



Santa Barbara County Employees' Retirement System

DATE: February 22, 2023

Agenda Item #5

TO: SBCERS' BOARD OF RETIREMENT

FROM: SBCERS' Investments

RE: **Private Equity and Private Real Return Quarterly Review**

Recommendation

That the Board of Retirement receive and accept the quarter ended September 30, 2022, Private Equity and Private Real Return performance updates presented by Managing Director Paul Yett and Principal Natalie Fitch.

Summary

The reports cover portfolio performance, commitment activity, portfolio diversification, cash flows, and potential deals for the third quarter 2022.

Through September 30, the Private Equity portfolio had a since inception IRR of 14.34% which represents a decrease of 35 bps from the second quarter 2022. The total fund market value as of September 30 was \$528 million. SBCERS contributed \$18 million to its Private Equity portfolio and received cash distributions of \$15.6 million in the third quarter. SBCERS' total commitment to Private Equity as of September 30 was \$891.1 million, of which \$275.3 million is unfunded.

Through September 30, the Private Real Return portfolio had a since inception IRR of 12.67% which represents a decrease of 31 bps from the second quarter 2022. The total fund market value as of September 30 was \$407.2 million. SBCERS contributed \$33.3 million to its Private Real Return portfolio and received cash distributions of \$14.6 million in the third quarter. SBCERS' total commitment to Private Real Return as of September 30 was \$660.7 million, of which \$276.5 million is unfunded.

Attachments

- SBCERS PE - 3Q 2022 - Portfolio Update
- SBCERS PRR - 3Q 2022 - Portfolio Update