

FOR IMMEDIATE RELEASE:

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PA SERS Restructures Assets Within Existing Fixed Income and Equity Portfolios

HARRISBURG – The Board of the State Employees' Retirement System today moved to restructure assets within the Fund's existing fixed income and global equity portfolios.

The Board moved to restructure assets within the existing TIPS portfolio and hire three advisors to manage up to \$500 million in TIPS:

- Brown Brothers Harriman, up to \$200 million
- Pacific Investment Management Company, LLC (PIMCO), up to \$200 million
- New Century Advisors, LLC, up to \$100 million

Regarding global equity, the Board moved to hire Mellon Capital Management to restructure a portion of the equity index allocation, currently in commingled accounts, into two separate accounts. The move will improve transparency of underlying securities within the portfolio and increase diversity by manager and product within the allocation. In addition, the Board moved to utilize a transition manager to complete the index restructuring and the transition of assets.

In other business, the Board also moved to hire Mellon Capital Management to manage three equity index funds within the Commonwealth's Deferred Compensation Program.

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About the Pennsylvania State Employees' Retirement System

Established in 1923, SERS is one of the nation's oldest and largest statewide retirement plans for public employees, with assets of approximately \$25 billion and approximately 227,000 members.

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