

3916 State Street Suite 210
Santa Barbara, Ca 93105

Phone (805) 568-2940
Fax (805) 560-1086



Chair – Bernice James
Vice Chair – Joni Gray
Secretary - Donald Kendig
George Bobolia
Paul Doré
Joseph Gallas
Julie McCammon
Kate Silsbury
Shawn Terris
Robert Bible
Ronald Bruns

**Oscar Peters
Retirement Administrator**

**MINUTES OF THE BOARD OF RETIREMENT
REGULAR MEETING**

August 9, 2006

**Wisteria Room at the Casa Nueva
260 N. San Antonio Rd.
Santa Barbara, California 93110**

- 1. ROLL CALL 9:07 a.m.
- Members Present: Bobolia, Gallas, James, Kendig, McCammon, Silsbury, Terris
- Members Absent: Doré, Gray
- Alternate Present: Bruns
- Alternate Absent: Bible
- Counsel: Czuleger, Blakeboro
- Clerk: Strong

PUBLIC COMMENT PERIOD

- 2. Receive public comment None

MINUTES

- 3. MOTION: Approve Minutes of Regular Board meeting of July 12, 2006
Kendig/Silsbury Approved by unanimous voice vote of all present
Absent: Doré, Gray

CONSENT AGENDA

- C-1 Extend jurisdiction of referee in hearing to October 31, 2006 at the request of applicant for disability retirement Cynthia Lapham
- C-2 Extend jurisdiction of referee at request of the all parties to October 31, 2006 for a second day of hearing regarding application for disability retirement of Allen Meskimen
- C-3 Receive and file the Disability Applicant Status Report
- C-4 Adopt Retirement Report

	<u>Name</u>	<u>Retirements</u>	<u>Service Credit</u>	<u>Sick</u>	<u>Leave Credit</u>	<u>ARC</u>
		<u>Dept.</u>				
	Patricia Chidester	Courts	11.35370		0.02179	
	Carmela Crow	Courts	20.96449		0.08729	
	Steven Gallardo	Social Services	10.33015		0.00058	
Dis	Dominique Gilbert	Sheriff	7.33142		0.00024	
	Dianne Hlinka	Sheriff	10.62510		0.00298	
D R	Melanie Jones	Sheriff	2.10619		0.07456	
	William Kiernan	Probation	16.23955		0.56148	

C-4 Adopt Retirement Report (cont'd)

<u>Name</u>	<u>Retirements</u>		<u>Sick</u>	
	<u>Dept.</u>	<u>Service Credit</u>	<u>Leave Credit</u>	<u>ARC</u>
William La Rocco	Social Services	15.74856	0.14408	
Beverly Littlejohn	Social Services	12.10460	0.18313	
Joan McGarry	County Counsel	5.81648	0.00023	
Kristen Santiago	Probation	12.11782	0.08933	
Leslie Smekjal	Social Services	20.17103	0.01074	
Robert Smith	Clerk Recorder	18.33247	0.60219	5.0000

D=Deferred
R=Reciprocal
Dis=Disability

MOTION: Approve consent items
Kendig/Terris Approved by unanimous voice vote of all present
Absent: Doré, Gray

INVESTMENTS

4. Receive report of PCA on Boston Co. performance and set date for presentation to the Board

MOTION: Receive and file report and have Boston Company write a memo and come to September meeting to meet with the Board to explain why they are underperforming and what corrective action they intend to take.

Terris/Gallas Approved by unanimous voice vote of all present
Absent: Doré, Gray

5. Consider report from PCA and set interview date for finalists for Fixed Income
Finalists will be interviewed at the September 13th meeting.

6. Consider reports and presentations on retirement system investments; including but not limited to listed reports and take appropriate action as is deemed necessary by the Board to cause timely decisions including: instructions to staff, investment managers, consultants or custodian; increase or decrease funds managed; or amendment or termination of contracts.

No action was taken on this item. Invitation to attend Hamilton Lane conference will be agendized in September.

BOARD

7. Review, amend if necessary, and approve the draft RFP for Actuarial Services and direct the Administrator to release.

MOTION: Approve the draft Request for Proposals for Actuary and direct the Administration to release it today, August 9th.

Bobolia/Terris Approved by unanimous voice vote of all present
Absent: Doré, Gray

8. Consider RFP for general investment consultant and defer issuing it until the proposal for actuarial consulting is complete.

MOTION: Defer issuing the RFP for General Investment Consultant until January 2007.

Kendig/Terris Approved by unanimous voice vote of all present
Absent: Doré, Gray

9. Make a finding that compensation received for standby duties will constitute compensation earnable and be included in final compensation effective April 24, 2006 (or other date specified by Board) CONTINUED FROM JULY 12

MOTION: Make a finding that compensation received for standby duties will constitute compensation earnable and be included in final compensation. Forward the clarifying actuarial report to the Board of Supervisors.

Terris/Gallas Approved by unanimous voice vote of all present
Absent: Doré, Gray

10. MOTION: Receive and file report on cost impact of broad band compensation structures.

Kendig/Bobolia Approved by unanimous voice vote of all present
Absent: Doré, Gray

11. MOTION: Receive and file legal analysis regarding health benefit subsidies for domestic partners.

Bobolia/Terris Approved by unanimous voice vote of all present
Absent: Doré, Gray

12. Review and edit as appropriate the legislative worksheet recommendations and direct the Administrator to forward them to SACRS

MOTION: Approve the legislative worksheet recommendations, recommending increasing the stipend paid to appointed and some elected trustees to \$500 per meeting including language to justify that the adjustment of the stipend was based on the Consumer Price Index (CPI); add language that the stipend will be adjusted annually by CPI; add language clarifying the responsibilities of the trial courts if they participate in benefits provided by a CERL system; and direct the Administrator to forward to SACRS.

Kendig/Terris Approved by unanimous voice vote of all present
Absent: Doré, Gray

ADMINISTRATOR

13. Administrator's Report Receive and file:

- a. Portfolio Status Report
- b. Department Operations
- c. Authorize Trustee To Attend The CII Fall Conference Bruns will attend

No action was taken on this item

14. Present items to Administrator for future agenda consideration
Items for Board retreat were suggested: devote some time to consider separating out all Special Districts and courts actuarially; bring in outside counsel for the Board retreat for a legislative update and legal trend discussion; education on Real Estate and alternative investments.

Focus on Starbuck on the next Performance report.

DISABILITIES

15. In the matter of the application for disability retirement of Arlene Cohen: CONTINUED from July 12, 2006 at request of applicant's counsel. After considering remarks of applicant's counsel:

MOTION: Deny the application for service-connected disability retirement, subject to a timely request for a hearing on all issues. Revised to "refer to a hearing" upon verbal request of applicant's counsel.

Terris/Gallas Approved by unanimous voice vote of all present

Absent: Doré, Gray

16. In the matter of the application for disability retirement of David Eden: Consider all the pertinent information and pursuant to Government Code Section 31720.6 grant the application for service-connected disability retirement, subject to a timely request for a hearing.

No one was present to represent applicant.

MOTION: Consider all the pertinent information and pursuant to Government Code Section 31720.6 grant the application for service-connected disability retirement, subject to a timely request for a hearing.

Gallas/Bobolia Approved by unanimous voice vote of all present

Absent: Doré, Gray

17. In the matter of the application for disability retirement of Donald Henderson: Consider the Proposed Findings of Fact, Conclusions of Law and Recommended Decision along with any timely filed objections and deny the application for service-connected disability retirement.

No objections were filed. No one was present to represent applicant.

MOTION: Adopt the Proposed Findings of Fact, Conclusions of Law and Recommended Decision and deny the application for service-connected disability retirement.

Terris/Silsbury Approved by unanimous voice vote of all present

Absent: Doré, Gray

BOARD

18. Strategic Planning with Angela Antenore

Announced that this item would be continued to September meeting due to the absence of two trustees

Received a verbal report from Disability Committee Chair Gallas that the committee will meet on September 8th. Meeting to be noticed as a special Board meeting so other trustees can attend.

Received a report from Lila Deeds about the Communications project

Adjourned at 11:32 a.m.

ATTEST:

Clerk of the Board of Retirement


Secretary

Chair