DISCUSSION SHEET

Employees' Retirement Fund
Board of Trustees Meeting

October 8th, 2019

Issue: Systematic Financial Management, L.P. Guideline Changes

Attachments: Redlined Systematic revised guidelines

Discussion: Systematic has requested two changes to their guidelines:

1) change the market capitalization range from a static range of $100 million to the upper index cap weighting – to using the general market capitalization range of the Russell 2000;
2) and to broaden the number of holdings from 100-150 to 100-165.

ERF Staff has discussed these guideline changes with Wilshire, and they have both reviewed and approved the changes.

Recommendation: Suggested motion for the approval is as follows: Move to approve the requested Manager guideline changes as noted and authorize the Board Chair to sign.