DISCUSSION SHEET

Employees' Retirement Fund
Board of Trustees Meeting

December 13, 2016

Issue: Revisions to ERF Investment Policies

Attachments: General Investment Policy
Fixed Income Asset Class Investment Policy
International and Global Equity Asset Class Investment Policy

Discussion: ERF staff has revised the investment policies to permit the use of futures contracts, as per the amendment to 40A in November. Language was written by ERF attorney and uniformly included into all three policies.

Derivatives can be divided into seven classes. Permitted instruments include: futures contracts; options on futures; warrants; options; currency forward contracts; swaps; and structured notes (revised 12/16).,

Recommendation: Approve the proposed revisions to the ERF investment policies. Suggested motion for the approval is as follows: Move to approve the revisions to the investment policies as noted and authorize the Board Chair to sign.