

**SANTA BARBARA COUNTY
EMPLOYEES' RETIREMENT SYSTEM**

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Vincent P. Brown
Chief Executive Officer



BOARD OF RETIREMENT

Chair – Zandra Cholmondeley
Vice Chair – Ward Rafferty
Secretary - Darryl Scheck
Harry Hagen
Donald Kendig
Vanessa Patterson
Steve Robel
Al Rotella
Janet Wolf
John McMillin
Frederick Tan

MINUTES OF THE BOARD OF RETIREMENT

February 23, 2011

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

ROLL CALL 9:00 a.m.

Members Present: Cholmondeley, Hagen, Kendig, Robel, Rotella, Scheck
Members Absent: Patterson, Rafferty, Wolf
Alternate Present: McMillin
Alternate Absent: Tan
Counsel: Blakeboro
Clerk: Bignell

Vince Brown administered the Oath of Office for Public Officers and Employees to Alternate Trustee John McMillin.

Trustee Wolf arrived at 9:02 a.m. Trustee Rafferty arrived at 9:03 a.m. Trustee Patterson arrived at 9:04 a.m. Trustee Tan arrived at 9:14 a.m. Trustee Kendig was absent between 1:30 p.m. and 1:44 p.m.

CEO Vince Brown gave the Board an overview of the day's agenda.

PUBLIC COMMENT

There was no general public comment.

MINUTES

- 1. Approve Minutes of January 19-20, 2011 Regular Board meeting.

MOTION: Approve Minutes of January 19-20, 2011 Regular Board meeting as amended.

Kendig/Patterson Approved by voice vote.
Yes: Cholmondeley, Hagen, Kendig, Patterson, Rafferty, Robel, Scheck, Wolf
Abstain: Rotella

CONSENT AGENDA

- C-1. Receive and approve calculation of 2011 annual Cost of Living Adjustment.

Assistant CEO Lila Deeds introduced the item and addressed issues raised by the Board.

- C-2. Michael Dacus, Disability Retirement Applicant: Grant Hearing Officer Ernest Gould’s request for an extension of his jurisdiction to May 30, 2011.

- C-3. Adopt Retirement Report.

	<u>Name</u>	<u>Department</u>	<u>Service Credit</u>	<u>Sick Leave Credit</u>	<u>ARC</u>
D R	Allen Abersman	Courts	6.52813	0.00000	
	Mozart Booker	Treasurer-Tax Collector	20.14336	0.06548	
R	Jo Glisson	Sheriff	19.02642	0.11524	0.50000
D	Dale Krick	General Services	7.76393	0.33290	

D=Deferred
R=Reciprocal

Retirement Report pulled by Trustee Hagen for correction in March.

MOTION: Approve Consent Agenda with exception of the Retirement Report.

Kendig/Rotella Approved by unanimous voice vote of all present.
Yes: Cholmondeley, Hagen, Kendig, Patterson, Rafferty, Robel, Rotella, Scheck, Wolf

Yes: Cholmondeley, Hagen,
Kendig, Patterson, Rafferty,
Robel, Rotella, Scheck,
Wolf

4. Receive and file the Quarterly Manager Certifications for the third quarter 2010 from PCA.

Sarah Bernstein presented item and addressed issues raised by the Board.

Vince Brown, Counsel Blakeboro, and Investment Analyst Eli Martinez addressed issues raised by the Board.

Manager certification updates will be included in future quarterly performance reports.

MOTION: Receive and file the Quarterly Manager Certifications for the third quarter 2010 from PCA.

Rotella/Scheck Approved by unanimous voice vote of all present.
Yes: Cholmondeley, Hagen,
Kendig, Patterson, Rafferty,
Robel, Rotella, Scheck,
Wolf

5. Receive and file the PanAgora Onsite Visit memo from PCA.

Sarah Bernstein presented item and addressed issues raised by the Board.

Vince Brown addressed issues raised by the Board.

Trustee Robel, with Chair Cholmondeley's concurrence, complimented Dr. Bernstein on the memo.

MOTION: Receive and file the PanAgora Onsite Visit memo from PCA.

Rotella/Scheck Approved by unanimous voice vote of all present.
Yes: Cholmondeley, Hagen,
Kendig, Patterson, Rafferty,
Robel, Rotella, Scheck,
Wolf

6. Receive and file the staff Quarterly Portfolio Status Report.

Eli Martinez presented report and addressed issues raised by the Board.

MOTION: Receive and file the staff Quarterly Portfolio Status Report.

Patterson/Scheck Approved by unanimous voice vote of all present.
Yes: Cholmondeley, Hagen,
Kendig, Patterson, Rafferty,

Robel, Rotella, Scheck,
Wolf

7. Discuss and consider the Onsite Manager Visit Estimates memo from PCA.

Sarah Bernstein presented item and addressed issues raised by the Board.

Vince Brown addressed issues raised by the Board.

MOTION: PCA will visit managers on a schedule, staff or trustees will visit managers on an exception basis, managers will be brought in on a regular basis, and the Board will refine the process further.

Scheck/Robel

Approved by roll call vote.

Yes: Cholmondeley, Hagen,
Kendig, Rafferty, Robel,
Rotella, Scheck, Wolf

No: Patterson

8. Receive and approve the 2011 Asset Allocation recommendation from PCA, Hamilton Lane and ORG, and receive and file the Cash Flow Background memo from PCA.

Sarah Bernstein presented item and addressed issues raised by the Board.

Vince Brown, Eli Martinez and Edward Schwartz, ORG, addressed issues raised by the Board.

MOTION: Receive and approve the proposed 2011 Asset Allocation recommendation on page 2 of PCA's memo.

Patterson/Kendig

Approved by unanimous voice vote of all present.

Yes: Cholmondeley, Hagen,
Kendig, Patterson, Rafferty,
Robel, Rotella, Scheck,
Wolf

Sarah Bernstein continued presenting item and addressed issues raised by the Board.

Vince Brown addressed more issues raised by the Board.

MOTION: Receive and file the Cash Flow Background memo from PCA along with Milliman's draft table.

Kendig/Wolf

Approved by unanimous voice vote of all present.

Yes: Cholmondeley, Hagen,
Kendig, Patterson, Rafferty,
Robel, Rotella, Scheck,
Wolf

Yes: Cholmondeley, Hagen,
Patterson, Rafferty, Robel,
Rotella, Scheck, Tan, Wolf
Absent: Kendig

Alternate Trustee Tan voted above safety matter.

13. Sandra Roberts Applicant for Service-Connected Disability Retirement:
Adopt proposed Findings of Fact, Conclusions of Law and Decision
denying Sandra Roberts a disability retirement.

Counsel Blakeboro introduced item and addressed issues raised by the Board.

MOTION: Adopt proposed Findings of Fact, Conclusions of Law and
Decision denying Sandra Roberts a disability retirement.

Rafferty/Rotella Approved by unanimous voice vote of all present.
Yes: Cholmondeley, Hagen,
Patterson, Rafferty, Robel,
Rotella, Scheck, Wolf
Absent: Kendig

14. Receive and file Disability Status Report.

Cristal Rodriguez introduced item and addressed issues raised by the Board.

Counsel Blakeboro addressed issues raised by the Board

MOTION: Receive and file Disability Status Report.

Scheck/Hagen Approved by unanimous voice vote of all present.
Yes: Cholmondeley, Hagen,
Kendig, Patterson, Rafferty,
Robel, Rotella, Scheck,
Wolf

OPEN MEETING

Counsel Blakeboro summarized the Closed Hearing actions taken on Disability
Items 10, 11, 12, 13 and 14 as listed above.

BOARD

15. Mid-Year Review of the 2010-11 Budget:
a. Receive and approve the Mid-Year Budget Review as submitted.

CHIEF EXECUTIVE OFFICER

19. Receive and file Chief Executive Officer’s department operations report and:
a. Select one Delegate and two Alternates to attend the CALAPRS “Principles of Pension Management” at Stanford University Law School program March 22-25, 2011.

MOTION: Select Trustees Rotella to attend, and Wolf, McMillan, Robel, and Patterson as alternates to attend the CALAPRS “Principles of Pension Management” at Stanford University Law School program March 22-25, 2011.

Kendig/Scheck Approved by unanimous voice vote of all present.
Yes: Cholmondeley, Hagen,
Kendig, Patterson, Rafferty,
Robel, Rotella, Scheck,
Wolf

- b. Approve Trustee Scheck’s request and any other interested Trustee to attend the 2011 LA Trustees Network Roundup February 28 and March 1, 2011, in Los Angeles.

MOTION: Approve Trustee Scheck’s request and any other interested Trustee to attend the 2011 LA Trustees Network Roundup February 28 and March 1, 2011, in Los Angeles.

Patterson/Rotella Approved by unanimous voice vote of all present.
Yes: Cholmondeley, Hagen,
Kendig, Patterson, Rafferty,
Robel, Rotella, Scheck,
Wolf

- c. Approve any Trustee’s request to attend the “The Future of Retirement” at the Fiduciary College at Stanford Law School March 24-25, 2011.

MOTION: Approve Trustee Rafferty to attend the “The Future of Retirement” at the Fiduciary College at Stanford Law School March 24-25, 2011.

Patterson/Scheck Approved by unanimous voice vote of all present.
Yes: Cholmondeley, Hagen,
Kendig, Patterson, Rafferty,
Robel, Rotella, Scheck,
Wolf

- d. Approve Trustee Rafferty’s request and any other interested Trustee to attend The Pension Bridge Annual Conference in San Francisco April 12-13, 2011.

