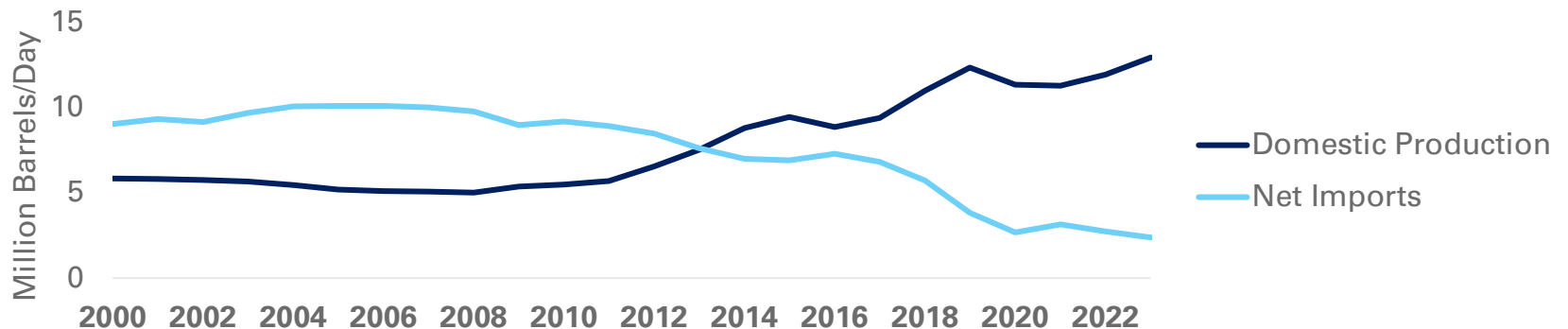
Why Oil Remains Attractive

- **Capital for traditional energy continues to stagnate and consolidate**
 - The remaining investors in oil strategies benefit from better access and unlimited fund capacity
 - Fewer funds year-over-year creates a competitive advantage for GPs
- **The US continues to prioritize domesticated oil supply, providing further tail winds**

Private Capital Remains Scarce



Growth in US Domestic Oil Production



Source: FactSet, Pitchbook, EIA

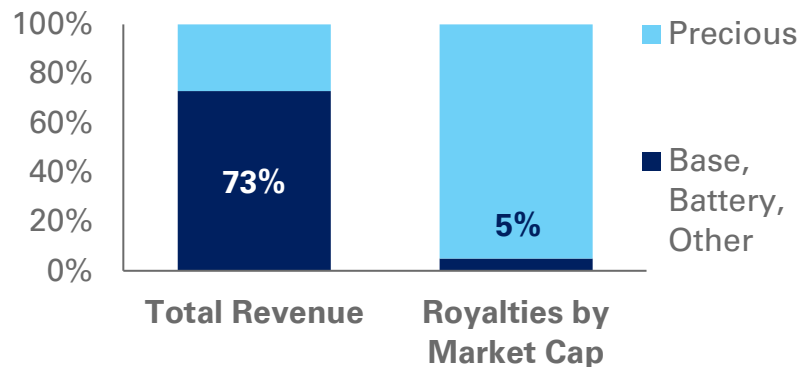


MINING FOR YIELD AND TRANSITION

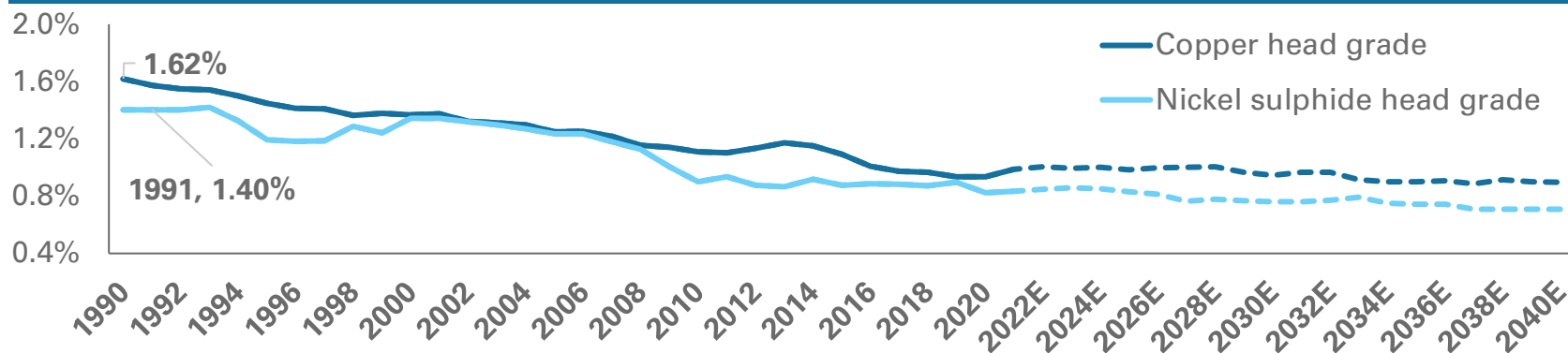
Why Mining Remains an Opportunity

- Demand for metals and minerals to support the energy transition continues
- Speculation grows on whether supply can meet the demand over the long-term
- The mining royalty market is largely untapped for energy transition metals and minerals
 - Royalties offer a lower risk way to access the mining sector

Private Capital Remains Scarce

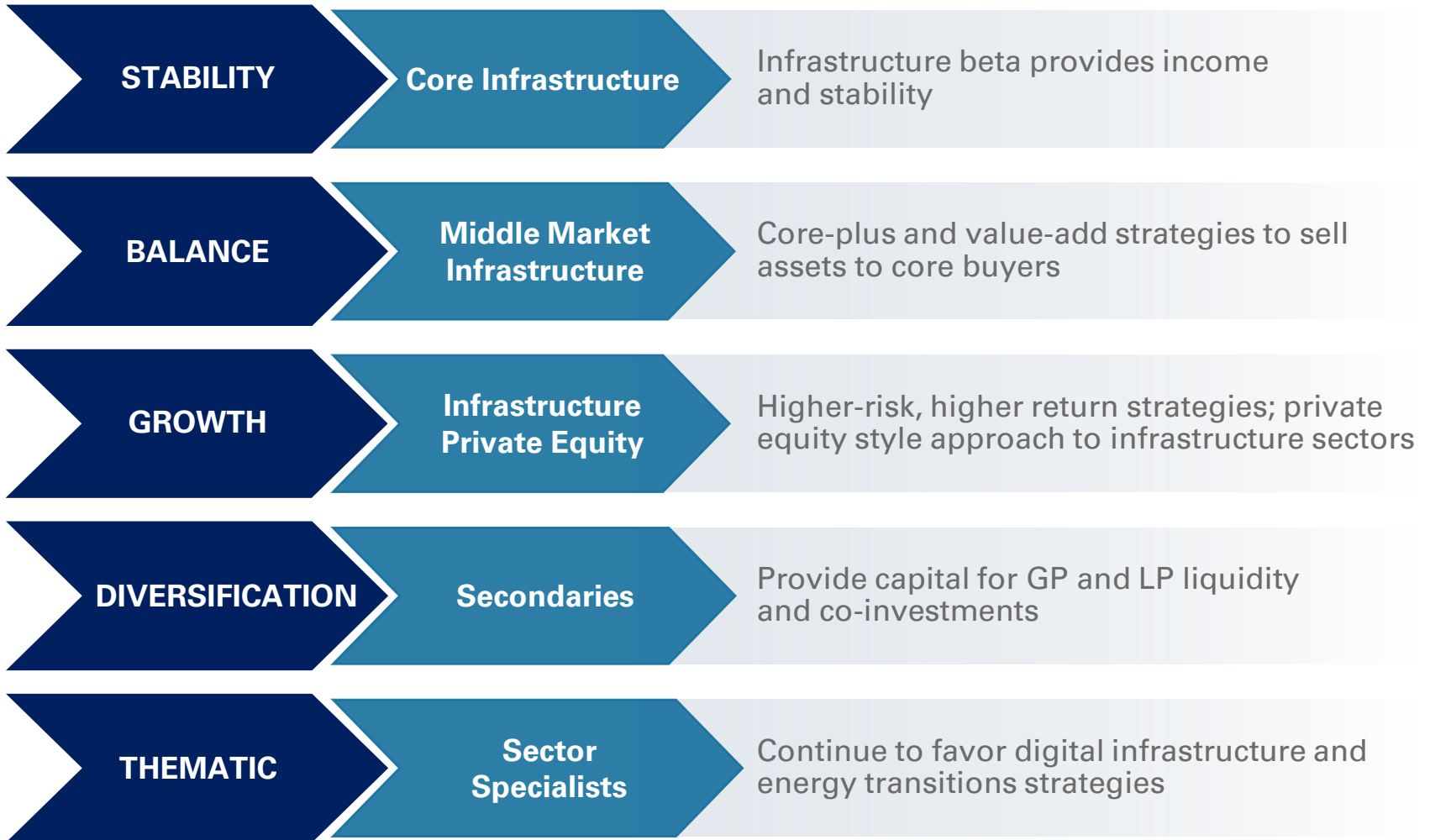


Aging Mines Without Capex Produce Less



Source: FactSet, Pitchbook. EIA

2024 TARGET INFRASTRUCTURE STRATEGIES



INFRASTRUCTURE PACING PLAN



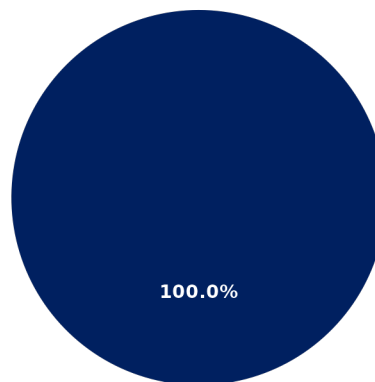
PROPRIETARY & CONFIDENTIAL

INFRASTRUCTURE SUMMARY

Plan Summary

Total Portfolio Assets	\$2,736.0
Current NAV %	4.3%
Current Total Exposure %	5.5%
Target Allocation %	7.5%
Ann. Expected Return %	6.3%
Ann. Contributions %	0.0%
Ann. Payouts %	-1.3%
Ann. Expenses %	0.0%

Private Market Exposures



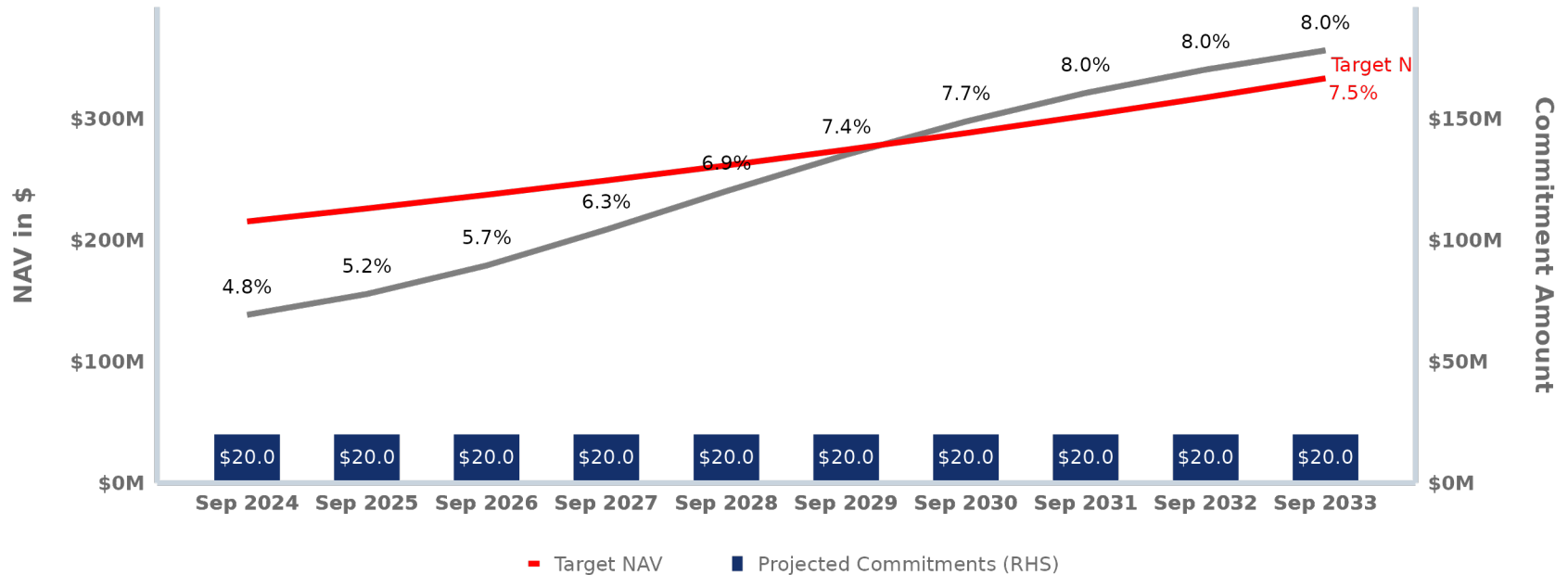
■ Private Real Assets - Infrastructure

Current Allocations (in millions)

Asset Class	Investment Strategy	Commitment	Unfunded Commitment	NAV	Total Exposure
Real Assets	Private Real Assets - Infrastructure	\$170.0	\$34.0	\$117.0	\$151.0
	Total	\$170.0	\$34.0	\$117.0	\$151.0
Grand Total		\$170.0	\$34.0	\$117.0	\$151.0

COMMITMENTS & ALLOCATION PROJECTIONS

Infrastructure Commitments by Vintage

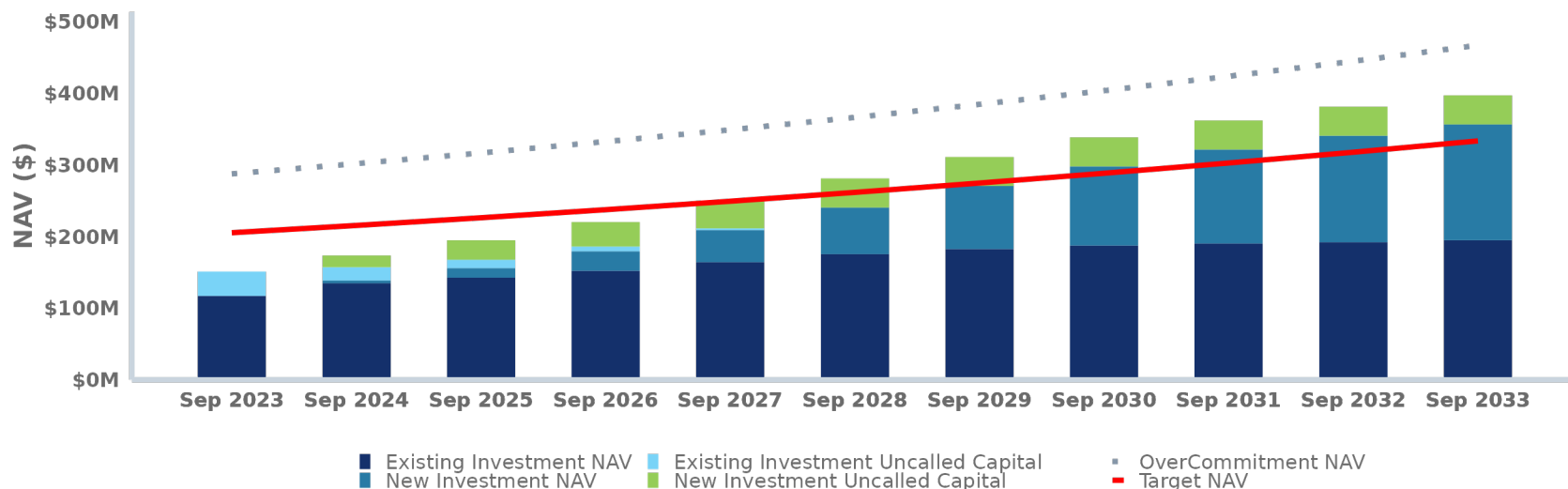


Description	More Certain					Less Certain				
	2024-09-30	2025-09-30	2026-09-30	2027-09-30	2028-09-30	2029-09-30	2030-09-30	2031-09-30	2032-09-30	2033-09-30
Total Commitments (\$M)	\$20.0	\$20.0	\$20.0	\$20.0	\$20.0	\$20.0	\$20.0	\$20.0	\$20.0	\$20.0
Target (%)	7.5%	7.5%	7.5%	7.5%	7.5%	7.5%	7.5%	7.5%	7.5%	7.5%
Projected NAV / Total Portfolio Assets	4.8%	5.2%	5.7%	6.3%	6.9%	7.4%	7.7%	8.0%	8.0%	8.0%



INFRASTRUCTURE ASSET PROJECTIONS

Infrastructure Portfolio Projections

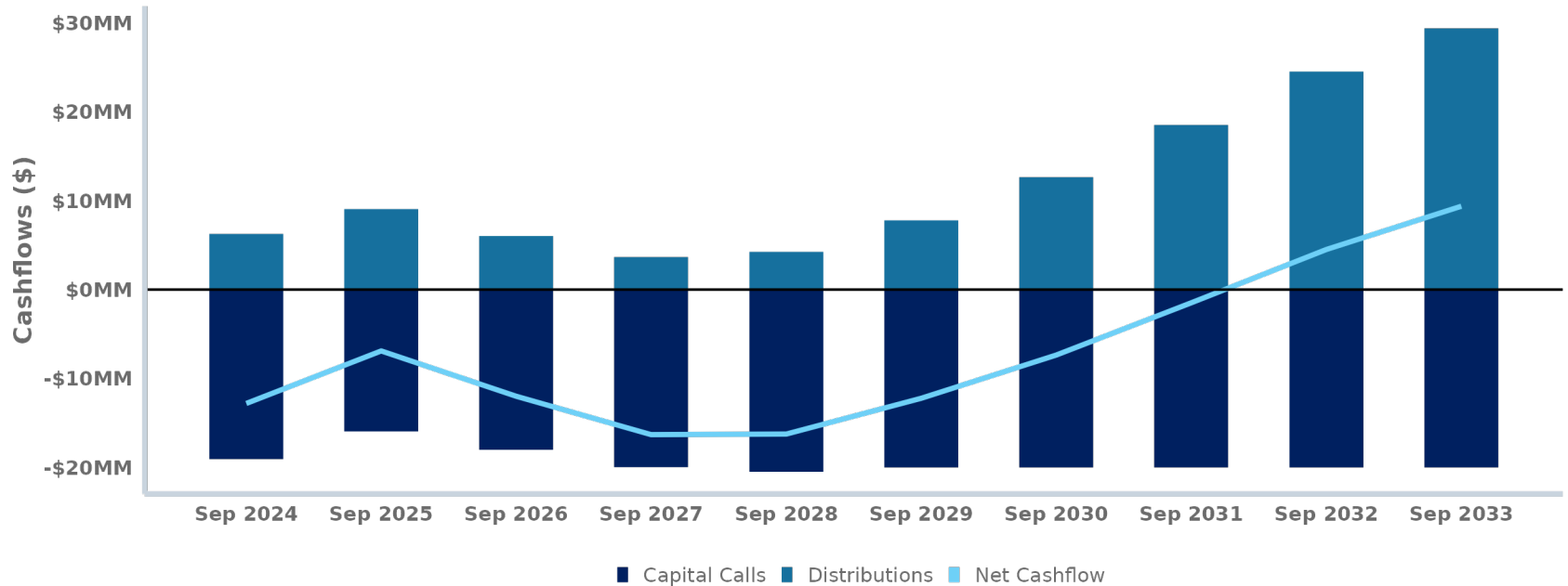


Projection Summary

Description	2023-09-30	2024-09-30	2025-09-30	2026-09-30	2027-09-30	2028-09-30	2029-09-30	2030-09-30	2031-09-30	2032-09-30	2033-09-30
Net Asset Value (NAV)	\$117.0	\$138.5	\$155.6	\$179.1	\$208.7	\$240.4	\$270.4	\$297.7	\$321.3	\$340.5	\$356.3
Uncalled Capital	\$34.0	\$34.9	\$39.0	\$41.0	\$41.0	\$40.5	\$40.5	\$40.5	\$40.5	\$40.5	\$40.5
NAV + Uncalled Capital	\$151.0	\$173.4	\$194.6	\$220.1	\$249.7	\$280.9	\$310.9	\$338.3	\$361.8	\$381.0	\$396.9
Target NAV	\$205.2	\$215.4	\$226.1	\$237.3	\$249.1	\$261.5	\$274.5	\$288.2	\$302.5	\$317.5	\$333.3
NAV (%)	4.3%	4.8%	5.2%	5.7%	6.3%	6.9%	7.4%	7.7%	8.0%	8.0%	8.0%
NAV + Uncalled Capital (%)	5.5%	6.0%	6.5%	7.0%	7.5%	8.1%	8.5%	8.8%	9.0%	9.0%	8.9%
Target Allocation (%)	7.5%	7.5%	7.5%	7.5%	7.5%	7.5%	7.5%	7.5%	7.5%	7.5%	7.5%

INFRASTRUCTURE CASH FLOW PROJECTIONS

Projected Capital Calls & Distributions



Projected Cashflows (in millions)

Description	2024-09-30	2025-09-30	2026-09-30	2027-09-30	2028-09-30	2029-09-30	2030-09-30	2031-09-30	2032-09-30	2033-09-30
Capital Calls	-\$19.1	-\$15.9	-\$18.0	-\$20.0	-\$20.5	-\$20.0	-\$20.0	-\$20.0	-\$20.0	-\$20.0
Distributions	\$6.3	\$9.0	\$6.0	\$3.7	\$4.2	\$7.8	\$12.6	\$18.5	\$24.5	\$29.4
Net Cash Flow	-\$12.8	-\$6.9	-\$12.0	-\$16.3	-\$16.2	-\$12.2	-\$7.4	-\$1.5	\$4.5	\$9.4





APPENDIX



APPENDIX

Projection Summary

Description	2023-09-30	2024-09-30	2025-09-30	2026-09-30	2027-09-30	2028-09-30	2029-09-30	2030-09-30	2031-09-30	2032-09-30	2033-09-30
Net Asset Value (NAV)	\$434.2	\$482.2	\$519.5	\$565.2	\$617.1	\$674.3	\$730.9	\$784.9	\$832.7	\$874.4	\$911.2
Uncalled Capital	\$68.3	\$74.7	\$87.5	\$93.8	\$100.8	\$103.4	\$108.9	\$116.4	\$120.9	\$127.2	\$131.1
NAV + Uncalled Capital	\$502.6	\$556.9	\$606.9	\$658.9	\$718.0	\$777.6	\$839.8	\$901.2	\$953.6	\$1,001.6	\$1,042.3
Target NAV	\$547.2	\$574.4	\$602.9	\$632.9	\$664.4	\$697.4	\$732.0	\$768.4	\$806.6	\$846.7	\$888.8
OverCommitment Pace	1.4x	1.4x	1.4x	1.4x	1.4x	1.4x	1.4x	1.4x	1.4x	1.4x	1.4x
OverCommitment Target NAV	\$766.1	\$804.1	\$844.1	\$886.1	\$930.1	\$976.3	\$1,024.8	\$1,075.8	\$1,129.2	\$1,185.4	\$1,244.3
NAV (%)	15.9%	16.8%	17.2%	17.9%	18.6%	19.3%	20.0%	20.4%	20.6%	20.7%	20.5%
Uncalled Capital (%)	2.5%	2.6%	2.9%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	2.9%
NAV + Uncalled Capital (%)	18.4%	19.4%	20.1%	20.8%	21.6%	22.3%	22.9%	23.5%	23.6%	23.7%	23.5%
Target Allocation (%)	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%
Plan NAV	\$2,736.0	\$2,871.9	\$3,014.7	\$3,164.5	\$3,321.8	\$3,486.9	\$3,660.2	\$3,842.1	\$4,033.0	\$4,233.5	\$4,443.9

Existing and New Funds included in this Pacing Study

Asset Class	Risk Proxy	Account Name	Vintage Year	Commitment Amount	Paid in Capital	Unfunded Commitment	Cumulative Distribution	Current NAV
Real Assets	Private Real Assets - Infrastructure	Carlyle Renewable and Sustainable Energy Fund II	2023	20,000,000	0	20,000,000	0	0
Real Assets	Private Real Assets - Infrastructure	IFM Global Infrastructure Fund	2022	50,000,000	50,000,000	0	0	55,292,742
Real Assets	Private Real Assets - Infrastructure	JPMorgan Infrastructure Investments Fund	2022	30,000,000	30,000,000	0	0	34,358,655
Real Assets	Private Real Assets - Infrastructure	MS Infrastructure Partners II	2014	50,000,000	44,195,808	5,804,192	50,434,261	13,407,185



Existing and New Funds included in this Pacing Study

Asset Class	Risk Proxy	Account Name	Vintage Year	Commitment Amount	Paid in Capital	Unfunded Commitment	Cumulative Distribution	Current NAV
Real Assets	Private Real Assets - Infrastructure	Palistar Communications Infrastructure Fund II, L.P.	2022	20,000,000	11,818,292	8,181,708	0	13,959,777
Real Estate	Real Estate - Core	PGIM Real Estate US Debt Fund	2018	80,000,000	80,000,000	0	0	99,019,998
Real Estate	Real Estate - Core	Prime Property Fund	2015	76,000,000	76,000,000	0	0	99,034,302
Real Estate	Real Estate - Value-Add	American Strategic Value Realty	2014	58,000,000	58,000,000	0	0	83,095,772
Real Estate	Real Estate - Value-Add	Grandview Property Partners I	2019	40,000,000	31,305,846	8,694,154	30,021,438	19,317,039
Real Estate	Real Estate - Value-Add	Grandview Property Partners II	2021	20,000,000	15,004,277	4,995,723	0	15,677,163
Real Estate	Real Estate - Value-Add	Greenfield Acquisition Partners VII	2014	15,000,000	14,335,984	664,016	24,032,388	1,053,770
Real Estate	Real Estate - Value-Add	TA Realty Value Fund XIII	2023	20,000,000	0	20,000,000	0	0
Real Assets	Private Real Assets - Infrastructure	0	2024	20,000,000	0	20,000,000	0	0
Real Assets	Private Real Assets - Infrastructure	0	2025	20,000,000	0	20,000,000	0	0
Real Assets	Private Real Assets - Infrastructure	0	2026	20,000,000	0	20,000,000	0	0
Real Assets	Private Real Assets - Infrastructure	0	2027	20,000,000	0	20,000,000	0	0
Real Assets	Private Real Assets - Infrastructure	0	2028	20,000,000	0	20,000,000	0	0
Real Assets	Private Real Assets - Infrastructure	0	2029	20,000,000	0	20,000,000	0	0
Real Assets	Private Real Assets - Infrastructure	0	2030	20,000,000	0	20,000,000	0	0
Real Assets	Private Real Assets - Infrastructure	0	2031	20,000,000	0	20,000,000	0	0

APPENDIX

Existing and New Funds included in this Pacing Study

Asset Class	Risk Proxy	Account Name	Vintage Year	Commitment Amount	Paid in Capital	Unfunded Commitment	Cumulative Distribution	Current NAV
Real Assets	Private Real Assets - Infrastructure	0	2032	20,000,000	0	20,000,000	0	0
Real Assets	Private Real Assets - Infrastructure	0	2033	20,000,000	0	20,000,000	0	0
Real Estate	Real Estate - Value-Add	0	2024	30,000,000	0	30,000,000	0	0
Real Estate	Real Estate - Value-Add	0	2025	30,000,000	0	30,000,000	0	0
Real Estate	Real Estate - Value-Add	0	2026	30,000,000	0	30,000,000	0	0
Real Estate	Real Estate - Value-Add	0	2027	35,000,000	0	35,000,000	0	0
Real Estate	Real Estate - Value-Add	0	2028	35,000,000	0	35,000,000	0	0
Real Estate	Real Estate - Value-Add	0	2029	40,000,000	0	40,000,000	0	0
Real Estate	Real Estate - Value-Add	0	2030	45,000,000	0	45,000,000	0	0
Real Estate	Real Estate - Value-Add	0	2031	45,000,000	0	45,000,000	0	0
Real Estate	Real Estate - Value-Add	0	2032	50,000,000	0	50,000,000	0	0
Real Estate	Real Estate - Value-Add	0	2033	50,000,000	0	50,000,000	0	0

PACING PLAN DISCLAIMERS

- **NEPC's private markets pacing analysis projects a potential level of future assets and cash flows for a single scenario based on a series of assumptions. This analysis is intended to help estimate future exposure levels. It is not a guarantee of future cash flows, appreciation or returns.**
- **The timing and amounts of projected future cash flows and market values of investments could vary significantly from the amounts projected in this pacing analysis due to manager-specific and industry-wide macroeconomic factors.**
- **Estimates of projected cash flows and market values for existing private markets commitments were made at the Fund level and do not incorporate any underlying portfolio company projections or analysis.**
- **The opinions presented herein represent the good faith views of NEPC as of the date of this report and are subject to change at any time.**
- **Data used to prepare this report was obtained directly from the investment managers and other third parties. While NEPC has exercised reasonable professional care in preparing this report, we cannot guarantee the accuracy of all source information contained within.**
- **This report may contain confidential or proprietary information and is intended only for the designated recipient(s). If you are not a designated recipient, you may not copy or distribute this document.**



ALTERNATIVE INVESTMENT DISCLOSURES

It is important that investors understand the following characteristics of non-traditional investment strategies including hedge funds and private equity:

- 1. Performance can be volatile and investors could lose all or a substantial portion of their investment**
- 2. Leverage and other speculative practices may increase the risk of loss**
- 3. Past performance may be revised due to the revaluation of investments**
- 4. These investments can be illiquid, and investors may be subject to lock-ups or lengthy redemption terms**
- 5. A secondary market may not be available for all funds, and any sales that occur may take place at a discount to value**
- 6. These funds are not subject to the same regulatory requirements as registered investment vehicles**
- 7. Managers may not be required to provide periodic pricing or valuation information to investors**
- 8. These funds may have complex tax structures and delays in distributing important tax information**
- 9. These funds often charge high fees**
- 10. Investment agreements often give the manager authority to trade in securities, markets or currencies that are not within the manager's realm of expertise or contemplated investment strategy**

April 23, 2024

Retirement Board Agenda Item

TO: Retirement Board

FROM: Stan Conwell, Retirement Investment Officer
Tom Stadelmaier, Executive Director

- I. SUBJECT: Private Markets Consulting Services
- II. ITEM NUMBER: 9.a
- III. ITEM TYPE: Discussion and Action
- IV. STAFF RECOMMENDATION: After consultation with the Due Diligence Committee, staff recommends that the Board establish a Private Markets Consulting Services Committee to evaluate options for assisting StanCERA regarding private markets investments and processes.
- V. ANALYSIS:

The Board last considered private markets consulting services in 2018 and selected Verus to serve as the non-discretionary consultant for StanCERA's private markets program with a focus on private equity and private credit. At the time Verus was also the general investment consultant for StanCERA. NEPC is now the general consultant and advises StanCERA on real estate and infrastructure while Verus continues to advise on private equity and private credit.

Since 2018, the StanCERA private markets program has evolved and private markets now represent 33% of the target allocation compared to only 21% in 2018. Investment staff (including investment operations support) now spends the majority of their time on private markets as the number of private markets holdings has increased significantly along with the complexities of this asset class compared to other holdings and the need to make continual investment decisions and process transactions based on the nature of the program and the asset class.

Given the changes at StanCERA in the last six years combined with the changes in the private markets asset class and the changes in the services available in the marketplace, it is prudent for the Board to evaluate StanCERA's approach and consider different options and providers that can assist StanCERA in managing this important element of the portfolio.
- VI. RISK: Private markets represent approximately \$1B of the allocation in the fund currently and play a critical role in boosting overall returns in order to meet the Fund's assumed rate of return to ensure a secure level of funding for the Plan over time.
- VII. STRATEGIC PLAN: This initiative supports multiple strategic objectives, most notably sustainability and administrative excellence.
- VIII. ADMINISTRATIVE BUDGET IMPACT: TBD

April 23, 2024

Retirement Board Agenda Item

TO: Retirement Board

FROM: Tom Stadelmaier, Executive Director

- I. SUBJECT: StanCERA Strategic Goals Action Items Update
- II. ITEM NUMBER: 9.b
- III. ITEM TYPE: Information Only
- IV. STAFF RECOMMENDATION: None
- V. ANALYSIS: Please see attached the updated strategic goals action items as of April 2024.

During 1Q 2024, StanCERA staff conducted numerous internal meetings to review the current list of strategic plan action items and collect staff feedback. The updated action items reflect feedback collected.

The final automatic mailing of member statements to all members was completed during 1Q 2024. Member contribution statements are available online to members at all times now via the member portal.

The framework for ongoing member meetings and interactions has been established and staff is implementing changes to increase opportunities for member education. Multiple department-level meetings for employees were held during Q1 and more are planned going forward. Staff has also developed a template to track member interactions including group education meetings going forward.

The baseline listing of all administrative tasks assigned within StanCERA has been completed and will be managed going forward to account for all StanCERA processes and procedures. This tool will be a valuable resource for existing staff and new staff members especially as new tasks are identified and procedures are changed to reflect process improvements.

Significant progress has been made on the update to the StanCERA public website. With a transition in resources at StanCERA and PensionX, the project live-date has been delayed with the launch now expected in the 2Q-3Q timeframe. Staff is reviewing all content and the new format will focus on the most valuable tools available including access to the member portal and other online resources available for members. The updated website will also provide for better capabilities for StanCERA staff to update and refresh content going forward. Additional priority projects in-progress include the Workiva implementation and review of the internal custom investment reporting database.

As always, the Board is encouraged to provide feedback on the document including format, additional areas of focus and feedback on action item priorities.

- VI. RISK: NONE
- VII. STRATEGIC PLAN: The action items reflected are in direct support of the established strategic goals.

VIII. ADMINISTRATIVE BUDGET IMPACT: Cost savings going forward will be realized with member statements now moved to the portal saving staff time along with print and mail expense. Estimated savings is over \$15K annually and staff time freed up to focus on other activities.

2023-2025

StanCERA Strategic Goals Action Items



UPDATED 4/23/2024



2023-2025 Strategic Goals Action Items

Strategic Planning Objectives for 2023-2025

StanCERA CARES:

Customer engagement (The primary Customers are the Plan members, beneficiaries and those that are working to help them reach their retirement goals.)

Aministrative excellence

Reporting and transparency

Efficiency and innovation

Sustainability

Action Item Phases: Prepare, Plant, Grow and Harvest

Updates on Action Items are presented to the Board Quarterly



2023-2025 Strategic Goals Action Items

Completed Action Items: Action items that reached the harvest stage are documented here to maintain a record of completed items

Customer engagement	Administrative excellence	Reporting and transparency	Efficiency and innovation	Sustainability
<ul style="list-style-type: none"> • Re-institute member seminars and establish an ongoing program January 2024 • Member Web Portal Live June 2023 			<ul style="list-style-type: none"> • Contribution statements available online and automatic mailing of statements discontinued going forward after 12/31/23 statements February 2024 • Advice Notices provided online and automatic monthly mailing of advices discontinued November 2023 • PBI enhanced Death reporting process implemented December 2023 	<ul style="list-style-type: none"> • Master Administrative Task List Established January 2024 • Completed long-term extension of 6th floor lease September 2023 • Established full policy for elective officials September 2023





2023-2025 Strategic Goals Action Items

Action Items Priorities: Highest priority initiatives with a goal to show continued progress each quarter

Strategic Objective	Action Item	Champion	Phase	Target Date	Team Members and Current Update
Customer	Re-institute member seminars and establish an ongoing program	Jamie	Harvest	1Q 2024	Pre-retirement seminar held in June via Zoom; next step is to establish formal plan for ongoing seminars by year-end
Admin	Review all elements of the public website and implement updates with new web site provider	Kellie	Grow	2Q-3Q 2024	StanCERA working with staff on content and with PensionX on implementation of design, functionality/tools and changes
Reporting	Review StanCERA custom investment reporting database and determine long-term objectives for the data and information	Stan	Prepare	2Q 2024	Currently evaluating alternate sources for data and reporting including Northern Trust, NEPC and Verus
Efficiency	Implement Workiva solution for enhanced financial reporting support needs	Brittany	Grow	4Q 2024	<ul style="list-style-type: none"> • Project in test phase during 2Q • Contract extended for 1 year period to August 2026; project system testing scheduled





2023-2025 Strategic Goals Action Items

Strategic Objective	Action Item	Champion	Phase	Target Date	Team Members and Current Update
					to start in Feb 2024, first ACFR production in Fall 2024
Sustainability	Establish and maintain master list of all StanCERA administrative tasks (and document backup capabilities)	Tom	Harvest	1Q 2024	Initial Lists of tasks collected and currently being reviewed and refined



2023-2025 Strategic Goals Action Items

Action Items On-Deck: Committed initiatives with next-level priority

Strategic Objective	Action Item	Champion	Phase	Target Date	Team Members and Current Update
Customer	Add 1099Rs to member portal	Jamie	Prepare	4Q 2024	
Admin	Develop a training and development template for use with all staff members that focuses on both current and future needs	Kellie	Plant	2Q 2024	<ul style="list-style-type: none"> HR support now highlighting training opportunities for staff and tracking participation Working on initial template to include StanCERA training, self-study modules, county-sponsored training, CALAPRS/SACRS, industry programs and designations, and outside education with examples of available option
Reporting	Develop a dashboard report of organizational operational activities	Tom	Prepare	2Q 2024	Initial discussions have focused on reviewing available system data; next

2023-2025 Strategic Goals Action Items

Strategic Objective	Action Item	Champion	Phase	Target Date	Team Members and Current Update
					step will involve creating prototype report and then developing system reports as needed
Efficiency	Develop and implement an audit process for plan sponsor pay codes; this includes the addition of new pay codes	Brittany, Jamie	Prepare	TBD	Work to begin following completion of annual audit
Sustainability	Create succession management plan for all staff positions	Stan	Prepare	TBD	<ul style="list-style-type: none"> • Discussions with County and Board started in 1Q 2024 • Initial discussions started with main focus on needs related to investment support and training



2023-2025 Strategic Goals Action Items

Action Items Additional Ideas: Place-holder for identified projects that typically represent quick-hits or future initiatives that address StanCERA strategic objectives and in some cases may require additional planning to determine scope

Strategic Objective	Action Item	Notes/Updates
Admin	Explore additional educational and due-diligence workshops with investment managers and vendors	
Admin	Implement staff survey and feedback process	
Admin	Establish and track regular meetings with plan sponsors and member organizations	<ul style="list-style-type: none"> • Meetings tracked going forward • Held follow-up meeting with RESCO with focus on Member Portal features • Participated in multiple department level educational meetings • Participated in Plan Sponsor Events with County and City of Ceres • Participated in RESCO meeting to share StanCERA Update and Member Web Portal details
Admin	Develop onboard training and training plan for all roles in organization	



2023-2025 Strategic Goals Action Items

Strategic Objective	Action Item	Notes/Updates
Admin	Establish plan to support team-oriented, high-performance culture	
Customer	Review communications materials available for members and work to standardize, simplify, improve and streamline	Changes to some existing letters completed in the 1Q 2024 system release; more comprehensive communication review to follow
Customer	Discussion and design for next phase (continued enhancements) of member web portal including review of industry best practices	
Customer	Define key member transactions and service levels	
Customer	Explore providing more services to support long-term financial wellness for members	
Customer	Implement member survey and feedback process	
Customer	Implement additional improvements to Retirement Application	One release completed in 1Q 2024; Two more releases planned in 2024
Efficiency	Establish internal process for discussion and design of system and process enhancements to support increased efficiency	



2023-2025 Strategic Goals Action Items

Strategic Objective	Action Item	Notes/Updates
Efficiency	Implement standard process for review of all vendor relationships and costs in support of approved RFP Policy	Currently compiling list of all vendors including associated financials and contract dates
Efficiency	Review and document financial control process for all expenditures	
Efficiency	Discontinue automatic mailing of all member contribution statements in conjunction with member web portal rollout	Statement available on the portal and December statement was final mailing for all members
Efficiency	Streamline financial reporting process for assets and investments	<ul style="list-style-type: none"> Onsite meeting held at StanCERA with NT in 1Q 2024 with multiple enhancements identified—fiscal team working with NT on implementation of process improvements—some will be dependent on NT release dates Held meeting with Northern Trust to review currently available services and identify opportunities for improvement; On-site meeting for NT to review StanCERA



2023-2025 Strategic Goals Action Items

Strategic Objective	Action Item	Notes/Updates
		processes scheduled for March 6
Efficiency	Modify frequency of tax reconciliation and error review in order to improve year-end processing timeline	
Efficiency	Streamline Workflow Processing	Benefits staff taking on additional workflow activities in phased approach. Phase 1 during 1Q 2024 is highlighted by retirement processing. Process changes will result in less handoffs and additional training and development for team members.
Reporting	Develop investment manager due-diligence dashboard	
Reporting	Define key metrics and establish baselines for tracking	
Reporting	Review current Popular Annual Report and create a standard template for providing an update on StanCERA activities for all stakeholders	
Sustainability	Consolidate and refresh all established organizational policies	All Board Policies and Internal Administrative Policies compiled plan and under internal review; Plan to have all Board Policies reviewed by IGC after internal review



2023-2025 Strategic Goals Action Items

Strategic Objective	Action Item	Notes/Updates
Sustainability	Conduct review of data security including Tegrity systems, County-supported systems and other technology	
Sustainability	Review IT infrastructure and identify areas for clean-up and improvement	
Sustainability	Review all current processes and procedures to identify opportunities for streamlining	Initial list of opportunities identified (includes workflow changes, mail process changes, portal updates and more); next step is to formalize process for evaluation and implementation of improvements
Sustainability	Develop long-term agreement for system services provided by Tegrity	<ul style="list-style-type: none"> Initial draft of long-term contract received from Tegrity 1Q 2024 and under review Initial extension completed for current FY and long-term contract being drafted by Tegrity
Sustainability	Update and formalize business continuity and disaster recovery planning	
Sustainability	Bank Fraud Mitigation-- Evaluate options and take steps to strengthen process controls and safeguards	<ul style="list-style-type: none"> Activities shared with Board in 1Q 2024 with follow-up communication planned

2023-2025 Strategic Goals Action Items

Strategic Objective	Action Item	Notes/Updates
		<ul style="list-style-type: none"><li data-bbox="999 427 1388 553">• Initial meetings with NT held to review current safeguards and options to strengthen process controls 1Q 2024

April 23, 2024

Retirement Board Agenda Item

TO: Retirement Board

FROM: Alaine Taa, Executive Board Assistant

I. SUBJECT: SACRS Voting Proxy and Directive

II. ITEM NUMBER: 9.c

III. ITEM TYPE: Discussion and Action

IV. STAFF RECOMMENDATION:

1. Choose two voting proxy delegates to vote in person on behalf of StanCERA Board of Retirement for the Spring SACRS Business Meeting – May 10, 2024

2. Action Items for SACRS Business Meeting – May 10, 2024

Item 2. Secretary's Report – [Receive and File](#)

A. November 2023 SACRS Business Meeting Minutes

Item 3. Treasurer's Report - [Receive and File](#)

A. July 2023 – January 2024 Financials

Item 6. SACRS Nomination Committee – 2024-2025 SACRS Board of Directors Elections - [Action](#)

A. SACRS Board of Directors Elections 2024-2025

SACRS Nominating Committee Recommended Slate:

- President, David MacDonald, Contra Costa CERA
- Vice President, Adele Tagalao, Orange CERS
- Treasurer, Jordan Kaufman, Kern CERA
- Secretary, Zandra Cholmondeley, Santa Barbara CERS
- Regular Member, David Gilmore, San Diego CERA
- Regular Member, Rhonda Bieseimeier, Stanislaus CERA

Other Nominations Submitted:

- Daniel Vasquez, Marin CERA
- Alysia Bonner, Fresno CERA

Item 7. SACRS Audit Committee Report – [Action](#)

A. SACRS Audit 2022-2023 Report -

V. ANALYSIS: Each year in May and November, the SACRS (State Association of County Retirement Systems) holds a conference with a business meeting on the last day of the conference. The Constitution of SACRS states that “the purpose of the Association is to provide forums for disseminating knowledge of, and developing expertise in, the 1937 Act retirement systems; and further, that the Association foster and take an active role in the legislative process as it affects

SACRS retirement systems”. SACRS 2024 – Spring Conference is going to take place in Santa Barbara, CA May 7, 2024. StanCERA will need two voting delegates identified who will be voting on behalf of the full Board at the Business Conference.

Attachment 1 – Voting Delegate Proxy form
Attachment 2 – SACRS Business Packet

- VI. RISK: None
- VII. STRATEGIC PLAN: N/A
- VIII. ADMINISTRATIVE BUDGET IMPACT: NONE



SACRS VOTING PROXY FORM

The following are authorized by the _____ County Retirement Board to vote on behalf of the County Retirement System at the upcoming SACRS Conference

(If you have more than one alternate, please attach the list of alternates in priority order):

_____ Voting Delegate

_____ Alternate Voting Delegate

These delegates were approved by the Retirement Board on ____ / ____ / ____.

The person authorized to fill out this form and submit electronically on behalf of the Retirement Board:

Signature: _____

Print Name: _____

Position: _____

Date: _____

Please send your system’s voting proxy by April 30, 2024 to Sulema H. Peterson, SACRS Executive Director at Sulema@sacrs.org.



**SACRS
Spring Conference
Annual Business Meeting 2024**

Friday, May 10, 2024
10:15 am – 11:30 am
Santa Barbara Ballroom

Hilton Santa Barbara Beachfront Resort
Santa Barbara, CA



Vision, Mission, Core Values

The members and staff of the State Association of County Retirement Systems (SACRS) share a common purpose, mission and core values.

Statement of Purpose

The specific and primary purposes of SACRS are to provide forums for disseminating knowledge of and developing expertise in the operation of 20 county retirement systems existing under the County Employees Retirement Law of 1937 (CERL) sets forth in California Government Code section 31450 et. seq., and to foster and take an active role in the legislative process as it affects county retirement systems.

Mission Statement

The mission of this organization shall be to serve the 1937 Act Retirement Systems by exchanging information, providing education and analyzing legislation.

Core Values

Teamwork

Integrity

Education

Service and Support



SACRS Business Meeting Agenda
Friday, May 10, 2024
10:15 AM – 11:30 AM
Hilton Santa Barbara Beachfront Resort
Santa Barbara, CA
Santa Barbara Ballroom

SACRS Parliamentarian – David Lantzer, San Bernardino CERA
SACRS Sergeant at Arms – Brian Williams, Sonoma CERA

1. SACRS System Roll Call

Zandra Cholmondely, Santa Barbara CERS, SACRS Secretary

2. SACRS Secretary’s Report - Receive and File

Zandra Cholmondely, Santa Barbara CERS, SACRS Secretary

- A. SACRS Business Meeting Minutes November 2023

3. SACRS Treasurer’s Report - Receive and File

Jordan Kaufman, Kern CERA, SACRS Treasurer

- A. July 2023 – January 2024 Financials

4. SACRS President Report - No Action

David MacDonald, Contra Costa CERA, SACRS President

- A. SACRS President Update

5. SACRS Legislative Committee Report – No Action

Eric Stern, Sacramento CERS and Dave Nelsen, Alameda CERA, SACRS Legislative Committee Co-Chairs

- A. Legislative Committee Report

6. SACRS Nomination Committee Report - Action

Vivian Gray, Los Angeles CERA, SACRS Nomination Committee Chair

- A. SACRS Board of Directors Elections 2024-2025

7. SACRS Audit Committee Report – Action

Steve Delaney, Orange CERS, SACRS Audit Committee Chair

- A. SACRS Audit 2022-2023 Report



8. SACRS Education Committee Report – No Action

JJ Popowich, Los Angeles CERA, SACRS Education Committee Chair

- A. Education Committee Report

9. SACRS Program Committee Report – No Action

Adele Tagaloa, Orange CERS, SACRS Program Committee Chair

- A. Program Committee Report

10. SACRS Affiliate Committee Report – No Action

JoAnne Svendsgaard, Adrian Lee & Partners, SACRS Affiliate Committee Chair

- A. Affiliate Committee Report

11. SACRS Bylaws Committee Report – No Action

Barbara Hannah, San Bernardino CERA, SACRS Bylaws Committee Chair

- A. Bylaws Committee Report

12. SACRS Spring Conference Breakout Reports – No Action

A representative from each breakout will give a verbal report on their meetings. No printed materials for this item.

- A. Administrators – Thomas Stadelmaier, Stanislaus CERA
- B. Affiliates – JoAnne Svendsgaard, Affiliate Committee Chair
- C. Attorneys – Barbara Hannah and David Lantzer, San Bernardino CERA
- D. Disability/ Operations & Benefits Combo – Theodore King, Los Angeles CERA
- E. Internal Auditors – Harsh Jadhav, Alameda CERA
- F. Investment Officers – Donald Pierce, San Bernardino CERS
- G. Safety Trustees – Brian Williams, Sonoma CERS
- H. General Trustees – Adele Tagaloa, Orange CERS

13. Adjournment

Next scheduled SACRS Business Meeting will be held on Friday, November 15, 2024. The meeting will be held at the Hyatt Regency Monterey Hotel and Spa during SACRS Annual Fall Conference November 12 – 15, 2024.



1. Roll Call

Zandra Cholmondeley, Santa Barbara CERS, SACRS Secretary

Roll Call of the 20 SACRS Retirement Systems.

Please state your Retirement System, your name, and if you are the voting delegate or alternate delegate.



1. SACRS System Roll Call

Zandra Cholmondeley, Santa Barabra CERS, SACRS Secretary

System	Delegate Name	Alternate Delegate Name	Absent
Alameda			
Contra Costa			
Fresno			
Imperial			
Kern			
Los Angeles			
Marin			
Mendocino			
Merced			
Orange			
Sacramento			
San Bernardino			
San Diego			
San Joaquin			
San Mateo			
Santa Barbara			
Sonoma			
Stanislaus			
Tulare			
Ventura			
Total			



2. SACRS Secretary's Report - Receive and File

Zandra Cholmondeley, Santa Barbara CERS, SACRS Secretary

- A. SACRS Business Meeting Minutes November 2023



SACRS Business Meeting Minutes
Friday, November 10, 2023
10:15 AM – 11:30 AM
Omni Rancho Las Palmas Resort & Spa
Rancho Mirage, CA
Las Palmas Ballroom

SACRS Parliamentarian – David Lantzer, San Bernardino CERA

Sergeant at Arms – Brian Williams, Sonoma CERA

Meeting called to order at 10:30 am

1. SACRS System Roll Call

Zandra Cholmondely, Santa Barbara CERS, SACRS Secretary

System Present – Alameda, Contra Costa, Fresno, Imperial, Kern, Los Angeles, Marin, Mendocino, Merced, Orange, Sacramento, San Bernardino, San Diego, San Joaquin, San Mateo, Santa Barbara, Sonoma, Stanislaus, Tulare, Ventura

2. Secretary's Report - Receive and File

Zandra Cholmondely, Santa Barbara CERS, SACRS Secretary

A. Spring 2023 SACRS Business Meeting Minutes

Motion: A motion to approve the SACRS Spring 2023 Business Meeting Minutes was made by Fresno CERA.

2nd: Sonoma CERA

Yes: Alameda, Contra Costa, Fresno, Imperial, Kern, Los Angeles, Marin, Mendocino, Merced, Orange, Sacramento, San Bernardino, San Diego, San Joaquin, San Mateo, Santa Barbara, Sonoma, Stanislaus, Tulare, Ventura

No: 0

Abstain: 0

Motion passes 20-0-0

3. Treasurer's Report - Receive and File

Jordan Kaufman, Kern CERA, SACRS Treasurer

A. July – August 2023 Financials

Discussion: Jordan Kaufman gave a verbal and written report on SACRS July – August 2024 Financials. To help generate revenue, SACRS Board of Directors factored in a sponsorship program for the Spring and Fall conferences in 2024. Due to covid 2019-2021 reduced participation at conferences, the Board has had to utilize reserved funds to help fund conferences. The goal of the Board in the coming year is to build back up the reserves to comply with the Cash Management Policy.



Motion: A motion to approve the SACRS Financial report was made by San Diego CERA.

2nd: Fresno CERA

Yes: Alameda, Contra Costa, Fresno, Imperial, Kern, Los Angeles, Marin, Mendocino, Merced, Orange, Sacramento, San Bernardino, San Diego, San Joaquin, San Mateo, Santa Barbara, Sonoma, Stanislaus, Tulare, Ventura

No: 0

Abstain: 0

Motion passes 20-0-0

4. SACRS President Report - No Action

David MacDonald, Contra Costa CERA, SACRS President

A. SACRS President Update. Verbal report, no printed materials for this item.

Discussion: David MacDonald, SACRS President, gave a verbal report on the current conference and the upcoming 70th Anniversary Celebration in 2024. He would like to see more system participation by Trustees and invited the Systems to send in highlights and important milestones to SACRS administration for inclusion in the program.

5. SACRS Legislative Committee Update – Action Item

Eric Stern, Sacramento CERS and Dave Nelsen, Alameda CERA – SACRS Legislative Committee Co-Chairs

A. 2023 Legislative Report – **No Action**

B. 2024 Legislative Proposals – **Action Item**

Discussion: Dave Nelsen and Eric Stern gave verbal and written report on the past legislative session and the proposal for 2024 SACRS Legislative platform. The SACRS Legislative Committee has developed a legislative package for consideration in the upcoming 2024 legislative session. These proposals reflect the input of SACRS member systems and are intended to provide technical and administrative clarity to various sections of the County Employees Retirement Law of 1937 (CERL or '37 Act).

Proposed amendments to the CERL include the following:

- Clarification that a retiree's pension payment can be deposited in a trust account controlled by that member. This is not intended to change the statutory intent that an ongoing pension payment must be made to a natural person; however, the amendment provides uniformity to an issue that has been interpreted differently across the '37 Act systems. SACRS' tax counsel from the Hanson Bridgett law firm has reviewed the language for appropriateness and compliance with federal and California law.
- Authority for a Board of Retirement to make payments to retirees through a prepaid account (like a debit card). This amendment is intended to accommodate retirees who may not have a traditional checking or savings account, leaving the only option to receive regular pension payments through paper check by mail or in-person. The COVID-19 pandemic and past natural disasters have shown that



the use of paper checks can be adversely affected in delivering promised benefits. This amendment only authorizes the system to utilize prepaid accounts as a payment method; it does not mandate it.

- Removal of requirement for a certified mail “return receipt” when sending notices to terminated members or beneficiaries that they have contributions or unclaimed benefits remaining with the system. Though IRS regulations require registered or certified mail for locating members and beneficiaries, the “return receipt” language found in the CERL is not an IRS requirement and reflects an outdated practice. Certified mail now allows the sender to electronically track the letter at significant cost savings.
- Direction for retirement systems to take certain actions when retired members exceed the 960-hour post-retirement employment limit. The proposed amendments would require the system to offset the member’s retirement allowance by the equivalent excess hours paid above 960 hours to ensure that the retired member is not receiving a pension and a salary outside of the prescribed limit. These amendments do not preclude retirement system from also reinstating the member into active service as the system deems necessary.

Motion: A motion to approve Item 5B SACRS 2024 Legislative Proposal was made by Fresno CERA.

2nd: Mendocino CERA

Yes: Alameda, Contra Costa, Fresno, Imperial, Kern, Los Angeles, Marin, Mendocino, Merced, Orange, Sacramento, San Bernardino, San Diego, San Joaquin, San Mateo, Santa Barbara, Sonoma, Stanislaus, Tulare, Ventura

No: Kern CERA

Abstain: 0

Motion passes 20-1-0

6. SACRS Nomination Committee – No Action

Vivian Gray, Los Angeles CERA, SACRS Nomination Committee Chair

A. SACRS Election Notice 2024-2025

Discussion: Discussion only, no action. Vivian Gray, SACRS Immediate Past President and Nomination Committee Chair, asked the Systems to alert staff and trustees that might be interested in serving on the Board, that the elections begin January 1, 2024.

7. SACRS Audit Report – No Action

Steve Delaney, Orange CERS, SACRS Audit Committee Chair

A. Audit Committee report. Verbal report, no printed materials for this item.

Discussion: Discussion only, no action. SACRS Staff reported that the annual audit will be presented to the Board in January 2024 and presented to the membership at the Spring 2024 Business Meeting.



8. SACRS Education Committee Report – No Action

JJ Popowich, Los Angeles CERA, SACRS Education Committee Chair

- A. SACRS Annual Fall Conference 2023 report. Verbal update, no printed materials for this item.

Discussion: Discussion only, no action. JJ Popowich provided a verbal report of the Education committee meeting and review of all sessions. JJ reported that the group thought it was a great conference, recognized the effort the Committee has made in presenting a diverse speaker roster. The addition of moderator Kellie DeMarco has elevated the general sessions and the overall conference. The overall sentiment was that they would have enjoyed more time in the AI session and Jamal Cyber session. The Committee will provide a full report to the Board in January 2024.

9. SACRS Program Committee Report – No Action

Adele Tagaloa, Orange CERS, SACRS Program Committee Chair

- A. Program Committee report. Verbal update, no printed materials for this item.

Discussion: Discussion only, no action. Adele Tagaloa thanked the committee members and welcome feedback via the evaluations online. Excited to include the Systems in the 70th Anniversary Celebrations.

10. SACRS Affiliate Committee Report – No Action

JoAnne Svensgaard, SACRS Affiliate Committee Chair

- A. Affiliate Committee report. Verbal update, no printed materials for this item.

Discussion: Discussion only, no action. JoAnne Svensgaard provided a verbal update on the Affiliate breakout and the new affiliate members. She announced that nominations to be on the Affiliate Committee will open in January 2024. Qualified members may submit their interest via the online portal on SACRS website. The selection process is available in the Affiliate Guidelines for those that want more information, or feel free to contact her directly. She also announced that her term is expiring and that she would be stepping down as the Chair of the Committee.

11. SACRS Bylaws Committee Report – No Action

Barbara Hannah, San Bernardino CERA, SACRS Bylaws Committee Chair

- A. Bylaws Committee report. Verbal update, no printed materials for this item.

Discussion: Anticipate Bylaws amendments in 2024 to clean up current language for the committees, and election cycle for the Affiliates.



12. SACRS Fall Conference Breakout Reports – No Action

A representative from each breakout will give a verbal report on their meetings. No printed materials for this item.

- A. Administrators – Eric Stern, Sacramento CERS reported that the administrators discussed. Thomas Stadelmaier, Stanislaus CERA will serve as the Spring 2024 moderator.
- B. Attorneys – Aaron Zaheen, Tulare CERA reported that the group had an enjoyable conversation, discussed cyber fraud, web accessibility and Brown Act. Barbara Hannah and David Lantzer will serve as the Spring 2024 moderators.
- C. Disability/ Operations & Benefits Combo – Carlos Barrios, Alameda CERA reported that they had a great discussion, talked about secure higher survivor benefits, safety members having better support, Contra Costa disability classification. Louis Gittens, Los Angeles CERA will serve as the Spring 2024 moderator.
- D. Internal Auditors – No report
- E. Investment Officers – No report
- F. Safety Trustees – Brian Williams, Sonoma CERA reported that they had new members attend the breakout and the conference. Brian volunteered to serve as the moderator at the Spring 2024 session.
- G. General Trustees – Adele Tagaloo, Orange CERS reported that the Trustees discussed governance and had a robust roundtable discussion . Adele volunteered to serve as the moderator at the Spring 2024 session.

13. Adjournment

Next scheduled SACRS Business Meeting will be held Friday, May 10, 2024, at the Hilton Santa Barbara Beachfront Resort, Santa Barbara, CA.

Motion: A motion to adjourn the meeting at 10:54 am was made by Santa Barbara CERS.

2nd: Fresno CERA

Yes: Alameda, Contra Costa, Fresno, Imperial, Kern, Los Angeles, Marin, Mendocino, Merced, Orange, Sacramento, San Bernardino, San Diego, San Joaquin, San Mateo, Santa Barbara, Sonoma, Stanislaus, Tulare, Ventura

No: 0

Abstain: 0

Motion passes 20-0-0



3. SACRS Treasurer's Report - Receive and File

Jordan Kaufman, Kern CERA, SACRS Treasurer

A. July 2023 – January 2024 Financials

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

Balance Sheet
As of January 31, 2024

ASSETS

Current Assets

Checking/Savings

1000 · First Foundation Bank-Checking	102,263.60
1001 · BofA Interest Checking 4389	6,646.59
1002 · First Foundation Bank ICS Acct	7,626.58

Total Checking/Savings 116,536.77

Other Current Assets

1100 · CalTrust - Medium Term	522,082.46
1107 · CalTrust Liquidity Fund	8,836.81
1110 · CAMP-SACRS Liquidity Fund	520,838.38
1201 · Deposits in Transit	-45.00

Total Other Current Assets 1,051,712.65

Total Current Assets 1,168,249.42

TOTAL ASSETS 1,168,249.42

LIABILITIES & EQUITY

Liabilities

Current Liabilities

Credit Cards

2201 · First Foundation Master Card	1,558.77
-------------------------------------	----------

Total Credit Cards 1,558.77

Total Current Liabilities 1,558.77

Total Liabilities 1,558.77

Equity

32000 · Retained Earnings	1,266,654.18
---------------------------	--------------

Net Income -99,963.53

Total Equity 1,166,690.65

TOTAL LIABILITIES & EQUITY 1,168,249.42

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

Profit & Loss by Class

July 2023 through January 2024

	PAST YEAR	GENERAL	FUTURE YEAR	TOTAL
Ordinary Income/Expense				
Income				
4100 · Membership Dues				
4101 · Affiliates	0.00	294,250.00	0.00	294,250.00
4102 · Non Profit - Organizations	0.00	3,000.00	0.00	3,000.00
4103 · Non Profit - Systems	0.00	10,800.00	0.00	10,800.00
4104 · Systems - Medium	0.00	52,000.00	0.00	52,000.00
4105 · Systems - Large	0.00	42,000.00	0.00	42,000.00
Total 4100 · Membership Dues	0.00	402,050.00	0.00	402,050.00
4250 · Product Income				
4251 · CERL	0.00	25.00	0.00	25.00
4254 · Website Job Board	0.00	400.00	0.00	400.00
4269 · Product Shipping	0.00	10.00	0.00	10.00
Total 4250 · Product Income	0.00	435.00	0.00	435.00
4270 · UC Berkeley Program				
4271 · Registrations	500.00	27,500.00	0.00	28,000.00
4272 · Sponsorships	0.00	25,000.00	0.00	25,000.00
4270 · UC Berkeley Program - Other	0.00	0.00	0.00	0.00
Total 4270 · UC Berkeley Program	500.00	52,500.00	0.00	53,000.00
4300 · Fall Conference Registration				
4302 · Affiliates - Regular	0.00	305,100.00	0.00	305,100.00
4303 · Affiliates - Late/Onsite	0.00	13,824.00	0.00	13,824.00
4304 · Non Profit	0.00	1,200.00	0.00	1,200.00
4305 · Systems	240.00	20,880.00	0.00	21,120.00
4306 · Non-Members	0.00	260,910.00	0.00	260,910.00
4307 · Fun Run	0.00	1,525.00	0.00	1,525.00
4308 · Yoga	0.00	720.00	0.00	720.00
4309 · Spouse	0.00	3,200.00	0.00	3,200.00
4300 · Fall Conference Registration - Other	0.00	14,073.00	0.00	14,073.00
Total 4300 · Fall Conference Registration	240.00	621,432.00	0.00	621,672.00
4350 · Spring Conference Registration				
4351 · Affiliates - Early	1,020.00	0.00	0.00	1,020.00
4352 · Affiliates - Regular	4,520.00	0.00	0.00	4,520.00
4353 · Affiliates - Late/Onsite	1,280.00	0.00	0.00	1,280.00
4354 · Non Profit	360.00	0.00	0.00	360.00
4355 · Systems	2,400.00	0.00	0.00	2,400.00
4356 · Non-Members	8,010.00	0.00	0.00	8,010.00
4357 · Fun Run	180.00	0.00	0.00	180.00
4358 · Yoga	45.00	0.00	0.00	45.00
Total 4350 · Spring Conference Registration	17,815.00	0.00	0.00	17,815.00
4900 · Interest Earned	0.00	39,224.18	0.00	39,224.18
Total Income	18,555.00	1,115,641.18	0.00	1,134,196.18
Gross Profit	18,555.00	1,115,641.18	0.00	1,134,196.18
Expense				
5000 · Administrative Fee	0.00	112,500.00	0.00	112,500.00
5002 · Awards	0.00	-902.56	0.00	-902.56

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

Profit & Loss by Class

July 2023 through January 2024

	PAST YEAR	GENERAL	FUTURE YEAR	TOTAL
5003 · Bank Charges/Credit Card Fees	0.00	29,871.10	0.00	29,871.10
5010 · Berkeley & Symposium				
5012 · Delivery & Shipping	0.00	112.55	0.00	112.55
5013 · Hotel	0.00	-594.55	0.00	-594.55
5015 · Materials/Printing/Design	0.00	1,934.16	0.00	1,934.16
5017 · UC Berkeley	0.00	366,000.00	0.00	366,000.00
Total 5010 · Berkeley & Symposium	0.00	367,452.16	0.00	367,452.16
5040 · Commissions & Fees	0.00	25.00	0.00	25.00
5041 · Consulting	0.00	9,880.00	0.00	9,880.00
5042 · Dues & Subscriptions	0.00	325.00	0.00	325.00
5050 · Fall Conference				
5051 · Audio/Visual	0.00	113,408.38	0.00	113,408.38
5052 · Delivery & Shipping	0.00	2,973.16	0.00	2,973.16
5053 · Entertainment	0.00	19,902.66	0.00	19,902.66
5054 · Hotel				
5054.1 · Wednesday Night Event	0.00	117,507.00	0.00	117,507.00
5054.2 · Conference	0.00	54,127.19	0.00	54,127.19
5054.3 · Food & Beverage	0.00	158,077.90	0.00	158,077.90
Total 5054 · Hotel	0.00	329,712.09	0.00	329,712.09
5055 · Program Material	0.00	28,012.35	0.00	28,012.35
5056 · Speakers	0.00	36,500.00	0.00	36,500.00
5057 · Supplies	0.00	252.60	0.00	252.60
5058 · Travel	0.00	12,574.50	0.00	12,574.50
5050 · Fall Conference - Other	0.00	337.80	0.00	337.80
Total 5050 · Fall Conference	0.00	543,673.54	0.00	543,673.54
5070 · Insurance	0.00	1,991.00	0.00	1,991.00
5071 · Legal & Professional Fees	0.00	3,350.00	0.00	3,350.00
5072 · Legislative Advocacy	0.00	26,189.00	0.00	26,189.00
5080 · Magazine				
5082 · Design/Printing/Etc.	0.00	4,332.91	0.00	4,332.91
5083 · Magazine - Other	0.00	10,740.00	0.00	10,740.00
Total 5080 · Magazine	0.00	15,072.91	0.00	15,072.91
6000 · Board & Committees				
6001 · Board of Directors				
6001.1 · Food & Beverage	0.00	26,264.09	0.00	26,264.09
6001.2 · Printing/Supplies	0.00	885.23	0.00	885.23
6001.3 · Travel - BOD Meetings	0.00	9,967.26	0.00	9,967.26
6001.4 · Travel - Miscellaneous BOD	0.00	1,521.92	0.00	1,521.92
6001.5 · Board Of Directors - Other	0.00	5,627.16	0.00	5,627.16
6001 · Board of Directors - Other	0.00	5,000.00	0.00	5,000.00
Total 6001 · Board of Directors	0.00	49,265.66	0.00	49,265.66
Total 6000 · Board & Committees	0.00	49,265.66	0.00	49,265.66
6010 · Office Expenses / Supplies	0.00	1,911.24	0.00	1,911.24
6011 · Postage & Delivery	0.00	5,521.07	0.00	5,521.07
6020 · Spring Conference				
6022 · Delivery & Shipping	0.00	900.00	0.00	900.00

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

Profit & Loss by Class

July 2023 through January 2024

	PAST YEAR	GENERAL	FUTURE YEAR	TOTAL
6024 · Hotel				
6024.2 · Conference	0.00	34,203.62	0.00	34,203.62
6024 · Hotel - Other	0.00	-1,064.88	0.00	-1,064.88
Total 6024 · Hotel	0.00	33,138.74	0.00	33,138.74
6025 · Program Material	0.00	-808.07	0.00	-808.07
Total 6020 · Spring Conference	0.00	33,230.67	0.00	33,230.67
6051 · Taxes & Licenses	0.00	1,050.38	0.00	1,050.38
6053 · Technology/AMS/Website	0.00	33,198.82	0.00	33,198.82
6054 · Travel	0.00	554.72	0.00	554.72
Total Expense	0.00	1,234,159.71	0.00	1,234,159.71
Net Ordinary Income	18,555.00	-118,518.53	0.00	-99,963.53
	18,555.00	-118,518.53	0.00	-99,963.53

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS
Profit & Loss Budget vs. Actual
July 2023 through January 2024

	Jul '23 - Jan 24	Budget	\$ Over Budget	% of Budget
Ordinary Income/Expense				
Income				
4100 · Membership Dues				
4101 · Affiliates	294,250.00	322,500.00	-28,250.00	91.24%
4102 · Non Profit - Organizations	3,000.00	3,000.00	0.00	100.0%
4103 · Non Profit - Systems	10,800.00	6,500.00	4,300.00	166.15%
4104 · Systems - Medium	52,000.00	52,000.00	0.00	100.0%
4105 · Systems - Large	42,000.00	42,000.00	0.00	100.0%
Total 4100 · Membership Dues	402,050.00	426,000.00	-23,950.00	94.38%
4200 · Webinar Symposium Registration				
4201 · Affiliates - Early	0.00	0.00	0.00	0.0%
4202 · Affiliates - Regular	0.00	1,250.00	-1,250.00	0.0%
4203 · Affiliates - Late/Onsite	0.00	0.00	0.00	0.0%
4204 · Non Profit	0.00	0.00	0.00	0.0%
4205 · Systems	0.00	1,250.00	-1,250.00	0.0%
4206 · Non-Members	0.00	2,000.00	-2,000.00	0.0%
Total 4200 · Webinar Symposium Registration	0.00	4,500.00	-4,500.00	0.0%
4250 · Product Income				
4251 · CERE	25.00	200.00	-175.00	12.5%
4252 · Roster	0.00	0.00	0.00	0.0%
4253 · Website Advertising	0.00	0.00	0.00	0.0%
4254 · Website Job Board	400.00	0.00	400.00	100.0%
4255 · Magazine Advertising	0.00	0.00	0.00	0.0%
4256 · On Demand Education	0.00	0.00	0.00	0.0%
4257 · Trustee Handbooks	0.00	0.00	0.00	0.0%
4269 · Product Shipping	10.00	0.00	10.00	100.0%
Total 4250 · Product Income	435.00	200.00	235.00	217.5%
4270 · UC Berkeley Program				
4271 · Registrations	28,000.00	80,000.00	-52,000.00	35.0%
4272 · Sponsorships	25,000.00	40,000.00	-15,000.00	62.5%
4273 · Spouse	0.00	1,000.00	-1,000.00	0.0%
4270 · UC Berkeley Program - Other	0.00			
Total 4270 · UC Berkeley Program	53,000.00	121,000.00	-68,000.00	43.8%
4300 · Fall Conference Registration				
4301 · Affiliates - Early	0.00	0.00	0.00	0.0%
4302 · Affiliates - Regular	305,100.00	271,200.00	33,900.00	112.5%
4303 · Affiliates - Late/Onsite	13,824.00	84,480.00	-70,656.00	16.36%
4304 · Non Profit	1,200.00	1,500.00	-300.00	80.0%
4305 · Systems	21,120.00	20,000.00	1,120.00	105.6%
4306 · Non-Members	260,910.00	224,280.00	36,630.00	116.33%
4307 · Fun Run	1,525.00	500.00	1,025.00	305.0%
4308 · Yoga	720.00	100.00	620.00	720.0%
4309 · Spouse	3,200.00	5,000.00	-1,800.00	64.0%
4300 · Fall Conference Registration - Other	14,073.00			
Total 4300 · Fall Conference Registration	621,672.00	607,060.00	14,612.00	102.41%

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

Profit & Loss Budget vs. Actual

July 2023 through January 2024

	Jul '23 - Jan 24	Budget	\$ Over Budget	% of Budget
4350 · Spring Conference Registration				
4351 · Affiliates - Early	1,020.00	0.00	1,020.00	100.0%
4352 · Affiliates - Regular	4,520.00	271,200.00	-266,680.00	1.67%
4353 · Affiliates - Late/Onsite	1,280.00	84,480.00	-83,200.00	1.52%
4354 · Non Profit	360.00	1,500.00	-1,140.00	24.0%
4355 · Systems	2,400.00	20,000.00	-17,600.00	12.0%
4356 · Non-Members	8,010.00	224,280.00	-216,270.00	3.57%
4357 · Fun Run	180.00	500.00	-320.00	36.0%
4358 · Yoga	45.00	100.00	-55.00	45.0%
4359 · Spouse	0.00	5,000.00	-5,000.00	0.0%
Total 4350 · Spring Conference Registration	17,815.00	607,060.00	-589,245.00	2.94%
4900 · Interest Earned	39,224.18	0.00	39,224.18	100.0%
Total Income	1,134,196.18	1,765,820.00	-631,623.82	64.23%
Gross Profit	1,134,196.18	1,765,820.00	-631,623.82	64.23%
Expense				
5000 · Administrative Fee	112,500.00	225,000.00	-112,500.00	50.0%
5001 · Administrative Services	0.00	500.00	-500.00	0.0%
5002 · Awards	-902.56	500.00	-1,402.56	-180.51%
5003 · Bank Charges/Credit Card Fees	29,871.10	36,000.00	-6,128.90	82.98%
5010 · Berkeley & Symposium				
5011 · Audio/Visual	0.00	8,204.00	-8,204.00	0.0%
5012 · Delivery & Shipping	112.55	0.00	112.55	100.0%
5013 · Hotel	-594.55	0.00	-594.55	100.0%
5014 · Food & Beverage	0.00	12,500.00	-12,500.00	0.0%
5015 · Materials/Printing/Design	1,934.16	1,000.00	934.16	193.42%
5016 · Travel	0.00	1,000.00	-1,000.00	0.0%
5017 · UC Berkeley	366,000.00	240,000.00	126,000.00	152.5%
Total 5010 · Berkeley & Symposium	367,452.16	262,704.00	104,748.16	139.87%
5020 · Webinar Symposium				
5021 · Webinar Speaker	0.00	0.00	0.00	0.0%
5022 · Webinar Technology	0.00	25,000.00	-25,000.00	0.0%
5023 · Webinar Misc	0.00	0.00	0.00	0.0%
Total 5020 · Webinar Symposium	0.00	25,000.00	-25,000.00	0.0%
5030 · CERL				
5031 · Materials/Printing/Design	0.00	16,500.00	-16,500.00	0.0%
5032 · Shipping	0.00	1,300.00	-1,300.00	0.0%
Total 5030 · CERL	0.00	17,800.00	-17,800.00	0.0%
5039 · Charitable Contributions	0.00	0.00	0.00	0.0%
5040 · Commissions & Fees	25.00	15,000.00	-14,975.00	0.17%
5041 · Consulting	9,880.00	21,192.00	-11,312.00	46.62%
5042 · Dues & Subscriptions	325.00	3,700.00	-3,375.00	8.78%
5050 · Fall Conference				
5051 · Audio/Visual	113,408.38	103,000.00	10,408.38	110.11%
5052 · Delivery & Shipping	2,973.16	2,500.00	473.16	118.93%
5053 · Entertainment	19,902.66	6,500.00	13,402.66	306.2%

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

Profit & Loss Budget vs. Actual

July 2023 through January 2024

	Jul '23 - Jan 24	Budget	\$ Over Budget	% of Budget
5054 · Hotel				
5054.1 · Wednesday Night Event	117,507.00	82,500.00	35,007.00	142.43%
5054.2 · Conference	54,127.19	35,000.00	19,127.19	154.65%
5054.3 · Food & Beverage	158,077.90	275,000.00	-116,922.10	57.48%
Total 5054 · Hotel	329,712.09	392,500.00	-62,787.91	84.0%
5055 · Program Material	28,012.35	25,000.00	3,012.35	112.05%
5056 · Speakers	36,500.00	50,000.00	-13,500.00	73.0%
5057 · Supplies	252.60	500.00	-247.40	50.52%
5058 · Travel	12,574.50	15,000.00	-2,425.50	83.83%
5050 · Fall Conference - Other	337.80			
Total 5050 · Fall Conference	543,673.54	595,000.00	-51,326.46	91.37%
5070 · Insurance	1,991.00	5,000.00	-3,009.00	39.82%
5071 · Legal & Professional Fees	3,350.00	25,000.00	-21,650.00	13.4%
5072 · Legislative Advocacy	26,189.00	62,808.00	-36,619.00	41.7%
5080 · Magazine				
5081 · Delivery & Shipping	0.00	600.00	-600.00	0.0%
5082 · Design/Printing/Etc.	4,332.91	15,000.00	-10,667.09	28.89%
5083 · Magazine - Other	10,740.00	8,000.00	2,740.00	134.25%
5080 · Magazine - Other	0.00	0.00	0.00	0.0%
Total 5080 · Magazine	15,072.91	23,600.00	-8,527.09	63.87%
6000 · Board & Committees				
6001 · Board of Directors				
6001.1 · Food & Beverage	26,264.09	25,000.00	1,264.09	105.06%
6001.2 · Printing/Supplies	885.23	0.00	885.23	100.0%
6001.3 · Travel - BOD Meetings	9,967.26	10,000.00	-32.74	99.67%
6001.4 · Travel - Miscellaneous BOD	1,521.92	10,000.00	-8,478.08	15.22%
6001.5 · Board Of Directors - Other	5,627.16	10,000.00	-4,372.84	56.27%
6001 · Board of Directors - Other	5,000.00			
Total 6001 · Board of Directors	49,265.66	55,000.00	-5,734.34	89.57%
6002 · Legislative Committee Meetings	0.00	0.00	0.00	0.0%
6003 · Program Committee Meetings	0.00	0.00	0.00	0.0%
6004 · Nominating Committee Meetings	0.00	0.00	0.00	0.0%
6005 · Audit Committee Meetings	0.00	0.00	0.00	0.0%
6006 · Education Committee Meetings	0.00	0.00	0.00	0.0%
6007 · ByLaws Committee Meetings	0.00	0.00	0.00	0.0%
Total 6000 · Board & Committees	49,265.66	55,000.00	-5,734.34	89.57%
6010 · Office Expenses / Supplies	1,911.24	2,500.00	-588.76	76.45%
6011 · Postage & Delivery	5,521.07	8,500.00	-2,978.93	64.95%
6020 · Spring Conference				
6021 · Audio/Visual	0.00	103,000.00	-103,000.00	0.0%
6022 · Delivery & Shipping	900.00	2,500.00	-1,600.00	36.0%
6023 · Entertainment	0.00	6,500.00	-6,500.00	0.0%
6024 · Hotel				
6024.1 · Wednesday Night Event	0.00	82,500.00	-82,500.00	0.0%
6024.2 · Conference	34,203.62	0.00	34,203.62	100.0%

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS
Profit & Loss Budget vs. Actual
July 2023 through January 2024

	Jul '23 - Jan 24	Budget	\$ Over Budget	% of Budget
6024.3 · Food & Beverage	0.00	275,000.00	-275,000.00	0.0%
6024 · Hotel - Other	-1,064.88			
Total 6024 · Hotel	33,138.74	357,500.00	-324,361.26	9.27%
6025 · Program Material	-808.07	25,000.00	-25,808.07	-3.23%
6026 · Speakers	0.00	50,000.00	-50,000.00	0.0%
6027 · Supplies	0.00	1,000.00	-1,000.00	0.0%
6028 · Travel	0.00	15,000.00	-15,000.00	0.0%
Total 6020 · Spring Conference	33,230.67	560,500.00	-527,269.33	5.93%
6050 · Strategic Facilitator	0.00	0.00	0.00	0.0%
6051 · Taxes & Licenses	1,050.38	600.00	450.38	175.06%
6053 · Technology/AMS/Website	33,198.82	42,000.00	-8,801.18	79.05%
6054 · Travel	554.72	2,000.00	-1,445.28	27.74%
Total Expense	1,234,159.71	1,989,904.00	-755,744.29	62.02%
Net Ordinary Income	-99,963.53	-224,084.00	124,120.47	44.61%
	-99,963.53	-224,084.00	124,120.47	44.61%



4. SACRS President Report - No Action

David MacDonald, Contra Costa CERA, SACRS President

A. SACRS President Update

No printed materials for this item



5. SACRS Legislative Committee Report – No Action

Eric Stern, Sacramento CERS and Dave Nelsen, Alameda CERA, SACRS Legislative Committee Co-Chairs

A. Legislative Committee Report



EDELSTEIN GILBERT ROBSON & SMITH^{LLC}

Donald B. Gilbert Michael R. Robson Trent E. Smith Jason D. Ikerd^{Associate}

April 4th, 2024

TO: State Association of County Retirement Systems
FROM: Edelstein Gilbert Robson & Smith, LLC
RE: **Legislative Update – April 2024**

The Legislature returned from its Spring Recess on March 21st and committee hearings are in full swing. April is traditionally the busiest month of the year for the Legislature as the newly introduced bills must be passed out of policy committees by the end of the month. Some of the committee agendas will be very long and hearings commonly go well into the evening. Most of May and early June will be dedicated to addressing the State's massive budget deficit, which is estimated to be between \$37 and \$73 billion, depending on who you ask. So far, the Governor and Legislature have failed to agree on an "early action" budget compromise intended to shrink the deficit by making cuts in the current budget year. The stalemate on cutting some non-controversial items in the current year does not bode well for the larger budget decisions that must be made by the June 15 deadline to pass a State Budget.

A few bills of interest to SACRS have recently been amended, which we have outlined below:

- **AB 3025** – This is an amended spot bill. The new text of requires county retirement systems to adjust benefits for retired members, survivors, or beneficiaries whose final compensation included disallowed compensation, crediting contributions made on the disallowed compensation, and establishing conditions for repayment by employers, while also authorizing employers to submit proposed compensation items for pension calculations for review and guidance from the retirement system. SACRS Legislative Committee Co-Chairs met with the sponsors of AB 3025 and are working collaboratively to make sure SACRS systems can properly implement the bill.

- **SB 1499** – This measure aligns the Personal Income Tax Law with federal law by adjusting catch-up limits for retirement contributions based on age and increasing contribution limits for simple plans, while also requiring additional information for any bill authorizing a new tax expenditure. Amended to strike Sections 408(p)(2) and Section 414(v)(2) of the line 16 Internal Revenue Code from applying. The amendments also establish a 2029 deadline for the Legislative Analyst’s Office to submit a report on how many taxpayers are utilizing these tax benefits.
- **SB 908** – This bill, previously the Government Transparency Act Initiative, has been gutted and amended. It is now a public health bill on fentanyl and will be removed from the SACRS tracking list.
- **AB 2770** – As amended, this bill revises the interest calculation for purchasing additional service credit and redepositing retirement contributions in the State Teachers’ Retirement System, requiring members to sign and return necessary documents within 35 days, and extends the repeal date for disability retirement provisions related to post-traumatic stress disorder; it also removes return receipt requirements for the payment of accumulated contributions to discontinued members and makes technical changes to the Judges’ Retirement Law. This bill recently passed out of committee.
- **SB 1240** – This bill allows a successor agency for the El Dorado County Fire Protection District and the Diamond Springs Fire Protection District to provide their employees with the defined benefit plan or formula they received prior to annexation, making legislative findings and declarations for the necessity of a special statute for the County of El Dorado, and declaring it to take effect immediately as an urgency statute. Amended to strike language requiring the successor agency to designate surviving contracts within 180 days of the annexation.
- **SB 1260** – This bill was gutted and amended. Previously, this bill would have established the Office of the Inspector General for the Public Employees’ Retirement System (CalPERS), appointing an Inspector General to oversee internal investigations, the disciplinary process, and audits or reviews of CalPERS. Now, this is a transportation bill regarding high-speed rail and will be removed from the SACRS tracking list.
- **AB 2284** – authorizes a retirement system, to the extent that it has not defined work classification “grades” to define “grade” to mean a number of employees considered together because they share similarities in job duties, schedules, unit recruitment requirements, work location, collective bargaining unit, or other logical work-related grouping. SACRS Legislative Committee Co-Chairs met with the sponsors and will continue to work on the bill to ensure it can be enacted in compliance with PEPRA.

- **AB 2474** – amends the County Employees Retirement Law of 1937 regarding benefit payments and overpayments, allowing for retirement allowances or benefits to be deposited into prepaid accounts, extending the period of employment for retired persons in certain positions, and considering a retired person's retirement allowance as an overpayment subject to collection if they are employed beyond specified limits. This bill continues to be discussed with amendments forthcoming.
- **AB 2301** – As amended, this bill, the Sacramento Area Sewer District Pension Protection Act of 2024, would transfer employees and associated obligations from the County of Sacramento to the Sacramento Area Sewer District, ensuring continuity of retirement benefits and assuming rights and obligations under existing retirement laws, with legislative findings emphasizing the necessity of a special statute for the County of Sacramento, and declaring it an urgency statute to take effect immediately.



6. SACRS Nomination Committee Report - Action

Vivian Gray, Los Angeles CERA, SACRS Nomination Committee Chair

- A. SACRS Board of Directors Elections 2024-2025



March 14, 2024

To: SACRS Trustees & SACRS Administrators/CEO's
 From: Vivian Gray, SACRS Immediate Past President, Nominating Committee Chair
 SACRS Nominating Committee
 Re: SACRS Board of Director Elections 2024-2025 - Elections Notice

SACRS BOD 2024-2025 election process began January 1, 2024. Please provide this election notice to your Board of Trustees and Voting Delegates.

DEADLINE	DESCRIPTION
March 1, 2024	Any regular member may submit nominations for the election of a Director to the Nominating Committee, provided the Nominating Committee receives those nominations no later than noon on March 1 of each calendar year regardless of whether March 1 is a Business Day. Each candidate may run for only one office. Write-in candidates for the final ballot, and nominations from the floor on the day of the election, shall not be accepted.
March 25, 2024	The Nominating Committee will report a final ballot to each regular member County Retirement System prior to March 25
May 10, 2024	Nomination Committee to conduct elections during the SACRS Business Meeting at the Spring Conference
May 10, 2024	Board of Directors take office for 1 year

Per SACRS Bylaws, Article VIII, Section 1. Board of Director and Section 2. Elections of Directors:

Section 1. Board of Directors. *The Board shall consist of the officers of SACRS as described in Article VI, Section 1, the immediate Past President, and two (2) regular members*

A. Immediate Past President. *The immediate Past President, while he or she is a regular member of SACRS, shall also be a member of the Board. In the event the immediate Past President is unable to serve on the Board, the most recent Past President who qualifies shall serve as a member of the Board.*

B. Two (2) Regular Members. *Two (2) regular members shall also be members of the Board with full voting rights.*

Section 2. Elections of Directors. *Any regular member may submit nominations for the election of a Director to the Nominating Committee, provided the Nominating Committee receives those nominations no later than noon on March 1 of each calendar year regardless of whether March 1 is a Business Day. Each candidate may run for only one office. Write-in candidates for the final ballot, and nominations from the floor on the day of the election, shall not be accepted.*



The Nominating Committee will report its suggested slate, along with a list of the names of all members who had been nominated, to each regular member County Retirement System prior to March 25.

The Administrator of each regular member County Retirement System shall be responsible for communicating the Nominating Committee's suggested slate to each trustee and placing the election of SACRS Directors on his or her board agenda. The Administrator shall acknowledge the completion of these responsibilities with the Nominating Committee.

Director elections shall take place during the first regular meeting of each calendar year. The election shall be conducted by an open roll call vote, and shall conform to Article V, Sections 6 and 7 of these Bylaws.

Newly elected Directors shall assume their duties at the conclusion of the meeting at which they are elected, with the exception of the office of Treasurer. The incumbent Treasurer shall co-serve with the newly elected Treasurer through the completion of the current fiscal year.

The elections are being held at the SACRS Spring Conference May 7-10, 2024. Elections take place during the Annual Business meeting on Friday, May 10, 2024, in Santa Barbara at the Hilton Santa Barbara Beachfront Resort.

SACRS Nominating Committee Recommended Slate:

- President – David MacDonald, Contra Costa CERA
- Vice President – Adele Tagaloa, Orange CERS
- Treasurer – Jordan Kaufman, Kern CERA
- Secretary – Zandra Cholmondeley, Santa Barbara CERS
- Regular Member – David Gilmore, San Diego CERA
- Regular Member – Rhonda Biesemeier, Stanislaus CERA

Other Nominations Submitted:

- Daniel Vasquez, Marin CERA
- Alysia Bonner, Fresno CERA

Please prepare your voting delegate to have the ability to vote by the recommended ballot and by each position separately.

If you have any questions, please contact Vivian Gray at vgray@lacara.com.

Thank you for your prompt attention to this timely matter.

Sincerely,

Vivian Gray

Vivian Gray, Trustee, Los Angeles CERA and SACRS Nominating Committee Chair

CC: SACRS Board of Directors
SACRS Nominating Committee Members
Sulema H. Peterson, SACRS Executive Director

Attached: Nominee Submissions

President, David MacDonald, Contra Costa CERA



David J MacDonald, MD



January 19, 2024

SACRS Nominating Committee
Vivian Gray, Chair

Dear Ms. Gray,

I would like to express my interest in running as President for the SACRS' Board of Directors for the 2024/2025 year.

I was first elected to the SACRS board in 2020 and currently serve as the SACRS President. I am also an elected trustee of the CCCERA Retirement Board (since 2016) and currently serve as the CCCERA Board Vice Chair. I appreciate the level of responsibility entrusted to me in looking after our members' retirement plans. I understand the incredible value of a defined benefit plan for my coworkers and our retirees.

I have a long history of dedicated service to my coworkers and union members, and I carry this spirit into my role as an elected trustee. My work with SACRS has meant further education and inspiration from the SACRS organization via its conferences and programs. SACRS has enhanced my abilities to serve as an effective CCCERA trustee.

I desire to continue my service on the SACRS board. My roles on the SACRS board have been incredibly valuable to me. My work in SACRS allows me to further promote, protect and build upon pension programs under CERL for county public employees statewide. We have good momentum with SACRS that will mean the further constructive evolution of our organization.

Thank you for your time and consideration.

Sincerely and respectfully,

David J MacDonald, MD



SACRS Board of Directors Elections 2024-2025

All interested candidates must complete this form and submit along with a letter of intent. **Both the form and the letter of intent must be submitted no later than March 1, 2024.** Please submit to the Nominating Committee Chair at vgray@lacera.com AND to SACRS at sulema@sacrs.org. If you have any questions, please feel free to contact Sulema Peterson at SACRS at (916) 701-5158.

Name of Candidate	Name: David J. MacDonald, MD
Candidate Contact Information (Please include – Phone Number, Email Address and Mailing Address)	Mailing Address: [REDACTED] Email Address: dmacdcccera@gmail.com Phone: [REDACTED]
Name of Retirement System Candidate Currently Serves On	System Name: CCCERA
List Your Current Position on Retirement Board (Chair, Alternate, Retiree, General Elected, Etc)	<input type="radio"/> Chair <input type="radio"/> Alternate <input type="radio"/> General Elected <input type="radio"/> Retiree <input checked="" type="radio"/> Other - Vice Chair X (elected board member)
Applying for SACRS Board of Directors Position (select only one)	<input checked="" type="radio"/> President X <input type="radio"/> Vice President <input type="radio"/> Treasurer <input type="radio"/> Secretary <input type="radio"/> Regular Member
Brief Bio	<ul style="list-style-type: none"> * SACRS Board of Directors, Member – 2020-2021 & 2021-2022 * SACRS Vice President – 2022-2023 * SACRS President – 2023-2024 * Vice Chair, CCCERA Board of Retirement * Elected general member trustee of CCCERA since 2016 * President, Physicians', and Dentists of Contra Costa (PDOCC), since 2010 (Union for health care providers working at Contra Costa County). * 30 years serving on the PDOCC Executive Board, including many years as Vice President and President. * 33 years of service to Contra Costa County as a physician working in the Department of Health Services. * Education/Pension Trustee Certificates: <ul style="list-style-type: none"> - Bachelor of Science, Biology – UC Irvine - Doctor of Medicine – UC Irvine - UC Berkeley (SACRS) – Modern Investment Theory & Practice for Retirement Systems - Wharton Business School – Portfolio Concepts & Management - IFEBP – CAPPP program, Trustees Master's Program - CALAPRS Trustee Education – Principles of Pension Governance

Vice President, Adele Tagaloa, OCERS

Serving the Active and Retired Members of:

CITY OF SAN JUAN
CAPISTRANO

COUNTY OF ORANGE

ORANGE COUNTY
CEMETERY DISTRICT

ORANGE COUNTY CHILDREN &
FAMILIES COMMISSION

ORANGE COUNTY
DEPARTMENT OF EDUCATION
(CLOSED TO NEW MEMBERS)

ORANGE COUNTY
EMPLOYEES RETIREMENT
SYSTEM

ORANGE COUNTY FIRE
AUTHORITY

ORANGE COUNTY IN-HOME
SUPPORTIVE SERVICES PUBLIC
AUTHORITY

ORANGE COUNTY LOCAL
AGENCY FORMATION
COMMISSION

ORANGE COUNTY PUBLIC LAW
LIBRARY

ORANGE COUNTY
SANITATION DISTRICT

ORANGE COUNTY
TRANSPORTATION
AUTHORITY

SUPERIOR COURT OF
CALIFORNIA, COUNTY
OF ORANGE

TRANSPORTATION
CORRIDOR AGENCIES

UCI MEDICAL CENTER AND
CAMPUS (CLOSED TO NEW
MEMBERS)

February 21, 2024

By Mail and Electronic Mail [vgray@lacera.com]

Ms. Vivian Gray
SACRS Nominating Committee Chair
SACRS
840 Richards Blvd.
Sacramento, CA 95811

Re: NOMINATION FOR SACRS BOARD OF DIRECTORS ELECTION 2024-2025

Dear Ms. Gray:

As a regular member of SACRS, the Orange County Employees Retirement System (OCERS) is entitled, under the SACRS Bylaws, Article VIII, Section 2, to submit nominations for the election of directors for the SACRS Board of Directors.

On February 21, 2024, the OCERS Board of Retirement met and took action to nominate OCERS trustee, Adele Tagalao, for the position of her choosing on the SACRS Board of Directors and directed me to submit this nomination to the SACRS Nominating Committee. Ms. Tagalao intends to pursue the position of VICE PRESIDENT of the SACRS Board and will forward her submission form directly to SACRS.

Accordingly, please accept this letter as **OCERS' nomination of OCERS Trustee, Adele Tagalao, for election to the position of VICE PRESIDENT of the SACRS Board of Directors at the 2024-2025 SACRS Board of Directors Election to take place on May 10, 2024.**

Please do not hesitate to contact me at (714) 558-6222 if you have any questions or require additional information. Thank you.

Best regards,



Steve Delaney
Chief Executive Officer

cc: Sulema H. Peterson, SACRS Administrator

Adele M. Tagaloa

2223 East Wellington Ave, Suite 100, Santa Ana, CA 92804 | [REDACTED] | atagaloa@ocers.org

February 25, 2024

Ms. Vivian Gray
SACRS Immediate Past President, Nominating Committee Chair
State Association of County Retirement Systems (SACRS)
840 Richards Blvd
Sacramento, CA 95811

Dear Ms. Vivian Gray:

Please accept this letter of my intent to run for SACRS Board of Directors for the office of Vice President.

I believe I am qualified to serve as Vice President based on my thirteen years of leadership positions in my employee labor organization, serving 1.8 million registered voters by providing transparent, accurate and secure elections, over 16 years in the non-profit and private sector and most importantly, as a Trustee on the Orange County Employees Retirement System. Most recently, serving on SACRS Vice President and Chair of the Programming Committee for the year 2023-2024 collaborating to enhance high-quality education for our trustees, with affiliates, staff and other CERL counties ensuring pension security.

I hold a passion for democracy, organized labor, and education accessibility that encompasses everything in my career and life. Since I have been elected to the OCERS Board of Retirement, trustee education has been one of my main priorities. All thought the last two years has proven a challenge for in-person conferences and education, this did not deter me from attending as many different organization's education, on any platform that I could. With that experience, in my opinion, SACRS is the leading organization for public pension organizations.

While attending SACRS Fall Conference in 2021, the level of professionalism and outstanding leadership, solidified my desire to be more than an attendee at SACRS. I have found an organization that understands the challenge and importance of pensions, education and duty, for trustees in our CERL 37 Act Systems. I have shared to many about the fantastic speakers and the subjects that reach beyond pensions. This past year serving as your SACRS Secretary, has allowed me to represent trustees, for example:

- Based on feedback, submitting topics and speakers that would benefit trustees, investment staff, and affiliates
- Commitment to working on long-term goals for all our members

Using my leadership experience, it is my goal to continue to share all the benefits of SACRS to members and to continue to make SACRS the premier pension organization in a changing world.

It would be an honor to serve on the SACRS Board of Directors as Vice President and truly appreciate your consideration.

Sincerely,

Adele Tagaloa

Adele Tagaloa
Trustee, General Member-Elected
Orange County Employees Retirement System (OCERS)



**SACRS Nomination Submission Form
SACRS Board of Directors Elections 2024-2025**

All interested candidates must complete this form and submit along with a letter of intent. **Both the form and the letter of intent must be submitted no later than March 1, 2024.** Please submit to the Nominating Committee Chair at vgray@lacera.com AND to SACRS at sulema@sacrs.org. If you have any questions, please feel free to contact Sulema Peterson at SACRS at (916) 701-5158.

Name of Candidate	Name: Adele Tagaloa
Candidate Contact Information (Please include – Phone Number, Email Address and Mailing Address)	Mailing Address: 2223 East Wellington Ave, Suite 100 Santa Ana, CA 92701 Email Address: atagaloa@ocers.org Phone: [REDACTED]
Name of Retirement System Candidate Currently Serves On	System Name: Orange County Employees Retirement System (OCERS)
List Your Current Position on Retirement Board (Chair, Alternate, Retiree, General Elected, Etc)	<input checked="" type="radio"/> Chair <input type="radio"/> Alternate <input checked="" type="radio"/> General Elected <input type="radio"/> Retiree <input type="radio"/> Other _____
Applying for SACRS Board of Directors Position (select only one)	<input type="radio"/> President <input checked="" type="radio"/> Vice President <input type="radio"/> Treasurer <input type="radio"/> Secretary <input type="radio"/> Regular Member
Brief Bio in Paragraph Format (CV format and screenshot photos will not be accepted)	<ul style="list-style-type: none"> • Vice President, SACRS • Programming Committee Chair, SACRS • Elected General Member Trustee, OCERS, 2020 to present • Over 14 years of service to the County of Orange • Proudly serving 1.8 million registered voters at the Registrar of Voters • Chair, OCERS Disability Committee 2020 to 2022 • Vice Chair, OCERS Investment Committee 2022 • Chair, OCERS Investment Committee 2023 • OCERS Governance Committee member 2022 • Union Steward, Orange County Employees Association (OCEA) 2012 to present • Board of Directors, OCEA 2018 to present <p>Public Pension Trustee Certificates: NCPERS - Accredited Fiduciary Program - Accredited Fiduciary designation 2024 Public Pension Investment Management Program - UC Berkeley CALAPRS Principles of Pension Governance and Principles for Trustees Completed 209 hours of education, 2023</p>

Treasurer, Jordan Kaufman, Kern CERA



Jordan Kaufman
Treasurer and Tax Collector
Chase Nunneley
Assistant Treasurer and Tax Collector

January 16, 2024

Vivian Gray, Nominating Committee Chairman
 State Association of County Retirement Systems

Re: Letter of interest to continue on the Board of Directors of SACRS in the position of Treasurer

Dear Vivian and members of the Nominating Committee,

Thank you for the opportunity to express my interest in continuing on the SACRS Board of Directors in the position of Treasurer. I believe that I have the knowledge, experience and motivation to add value to the Board. I am in my third term as the elected Kern County Treasurer-Tax Collector, and I am an 19 year member of the Kern County Employees Retirement Association (KCERA) as a general elected, alternate, and statutory trustee. I have a deep background in public fund investment and retirement plan administration and I am or have been the Treasurer of many organizations and associations.

As the elected Treasurer-Tax Collector, I manage the County's \$6.7 billion treasury pool, provide banking services to over 200 different county agencies and districts, and collect over \$1.6 billion in local property taxes. I am also the Plan Administrator for the County's 457(b) deferred compensation plan with over \$700 million in participant assets.

I am or have been the Treasurer of the following entities: County of Kern; California Association of County Treasurer's and Tax Collectors (CACTTC); United Way of Kern County; Boy Scouts of America Southern Sierra Council; California Statewide Communities Development Authority (CSCDA); and Kern County Management Council.

I have dedicated my career to public service and I am proud to serve the residents of Kern County and the employees of the County of Kern and I feel that I can continue to bring value to SACRS Board of Directors. Thank you in advance for your consideration and feel free to call me if you have any questions at 661-204-1510.

Sincerely,

Jordan Kaufman
 Kern County Treasurer-Tax Collector
 Deferred Compensation Plan Administrator

Attachment

M:\Administration\SACRS\SACRS Board Letter of Interest.doc



**SACRS Nomination Submission Form
SACRS Board of Directors Elections 2024-2025**

All interested candidates must complete this form and submit along with a letter of intent. **Both the form and the letter of intent must be submitted no later than March 1, 2024.** Please submit to the Nominating Committee Chair at vgray@lacera.com **AND** to SACRS at sulema@sacrs.org. If you have any questions, please feel free to contact Sulema Peterson at SACRS at (916) 701-5158.

Name of Candidate	Name: Jordan Kaufman
Candidate Contact Information (Please include – Phone Number, Email Address and Mailing Address)	Mailing Address: 1115 Truxtun Avenue, 2nd Floor Bakersfield, CA 93301 Email Address: jkaufman@kerncounty.com Phone: 661-204-1510
Name of Retirement System Candidate Currently Serves On	System Name: Kern CERA
List Your Current Position on Retirement Board (Chair, Alternate, Retiree, General Elected, Etc)	<input type="radio"/> Chair <input type="radio"/> Alternate <input type="radio"/> General Elected <input type="radio"/> Retiree <input checked="" type="checkbox"/> Other <u>Statutory</u>
Applying for SACRS Board of Directors Position (select only one)	<input type="radio"/> President <input type="radio"/> Vice President <input checked="" type="checkbox"/> Treasurer <input type="radio"/> Secretary <input type="radio"/> Regular Member
Brief Bio in Paragraph Format (CV format and screenshot photos will not be accepted)	<p>I am the current SACRS Treasurer and am excited for the opportunity to continue in this role. I am in my third term as the elected Kern County Treasurer-Tax Collector with fiduciary responsibility over the \$6.7 billion Treasury Investment Pool and the responsibility of annually collecting over \$1.6 billion in local property taxes. I am also the Plan Administrator for the \$700 million deferred compensation plan for County employees. Prior to being elected, I became the assistant Treasurer-Tax Collector in 2006. Prior to 2006, I spent over a decade in the County Administrative Office where I performed budget and policy analysis and was involved in the issuance of various types of municipal bonds for the County. I am the Treasurer and past Chairman of the United Way of Kern County, Trustee and past Chairman of the Kern County Employees Retirement Association (KCERA), Vice Chair of the California Statewide Communities Development Authority (CSCDA), Treasurer of the Boy Scouts of America Southern Sierra Council. I have a Bachelor of Science degree in Industrial Technology from Cal Poly San Luis Obispo. I live in Bakersfield with my beautiful wife Kristen and we have four children.</p>

Secretary, Zandra Cholmondeley, Santa Barbara CERS

From: [Zandra Cholmondeley](#)
To: [Vivian Gray](#); [Sulema Peterson](#)
Subject: Letter of Intent to serve as Secretary, SACRS Board of Directors
Date: Monday, February 26, 2024 1:19:41 PM

Dear Ms. Gray,

I hereby express my interest in serving as Secretary on the SACRS Board of Directors for the 2024-25 term of office.

I have been a regular attendee at SACRS conferences since 2009, when I joined the Board of Directors the Santa Barbara County Employees' Retirement System as elected retiree trustee. I currently serve as Secretary (2023-24) and have previously served as Secretary on the SACRS Board of Directors in 2013-14. I have also served on the SACRS program committee over the past 11 years and have contributed to the lineup of speakers and panelists at SACRS conferences during this period.

I would be honored to continue to serve as Secretary on the SACRS Board of Directors.

Yours sincerely,
Zandra Cholmondeley,
Elected Retiree Trustee,
Santa Barbara County Employees' Retirement System

Sent from my iPad



**SACRS Nomination Submission Form
SACRS Board of Directors Elections 2024-2025**

All interested candidates must complete this form and submit along with a letter of intent. **Both the form and the letter of intent must be submitted no later than March 1, 2024.** Please submit to the Nominating Committee Chair at vgray@lacera.com AND to SACRS at sulema@sacrs.org. If you have any questions, please feel free to contact Sulema Peterson at SACRS at (916) 701-5158.

Name of Candidate	Name: Zandra Cholmondeley
Candidate Contact Information (Please include – Phone Number, Email Address and Mailing Address)	Mailing Address: [REDACTED] Email Address: [REDACTED] Phone: [REDACTED]
Name of Retirement System Candidate Currently Serves On	System Name: Santa Barbara County Employees' Retirement System
List Your Current Position on Retirement Board (Chair, Alternate, Retiree, General Elected, Etc)	<input type="radio"/> Chair <input type="radio"/> Alternate <input checked="" type="radio"/> General Elected <input checked="" type="checkbox"/> Retiree <input type="radio"/> Other _____
Applying for SACRS Board of Directors Position (select only one)	<input type="radio"/> President <input checked="" type="radio"/> Vice President <input type="radio"/> Treasurer <input checked="" type="checkbox"/> Secretary <input type="radio"/> Regular Member
Brief Bio in Paragraph Format (CV format and screenshot photos will not be accepted)	<p>Zandra Cholmondeley was elected to represent County retirees as a trustee on the governing board of the Santa Barbara County Retirement System (SBCERS) in November 2008. She joined the SBCERS Board in January 2009 and starting in January 2010, served two terms as Chair of the Board. She currently serves as Secretary on the SACRS Board (2023-24) and previously served as Secretary of this board from 2014-15. She has also served three terms as the President of the Retired Employees of Santa Barbara County (RESBC).</p> <p>Zandra retired in July 2008. As Principal Analyst for Santa Barbara County she was charged with overseeing the development of the County's annual budget and performed numerous special projects for the County Executive Officer (CEO). Her budget responsibilities included working with County departments to ensure the accuracy of projections and overall preparation of the budget document. Special projects experience included implementing fiscal policy for the County Executive Office.</p>

Regular Member, David Gilmore, San Diego CERA

January 24, 2024

Ms. Vivian Gray
Chair
Nominating Committee
State Association of County Retirement Systems

Dear Ms. Gray,

This letter is to state my intention to run for re-election. Attached please find my application for the State Association of County Retirement Systems Board of Directors.

I have been working with retirement education since first joining the county of San Diego almost 27 years ago. Working this past year with the SACRS team has been very educational and has provided a sense of accomplishment. The team is a caring group of individuals that are truly looking to provide a great experience for pension system trustees to learn and grow in their roles as board members.

My goal is to keep supporting the SACRS training mission. I respectfully request and thank you in advance for the consideration of the Nominating Committee in supporting my candidacy for election to the SACRS Board of Directors.

Respectfully,


David Gilmore

SDCERA Trustee



**SACRS Nomination Submission Form
SACRS Board of Directors Elections 2024-2025**

All interested candidates must complete this form and submit along with a letter of intent. **Both the form and the letter of intent must be submitted no later than March 1, 2024.** Please submit to the Nominating Committee Chair at vgray@lacara.com AND to SACRS at sulema@sacrs.org. If you have any questions, please feel free to contact Sulema Peterson at SACRS at (916) 701-5158.

Name of Candidate	Name: David Gilmore
Candidate Contact Information (Please include – Phone Number, Email Address and Mailing Address)	Mailing Address: [REDACTED] Email Address: D.Gilmore@sdcera.org Phone: [REDACTED]
Name of Retirement System Candidate Currently Serves On	System Name: San Diego County Employees Retirement Association
List Your Current Position on Retirement Board (Chair, Alternate, Retiree, General Elected, Etc)	<input checked="" type="radio"/> Chair <input type="radio"/> Alternate <input type="radio"/> General Elected <input type="radio"/> Retiree <input type="radio"/> Other _____
Applying for SACRS Board of Directors Position (select only one)	<input type="radio"/> President <input type="radio"/> Vice President <input type="radio"/> Treasurer <input type="radio"/> Secretary <input checked="" type="radio"/> Regular Member
Brief Bio in Paragraph Format (CV format and screenshot photos will not be accepted)	<p>I am serving SDCERA for my second term. Currently, I am the Board Chair. I have two more years in this board term. I am a 27 year employee of San Diego County. Currently, I am the Training Division manager for the Sheriff's Department. I have a BBA in Accounting and an MPA in Public Administration. I have served on the SACRS Board for the past year and enjoyed participating in the development of training opportunities for pension trustees from around the state of California.</p> <p>I appreciate your support.</p>

Regular Member, Rhona Bieseimer, Stanislaus CERA

Rhonda Bieseemeier



February 22, 2024

Ms. Vivian Gray
SACRS Nominating Committee Chair

Ms. Sulema Peterson
SACRS Executive Director

Dear Ms. Gray and Ms. Peterson,

My name is Rhonda Bieseemeier and I am interested in serving as a member of the SACRS Board of Directors. I am a strong proponent of furthering and protecting retiree's defined benefit plans.

I have always been impressed by the quality of education I receive through SACRS, both at conferences and through the UC Berkeley Program. The SACRS organization is impressively well- run, providing top-notch presenters to improve member's understanding of investments and other aspects of pension management. The networking opportunities you provide enhance the educational experience.

I would like to stress that once I commit to a position, I am involved and dedicated to assuring that a certain level of excellence is maintained. I recognize that SACRS maintains such a level and I'd like to be a part of its future.

I appreciate that you are willing to consider me for a position on the Board of SACRS.

Sincerely,

Rhonda Bieseemeier



SACRS Nomination Submission Form
SACRS Board of Directors Elections 2024-2025

All interested candidates must complete this form and submit along with a letter of intent. **Both the form and the letter of intent must be submitted no later than March 1, 2024.** Please submit to the Nominating Committee Chair at vgray@lacera.com **AND** to SACRS at sulema@sacrs.org. If you have any questions, please feel free to contact Sulema Peterson at SACRS at (916) 701-5158.

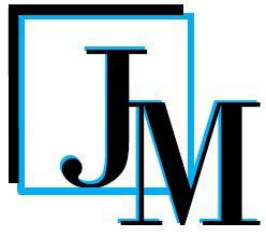
Name of Candidate	Name: Rhonda Bieseemeier
Candidate Contact Information (Please include – Phone Number, Email Address and Mailing Address)	Mailing Address: ██ Email Address: ████████████████████ Phone: ██████████
Name of Retirement System Candidate Currently Serves On	System Name: Stanislaus County Employees' Retirement Association (StanCERA)
List Your Current Position on Retirement Board (Chair, Alternate, Retiree, General Elected, Etc)	<input type="radio"/> Chair <input type="radio"/> Alternate <input type="radio"/> General Elected <input checked="" type="radio"/> Retiree <input type="radio"/> Other _____
Applying for SACRS Board of Directors Position (select only one)	<input type="radio"/> President <input type="radio"/> Vice President <input type="radio"/> Treasurer <input type="radio"/> Secretary <input checked="" type="radio"/> Regular Member
Brief Bio in Paragraph Format (<i>CV format and screenshot photos will not be accepted</i>)	<p>I was elected as the Retiree Alternate Representative to the StanCERA Board of Retirement in July 2017, and was re-elected for a second term in 2020. In 2023, I was elected as the Retiree Representative and currently serve as a Trustee in that capacity. Since joining the Board in 2017, I have attended numerous SACRS conferences and the SACRS/UC Berkeley Program.</p> <p>I am committed to retirees as evidenced by volunteer positions I have held since retiring in 2008. They include President and board member of the Retired Employees of Stanislaus County (RESICO) 2008 – present and Delegate to the California Retired County Employees Association (CRCEA) 2009 - 2023. Additionally, my current experience as an Equal Rights Commissioner for Stanislaus County would be beneficial in continuing the goals of inclusiveness to which SACRS aspires.</p> <p>I was raised in Modesto, California. I have two accomplished young adult children, two dogs & a cat. My favorite things include spending time with my children and my many friends, meeting new people, participating in community events, traveling, and photography.</p>



7. SACRS Audit Committee Report – Action

Steve Delaney, Orange CERS, SACRS Audit Committee Chair

A. SACRS Audit 2022-2023 Report



JAMES MARTA & COMPANY LLP
CERTIFIED PUBLIC ACCOUNTANTS

**STATE ASSOCIATION OF
COUNTY RETIREMENT SYSTEMS**

**FINANCIAL STATEMENT
WITH
INDEPENDENT AUDITOR'S REPORT**

**FOR THE FISCAL YEARS ENDED
JUNE 30, 2023 AND 2022**

701 HOWE AVENUE, E3
SACRAMENTO, CA 95825

(916) 993-9494
(916) 993-9489 FAX
WWW.JPMCPCPA.COM

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

JUNE 30, 2023

BOARD OF DIRECTORS

David MacDonald
President

Vivian Gray
Immediate Past President

Adele Tagaloa
Vice President

Jordan Kaufman
Treasurer

Zandra Cholmondeley
Secretary

Brian Williams
General Member

David Gilmore
General Member

* * * *

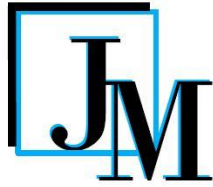
Sulema Peterson
Association Management

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

JUNE 30, 2023 AND 2022

TABLE OF CONTENTS

	<u>PAGE</u>
INDEPENDENT AUDITOR'S REPORT	1
FINANCIAL SECTION	
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS	4
NOTES TO THE FINANCIAL STATEMENT	5
SUPPLEMENTARY INFORMATION	
COMBINING STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS	8
GRAPHICAL PRESENTATION OF CASH RECEIPTS	9
GRAPHICAL PRESENTATION OF CASH DISBURSEMENTS	11
CONFERENCE SUMMARY REPORT	13



James Marta & Company LLP
Certified Public Accountants

Accounting Auditing Tax and Consulting

INDEPENDENT AUDITOR'S REPORT

Board of Directors
State Association of County Retirement Systems
Sacramento, California

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statement State Association of County Retirement Systems (SACRS) which comprise the statement of cash receipts and disbursements for the fiscal years ended June 30, 2023 and 2022, and the related notes to the financial statement.

In our opinion, the accompanying statement of cash receipts and disbursements present fairly, in all material respects, the financial position of State Association of County Retirement Systems as of June 30, 2023 and 2022 in accordance with the cash basis of accounting described in Note 1.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of State Association of County Retirement Systems, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Responsibility of Management for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the cash basis of accounting described in Note 1, and for determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the statement of cash receipts and disbursements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about State Association of County Retirement Systems' ability to continue as a going concern for a period of at least twelve months from the date of the statement of cash receipts and disbursements.

Auditor's Responsibilities for the Audit of the statement of cash receipts and disbursements

Our objectives are to obtain reasonable assurance about whether the statement of cash receipts and disbursements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users made on the basis of these statement of cash receipts and disbursements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the statement of cash receipts and disbursements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of State Association of County Retirement Systems' internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the statement of cash receipts and disbursements
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about State Association of County Retirement Systems' ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Other Information

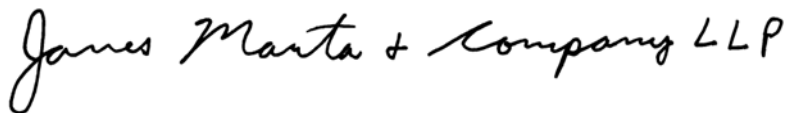
Our audit was conducted for the purpose of forming an opinion on the financial statement as a whole. The Combining Statement of Cash Receipts and Disbursements, Graphical Presentation of Cash Receipts, Graphical Presentation of Cash Disbursements, and Conference Summary Report, on pages 8 to 13, are presented for purposes of additional analysis and are not a required part of the financial statement.

The Combining Statement of Cash Receipts and Disbursements, Graphical Presentation of Cash Receipts, and Graphical Presentation of Cash Disbursements, on pages 8 to 12, is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statement. Such information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Combining Statement of Cash Receipts and Disbursements, Graphical Presentation of Cash Receipts, and Graphical Presentation of Cash Disbursements, on pages 8 to 12 is fairly stated in all material respects in relation to the financial statement as a whole.

The Conference Summary Report, on page 13, has not been subjected to the auditing procedures applied in the audit of the basic financial statement, and accordingly, we do not express an opinion or provide any assurance on it.

Restricted Use

This report is intended solely for the information and use of management and the board of directors of State Association of County Retirement Systems and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "James Marta & Company LLP". The signature is written in a cursive, flowing style.

James Marta & Company LLP
Certified Public Accountants
Sacramento, California
April 4, 2024

FINANCIAL SECTION

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

FOR THE FISCAL YEARS ENDED JUNE 30, 2023 AND 2022

	<u>2022-23</u>	<u>2021-22</u>
<u>Cash Receipts</u>		
Dues	\$ 361,500	\$ 321,490
Conference		
Fall	546,180	503,150
Spring	561,715	534,549
Seminars	117,000	115,650
Other admin receipts	635	350
Other conference receipts	-	350
Interest	<u>37,268</u>	<u>-</u>
Total cash receipts	<u>1,624,298</u>	<u>1,475,539</u>
 <u>Cash Disbursements</u>		
Conference		
Fall - 2022 and 2021		
Hotel and meals	430,059	345,697
Audio and visual	102,087	86,293
Program materials	31,726	95,289
Spring - 2023 and 2022		
Hotel and meals	689,074	30,956
Audio and visual	207,583	122,694
Program materials	82,563	76,921
Seminars	102,505	250,832
Conference administration	<u>21,192</u>	<u>31,462</u>
Total conference disbursements	<u>1,666,789</u>	<u>1,040,144</u>
Administration	396,456	357,802
Lobbying	62,808	65,013
Newsletters	43,941	33,276
Committee meetings	74,447	58,157
Special projects	17,837	17,841
Interest	<u>-</u>	<u>32,231</u>
Total administration disbursements	<u>595,489</u>	<u>564,320</u>
Total Cash Disbursements	<u>2,262,278</u>	<u>1,604,464</u>
Excess (Deficit) of Cash Receipts over Cash Disbursements	(637,980)	(128,925)
Cash and Investments, Beginning	<u>1,904,634</u>	<u>2,033,559</u>
Cash and Investments, Ending	<u>\$ 1,266,654</u>	<u>\$ 1,904,634</u>
 <i>Supplementary Information</i>		
Cash and Investments at June 30,	<u>2023</u>	<u>2022</u>
Cash and cash equivalents	\$ 666,544	\$ 959,810
Non current portion of investments	<u>600,110</u>	<u>944,824</u>
Total Cash and Investments	<u>\$ 1,266,654</u>	<u>\$ 1,904,634</u>

The accompanying notes are an integral part of this financial statement.

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

NOTES TO THE FINANCIAL STATEMENT

FOR THE FISCAL YEARS ENDED JUNE 30, 2023 AND 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. ORGANIZATION

State Association of County Retirement Systems (SACRS) is a not-for-profit association of 20 California county retirement systems, enacted under the County Employees Retirement Law of 1937. SACRS was formed in the early 1970's to provide forums for disseminating knowledge of, and developing expertise in, the operation of county retirement systems existing under current law, as well as to foster and take an active role in the legislative process. To accomplish SACRS' mission of addressing issues of importance to members, SACRS, contracting with Sulema Peterson & Associates, provides a variety of association management services, including three magazines a year, membership directory, semi-annual conferences, and oversight of SACRS.org. The Association is supported primarily through membership dues and conference fees.

B. BASIS OF ACCOUNTING

The accompanying financial statement has been prepared on the cash receipts and disbursements basis of accounting, which is a basis of accounting other than generally accepted accounting principles. Under that basis, the only assets recognized are cash and investments, and no liabilities are recognized. All transactions are recognized as either cash receipts or disbursements, and noncash transactions are not recognized. The cash basis differs from generally accepted accounting principles primarily because the effects of outstanding dues and obligations for assessments unpaid at the date of the financial statement are not included in the financial statement.

The Board of Directors has elected to use the cash basis of accounting for this entity given the nature of its receipts and disbursements: revenue is almost always received and earned in the same period (e.g. at the beginning of the year for annual memberships, and shortly prior to events for conference attendance) and most expenses are incurred evenly over the year, with the exception of the billing for the conference hotel expense. Financial results by conference are presented in the Conference Summary Report in the Supplementary Information section of this document.

C. INCOME TAXES

The Association is exempt from federal and state income taxes under Section 501(c)(4) of the Internal Revenue Code and Section 23701f of the California Revenue and Taxation Code.

D. CONTRACTUAL AGREEMENTS

The Association has entered into various contractual agreements for professional services. These agreements include compensation for services rendered to the Association.

E. COMPARATIVE DATA

Comparative data for the prior year have been presented in certain sections of the accompanying financial statement in order to provide an understanding of changes in the Association's financial position and operations.

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

NOTES TO THE FINANCIAL STATEMENT

FOR THE FISCAL YEARS ENDED JUNE 30, 2023 AND 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. COMPARATIVE DATA (CONTINUED)

Since SACRS uses the cash basis of accounting, the timing of events and the ultimate settlement of bills may vary from year to year. For example; the Spring conference costs could be settled by June (by year end) or be extended into the subsequent year. Also the timing of events could affect when payments are made from year to year. Payments after year end will be paid out of the surplus generated out of the prior year conference receipts. So the surplus cash at year end may have future demands for prior expenses. Management prepares a conference summary report that reconciles these payments when settled; this report is presented as supplementary information.

2. CASH AND INVESTMENTS

Cash and Cash Equivalents

SACRS considers short-term highly liquid investments to be cash equivalents provided that they are both readily convertible to cash and had an original maturity of three months or less when purchased. The balance in cash and cash equivalents at June 30 include:

	2023	2022
Bank accounts	\$ (166,975)	\$ 158,389
Money market accounts	833,519	801,421
Total cash and cash equivalents	\$ 666,544	\$ 959,810

Cash in bank accounts at June 30, 2023 consisted of the following:

	First Foundation	Bank of America	Total
Per bank	\$ 136,739	\$ 46,674	\$ 183,413
Checks outstanding	(350,388)	-	(350,388)
Total bank accounts	\$ (213,649)	46,674	\$ (166,975)

Cash in bank accounts at June 30, 2022 consisted of the following:

	First Foundation	Bank of America	Total
Per bank	\$ 149,965	\$ 46,669	\$ 196,634
Checks outstanding	(38,245)	-	(38,245)
Total bank accounts	\$ 111,720	46,669	\$ 158,389

Cash balances on interest-bearing accounts held in banks are insured up to \$250,000 by the Federal Depository Insurance Corporation (FDIC). There were \$0 in excess of FDIC coverage as of June 30, 2023 and 2022, respectively. Money market accounts are not insured.

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

NOTES TO THE FINANCIAL STATEMENT

FOR THE FISCAL YEARS ENDED JUNE 30, 2023 AND 2022

2. CASH AND INVESTMENTS (Continued)

Investments

In March 2015, SACRS invested in the CalTRUST Medium-Term Fund (the “Fund”), depositing \$1,104,130. The fair value balance as of June 30, 2023 and 2022 presented in the financial statement is \$600,110 and \$944,824; respectively. SACRS made a \$350,000 redemption for the year ended June 30, 2023. The current portion of the investment account represents underlying securities which are immediately redeemable (e.g. equities), or will mature within one year. The CalTRUST Short-Term Fund was \$8,559 and \$8,242 as of June 30, 2023 and 2022, respectively. The Fund is not rated or insured.

3. CONTRACTS

SACRS has entered into contracts with various hotels to reserve facilities and guest rooms for its upcoming conferences and events. Cancellation fees associated with these contracts vary by date of notice. All hotel contracts specify the total number of guest room nights reserved at a group rate. If guest nights attributed to the convention fall below a specified minimum, SACRS is obligated to pay a room attrition rate for every guest night below the contracted minimum; standard room rates exceed the attrition rate. The organization is also responsible for food and beverage minimums as specified below. Hotel contracts entered into as of the audit date are summarized here:

Conference	Cancellation Fees	Food and Beverage Minimums	Guest Room Nights Reserved	Guest Room Nights Minimum	Rooms Attrition
UC Berkley 2023	\$59,765	\$22,000	134	134	\$309 plus tax
Fall 2023	\$136,762-\$288,524	\$150,000	1145	916	\$249 plus tax
Spring 2024	\$224,848-\$404,726	\$170,000	1145	916	\$247 plus tax
UC Berkley 2024	\$60,971	\$22,000	134	134	\$319 plus tax
Fall 2024	\$123,832-\$397,665	\$150,000	1185	948	\$209 plus tax
Spring 2025	\$141,608-\$370,715	\$175,000	1185	948	\$239 plus tax
UC Berkley 2025	\$60,971	\$22,000	134	134	\$319 plus tax
Fall 2026	\$141,608-\$370,716	\$175,000	1185	948	\$239 plus tax

4. DONATED SERVICES

Directors and officers have made a significant contribution of their time to develop the organization and its programs. No amounts have been recognized in the accompanying statement of cash receipts and disbursements as no cash changed hands as a result of the donated services.

5. SUBSEQUENT EVENTS

SACRS’ management has evaluated subsequent events through April 4, 2024, the date which the financial statement was issued. Management is not aware of any subsequent events that would require recognition or disclosure in the financial statement.

SUPPLEMENTARY INFORMATION

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS
COMBINING STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

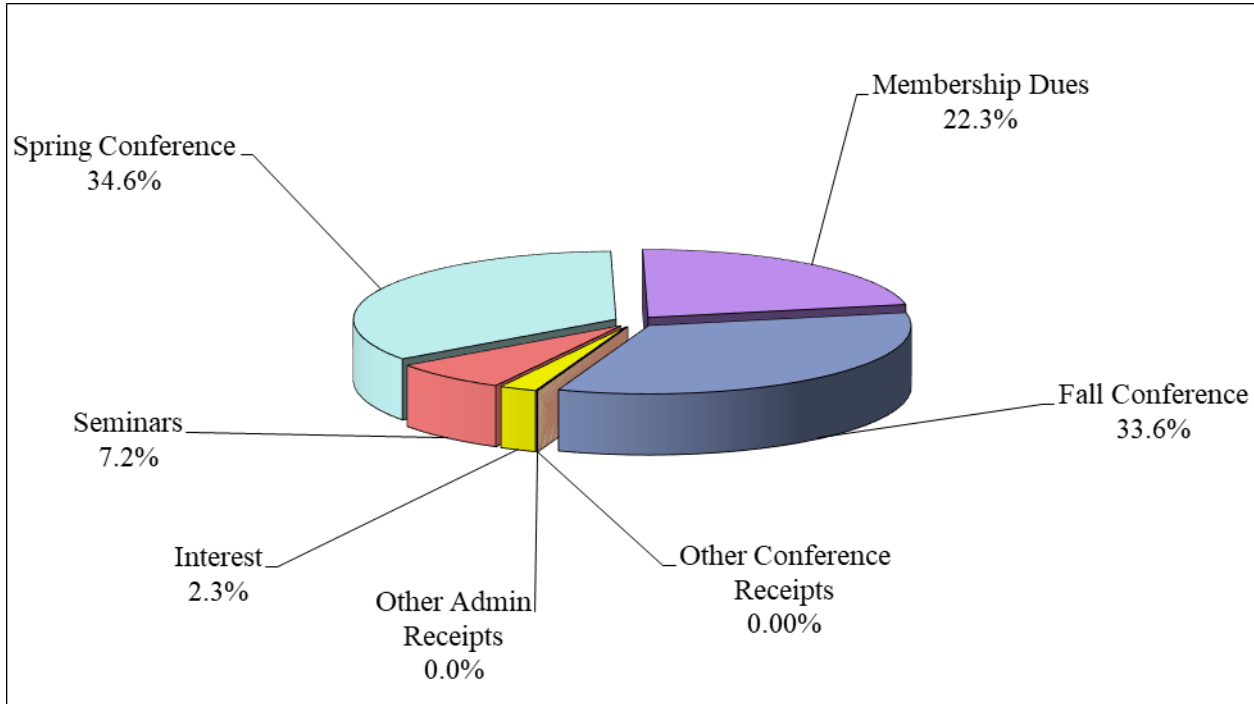
	<u>Conference</u>	<u>Administration</u>	<u>Total</u>
<u>Cash Receipts</u>			
Dues	\$ -	\$ 361,500	\$ 361,500
Conference			
Fall	546,180	-	546,180
Spring	561,715	-	561,715
Seminars	117,000	-	117,000
Other admin receipts	-	635	635
Interest	-	37,268	37,268
Total Cash Receipts	<u>1,224,895</u>	<u>399,403</u>	<u>1,624,298</u>
<u>Cash Disbursements</u>			
Conference			
Fall - 2022			
Hotel and meals	430,059	-	430,059
Audio and visual	102,087	-	102,087
Program materials	31,726	-	31,726
Spring - 2023			
Hotel and meals	689,074	-	689,074
Audio and visual	207,583	-	207,583
Program materials	82,563	-	82,563
Seminars	102,505	-	102,505
Conference Administration	21,192	-	21,192
Total conference disbursements	<u>1,666,789</u>	<u>-</u>	<u>1,666,789</u>
Administration	-	396,456	396,456
Lobbying	-	62,808	62,808
Newsletters	-	43,941	43,941
Committee meetings	-	74,447	74,447
Special projects	-	17,837	17,837
Total administration disbursements	<u>-</u>	<u>595,489</u>	<u>595,489</u>
Total Cash Disbursements	<u>1,666,789</u>	<u>595,489</u>	<u>2,262,278</u>
Excess (Deficit) of Cash Receipts over Cash Disbursements	(441,894)	(196,086)	(637,980)
Cash and Investments, Beginning	<u>3,120,390</u>	<u>(1,215,756)</u>	<u>1,904,634</u>
Cash and Investments, Ending	<u>\$ 2,678,496</u>	<u>\$ (1,411,842)</u>	<u>\$ 1,266,654</u>

STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

GRAPHICAL PRESENTATION OF CASH RECEIPTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2023

CASH RECEIPTS BY SOURCE

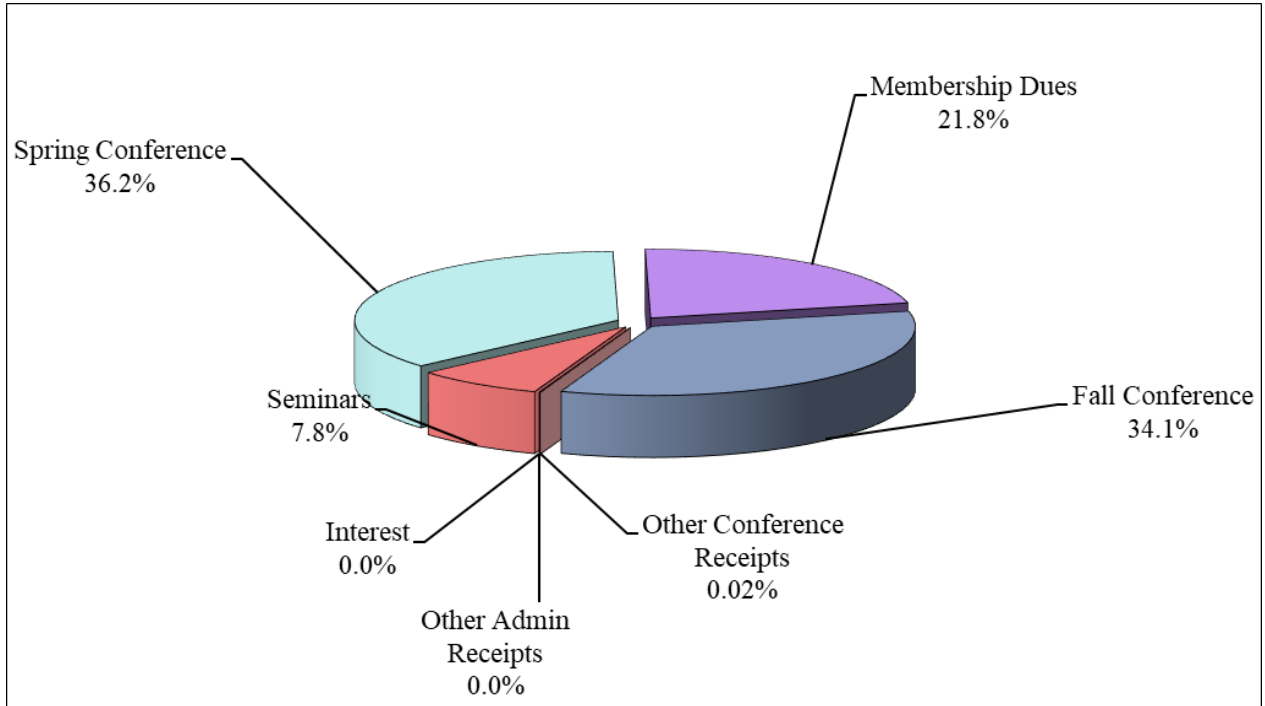


STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

GRAPHICAL PRESENTATION OF CASH RECEIPTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2022

CASH RECEIPTS BY SOURCE

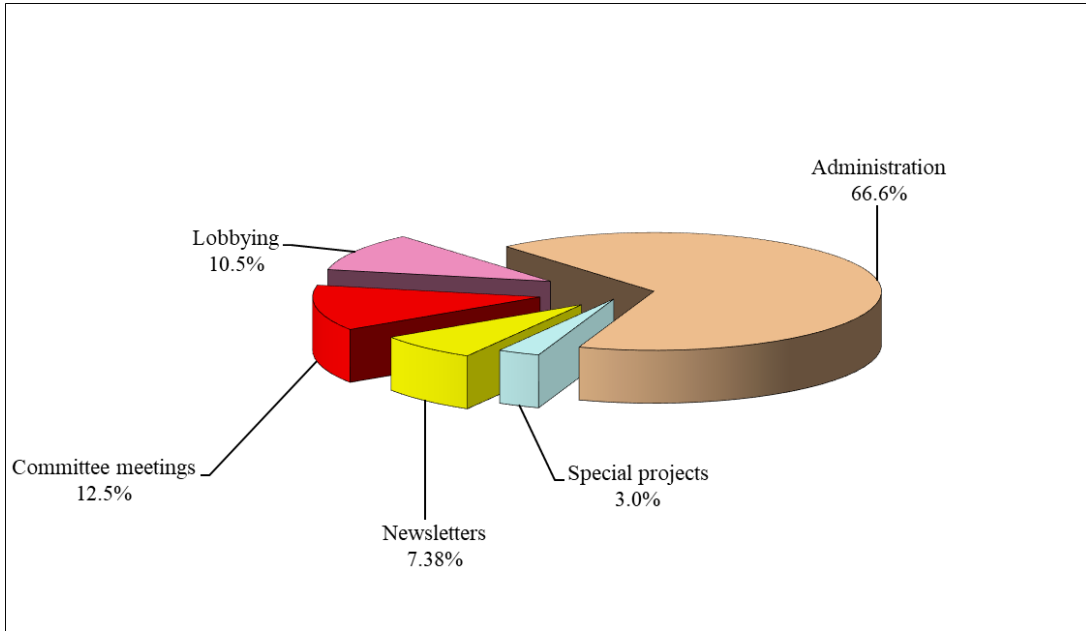


STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

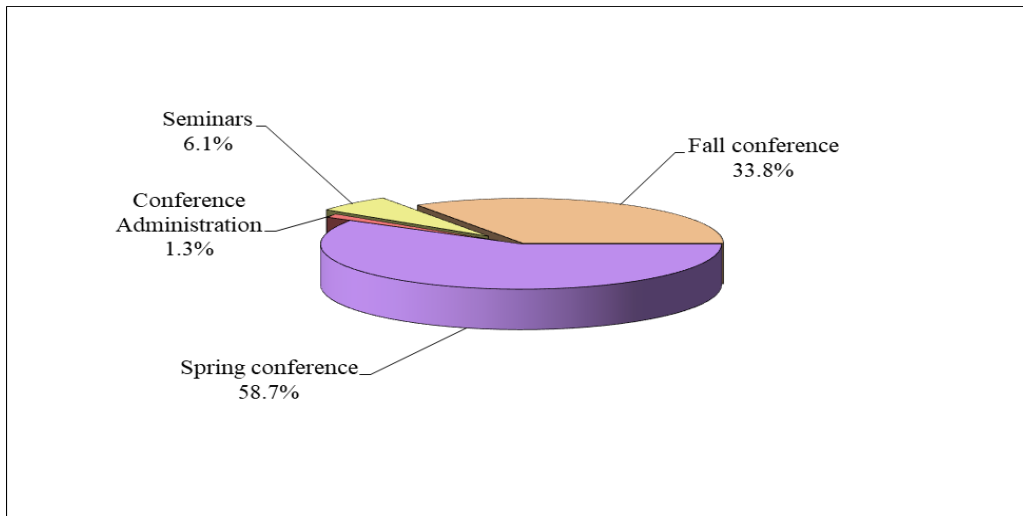
GRAPHICAL PRESENTATION OF CASH DISBURSEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2023

ADMINISTRATION CASH DISBURSEMENTS



CONFERENCE CASH DISBURSEMENTS

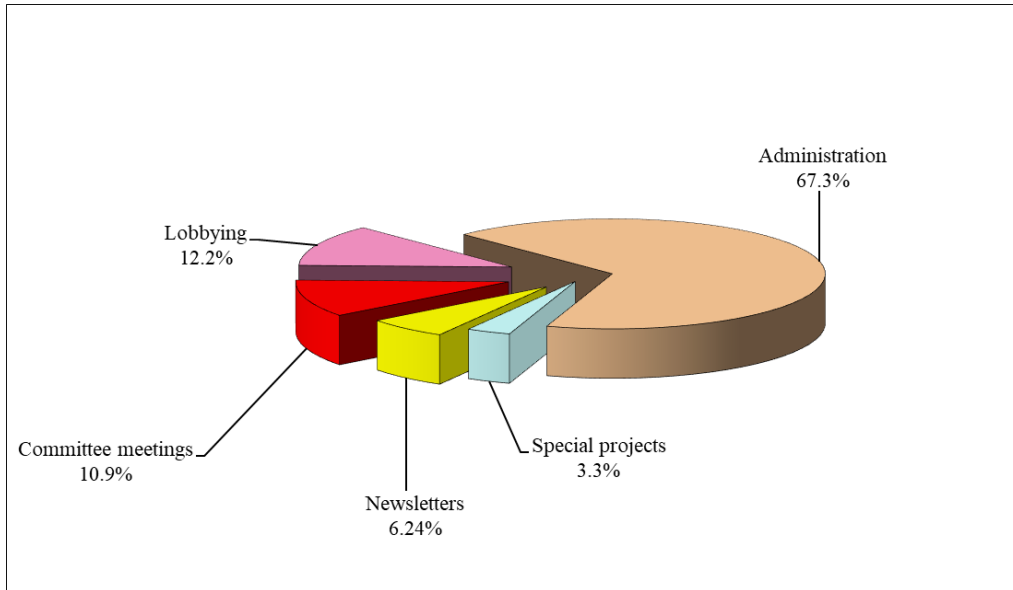


STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

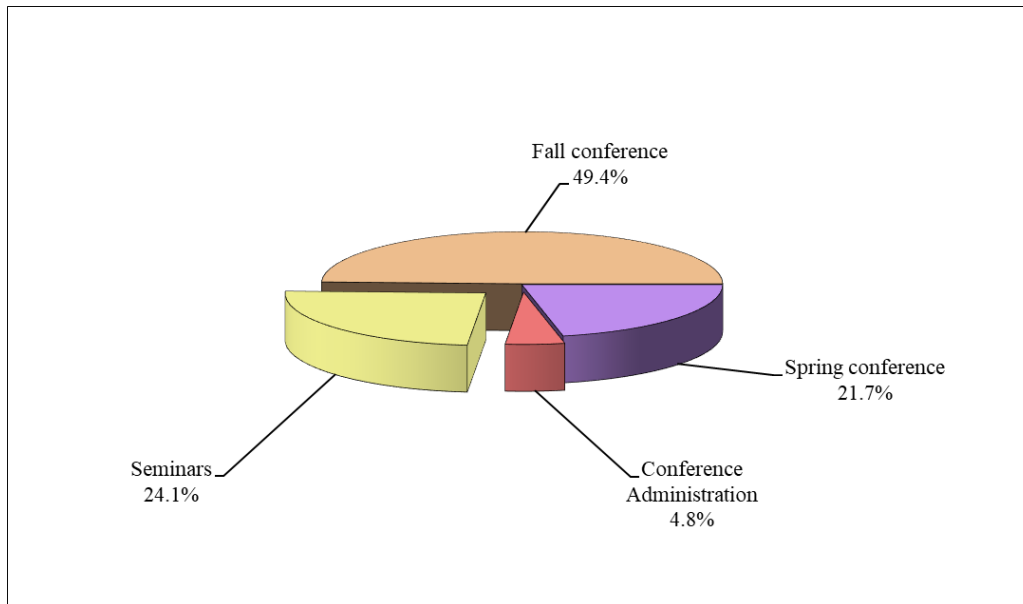
GRAPHICAL PRESENTATION OF CASH DISBURSEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2022

ADMINISTRATION CASH DISBURSEMENTS



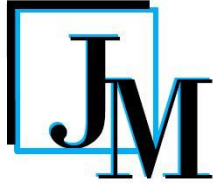
CONFERENCE CASH DISBURSEMENTS



STATE ASSOCIATION OF COUNTY RETIREMENT SYSTEMS

CONFERENCE SUMMARY REPORT

	Spring 2023	Fall 2022	Spring 2022	Fall 2021	Spring 2021	Fall 2020	Spring 2020	Fall 2019	Spring 2019	Fall 2018
	San Diego	Long Beach	Rancho Mirage	Hollywood	Held Via Virtual Conference	Held Via Virtual Conference	Canceled/Held Via Webinar	Monterey	Lake Tahoe	Indian Wells
Cash receipts										
Conference	\$ 561,715	\$ 546,180	\$ 534,550	\$ 503,150	\$ 116,115	\$ 102,380	\$ -	\$ 639,270	\$ 592,590	\$ 591,530
Total cash receipts	<u>561,715</u>	<u>546,180</u>	<u>534,550</u>	<u>503,150</u>	<u>116,115</u>	<u>102,380</u>	<u>-</u>	<u>639,270</u>	<u>592,590</u>	<u>591,530</u>
Cash disbursements										
Hotel and meals	664,335	377,130	20,225	329,775	-	-	-	267,961	195,278	312,670
Audio and visual	203,750	102,088	114,145	86,293	38,975	46,888	-	56,477	57,731	52,180
Program materials	40,542	23,797	33,115	39,374	2,500	3,049	-	20,381	42,342	32,086
Program Speakers	42,021	42,123	41,750	55,915	11,290	38,125	-	63,172	39,784	74,458
Conference Administration	28,572	18,734	21,336	15,921	3,830	2,668		12,131	28,354	22,738
Total cash disbursements	<u>979,220</u>	<u>563,872</u>	<u>230,572</u>	<u>527,277</u>	<u>56,595</u>	<u>90,730</u>	<u>-</u>	<u>420,122</u>	<u>363,489</u>	<u>494,132</u>
Net cash provided by conference	<u>\$ (417,505)</u>	<u>\$ (17,692)</u>	<u>\$ 303,978</u>	<u>\$ (24,127)</u>	<u>\$ 59,520</u>	<u>\$ 11,650</u>		<u>\$ 219,148</u>	<u>\$ 229,101</u>	<u>\$ 97,398</u>
Total attendees	<u>538</u>	<u>508</u>	<u>577</u>	<u>540</u>	<u>443</u>	<u>363</u>	N/A	<u>647</u>	<u>590</u>	<u>588</u>



James Marta & Company LLP
Certified Public Accountants

Accounting Auditing Tax and Consulting

**COMMUNICATION WITH THOSE CHARGED
WITH GOVERNANCE**

Board of Directors
State Association of County Retirement Systems
Sacramento, California

We have audited the financial statement of the State Association of County Retirement Systems (SACRS) for years ended June 30, 2023 and 2022, and have issued our report thereon dated April 4, 2024. Professional standards require that we advise you of the following matters relating to our audit.

Our Responsibility in Relation to the Financial Statement Audit

As communicated in our engagement letter dated July 7, 2022, our responsibility, as described by professional standards, is to form and express an opinion about whether the financial statements that have been prepared by management with your oversight are presented fairly, in all material respects, in accordance with the cash basis of accounting described in Note 1 to the financial statement. Our audit of the financial statement does not relieve you or management of your respective responsibilities.

Our responsibility, as prescribed by professional standards, is to plan and perform our audit to obtain reasonable, rather than absolute, assurance about whether the financial statement is free of material misstatement. An audit of financial statements includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control over financial reporting. Accordingly, as part of our audit, we considered the internal control of SACRS solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

We are also responsible for communicating significant matters related to the audit that are, in our professional judgment, relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures for the purpose of identifying other matters to communicate to you.

We have provided our report on internal control over financial reporting in a separate letter to you dated April 4, 2024.

Planned Scope and Timing of the Audit

We conducted our audit consistent with the planned scope and timing we previously communicated to you.

Compliance with All Ethics Requirements Regarding Independence

The engagement team, others in our firm, as appropriate, and our firm, have complied with all relevant ethical requirements regarding independence.

We follow the AICPA Ethics Standard Rule 201C, in conjunction with this, we annually review with all engagement staff potential conflicts and obtain a conflict certification. In addition, we inquire on each engagement about potential conflicts with staff. We have not identified any relationships or other matters that in the auditor's judgment may be reasonably thought to bear on independence.

Qualitative Aspects of the Entity's Significant Accounting Practices

Significant Accounting Policies

Management has the responsibility to select and use appropriate accounting policies. A summary of the significant accounting policies adopted by SACRS is included in Note 1 to the financial statement. There have been no initial selection of accounting policies and no changes in significant accounting policies or their application during fiscal year 2023. No matters have come to our attention that would require us, under professional standards, to inform you about (1) the methods used to account for significant unusual transactions and (2) the effect of significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.

Significant Accounting Estimates

Accounting estimates are typically an integral part of the financial statements prepared by management and are based on management's current judgments. Those judgments are normally based on knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ markedly from management's current judgments. As the accounting of SACRS is prepared on a cash basis, no estimates are necessary for the preparation of the financial statement.

Financial Statement Disclosures

Certain financial statement disclosures involve significant judgment and are particularly sensitive because of their significance to financial statement users. We are not aware of any sensitive disclosures affecting SACRS' financial statement.

Significant Difficulties Encountered during the Audit

We encountered no significant difficulties in dealing with management relating to the performance of the audit.

Uncorrected and Corrected Misstatements

For purposes of this communication, professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that we believe are trivial, and communicate them to the appropriate level of management. Further, professional standards require us to also communicate the effect of uncorrected misstatements related to prior periods on the relevant classes of transactions, account balances or disclosures, and the financial statement as a whole and each applicable opinion unit. We did not identify any uncorrected misstatements as a result of our audit procedures.

In addition, professional standards require us to communicate to you all material, corrected misstatements that were brought to the attention of management as a result of our audit procedures. See Attachment I for adjustments provided by management.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter, which could be significant to SACRS' financial statement or the auditor's report. No such disagreements arose during the course of the audit.

Representations Requested from Management

We have requested certain written representations from management, which are included in the attached letter dated April 4, 2024.

Management's Consultations with Other Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters. Management informed us that, and to our knowledge, there were no consultations with other accountants regarding auditing and accounting matters.

Other Significant Matters, Findings, or Issues

In the normal course of our professional association with SACRS, we generally discuss a variety of matters, including the application of accounting principles and auditing standards, operating conditions affecting the entity, and operating plans and strategies that may affect the risks of material misstatement. None of the matters discussed resulted in a condition to our retention as SACRS' auditors.

We are contracted to prepare the fiscal year 2023 federal Return of Organization Exempt From Income Tax, and related state filings, as well as the calendar year Forms 1099-MISC for SACRS. These returns will be prepared using audited financial data, where applicable, but our preparation of these returns does not constitute an audit. No audit opinion will be issued on the tax returns referred to above.

James Marta & Company LLP
Certified Public Accountants

This report is intended solely for the information and use of the Board of Directors, and management of State Association of County Retirement Systems and is not intended to be and should not be used by anyone other than these specified parties.

James Marta & Company LLP

James Marta & Company LLP
Certified Public Accountants
Sacramento, California
April 4, 2024

Adjusting Journal Entries

None.

Reclassifying Journal Entries

None.



Providing insight. Fostering oversight.

MANAGEMENT REPRESENTATION LETTER

April 4, 2024

James Marta & Company LLP
Certified Public Accountants
Sacramento, California

This representation letter is provided in connection with your audit of the statement of cash receipts and disbursements of the State Association of County Retirement Systems (SACRS) for the fiscal years ended June 30, 2023 and 2022, and the related notes to the financial statement, for the purpose of expressing an opinion on whether the financial statement is presented fairly, in all material respects, in accordance with the cash basis of accounting described in Note 1 to the financial statement.

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in the light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement.

We confirm that to the best of our knowledge and belief, having made such inquiries as we considered necessary for the purpose of appropriately informing ourselves as of April 4, 2024:

Financial Statement

- We have fulfilled our responsibilities, as set out in the terms of the audit engagement dated July 7, 2022, for the preparation and fair presentation of the financial statement in accordance with the cash basis of accounting described in Note 1 to the financial statement.
- We acknowledge our responsibility for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.
- We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.
- Significant assumptions used by us in making accounting estimates, including those measured at fair value, are reasonable.
- Related party relationships and transactions have been appropriately accounted for and disclosed.
- All events subsequent to the date of the financial statement which requires adjustment or disclosure have been adjusted or disclosed.
- The effects of all known actual or possible litigation and claims have been accounted for and disclosed.
- We have complied with all contractual agreements, grants, and donor restrictions.



Providing insight. Fostering oversight.

- We have maintained an appropriate composition of assets in amounts needed to comply with all donor restrictions.
- We have accurately presented the entity's position regarding taxation and tax-exempt status.
- The bases used for allocation of functional expenses are reasonable and appropriate.
- We have included in the financial statement all assets under the entity's control.
- We have designed, implemented, and maintained adequate internal controls over the receipt and recording of contributions.
- Methods and significant assumptions used by management to determine fair values, their consistency in application, and the completeness and adequacy of fair value information for financial statement measurement and disclosure purposes are appropriate.
- We have reviewed and approved the adjusting and reclassifying journal entries reflected in the audit statements and Attachment I.

Information Provided

- We have provided you with:
 - Access to all information, of which we are aware that is relevant to the preparation and fair presentation of the financial statement, such as records, documentation, and other matters;
 - Additional information that you have requested from us for the purpose of the audit; and
 - Unrestricted access to persons within the entity from whom you determined it necessary to obtain audit evidence.
- All transactions have been recorded in the accounting records and are reflected in the financial statement in accordance with the cash basis of accounting described in Note 1 to the financial statement.
- We have disclosed to you the results of our assessment of the risk that the financial statement may be materially misstated as a result of fraud.
- We have no knowledge of any fraud or suspected fraud that affects the entity and involves:
 - Management;
 - Employees who have significant roles in internal control; or
 - Others when the fraud could have a material effect on the financial statement.
- We have no knowledge of any allegations of fraud, or suspected fraud, affecting the entity's financial statement communicated by employees, former employees, analysts, regulators, or others.
- We have no knowledge of any noncompliance or suspected noncompliance with laws, regulations, contracts, and grant agreements whose effects should be considered when preparing financial statements.
- We are not aware of any pending or threatened litigation and claims whose effects should be considered when preparing the financial statement and we have not consulted legal counsel concerning litigation or claims.
- We have disclosed to you the identity of the entity's related parties and all the related party relationships and transactions of which we are aware.



Providing insight. Fostering oversight.

Supplementary Information in Relation to the Financial Statement as a Whole

With respect to the Combining Statement of Cash Receipts and Disbursements, Graphical Presentation of Cash Receipts, Graphical Presentation of Cash Disbursements, and Conference Summary Report accompanying the financial statement:

- We acknowledge our responsibility for the presentation of the Combining Statement of Cash Receipts and Disbursements, Graphical Presentation of Cash Receipts, and Graphical Presentation of Cash Disbursements in accordance with the cash basis accounting as described in Note 1 to the financial statement. We acknowledge our responsibility for the presentation of the Conference Summary Report which presents all cash receipts and expenses related to a specific regardless of timing of the underlying receipt or disbursement.
- We believe the Combining Statement of Cash Receipts and Disbursements, Graphical Presentation of Cash Receipts, and Graphical Presentation of Cash Disbursements, including its form and content, is fairly presented in accordance with the cash basis accounting as described in Note 1 to the financial statement. We believe the Conference Summary Report, including its form and content, is fairly presented and inclusive of all cash receipts and expenses related to a specific regardless of timing of the underlying receipt or disbursement.
- The methods of measurement or presentation have not changed from those used in the prior period.
- When the Combining Statement of Cash Receipts and Disbursements, Graphical Presentation of Cash Receipts, Graphical Presentation of Cash Disbursements, and Conference Summary Report are not presented with the audited financial statement, management will make the audited financial statement readily available to the intended users of the Combining Statement of Cash Receipts and Disbursements, Graphical Presentation of Cash Receipts, Graphical Presentation of Cash Disbursements, and Conference Summary Report no later than the date of issuance by the entity of the supplementary information and the auditor's report thereon.

Additional Representations

- We have reviewed, approved, and taken responsibility for the financial statement and related notes.
- We have reviewed and approved the various adjusting journal entries that were proposed by you for recording in our books and records and reflected in the financial statement.
- We have a process to track the status of audit findings and recommendations.
- We have identified and communicated to you all previous audits, attestation engagements, and other studies related to the audit objectives and whether related recommendations have been implemented.
- All disbursements have been properly classified in the financial statement and allocations, if any, have been made on a reasonable basis.
- Deposit and investment risks have been properly and fully disclosed.



Providing insight. Fostering oversight.

- There have been no communications from regulatory agencies concerning noncompliance with or deficiencies in accounting, internal control, or financial reporting practices.
- We have disclosed to you all guarantees, whether written or oral, under which SACRS is contingently liable.
- SACRS has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset or future revenue been pledged as collateral, except as disclosed to you.
- We have provided you with our views on reported audit findings, conclusions, and recommendations, as well as planned corrective actions.
- Regarding our tax filings prepared by James Marta & Company LLP:
 - We are responsible for complying with tax filing requirements with the Internal Revenue Service, Franchise Tax Board, and other agencies, as applicable.
 - We are responsible for establishing and maintaining effective internal control over compliance.
 - We have performed an evaluation of the Association's compliance with tax filing requirements, and we are not aware of any instances of noncompliance.
 - We have reviewed and approved the tax returns prepared by your office.
 - We have made available to you all documentation related to compliance with specified requirements.
 - We assume all management responsibilities in regard to the tax filings and have designated an individual in management who possesses suitable skill, knowledge and experience to oversee these services.
 - We have performed an evaluation of the adequacy and results of the services performed and assume all management responsibilities.
 - We accept responsibility for the results of the services.

Sulema Peterson

Sulema Peterson, SACRS Executive Director

4/4/2024

Date

Attachment



Providing insight. Fostering oversight.

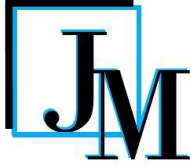
Attachment I
Journal Entry Report

Adjusting Journal Entry:

None.

Reclassifying Journal Entry:

None



James Marta & Company LLP
Certified Public Accountants

Accounting, Auditing, Consulting, and Tax

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
INDEPENDENT AUDITOR'S REPORT**

Board of Directors
State Association of County Retirement Systems
Sacramento, California

We have audited, in accordance with auditing standards generally accepted in the United States of America, the financial statements of State Association of County Retirement Systems (SACRS), as of and for the years ended June 30, 2023 and 2022 the related notes to the financial statement, which collectively comprise the State Association of County Retirement Systems' basic financial statement, and have issued our report thereon dated April 4, 2024.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statement, we considered SACRS' internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control. Accordingly, we do not express an opinion on the effectiveness of the Association's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control. This report is an integral part of an audit performed in accordance with auditing standards generally accepted in the United States of America in considering the entity's internal control. Accordingly, this communication is not suitable for any other purpose.

James Marta & Company LLP

James Marta & Company LLP
Certified Public Accountants
April 4, 2024

STATE ASSOCIATION OF COUNTY
RETIREMENT SYSTEMS
SUMMARY OF AUDIT RESULTS
YEAR ENDED JUNE 30, 2023

Presented by

Jesse Deol, CPA, ARM

Partner



Agenda

- Communications with Those Charged with Governance
- June 30, 2023, State Association of County Retirement Systems Statement of Cash Receipts and Disbursements and Auditor's Report
- Independent Auditor's Report On Internal Control And Compliance



COMMUNICATION WITH THOSE CHARGED WITH GOVERNANCE



SCOPE OF ENGAGEMENT

- Engagement letter dated July 7, 2022
- Statement of Cash Receipts and Disbursement Audit
- Tax

1. OBJECTIVE AND SCOPE OF THE AUDIT

You have requested that we audit the Statement of Cash Receipts and Disbursements of State Association of County Retirement Systems as of June 30, 2022, 2023, and 2024, and the related Statements of Activities, Statements of Functional Expenses, and Cash Flows for the years then ended and the related notes to the financial statements, which collectively comprise State Association of County Retirement Systems' basic financial statements and provide assistance with the preparation of the financial statements.

Also, the statements we present to you will include the following additional information that will be subjected to the auditing procedures applied in our audit of the financial statements:

- Combining Schedule of Cash Receipts and Disbursements
- Graphical Presentation of Cash Receipts
- Graphical Presentation of Cash Disbursements

The following additional information will not be subjected to the auditing procedures applied in our audit of the financial statements:

- Conference Summary Report

The objective of our audit is the expression of opinions as to whether your basic financial statements are fairly presented, in all material respects, in conformity with the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America and to report on the fairness of the supplementary information referred to in the second paragraph when considered in relation to the financial statements as a whole.

Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America (GAAS) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users made on the basis of these financial statements.

Professional standards require that we provide you with information related to our audit of State Association of County Retirement Systems. This information is summarized as follows:

- Responsibilities and Opinion
 - Financial statements are the responsibility of management
 - Our responsibility is to express an audit opinion
 - We will issue an unmodified opinion (the best and auditor can give)



REPORT TO YOU - INTERACTIONS WITH MANAGEMENT



Management Consultations
with Other Independent
Accountants:

✓ None



Disagreements with
Management or Difficulties
Encountered:

✓ None



Management
Representations:

Pending

REPORT TO YOU

QUALITATIVE ASPECTS OF ACCOUNTING PRACTICES

- Significant Accounting Policies and Changes in Those Policies - No changes
- Management Judgments and Accounting Estimates
 - None noted



AUDIT PROCEDURES

- An Audit is more than just assurance regarding the fairness of presenting financial statements. An Audit involves gaining an understanding of the organization's systems and controls.
 - Understanding; systems, policies and procedures
 - Tests of control
 - Gathering other audit evidence, review of details, performing test calculations.
 - Review of accounting methods and reporting

RESULTS OF THE AUDIT

Consideration Area	Result
Planned Scope and Timing	Staff availability during the agreed upon field work dates.
Findings Identified in Performing the Audit	None significant.
Significant Adjustments or Disclosures Not Reflected in the Financial Statements	None.

STATEMENT OF CASH RECEIPTS AND
DISBURSEMENTS
WITH INDEPENDENT AUDITOR'S REPORT



INDEPENDENT AUDITOR'S REPORT

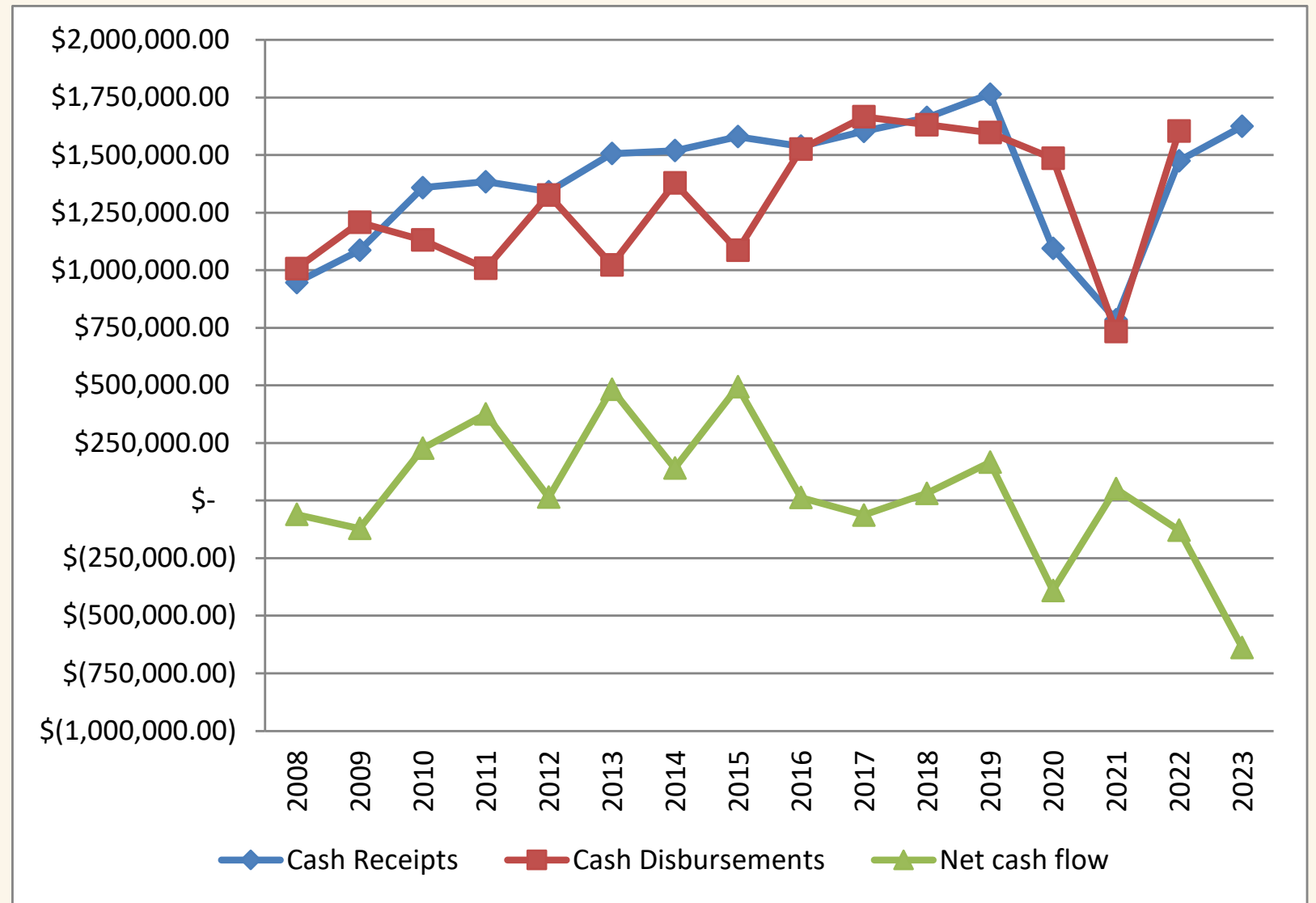
- Pages 1-3 of the Audited Statement of Cash Receipts and Disbursements
- Unmodified opinion (Page 1), the best opinion that we can provide



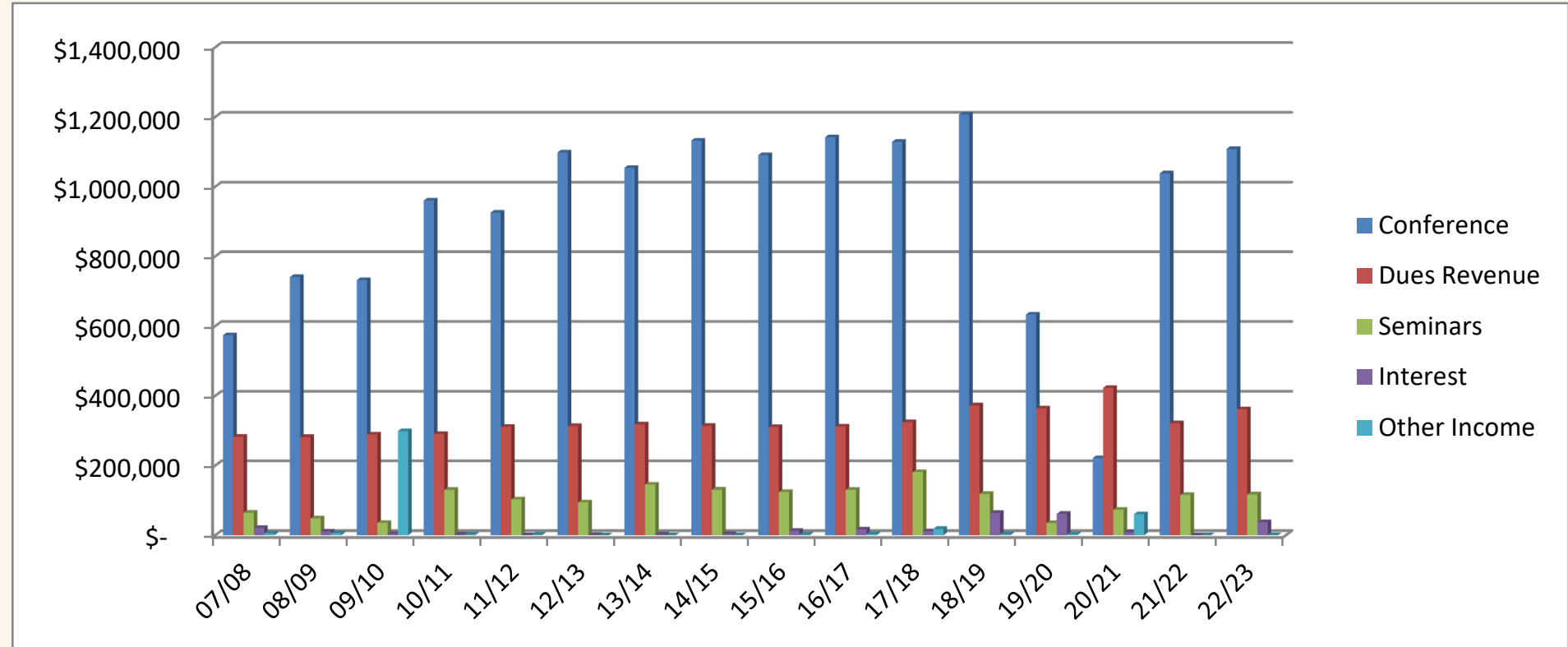
Financial Results – Cash Basis

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Beginning Cash	\$ 1,904,634	\$ 2,033,559	\$ 1,981,948	\$ 2,372,422	\$ 2,206,001
Cash Receipts	1,624,298	1,475,539	785,349	1,095,488	1,764,148
Cash Disbursements	<u>(2,262,278)</u>	<u>(1,604,464)</u>	<u>(733,738)</u>	<u>(1,485,962)</u>	<u>(1,597,727)</u>
Excess (Deficit) of Cash Receipts over Disbursements	(637,980)	(128,925)	51,611	(390,474)	166,421
Ending Cash	<u><u>\$ 1,266,654</u></u>	<u><u>\$ 1,904,634</u></u>	<u><u>\$ 2,033,559</u></u>	<u><u>\$ 1,981,948</u></u>	<u><u>\$ 2,372,422</u></u>

Financial Results – Cash Basis (continued)

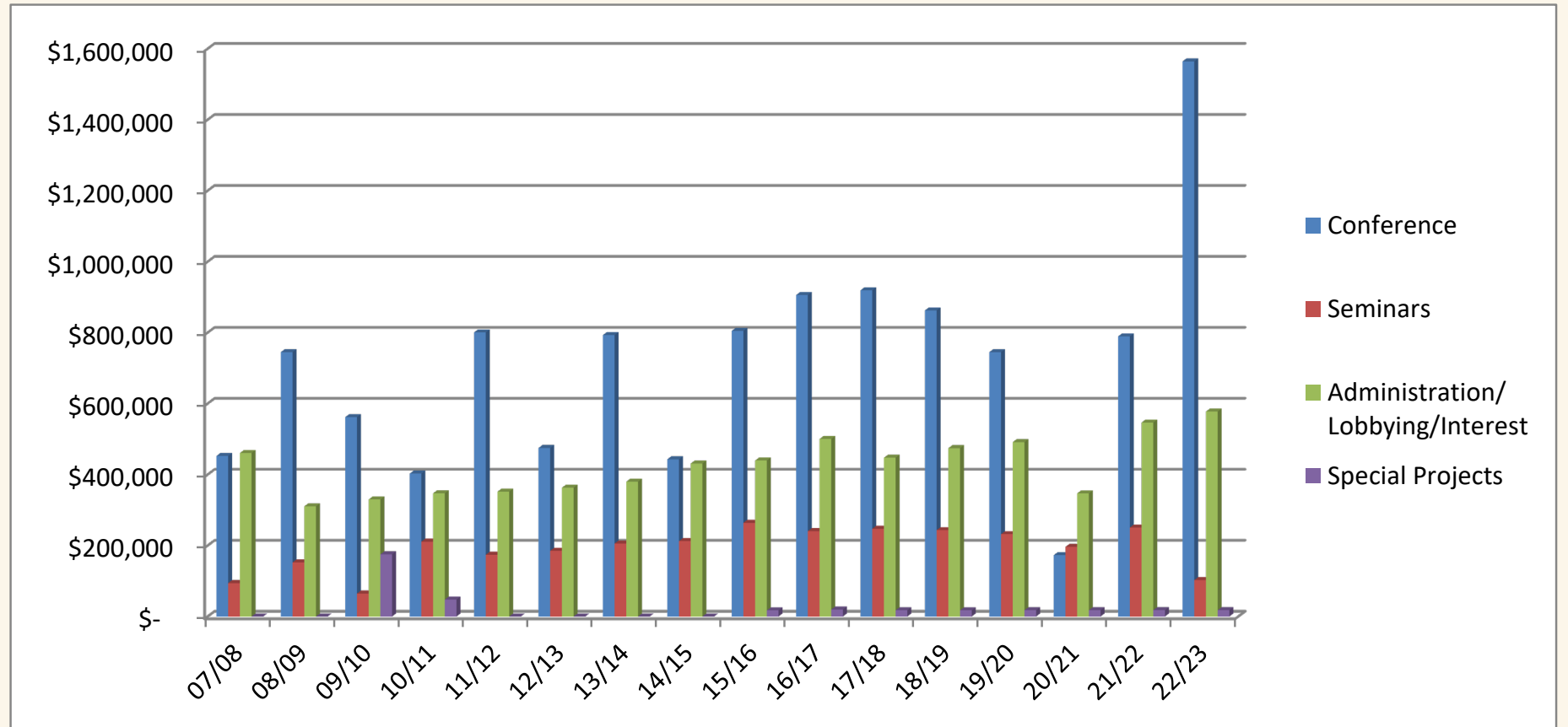


Revenues by Source - Historic



The conference is going back to the historical level pre-pandemic.

Expenses by Source - Historic



The expenses are driven by the conference is going back to the historical level pre-pandemic.

Conference Financials

	Spring 2023	Fall 2022	Spring 2022	Fall 2021	Spring 2021	Fall 2020	Spring 2020	Fall 2019	Spring 2019	Fall 2018
	San Diego	Long Beach	Rancho Mirage	Hollywood	Held Via Virtual Conference	Held Via Virtual Conference	Canceled/Held Via Webinar	Monterey	Lake Tahoe	Indian Wells
Cash receipts										
Conference	\$ 561,715	\$ 546,180	\$ 534,550	\$ 503,150	\$ 116,115	\$ 102,380	\$ -	\$ 639,270	\$ 592,590	\$ 591,530
Total cash receipts	561,715	546,180	534,550	503,150	116,115	102,380	-	639,270	592,590	591,530
Cash disbursements										
Hotel and meals	664,335	377,130	20,225	329,775	-	-	-	267,961	195,278	312,670
Audio and visual	203,750	102,088	114,145	86,293	38,975	46,888	-	56,477	57,731	52,180
Program materials	40,542	23,797	33,115	39,374	2,500	3,049	-	20,381	42,342	32,086
Program Speakers	42,021	42,123	41,750	55,915	11,290	38,125	-	63,172	39,784	74,458
Conference Administration	28,572	18,734	21,336	15,921	3,830	2,668	-	12,131	28,354	22,738
Total cash disbursements	979,220	563,872	230,572	527,277	56,595	90,730	-	420,122	363,489	494,132
Net cash provided by conference	\$ (417,505)	\$ (17,692)	\$ 303,978	\$ (24,127)	\$ 59,520	\$ 11,650		\$ 219,148	\$ 229,101	\$ 97,398
Total attendees	538	508	577	540	443	363	N/A	647	590	588

Assets at June 30, 2023

Cash and Cash Equivalents

	<u>2023</u>	<u>2022</u>
Bank accounts	\$ (166,975)	\$ 158,389
Money market accounts	833,519	801,421
Total cash and cash equivalents	<u>\$ 666,544</u>	<u>\$ 959,810</u>

	<u>First Foundation</u>	<u>Bank of America</u>	<u>Total</u>
Per bank	\$ 136,739	\$ 46,674	\$ 183,413
Checks outstanding	(350,388)	-	(350,388)
Total bank accounts	<u>\$ (213,649)</u>	<u>46,674</u>	<u>\$ (166,975)</u>

Assets at June 30, 2023 (Continued) Investment

- In March 2015, SACRS invested in the CalTRUST Medium-Term Fund (the “Fund”), depositing \$1,104,130.
- The fair value balance as of June 30, 2023 and 2022 presented in the financial statement is \$600,110 and \$944,824, respectively.
- SACRS made a \$350,000 redemption for the year ended June 30, 2023.
- The current portion of the investment account represents underlying securities which are immediately redeemable (e.g. equities), or will mature within one year. The CalTRUST Short-Term Fund was \$8,559 and \$8,242 as of June 30, 2023 and 2022, respectively. The Fund is not rated or insured.

NOTES TO THE FINANCIAL STATEMENT AND SUPPLEMENTARY INFORMATION

- Pages 5-7 notes to the financial statements
- Page 8-13 Supplementary Information
 - Combining Statement of Cash Receipts and Disbursements
 - Graphical Presentation of Cash Receipts
 - Graphical Presentation of Cash Disbursements
 - Conference Summary Report

Our reports

- Report on the Financial Statements (Page 1)
 - Unmodified
- Report on Internal Control Over Financial Reporting
 - No deficiencies reported
- Communication with those charged with governance



Conclusion

- Cash and cash equivalents and investment decreased from \$ 1,904,634 to \$1,266,654.
- Thank you to the SACRS staff, specifically Sulema H. Peterson, Douglas Evans, and the Audit Committee for their assistance with this audit process.

QUESTIONS?

Jesse Deol, CPA, ARM
Partner





8. SACRS Education Committee Report – No Action

JJ Popowich, Los Angeles CERA, SACRS Education Committee Chair

A. Education Committee Report



9. SACRS Program Committee Report – No Action

Adele Tagaloa, Orange CERS, SACRS Program Committee Chair

A. Program Committee Report

No printed materials for this item



10. SACRS Affiliate Committee Report – No Action

JoAnne Svensgaard, Adrian Lee & Partners, SACRS Affiliate Committee Chair

A. Affiliate Committee Report

No printed materials for this item



11. SACRS Bylaws Committee Report – No Action

Barbara Hannah, San Bernardino CERA, SACRS Bylaws Committee Chair

A. Bylaws Committee Report

No printed materials for this item



12. SACRS Spring Conference Breakout Reports – No Action

A representative from each breakout will give a verbal report on their meetings. No printed materials for this item.

- A. Administrators – Thomas Stadelmaier, Stanislaus CERA
- B. Affiliates – JoAnne Svendsgaard, Affiliate Committee Chair
- C. Attorneys – Barbara Hannah and David Lantzer, San Bernardino CERA
- D. Disability/ Operations & Benefits Combo – Theodore King, Los Angeles CERA
- E. Internal Auditors – Harsh Jadhav, Alameda CERA
- F. Investment Officers – Donald Pierce, San Bernardino CERS
- G. Safety Trustees – Brian Williams, Sonoma CERS
- H. General Trustees – Adele Tagaloa, Orange CERS



13. Adjournment

Next scheduled SACRS Business Meeting will be held on Friday, November 15, 2024. The meeting will be held at the Hyatt Regency Monterey Hotel and Spa during SACRS Annual Fall Conference November 12 – 15, 2024.