DISCUSSION SHEET

Employees' Retirement Fund
Board of Trustees Meeting

June 12, 2018

Issue: Asset allocation changes

Attachment: Asset allocation targets

Discussion: At the May meeting the Board elected to change ERF asset allocation as follows: 2.5% from High Yield to Opportunistic Credit; and 2.5% from Master Limited Partnerships (MLPs) to Global Equity.

Staff recommends the following: temporarily moving 2.5% from High Yield to our current Opportunistic Credit manager, Neuberger Berman; and moving 2.5% from MLPs to our current Global Equity managers Ariel Investments, and Wellington Asset Management. Rebalance to targets accordingly.

Recommendation: Approve the rebalancing plan to reflect the new asset allocation. Suggested motion for the approval is as follows: Move for approval to rebalance the managers in accordance with the approved asset allocation as noted above.