DISCUSSION SHEET

Employees' Retirement Fund
Board of Trustees Meeting

December 13, 2016

Issue:	Proposed Revisions to Investment Guidelines for Small Cap Managers
Attachment:	Revisions to the Investment Guidelines for Small Cap Managers: 1. Acadian Asset Management 2. Channing Capital Management 3. Redwood Investments 4. Systematic Financial Management
Discussion:	ERF Small Cap managers have requested the ability to invest in REITS. The request was reviewed by both ERF Staff and Wilshire. In addition, parameters have been placed around managers' permitted sector concentration, and ability to reclassify securities by sector.
Recommendation:	Approve the proposed manager guideline changes. Suggested motion for the approval is as follows: Move to approve the revisions to the investment manager guidelines as noted above and authorize the Board Chair to sign.