

**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 - Donald Kendig
Bernice James
Julie McCammon
Vanessa Patterson
Ward Rafferty
Al Rotella
Darryl Scheck
Frederick Tan

AGENDA OF THE BOARD OF RETIREMENT

November 17, 2010

**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 805-568-2915.

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 Chief Executive Officer

PUBLIC COMMENT

Receive public comment

MINUTES

1. Approve Minutes of October 27, 2010 Regular Board meeting.

CONSENT AGENDA

- C-1. Adopt Retirement Report.

	<u>Name</u>	<u>Department</u>	<u>Service Credit</u>	<u>Sick Leave Credit</u>	<u>ARC</u>
D R	Vicki Book	Public Health	8.05375	0.23457	
	Dennis Bradley	Probation	13.79051	0.52741	
D	Arlene Cohen	ADMHS	5.23897	0.00005	
D	Nancy Dorwin	Public Health	13.09773	0.00181	
D	Irene Flynn	Sheriff	19.67608	0.50016	
D	Cathy Fox	ADMHS	6.24357	0.00906	
D	Maite Franck	District Attorney	12.40282	0.00017	
D R	Peter Groth	Sheriff	3.68809	0.00000	
	Olivia Kelly	Social Services	20.74976	0.03010	
D R	Lynn Niziol	Sheriff	1.61701	0.01974	
D	Joyce Kougl	Agricultural Commissioner	5.86473	0.05736	
D R	Donna Palmer-Faoro	Emergency Services	2.98851	0.01773	
	Greg Paraskou	Public Defender	10.34517	0.26368	
R	Shelley Stahl	Planning & Development	15.50367	0.03644	
	Phillip Willis	Sheriff	31.32359	0.74658	
D	Don Wrinkle	Fire	7.18488	0.19396	

D=Deferred
R=Reciprocal

INVESTMENTS

2. Receive and file the 2010-2011 Real Estate Implementation Plan from ORG Portfolio Management.
3. Receive and file the Quarterly Performance Report from PCA.

BREAK

4. Receive and file the 2010 SBCERS Fund of Hedge Funds Supplemental Education from PCA and approve PCA's recommendations to:
 - a. Conduct a search for a low volatility Fund of Hedge Funds manager to replace Arden. Specifically, a multi-strategy portfolio, with an emphasis on liquidity, transparency, and risk aversion.

- b. Select a peer relative performance index, such as the HFRI Conservative Index to further compare performance.
 - c. Maintain T-Bills as the asset class benchmark and evaluate the current T-Bills + 3% objective as a new manager is identified.
 - d. Maintain the Fund of Hedge Funds structure to mitigate headline risk and diversify SBCERS assets.
 - e. Develop appropriate investment policy guidelines for Fund of Hedge Funds manager.
5. Receive and file the staff Quarterly Portfolio Status Report.

BREAK

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.

6. William K. Buskirk, Applicant for Service-Connected Disability Retirement: Consider the Findings of Fact and Recommendation and Supplemental Report of the Hearing Officer, along with any timely filed objections, and approve and adopt the recommendation to deny the application for service-connected disability retirement of William K Buskirk.
7. Receive and file Disability Status Report.

CLOSED SESSION

Closed Sessions are not open to the public.

Public Employment -- Consider Appointment of Retirement Chief Investment Officer (CIO) (Government Code Section 54957(b)(1))

BOARD

8. Review status of Chief Investment Officer (CIO) recruitment and:
 - a. Authorize the CEO to negotiate a Contract Employee on Payroll Agreement with CIO Candidate B.
 - b. Authorize the CEO to request the County of Santa Barbara establish a new classification for the CIO with a higher base salary subject to the

- approval of the SBCERS Board of Retirement.
 - c. Direct the staff to begin the analysis of outsourcing the CIO position.
- 9. Review the Board Election analysis provided by Reicker, Pfau, Pyle and McRoy, LLP and:
 - a. Conduct a Special Election to fill the vacant Retiree Alternate Position; or
 - b. Allow the position to remain vacant until the next regularly scheduled election for the Retiree and Alternate Position in 2011.

CHIEF EXECUTIVE OFFICER

- 10. Receive and file Chief Executive Officer's department operations report and:
 - a. Approve any interested Trustee's request to attend the Hamilton Lane Summit XII in Philadelphia, Pennsylvania, December 7-9, 2010.
- 11. Receive the proposed three month Board Agenda preview and make adjustments as the Board deems necessary.

Next regular meeting date is December 15, 2010
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