

**RETIREE HEALTH CARE TRUST FUND BOARD
DELEGATION OF LIMITED INVESTMENT AUTHORITY TO THE SFERS CHIEF
INVESTMENT OFFICER AND SFERS MANAGING DIRECTOR
(RESOLUTION NO. 2017-03)**

1 WHEREAS, The San Francisco Retiree Health Care Trust Fund (“Trust”) is a trust fund
2 established under the City and County of San Francisco Charter (“Charter”) Section A8.432 to
3 provide a funding source to defray the cost of the City and County of San Francisco’s (“City”),
4 and other participating employers’ obligations to pay for health coverage for retired persons
5 and their survivors entitled to health coverage under Charter Section A8.428; and

6 WHEREAS, The Retiree Health Care Trust Fund Board (“Board”) must discharge its
7 duties with respect to the Trust with the care, skill, prudence and diligence that a prudent
8 person acting in a like capacity and familiar with such matters would use in the conduct of an
9 enterprise of like character and with like aims; and

10 WHEREAS, On December 15, 2010, the Board approved and adopted a Trust
11 Agreement, which authorized the Board to delegate to an individual, committee, or
12 organization certain of its fiduciary responsibilities where it would be reasonable and prudent
13 for the Board to do so; and

14 WHEREAS, On July 24, 2015, the Board delegated to certain individuals the authority
15 to rebalance Trust assets by directing the Trust’s custodian to take certain actions (“Previous
16 Resolution”); and

17 WHEREAS, The Board has determined that, for the Trust to function in an efficient and
18 effective manner, it is reasonable and prudent to delegate to the employees of the San
19 Francisco City and County Employees’ Retirement System (“SFERS”) whose signatures
20 appear below, the authority to rebalance Trust assets as may be required from time to time;
21 now, therefore, be it

22 RESOLVED, That the Board hereby delegates to the persons whose signatures appear
23 below, effective as of July 1, 2017, the authority to rebalance Trust assets within the following
24 three passive index funds: (i) the Northern Trust Common EAFE Index Fund; (ii) the Northern
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1 Trust Common S&P 500 Index Fund; and (iii) the BlackRock Institutional Trust Company, N.A.
2 U.S. Debt Index Fund B (within BlackRock’s Fixed Income Index Funds B – Collective
3 Investment Funds).

4 FURTHER RESOLVED, That the persons whose signatures appear below are
5 fiduciaries to the Trust, and shall exercise this delegated authority consistent with that
6 fiduciary duty, and in accordance with the Board’s rules, regulations, policies and procedures
7 including, but not limited to, the Trust’s Investment Policy Statement; and be it

8 FURTHER RESOLVED, That the Previous Resolution is hereby superseded in its
9 entirety, effective July 1, 2017; and be it

10 FURTHER RESOLVED, That in making this delegation of authority, the Board
11 recognizes that it retains full fiduciary responsibility for the Trust; and be it

12 FURTHER RESOLVED, That the delegation of authority herein shall continue in force
13 until amended or revoked by resolution of the Board.

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Maura Lane
17 Retiree Health Care Trust Fund Board Secretary

_____ Date Adopted

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1 By signing this resolution, the persons below accept the delegation of authority herein
2 and acknowledge the constraints on the exercise of such authority, namely, that they are
3 fiduciaries to the Trust and shall exercise the authority delegated herein consistent with such
4 fiduciary duty, and in accordance with the Board's rules, regulations, policies and procedures
5 including, but not limited to, the Trust's Investment Policy Statement.

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7 William J. Coaker

8 SFERS Chief Investment Officer

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10 Robert Shaw

11 SFERS Managing Director, Public Markets

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13 The persons designated above are authorized to open an account or accounts with one
14 or more firms or financial institutions for the purposes of engaging in transactions to purchase,
15 sell, assign, transfer, or otherwise enter in agreements, commitments or similar arrangements
16 for cash or forward settlement relating to the investment of Trust assets.

17 The persons designated above are authorized to commit, bind, and obligate the Trust
18 with respect to investment transactions, to execute those transactions, and in connection
19 therewith to deliver securities and monies, to sign and deliver agreements, contracts,
20 commitments and confirmations and other necessary, desirable or customary documents.
21 Other parties to the transactions may rely and act upon any verbal or written orders and
22 instructions from the persons designated above in connection with such accounts and
23 transactions.

24 The delivery of any marketable securities to the Trust shall be to the Trust's custodian.

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