

**SANTA BARBARA COUNTY
EMPLOYEES' RETIREMENT SYSTEM**

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Oscar Peters
Retirement Administrator



BOARD OF RETIREMENT

Chair – Bernice James
Vice Chair – Joni Gray
Secretary - Donald Kendig
George Bobolia
Joseph Gallas
Julie McCammon
Vanessa Patterson
Shawn Terris
Ronald Bruns
Frederick Tan

**MINUTES OF THE BOARD OF RETIREMENT
REGULAR MEETING
September 24, 2008
Wisteria Room at Casa Nueva
260 N. San Antonio Rd.
Santa Barbara, California**

ROLL CALL 9:06 a.m.

Members Present: Gallas, Gray, James, McCammon
Members Absent: Bobolia, Kendig, Patterson, Terris
Alternates Present: Bruns, Tan
Counsel: Blakeboro
Clerk: Bignell

Trustee Patterson arrived at 9:18 a.m. Trustee Gray left at 2:25 p.m.

Counsel Blakeboro announced that because Trustee Bobolia was not present, Alternate Trustee Bruns would be a voting member; and that because both active member representatives were not present, Alternate Trustee Tan would be a voting member as well.

PUBLIC COMMENT

There was no general public comment.

MINUTES

1. Approve Minutes:

- a. Regular Board meeting of July 23, 2008
Continued from August 27, 2008, 2008

MOTION: Adopt amended Minutes of Regular Board meeting of July 23, 2008.

Gray/Bruns

Approved by unanimous voice vote of all present.

Absent: Bobolia, Kendig, Patterson, Terris

b. Regular Board meeting of August 27, 2008

MOTION: Adopt Minutes of Regular Board meeting of August 27, 2008.

Bruns/McCammon Approved by unanimous voice vote of all present.
Absent: Bobolia, Kendig, Patterson, Terris

CONSENT

C-1. Adopt Retirement Report.

	<u>Name</u>	<u>Dept.</u>	<u>Service Credit</u>	<u>Sick Leave Credit</u>	<u>ARC</u>
D	Priscilla Akin	ADMHS	6.72425	0.05986	1.41665
	Ruben Barajas	Parks	34.16169	0.00638	
	Jesse Cantu	Social Services	20.81611	0.46635	
GH	Zandra Cholmondeley	County AO	29.47993	0.78889	
D	Robilyn Eggertson	Auditor Controller	9.55491	0.25540	
R	Patricia Elszy	Probation	24.83143	0.22570	
GH	Carole Ferrari	Public Health	27.68879	0.39164	5.00000
	Patricia Hammond	Carp/Sum Fire	20.91367	0.48724	
D R	Susan Johnston	Probation	2.30961	0.02221	
GH	Jan Karl	Ag Commissioner	30.34121	0.44031	
D R	Ligia Laffitte	District Attorney	14.08506	0.10018	
	Smiley Lugo	Social Services	33.65303	1.00000	
GH	Gloria Olson	Social Services	29.87070	0.17782	
	Sonja Rose	Social Services	22.96422	0.14622	
	Richard Solomon	ADMHS	25.61593	0.32261	5.00000
D R	Jo Ann Stanfield	District Attorney	18.14706	0.10352	
GH	Edna Terrell	Social Services	33.44424	1.00000	
R GH	Karin Traber	Social Services	19.52940	0.24602	
D	Dailila Wise	Courts	12.20770	0.00018	

D=Deferred
R=Reciprocal
GH=Golden Handshake

MOTION: Approve Consent Agenda .

McCammon/Bruns Approved by unanimous voice vote of all present.
Absent: Bobolia, Kendig, Patterson, Terris

BOARD

7. Designate the balance of the Contingency Reserve to credit interest effective June 30, 2008.

Administrator and Counsel Blakeboro introduced item and addressed issues raised by the Board.

MOTION: Authorize the use of the Contingency Reserve to offset the negative balances from interest crediting.

Gallas/Bruns Approved by unanimous voice vote of all present.
Absent: Bobolia, Kendig, Terris

MOTION: Transfer the Undesignated Earnings reserve, redesignated from the non-valuation Health Coverage Reserve, to a sub-account in the Retiree Reserve to be called the Transferred Funds reserve account.

Gallas/Gray Approved by unanimous voice vote of all present.
Absent: Bobolia, Kendig, Terris

8. Approve the appeal of Linda Hatch to have her retirement date set retroactively to August 9, 2006.

Administrator introduced item and addressed issues raised by the Board.

MOTION: Approve the appeal of Linda Hatch to have her retirement date set retroactively to August 9, 2006.

Gallas/Gray Approved by unanimous voice vote of all present.
Absent: Bobolia, Kendig, Terris

The Chair directed that in the future such actions be approved by the Administrator and subsequently reported to the Board

INVESTMENTS

3. Receive presentation from AllianceBernstein regarding recent performance and current strategy.

James Thyne, Director, Western US, and John D. Phillips, Jr., Senior Vice President and Portfolio Manager, represented AllianceBernstein, and addressed issues raised by the Board.

NO ACTION TAKEN

DISABILITY RETIREMENT CLOSED SESSION

5. Diana Narron, Service-Connected Disability Retirement Applicant:
Grant the application for non-service-connected disability retirement, and deny the application for service-connected disability retirement, subject to timely requested hearing.

Administrator and Counsel Blakeboro introduced item and addressed issues raised by the Board.

MOTION: Grant the application for non-service-connected disability retirement, and deny the application for service-connected disability retirement, subject to timely requested hearing.

Gallas/Gray Approved by unanimous voice vote of all present.
Absent: Bobolia, Kendig, Patterson, Terris

6. Receive and file Disability Applicant Status Report.

Counsel Blakeboro introduced item and addressed issues raised by the Board.

MOTION: Receive and file Disability Applicant Status Report.

Gallas/Bruns

Approved by unanimous voice vote of all present.

Absent: Bobolia, Kendig, Patterson, Terris

OPEN MEETING

Counsel Blakeboro summarized the Closed Session actions taken on the Disability Items 5 – 6 as listed above.

INVESTMENTS

2. Receive report from Pension Consulting Alliance regarding domestic equity review.

Neil Rue, Managing Director, and Sarah Bernstein, Principal, presented for PCA, and addressed issues raised by the Board.

NO ACTION TAKEN

4. Review performance of Pension Consulting Alliance.

Administrator introduced item. Neil Rue and Sarah Bernstein addressed issues raised by the Board.

NO ACTION TAKEN

ADMINISTRATOR

9. Receive and file Administrator's Report:
 - a. Portfolio Status Report
 - b. Private Equity Status Report
 - c. Department Operations

Administrator addressed issues raised by the Board.

NO ACTION TAKEN

10. Board Presentations for next month
 - a. International Real Estate presentations
 - b. Asset Allocation Study – Interactive Questionnaire

CLOSED SESSION

(2:32 p.m. – 3:14 p.m.)

Public Employment -- Recruitment of Retirement Administrator (Government Code Section 54957(b)(1))

OPEN MEETING

Counsel Blakeboro announced that with regard to the Public Employment Closed Session, the Board took action with a motion made by Trustee McCammon, seconded by Trustee Bruns, to offer a position of Interim Retirement Administrator to Tom Ford, who accepted that position; though effective immediately, there would be a phase in of Mr. Ford's services in mid-October to be coordinated with the departure Retirement Administrator Oscar Peters.

The meeting adjourned at 3:15 p.m.

ATTEST:

Clerk

Chair

Secretary