



Oscar Peters  
Retirement Administrator

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

July 21, 2004

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

1. ROLL CALL 9 a.m.  
Members Present: Bobolia, Gallas, Horsley, James, Kendig, Terris  
Members Absent: Gray, Silsbury, Tedesco  
Alternate: Coleman  
Alternate Absent: Alderete  
Counsel: Czuleger, Blakeboro  
Clerk: Strong

Let the record show that Ms. Silsbury arrived at 9:02 a.m., Mr. Tedesco arrived at 9:08 a.m.; Ms. Gray arrived at 9:13 a.m. and left at 12:56 p.m. At the request of Ms. Gray, item 4 was held until her arrival. Order of hearing the agenda was changed as reflected herein. A brief recess was held at 11:20 a.m.

**PUBLIC COMMENT PERIOD**

2. Trustee Kendig gave kudos to the website ACR estimator improvements and ease of use.

**MINUTES**

1. MOTION: Approve Minutes of Regular Board meeting of June 16, 2004  
Terris/Gallas Approved by voice vote of those present with James abstaining  
Absent: Gray, Silsbury, Tedesco

**INVESTMENTS**

5. MOTION: Amend investment manager's handling of S & P Index funds based on anticipated changes to rules.  
Terris/Silsbury Approved by voice vote of all present  
Absent: Gray, Tedesco
6. MOTION: Move forward to establish a Commission Recapture program and direct Administrator to open RFI for qualified manager.  
Gallas/Terris Withdrawn

MOTION: Move forward with establishing a Commission Recapture program and direct Pension Consulting Alliance, with input from staff, to issue a limited request for proposal to qualified firms with a significant exposure to this service and come back to the Board with a recommendation.

Gallas/Terris Approved by voice vote

2. Consider results and recommendations of Asset/Liability Review

MOTION: Examine in greater detail scenario 3, return to Board with more information. Explore and provide education on alternative investments and real estate at October retreat.

Tedesco/Kendig Approved by voice vote

### **DISABILITIES**

**TIME CERTAIN OF 11 A.M.** All items were considered in closed hearing with no one present representing any applicant.

16. In the matter of the application for disability retirement of Barbara Andrews:

MOTION: Grant the request of applicant's counsel to continue to the August meeting consideration of the Further Findings of the referee and pertinent information. Board added the caveat that the matter will be heard with or without his attendance. A substitute is allowed to attend.

Gallas/James Approved by voice vote of majority  
No: Silsbury, Terris

17. Request of referees for extension of jurisdiction:

a. In the matter of the application for disability retirement of Jennifer East:

MOTION: Grant the request of referee for extension of jurisdiction to October 31, 2004 to hear this matter as mutually agreed by the parties.

James/Terris Approved by voice vote

b. In the matter of the application for disability retirement of Darla Downs: No action. Information only item of administrative extension of jurisdiction to July 31, 2004 to complete hearing.

18. In the matter of the application for disability retirement of Patricia Weiland:

MOTION: Adopt the referee's Findings establishing August 26, 2002 as the effective date of disability retirement.

Gallas/Kendig Withdrawn after discussion

MOTION: Pursuant to §513(b) of the Bylaws return to Board with a summary of evidence pertaining to the issue of determining findings on effective date of the service-connected disability retirement. Direct counsel to assemble materials along with additional legal opinion and argument regarding defining regular compensation for the Board's consideration at the earliest possible date.

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

19. In the matter of the application for disability retirement of Alan Salazar:  
MOTION: After considering the request of applicant's counsel to continue the matter to the August meeting; refer the application for service-connected disability retirement for a hearing on all issues without denying it.  
Terris/Gallas Approved by voice vote
20. In the matter of the application for disability retirement of Devon Godkin:  
MOTION: Grant the application for nonservice-connected disability retirement.  
Terris/Silbury Approved by voice vote
21. In the matter of the application for disability retirement of Fidelina Figueroa:  
MOTION: Deny the application for nonservice-connected disability retirement, subject to the timely request for a hearing.  
Terris/Kendig Approved by voice vote
22. In the matter of the application for disability retirement of Douglas Nylander:  
MOTION: Adopt Findings of Fact, Conclusions of Law and Decision granting a service-connected disability retirement.  
Terris/Kendig Approved by voice vote
23. In the matter of the application for disability retirement of Jeanne Sayre:  
MOTION: Adopt Findings of Fact, Conclusions of Law and Decision with corrected date of application, denying a service-connected disability retirement.  
Terris/Kendig Approved by voice vote
24. Receive and file information from Board Counsel Alan Blakeboro on two new court decisions and their application to disability issues. No action was required.
25. MOTION: Accept the Disability Applicant Status Report. No extensions were requested.  
Gallas/Terris Approved by voice vote

## **BOARD**

7. MOTION: Approve and adopt Resolution authorizing wire transfers of funds from the Treasurer cash account to the SBCERS custodian, Mellon Global Securities Services.  
Terris/Gray Approved by voice vote
8. MOTION: Authorize the appointment of Bob Blum of Hanson Bridgett to assist in establishing a §401h plan for paying of retired health benefits and to prepare a tax reporting manual for SBCERS and authorize the Administrator to execute the appropriate documents.  
Bobolia/Terris Approved by voice vote
9. MOTION: Direct the Administrator to amend outside counsel's contract requiring that counsel not agree to represent another entity or accept assignment from SBCERS in a matter with the same disability applicant.  
Terris/Kendig Approved by voice vote

10. Consider and approve request of trustee Joni Gray to attend conferences:
- a) Hancock Timberland Investor conference September 27-28 in Seattle WA
  - b) Guns & Hoses on October 3-6 in San Diego
  - c) Public Fund Boards Forum December 4-8 in San Francisco

MOTION: Authorize trustee Gray to attend Hancock Timberland conference and Public Funds Forum.

Terris/Kendig Approved by voice vote

11. Accept and file report of trustees James & Kendig from CALAPRS Trustee Roundtable.

Terris/Gray Approved by voice vote

12. Accept and file report from trustee Terris of the July 16, 2004 Legislative Committee meeting. *Report distributed at meeting.*

Kendig/Gallas Approved by voice vote

### ADMINISTRATOR

13. Administrator's Report

- a) Retiree Health Insurance transition to new plan
- b) Retirement Planning Presentations
- c) Annual Reports
  - (1) Benefits
  - (2) Disabilities
- d) Portfolio Status Report
- e) Activities Report

14. Present items to Administrator for future agenda consideration

- 1) Revising asset allocation in October
- 2) Real estate education and alternative investments education in October
- 3) Explore videotaping retirement presentations for loan to departments or website use.

15. MOTION: Receive and file Retirement Report

<u>Name</u>	<u>Dept.</u>	<u>Service Credit</u>	<u>Sick Leave Credit</u>
Allyn Bissell	Parks	20.69172	0.19741
D Louis DePonce	Parks	15.60000	0.00000
D Larry Herrera	Clerk-Recorder	14.53696	0.14351
Sue Johnson	Courts	12.97116	0.00154
Cathy Jones	Retirement	16.84958	0.18594
Gerald Manata	Social Services	24.64075	0.28965

Terris/James Approved by voice vote

Adjourned at 1:13 p.m.

ATTEST:

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Clerk of the Board of Retirement

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Chair

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Secretary