

SBCERS

Santa Barbara County Employees' Retirement System

DATE: April 26, 2023

Agenda Item # 8

TO: SBCERS Board of Retirement

FROM: SBCERS Board of Retirement Operations Committee

RE: **Securities Litigation Policy**

Recommended Action:

That the Board of Retirement approve the Securities Litigation Policy with proposed revisions as recommended by the Operations Committee or provide direction to staff or the Operations Committee for further amendment or research on the policy.

Summary:

The purpose of this Securities Litigation Policy is to provide procedures and guidelines for SBCERS' monitoring and participation in litigation pertaining to securities investments. As an institutional investor, SBCERS may, from time to time, suffer losses caused by alleged violations of federal, state and foreign securities laws relating to fraud, disclosure obligations and/or breaches of fiduciary and other duties. In cases where litigation is filed to recover damages for violations of securities and other laws, SBCERS may have the opportunity to participate in the litigation, through passive or active involvement. This policy provides guidelines for monitoring such litigation and for determining the appropriate level of participation by SBCERS.

There are no substantive proposed changes, with the exception of the recommendation that the Securities Litigation Policy be scheduled for review at least every five years; a change from every three years.

Attachments:

- Proposed Securities Litigation Policy Redline
- Proposed Securities Litigation Policy