

SBCERS

Santa Barbara County Employees' Retirement System

DATE: April 26, 2023

Agenda Item #13

TO: SBCERS BOARD OF RETIREMENT

FROM: SBCERS Investment Staff

RE: Angelo Gordon Evergreen DRiP

Recommendation

That the Board of Retirement receive and approve the Angelo Gordon Evergreen DRiP (**D**ividend **R**einvestment **P**rogram) recommendation presented by Principals and Co-Lead Consultants Marcia Beard and Matthias Bauer, CFA of RVK, Inc.

Summary

SBCERS currently is invested in Angelo Gordon Direct Lending III, Angelo Gordon Direct Lending IV, and Angelo Gordon Direct Lending Evergreen, as part of its Private Credit portfolio. Angelo Gordon has successfully executed its role as a manager within Direct Lending, which is currently the largest of the 4 sleeves in SBCERS' Private Credit portfolio. Other sleeves include Multi-Strategy, Specialty Finance and Asset-Backed Debt. Direct Lending will likely remain the largest sleeve of Private Credit even as SBCERS continues to build out the portfolio. The DRiP program would allow SBCERS to maintain exposure to Angelo Gordon while alleviating the operational burdens of entering and exiting close-end funds. The proposal would be to reinvest all remaining Net Asset Value (NAV) of AG III and AG IV into AG Direct Lending Evergreen Fund.

Attachments

- 2023-04-26 - SBCERS – AG Direct Lending Funds Exposure and DRIP Consideration