

Public Agenda Item #7c

Review, Discussion and Consideration of Global Public Equity Program:

Proposed Revisions to the ERS Investment Policy

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Sharmila Kassam, Esq., CPA, Deputy Chief Investment Officer

John Streun, MS, CFA, CPA, Director of Global Public Equity

ERS Investment Policy

Proposed Revision #1



- Section 4.5B of the main body of the ERS *Investment Policy*
 - *Removed language about the specific Global Equity process and mentioned the select pool process is for all asset classes;*
 - *Clarified the Internal Investment Committee (IIC) is comprised of the CIO, Executive Director (ED) and a member of the IAC*

ERS Investment Policy

Proposed Revision #2



Proposed Revision #2: ERS *Investment Policy*, Addendum XI. Global Public Equity Policies and Procedures, Section 1.B. Asset Allocation

1. Not more than ~~35~~ **50**% of the Global Public Equity asset class will be allocated to external ~~international~~ equity advisors.
- ~~2. Not more than 15% of the Global Public Equity asset class will be allocated to external domestic equity advisors.~~
2. Not more than ~~20~~ **35**% of the Global Public Equity asset class will be allocated to ~~strategies focused on~~ the **mid and** small capitalization segments ~~sector~~ of the market as defined as portfolios with average market capitalizations as defined by the benchmark.
4. Not more than 10% of the ~~internally advised portion of the~~ Global Public Equity asset class will be allocated to the Best Ideas Program.

ERS Investment Policy

Proposed Revision #3 and 4



Proposed Revision #3: ERS *Investment Policy*, Addendum XI. Global Public Equity Policies and Procedures, **III.C. Global Public Equity Internal Investment Committee**

- *Clarify IIC and added text regarding the process of deletions from and funding decisions within the Select Pool managed by the CIO, in consultation with ED, as noted in body of the IPS*

Proposed Revision #4: ERS *Investment Policy*, Addendum XI. Global Public Equity Policies and Procedures, **Section III. Procedures For Investments**

- *Added Section III.F. formalizing the Global Public Equity External Advisor Team fund selection process*

Questions?