

**SANTA BARBARA COUNTY
EMPLOYEES' RETIREMENT SYSTEM**

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Vincent P. Brown
Chief Executive Officer



BOARD OF RETIREMENT

Chair – Joni Gray
Vice Chair – Zandra Cholmondeley
Secretary - Vanessa Patterson
Bernice James
Donald Kendig
Julie McCammon
Ward Rafferty
Al Rotella
Frederick Tan
Gail Marshall

AGENDA OF THE BOARD OF RETIREMENT

December 16, 2009

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

The Santa Barbara County Employees' Retirement System is committed to:

- *fulfilling its fiduciary responsibility by providing the highest quality of service to all members and plan sponsors; and*
 - *protecting promised benefits through prudent investing; and*
 - *ensuring reasonable expenses of administration.*

In compliance with the Americans with Disabilities Act, if you need special assistance to participate in the meeting, or if translation assistance is requested, please contact the Clerk of the Board of Retirement at 805-568-2940.

Persons desiring to speak on any matter must complete and deliver to the Clerk the form available at the conference room entrance. Matters not listed on the agenda may be addressed at the public comment period.

Roll Call at **9:00 a.m.**

Pledge of Allegiance led by Chair

Agenda Overview by CEO

PUBLIC COMMENT

Receive public comment

BOARD

1. Approve the Resolution thanking Trustee Shawn Terris for her service as a SBCERS Trustee.

MINUTES

2. Approve Minutes:
 - a. Regular Board meeting of October 21, 2009
 - b. Regular Board meeting of November 18, 2009

CONSENT AGENDA

- C-1. Approve County request to accept full payment for cost of 2009-10 early retirement incentives no later than June 30, 2010.
- C-2. Adopt 2010 schedule of Board of Retirement meeting dates and locations.
- C-3. Adopt Retirement Report.

	<u>Name</u>	<u>Dept.</u>	<u>Service Credit</u>	<u>Sick Leave Credit</u>	<u>ARC</u>
GH	Marvella Boor	Social Services	44.45903	1.00000	
GH	Robert Brems	Social Services	22.84139	0.19995	
GH	Carey Carr	Fire	26.38813	0.52327	
GH	Jackie Claycamp	Clerk-Rec-Assessor	20.96851	0.00063	
	Stephen Cleaves	Sheriff	30.03237	0.86401	
	Michael Dacus	Sheriff	21.79880	0.77908	
D	Mary Ann Deane	Courts	7.66322	0.00569	
R GH	Andy Ferini	Clerk-Rec-Assessor	33.92817	0.03089	
	Thomas Franklin	Fire	33.07683	1.00000	
R GH	Gerald Franklin	District Attorney	37.58019	1.00000	
GH	Barbara Haberkorn	Sheriff	20.42576	0.00066	
R GH	Carol Harrington	Social Services	30.65709	0.00391	
D	Rong-Hen Hwang	Sheriff	5.54046	0.09722	
GH	Vicki Johnson	District Attorney	22.58131	0.48732	
GH	Barry Allan Kaplan	District Attorney	34.66913	0.08110	5.00000
D	Deborah Karoff	Human Resources	15.92916	0.37969	
GH	Thomas Lake	District Attorney	29.16473	0.37977	
GH	Donna Manuel	Public Works	22.60725	0.22018	
	Robert Montgomery	Fire	29.55009	0.23621	
	Kendra Moore	DRO			
GH	Alice Patino	BOS	12.94058	0.42593	
GH	Darryl Perlin	District Attorney	37.09956	1.00000	
R GH	Marnie Pinsker	District Attorney	29.85568	0.70781	

C-3. Adopt Retirement Report (Cont'd.).

	<u>Name</u>	<u>Dept.</u>	<u>Service Credit</u>	<u>Sick Leave Credit</u>	<u>ARC</u>
GH	Jean Silva	Probation	31.40490	0.53349	
	Cruz Villela	ADMHS	12.95748	0.04408	
D	Paul Welander	Social Services	6.25384	0.22699	
D R	Simon Yanez	Sheriff	0.22956	0.01062	

D=Deferred
R=Reciprocal
GH=Golden Handshake

INVESTMENTS

3. Receive presentations from the TIPS Manager finalists, receive TIPS Manager finalist report from PCA and select a TIPS Manager from the finalists:
 - a. Wellington Management Company
 - b. Brown Brothers Harriman
 - c. BNY Mellon Cash Investment Strategies

BREAK

CLOSED SESSION

Closed Sessions are not open to the public.

CONFERENCE WITH INVESTMENT COUNSEL -- To consider an investment in the Hamilton Lane Venture Capital Fund, L.P, including receipt of advice from Investment Counsel pursuant to Government Code Sections 54956.81 and 54957.2 (a).

INVESTMENTS (Cont'd.)

4. Receive and consider Report on SBCERS' Investment Goals, Policies and Procedures from Fiduciary Counsel Reed Smith LLP. Take appropriate action on recommendations, including but not limited to comment from staff and Investment Consultant, direction to staff and further Board deliberations and actions.
5. Receive BNY Mellon Cash Investment Strategies comparative analysis versus the County Treasurer's Investment Pool from PCA and approve the recommendations to:
 - a. Utilize the Santa Barbara County Treasurer's Pool to manage

- SBCERS' plan cash (cash not allocated to any SBCERS' investment manager).
 - b. Retain BNY Mellon EBTIF Sweep account to manage SBCERS' manager cash.
 - c. Transition cash as holdings mature to avoid losses of immediate liquidation.
 - d. Develop a Cash Management Policy.
 - e. Develop Operating Guidelines to ensure prior written documentation for all services.
 - f. Establish a procedure for Treasurer Pool Cash to be included in the BNY Mellon reporting system, and
 - g. Take further action as the Board deems necessary.
6. Receive Fixed Income structural review from PCA and approve the recommendations to hire a dedicated High Yield manager and an Intermediate Government Fixed Income manager, tighten the current Fixed Income managers' guidelines and take further action as the Board deems necessary.
 7. Receive and approve recommendations from PCA to:
 - a. Place Batterymarch (Emerging Markets) on watch status.
 - b. Initiate a formal RFP to potentially replace First Republic (Broad Growth) and take further action as the Board deems necessary.

LUNCH

DISABILITY RETIREMENT

TIME CERTAIN OF 1:00 PM

Disability matters shall be considered in CLOSED HEARING -- pursuant to Government Code Section 54957(b)(1) . Interested parties may request these matters to be discussed in a session open to the public. CONFIDENTIAL REPORTS are distributed only to the Board.

8. Laura Guanill, Service-Connected Disability Retirement Applicant:
Deny the application for service-connected disability retirement of Laura Guanill, on the basis of untimely filing and no permanent incapacity, subject to hearing.
9. Patricia Matthews, Service-Connected Disability Retirement Applicant:
Refer the application for service-connected disability retirement of Patricia Matthews to a referee for an evidentiary hearing on all issues.
10. Mary Jo Nordyke, Service-Connected Disability Retirement Applicant:
Consider the Findings of Fact and Recommendation of the referee, along with any timely filed objections, and approve and adopt the

recommendation to deny the application for service-connected disability retirement of Mary Jo Nordyke.

11. Receive and file Disability Status Report.

BOARD (Cont'd.)

12. Approve the Resolution thanking Annette Paladino for her service as SBCERS Disabilities Manager.

INVESTMENTS (Cont'd.)

13. Receive PCA's Hedge Fund-of Funds structural review presentation.
14. Receive and approve PCA's recommendation to terminate Arden (Fund of Hedge Funds) and take further action as the Board deems necessary.
15. Receive Portfolio Status Report.

CHIEF EXECUTIVE OFFICER

16. Receive and file Chief Executive's Department Operations Report and:
 - a. Approve Trustee James' request to attend the 11th Annual Public Funds Summit in Scottsdale, Arizona, January 6-8, 2010.
 - b. Approve Trustee Rafferty's request to attend the Annual Meeting of the Institutional Investments Forum in New York City, January 12-13, 2010.
17. Board Presentations for next month:
 - a. Election of Officers
 - b. Board 2010 Retreat

CLOSED SESSION

Closed Sessions are not open to the public.

CONFERENCE WITH LEGAL COUNSEL -- ANTICIPATED LITIGATION
Significant exposure to litigation pursuant to Government Code Section 54956.9 (b)(1).

Next regular meeting date is January 20-21, 2010
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