



SFERS
San Francisco Employees' Retirement System

**City and County of San Francisco
Employees' Retirement System**

**RETIREMENT BOARD
MEETING CALENDAR**

Wednesday, October 10, 2018

1145 Market Street, 6th Floor
San Francisco, CA 94103

10:30 AM

Please take notice that the Retirement Board will begin its meeting with a closed session item. The Board will take public comment before going into closed session, limited to the topic of the closed session item. The Board will return to open session and begin the public portion of the meeting with General Public Comment, not earlier than 12:00 PM.

MISSION STATEMENT

San Francisco City and County Employees' Retirement System is Dedicated to Securing, Protecting and Prudently Investing the Pension Trust Assets, Administering Mandated Benefit Programs, and Providing Promised Benefits.

RETIREMENT BOARD MEMBERS

President

Brian Stansbury

Vice President

Wendy Paskin-Jordan

Commissioners

Leona Bridges

Carmen Chu

Al Casciato

Joseph Driscoll

Ahsha Safai

Executive Director

Jay Huish

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Materials accompanying the agenda are available for public inspection and copying at SFERS, 1145 Market Street, 7th Floor. For additional information, please contact Darlene Armanino, Executive Assistant, at (415) 487-7012.

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(Chapter 67 of the San Francisco Administrative Code)

Government's duty is to serve the public, reaching its decisions in full view of the public. Commissions, boards, councils and other agencies of the City and County exist to conduct the people's business. This ordinance assures that deliberations are conducted before the people and that City operations are open to the people's review. FOR MORE INFORMATION ON YOUR RIGHTS UNDER THE SUNSHINE ORDINANCE OR TO REPORT A VIOLATION OF THE ORDINANCE, CONTACT THE SUNSHINE ORDINANCE TASK FORCE.

Sunshine Ordinance Task Force
City Hall
1 Dr Carlton B. Goodlett Place, Room 244
San Francisco, CA 94103-4689
(415) 554-7724
by fax at (415) 554-7854
or by email at sotf@sfgov.org

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OPENING CALENDAR

1. Pledge of Allegiance

2. Roll Call

CONSENT CALENDAR

All matters listed hereunder constitute a Consent Calendar, are considered to be routine by the Retirement Board and will be acted upon by a single vote of the Retirement Board. There will be no separate discussion of these items unless a member of the Retirement Board so requests, in which event the matter shall be removed from the Consent Calendar and considered as a separate item.

3. 101018-03a	Action Item	Consent Calendar
101018-03b	Action Item	Voluntary Retirement Board List No. 4-18
101018-03c	Action Item	Decisions of Hearing Officers
Jalal E. Aineb (Deceased – 3/8/17) Effective Date: 3/9/17	H2 Firefighter Fire	Death As A Result of Duty Granted
Melonee A. Alvarez Effective Date: 8/16/18	Q52 Sergeant III Police	Industrial & Ordinary Disability Retirement Granted
Casey L. Blake Effective Date: 4/30/16	0923 Manager III Human Services	Ordinary Disability Retirement Granted
Wendy D. Frisk Effective Date: 9/25/16	Q4 Police Officer III Police	Industrial Disability Retirement Granted
Sedrick M. McArthur Effective Date: 4/1/17	9163 Transit Operator MTA	Ordinary Disability Retirement Granted
Christine E. McCormick Effective Date: 3/1/15	Q3 Police Officer II Police	Industrial Disability Retirement Granted
Michelle Nguyen Effective Date: 7/1/18	8300 Sheriff's Cadet Sheriff	Ordinary Disability Retirement Granted

Jessica L. Williams 1452 Executive Secretary II Ordinary Disability Retirement
Effective Date: 6/5/12 Human Resources Denied

Elizabeth U. Wong 2320 Registered Nurse Ordinary Disability Retirement
Effective Date: 9/30/16 DPH-SFGH Granted

101018-03d Action Item Travel Requests

101018-03e Discussion Item Retirement Board Member Reports
and Comments

Report by Commissioner Carmen Chu who attended CALAPRS Principles of Pension Management, August 27-30, 2018, Malibu, CA.

Report by Commissioner Joseph Driscoll who attended the PRI IN Person 2018 Conference, September 12-14, 2018, San Francisco, CA.

Documents provided to the Retirement Board prior to the current meeting: Voluntary Retirement Board List, Hearing Officer Decisions.

Action: Approve Consent Calendar.

4. 101018-04 Action Item CLOSED SESSION

Public comment.

Possible Recommendation and/or Action on Sale and Purchase of Particular, Specific Pension Fund Investment under California Government Code Section 54956.81 (3 investments).

Enter closed session.

Return to open session.

Action: Vote whether to disclose discussions held in closed session under San Francisco Administrative Code Section 67.12(a).

5. 101018-05 General Public Comment - Not earlier than 12:00 PM

PUBLIC COMMENT PROCEDURES: During general public comment, members of the public shall have an opportunity to directly address the Retirement Board on items of interest to the public that are within the subject matter jurisdiction of the Retirement Board and not on the agenda. Members of the public will have an opportunity to speak on each item on the agenda when public comment is called for that item. Members of the

public wishing to comment on a matter not on the agenda today may address the Retirement Board now. Public comment is limited to 1 minute per speaker, unless the Chair specifies a different time. Members of the public who wish to provide public comment are encouraged to complete a speaker card for each agenda item for which they intend to address the Retirement Board and return the card(s) to the Commission Secretary prior to the consideration of that agenda item.

INVESTMENT CALENDAR

6. **101018-06** **Action Item** **Staff Update/Recommendations on Six Strategies to Address Climate Transition Risk**

Documents provided to the Retirement Board prior to the current meeting: Staff and consultant memoranda

Action:

Summary of Recommended Actions

1. Modify the first strategy approved by the Retirement Board on January 24, 2018 as follows: Adopt a carbon constrained strategy for \$1 billion of SFERS passive public markets portfolio.
2. To fulfil the Board's request to being "prudently phased divestment", divest positions in five companies, restrict further investment in those companies as well as two additional companies that display high climate transition risk across key categories of the Framework.
3. Engage with companies that are determined to be high climate transition risk according to the Framework, companies in the top 10 SFERS fossil fuel holdings that have at least one risk indicator, and companies engaged in tar sands activities.
4. Engage with thermal coal companies that receive between 10-50% of revenue from thermal coal. Considering divesting from any companies that do not make a commitment to exit the thermal coal business in the near term.
5. Engage with existing and potential external managers that hold positions in fossil fuel companies, beginning with those that are invested in high climate transition risk companies, to understand how they are including considerations of climate risk in their investment process.