

**SANTA BARBARA COUNTY
EMPLOYEES' RETIREMENT SYSTEM**

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Gary A. Amelio
Chief Executive Officer



BOARD OF RETIREMENT

Chair – Zandra Cholmondeley
Vice Chair – Ward Rafferty
Secretary - Darryl Scheck
Dawn Cieslik
Harry Hagen
R. Guy Kraines
Steve Robel
Al Rotella
Janet Wolf
John McMillin
Frederick Tan

MINUTES OF THE BOARD OF RETIREMENT

February 22, 2012

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

ROLL CALL 9:00 a.m.

Members Present: Cholmondeley, Cieslik, Hagen, Kraines, Rafferty, Robel,
Rotella, Scheck, Wolf
Alternate Present: McMillin
Alternate Absent: Tan
Counsel: Blakeboro

Trustee Tan arrived at 9:44 a.m. Trustee Cieslik left at 12:54 p.m.

Safety Alternate Trustee Tan was a voting member in the absence of Trustee Cieslik.

Chair Cholmondeley welcomed CEO Gary A. Amelio and Stephen P. McCourt, Mika L. Buffington and Bradley M Regier from Meketa Investment Group.

PUBLIC COMMENT

There was no general public comment.

CONSENT AGENDA

- C-1. Receive oral report from Trustee Scheck on the February 3, 2012 CALAPRS Trustee Roundtable.

C-2. Adopt Retirement Report.

	<u>Name</u>	<u>Department</u>	<u>Service Credit</u>	<u>Sick Leave Credit</u>	<u>ARC</u>
R	Elizabeth Blake	ADMHS	26.26119	0.50930	
D R	Callie Bowdish	Public Works	4.07351	0.07542	
D	Tracy Gouette	Fire	21.03507	0.03565	
R	Lorraine Griffin	Fire	4.88369	0.04323	
D R	James Hill	ADMHS	4.48302	0.02167	
D	Dimma Ortiz	Parks	10.61383	0.04270	
Pend	Joseph Rueff	Probation	15.95160	0.00037	
	Patricia Stewart	Probation	29.82460	0.68748	
D	Cecilia Taylor-Hall	Social Services	8.91006	0.00261	
	Sandra Valla	Social Services	37.27093	1.00000	
	Susan Wilcox	Parks	8.23049	0.01966	
D	Michael Zois	APCD	12.02328	0.22000	

D=Deferred
R=Reciprocal
Pend=Pending Disability

MOTION: Approve Consent Agenda.

Robel/Rotella

Approved by voice vote.

Yes: Cholmondeley, Hagen,
Kraines, Rafferty, Robel,
Rotella, Scheck, Wolf
Abstain: Cieslik

INVESTMENTS

1. a. Receive and consider presentation from Meketa Investment Group regarding preliminary review of SBCERS investment program:

Managing Principal Stephen P. McCourt, Principal Mika L. Buffington and Vice President Bradley M. Regier presented for Meketa Investment Group and addressed issues raised by the Board.

1. Investment Governance

MOTION: Request Meketa and Staff to develop investment policy statement that addresses conditions under which the Board of Retirement would delegate to consultant:

- Decision to hire and terminate managers with consultation with Board of Retirement before execution.
- Rebalancing within Board approved target ranges
- Tactically under/overweighting asset classes/managers based on market risks/opportunities

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

2. Asset Allocation Preparation/Risk Discussion

MOTION: Direct Meketa to conduct Asset Allocation review, comparing to current and final new Asset Allocation and with scenarios on either side of standard deviation.

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

3. Initial Fund Review

NO ACTION TAKEN

b. Review Meketa's proposed Investment Action Timeline and consider setting a special meeting in mid-March to expedite the process.

Chair Cholmondeley set a special meeting of the Board of Retirement for March 14, 2012.

2. Receive and file the third quarter 2011 Real Estate Portfolio Summary from ORG Portfolio Management.

Co-Founder/Principal Edward Schwartz presented for ORG Portfolio Management and addressed issues raised by the Board.

NO ACTION TAKEN

DISABILITY RETIREMENT
(Closed Hearing)

4. Rodney M. Forney, Applicant for Service-Connected Disability Retirement:
Grant the application of Rodney M. Forney for service-connected disability retirement, subject to timely requested hearing.

Trustee Robel recused himself and left the room.

Disability Program Manager Cristal Rodriguez presented item.

MOTION: Grant the application of Rodney M. Forney for service-connected disability retirement, subject to timely requested hearing.

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

5. Connie M. Hurdle, Applicant for Service-Connected Disability Retirement:
Dismiss the application of Connie Marie Hurdle for service-connected disability retirement, without prejudice to her right to re-apply, for failure to cooperate with the Board's procedures.

Cristal Rodriguez presented item.

MOTION: Dismiss the application of Connie Marie Hurdle for service-connected disability retirement, without prejudice to her right to re-apply, for failure to cooperate with the Board's procedures.

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

6. Esperanza M. Limon, Applicant for Service-Connected Disability Retirement:
Deny the application of Esperanza M Limon for service-connected disability retirement, subject to timely requested hearing.

Cristal Rodriguez presented item.

MOTION: Deny the application of Esperanza M Limon for service-connected disability retirement, subject to timely requested hearing.

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

7. Joseph P Rueff, Applicant for Service-Connected Disability Retirement:
Deny the application of Joseph P Rueff for service-connected disability retirement, subject to timely requested hearing.

Cristal Rodriguez presented item.

Applicant Joseph P. Rueff was present and addressed the Board.

MOTION: Deny the application of Joseph P Rueff for service-connected disability retirement, subject to timely requested hearing.

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

8. Richard E. Trigueiro, Applicant for Service-Connected Disability Retirement:
Adopt proposed Findings of Fact, Conclusions of Law and Decision
granting Richard E. Trigueiro a service-connected disability retirement.

MOTION: Adopt proposed Findings of Fact, Conclusions of Law and
Decision granting Richard E. Trigueiro a service-connected
disability retirement.

Scheck/Robel Approved by voice vote.
Yes: Cholmondeley, Hagen,
Kraines, Robel, Rotella,
Scheck, Tan
Abstain: Rafferty, Wolf
Absent: Cieslik

9. Receive and file Disability Status Report.

Cristal Rodrigues presented item.

MOTION: Receive and file Disability Status Report.

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

OPEN MEETING

Counsel Blakeboro summarized the Closed Hearing actions taken on Disability
Items 4, 5, 6, 7, 8 and 9 as listed above.

INVESTMENTS (Cont'd.)

3. Receive and file Quarterly Portfolio Status Report from staff.

Investment Officer Eli Martinez presented Quarterly Portfolio Status Report and
addressed issues raised by the Board.

NO ACTION TAKEN

BOARD

MOTION: Receive and file Chief Executive Officer's department operations report.

Rotella/Robel

Approved by unanimous voice vote of all present.

Yes: Cholmondeley, Hagen,
Kraines, Rafferty, Robel,
Rotella, Scheck, Tan, Wolf

Absent: Cieslik

14. Receive the proposed three month Board Agenda preview and make adjustments as the Board deems necessary.

NO ACTION TAKEN

The meeting adjourned at 2:33 p.m.

ATTEST:

Clerk

Chair

Secretary