

**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  
Harriet Miller  
Vanessa Patterson  
Shawn Terris  
Ronald Bruns  
Frederick Tan

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**MINUTES OF THE BOARD OF RETIREMENT  
REGULAR MEETING  
August 27, 2008  
Board of Supervisors' Hearing Room  
511 East Lakeside Parkway  
Santa Maria, California**

**ROLL CALL** 9:04 a.m.

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

Trustee Patterson arrived at 9:10 a.m. Trustee Bruns arrived at 10:15 a.m.

**PUBLIC COMMENT**

Chair James suggested a change to the order in which Closed Sessions and Item 12 would be heard.

**MOTION:** Reverse the order of Closed Sessions, and move Item 12 to follow the last Closed Session.

Gray/Gallas Approved by unanimous voice vote of all present.  
Absent: Miller

Administrator announced that the International Real Estate training referred to in Item 17, had been moved from September 24, 2008, to October 22, 2008, at the request of PCA Real Estate Advisors.

Trustee Gray introduced prospective Board of Retirement Appointee, Tim Bennett, President, Board of Trustees, Allan Hancock College, and Business Representative, International Brotherhood of Electrical Workers (IBEW) Local 413.



	Patricia Davis-Orr	Probation	27.16361	0.18760	
	Carmen Garcia	Probation	6.08403	0.06264	
D	Cynthia Gracey	Sheriff	10.36577	0.44288	
	Maria-Cristina King	Social Services	21.37412	0.43583	5.00000
	Nira Lanir	Public Health	15.57189	0.37269	
R	Patrick McKinley	District Attorney	39.13071	1.00000	
	Steven Moeller	Sheriff	30.69401	0.56715	2.00000
R GH	Enrique Sanchez	County Counsel	30.32363	0.63272	
Dis	Patricia Scharli	Courts	17.46541	0.00000	
GH	Maryann Slutzky	County Counsel	17.33357	0.34168	
R	Maria Vargas	Social Services	22.89497	0.12724	

D=Deferred  
R=Reciprocal  
Dis=Disability  
GH=Golden Handshake

Item C-2 was pulled from Consent agenda and discussed separately after Travel Item 13 B at Chair James' request.

**MOTION:** Approve Consent Agenda Items C-1, C-3, and C-4.

Gray/Gallas Approved by unanimous voice vote of all present.  
Absent: Miller

## INVESTMENTS

2. Receive March 31, 2008, Alternative Investment Review from Hamilton Lane.

Paul R. Yett, Managing Director, and Matthew Silverio represented Hamilton Lane, presented the report and addressed issues raised by the Board.

Trustee Gallas requested a list of partnerships in the top quintile.

Trustee Kendig requested that Lexington report to the Board at least once a year.

Trustee Gray complimented Mr. Yett on his skill and ability in presenting information and answering questions.

### NO ACTION TAKEN

3. Receive "Watch" Status Update for The Boston Company Emerging Markets Value Account (TBC EM) from Pension Consulting Alliance (PCA).

Sarah Bernstein, Principal, PCA, introduced item and addressed issues raised by the Board. Neil Rue, Managing Director, PCA, also addressed issues raised by the Board.

Trustee Patterson requested that PCA include performance data on top quartile managers in the next Emerging Markets report.

Trustee Gray requested literature on the effectiveness of placing money managers on watch status.

**MOTION:** Receive PCA's "Watch" Status Report for The Boston Company and maintain its current watch status, with review again in 3-6 months.





**MOTION:** Receive and file the Disability Applicant Status Report.

Terris/Kendig

Approved by unanimous voice vote of all present.

Absent: Gray, Miller

**Conference with Legal Counsel --** Existing Litigation, *Patricia Weiland v. SBCERS* (Government Code Section 54956.9(a)).

### **OPEN MEETING**

Counsel Blakeboro summarized the Closed Session actions taken on the Disability Items 7 – 11 as listed above, and also announced that no reportable action was taken in the Weiland matter.

Trustee Gray returned to the hearing room.

### **CLOSED SESSION**

(12:49 p.m. – 1:43 p.m.)

**Public Employment --** Consider Appointment of Retirement Administrator (Government Code Section 54957(b)(1))

### **CLOSED SESSION**

(1:45 p.m. – 3:05 p.m.)

Trustee Gray recused herself and left the hearing room.

**Conference with Legal Counsel --** Existing Litigation, *County of Santa Barbara v. Board of Retirement* (Government Code Section 54956.9(a)).

### **OPEN MEETING**

Counsel Blakeboro announced that with regard to the Appointment of Retirement Administrator Closed Session, the Board took action to terminate its contract with EFL Associates. Mr. Blakeboro also announced that with regard to the Existing Litigation Closed Session, no reportable action was taken.

### **BOARD**

12. Continue current method of paying the retired member health subsidy for the September 1, 2008, payroll.

Trustee Gray was absent during this Item.

**MOTION:** Continue current method of paying the retired member health subsidy for the September 1, 2008, payroll.



Administrator introduced item and addressed issues raised by the Board.

**MOTION:** Accept the County's proposed arrangement for funding the cost of recent Golden Handshakes and accept full payment anytime prior to the end of the current fiscal year.

Terris/Gray Approved by unanimous voice vote of all present.  
Absent: Miller

15. Consider and approve legislative proposals for submission to SACRS for possible inclusion in the 2009 Legislative Platform.

Assistant Administrator introduced item and addressed issues raised by the Board.

**MOTION:** Approve Definition of Surviving Spouse for Group Insurance Benefits legislative proposal for submission to SACRS for possible inclusion in the 2009 Legislative Platform.

Terris/Patterson Approved by unanimous voice vote of all present.  
Absent: Miller

**MOTION:** Approve Minor Update to Code References in Article 15.6 legislative proposal for submission to SACRS for possible inclusion in the 2009 Legislative Platform.

Kendig/Terris Approved by unanimous voice vote of all present.  
Absent: Miller

#### **ADMINISTRATOR**

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

#### **NO ACTION TAKEN**

17. Board Presentations for next month
- a. International Real Estate training deferred to October at the request of PCA Real Estate
  - b. Domestic Equity Review (1 hour)
  - c. Lexington Private Equity Report
  - d. PanAgora and Lord Abbett presentations
  - e. AllianceBernstein presentation
  - f. Place PCA on "Watch" status



- g. Consider appointment of Harvey Leiderman as Investment Counsel
- h. Request that staff attend CALAPRS Administrators Retreat
- i. Special Meeting 9/18 or 9/19

The meeting adjourned at 4:00 p.m.

ATTEST:

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Clerk

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Chair

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Secretary