



Oscar Peters
Retirement Administrator

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

August 18, 2004

Board of Supervisors Conference Room
105 East Anapamu Street, 4th Floor
Santa Barbara, California 93101

1. ROLL CALL 9 a.m.

Members Present: Bobolia, Gallas, Horsley, James, Kendig, Tedesco, Terris
Members Absent: Gray, Silsbury
Alternate: Coleman
Alternate Absent: Alderete
Counsel: Czuleger, Herman
Clerk: Strong

Let the record show that Ms. Silsbury arrived at 9:01 a.m. Mr. Tedesco left at 11 a.m. Order of the agenda was changed as recorded herein.

PUBLIC COMMENT PERIOD

2. None

MINUTES

3. MOTION: Approve Minutes of Regular Board meeting of July 21, 2004
James/Terris Approved by voice vote of all present
Absent: Gray

INVESTMENTS

4. Neil Rue of Pension Consulting Alliance presented Quarterly Performance Report for the period ended June 30, 2004. No action was taken. Board directed that a recommendation to remove Alliance Capital from the watch list be considered at the October meeting.

5. MOTION: Proceed toward Option #4 in making revisions to Domestic Equity Portfolio Structure which involves changing benchmarks of 3 investment managers; funding new small cap manager.

Silsbury/Terris Approved Yes: Bobolia, Gallas, Horsley, James, Silsbury, Tedesco, Terris
No: Kendig
Absent: Gray

DISABILITIES

TIME CERTAIN OF 11 A.M.

13. In the matter of the application of Leeanne Hickey:

MOTION: Grant the application for nonservice-connected disability retirement.

Silsbury/Terris Approved by voice vote of all present
Absent: Gray

14. In the matter of the application of William Sarten:

MOTION: Grant the application for service-connected disability retirement.

Gallas/Bobolia Approved by voice vote of all present
Absent: Gray

MOTION: Make a finding that at the request of the applicant he is found able to perform other duties in County service and to proceed with vocational rehabilitation.

Kendig/James Approved by voice vote of all present
Absent: Gray, Tedesco

15. In the matter of the application of Devon Godkin:

MOTION: Adopt Findings of Fact, Conclusions of Law and Decision granting a nonservice-connected disability retirement.

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

16. MOTION: Accept the Disability Applicant Status Report with direction to staff that future reports should show past Board actions.

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

11. In the matter of the application of Matthew McCord: Counsel for the applicant, Mark Singer participated by telephone conference with his objections to the decision.

MOTION: Consider the report and recommended decision of the referee and any timely filed objections and adopt Findings of Fact, Conclusions of Law and Decision denying a service-connected disability retirement.

Terris/Silsbury Approved Yes: Bobolia, Gallas, Horsley, James, Kendig, Silsbury, Terris
Absent: Gray, Tedesco

10. In the matter of the application of Barbara Andrews: Counsel for the applicant, Matthew Davis and the applicant voiced objections to the decision of referee.

MOTION: Consider the Further Findings of the referee, along with all other pertinent information and deny the application for service-connected disability retirement.

Terris/Kendig Approved Yes: Horsley, James, Kendig, Silsbury, Terris
No: Bobolia, Gallas (abstained, then changed vote to no)
Absent: Gray, Tedesco

12. In the matter of the application of Marcia McPherson:
MOTION: Consider all the pertinent information and deny the application for service-connected disability retirement, subject to the timely request for a hearing.
Terris/Silsbury Approved by voice vote of all present
Absent: Gray, Tedesco

BOARD

6. a) MOTION: Adopt administrative policy regarding interest crediting of terminated non-vested/non-reciprocal members to freeze the account as of the date of termination with no additional interest credited.
Kendig/Silsbury Approved by voice vote of all present
Absent: Gray, Tedesco

6b. MOTION: Deferred vested members are eligible to retire effective on the date they would first be able to retire had they continuously remained in active employment.
Kendig/Silsbury Approved by voice vote of all present
Absent: Gray, Tedesco

7. MOTION: Adopt the calendar and process of Board elections for the active employee member positions expiring December 31, 2004 with modifications. Authorize the Retirement Administrator to enter into negotiations with Nasif, Hicks, Harris & Co. in an amount not to exceed \$10,000 to administer the active employee member election for the Board terms expiring December 31, 2004.
Kendig/Gallas Approved by voice vote of all present
Absent: Gray, Tedesco

8. Chair assigns Operations Committee to review Board policies with direction to staff to do initial review, then Operations committee will review and make recommendations to the full Board.
9. Chair assigns Operations Committee to evaluate Administrator performance after appointing Bernice James to chair the Operations Committee and directs staff to provide copies of last year's form to full Board by next Monday and Board to submit comments to her by September 7th. Committee will meet first week of September and update full Board at September meeting.

ADMINISTRATOR

17. Administrator's Report
 - a. Portfolio Status Report
 - b. Activities Report
 - c. Member Statement Information
 - d. Other Items Relating to Department Operations
- No Board action on this item

18. Present items to Administrator for future agenda consideration
 Bring in Bank of Ireland portfolio manager to September meeting, no marketing people.
 Survey other counties to see how they credit interest
 Update on staff conditions

19. MOTION: Receive and file Retirement Report

	<u>Name</u>	<u>Retirements</u> <u>Dept.</u>	<u>Service Credit</u>	<u>Sick</u> <u>Leave Credit</u>
	Daniel Brandolino	Public Works	18.86529	0.16124
D R	Mary Jo Cheyrias	Public Health	2.00067	0.02497
D R	Victoria Connolly	Social Services	9.00167	0.12647
	John Forner	General Services	32.75451	0.61089
D	Linda Harris	Public Health	5.17939	0.00874
	Norman Holbrook	Probation	31.54862	0.60015
D R	Ann Janke	Probation	17.72064	0.01171
	Betty Murphy	Social Services	10.04407	0.04221
	Valerie Smith	Parks	23.82843	0.79356
D R	John Thompson	Sheriff	13.57008	0.00000
	Stewart Torell, Jr.	Public Works	15.68928	0.00007

D=Deferred

R=Reciprocal

Terris/James Approved by voice vote of all present

Absent: Gray, Tedesco

Adjourned at 12:35 p.m.

ATTEST:

 Clerk of the Board of Retirement

 Chair

 Secretary