

**SANTA BARBARA COUNTY  
EMPLOYEES' RETIREMENT SYSTEM**

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**Gregory E. Levin**  
**Interim Chief Executive Officer**



**BOARD OF RETIREMENT**

Chair-Ward Rafferty  
Vice Chair-Jennifer Christensen  
Secretary-Frederick Tan  
Zandra Cholmondeley  
Harry Hagen  
Mark A. Paul  
Al Rotella  
Janet Wolf  
Steve Johnson  
John McMillin

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**AGENDA OF THE BOARD OF RETIREMENT**

**June 25, 2014**

**Wisteria Room at Casa Nueva  
260 North San Antonio Road  
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 a completed public comment form. The form is available at the conference room entrance prior to the meeting. 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

**PUBLIC COMMENT**

Receive public comment

**MINUTES**

Approve Minutes of May 28, 2014 regular Board meeting.

6/19/2014 2:18 PM

## CONSENT

### C-1. Adopt Retirement Report.

	<u>Name</u>	<u>Department</u>	<u>Service Credit</u>	<u>Sick Leave Credit</u>
D R	Frederick Brennan	Public Defender	2.74805	0.04752
D	Anna Lopez	Social Services	11.95832	0.02561
D R	Ophelia Rojas	Public Health	7.67103	0.05246
	Judith Simon	Sheriff	19.82145	0.35275
D R	David Stankiewicz	Sheriff	4.60926	0.02852
D R	Lincoln Thomas	Planning & Development	2.59846	0.08624
	Sandra Talamantes	Public Health	23.38341	0.18780

D=Deferred  
R=Reciprocal

### C-2. Adopt Resolution of Granting Signature Authority to Interim Chief Executive Officer

This resolution memorializes the Board's delegation of authority to Gregory Levin, the Interim Chief Executive Officer to execute contracts on behalf of the System.

### C-3. Adopt Resolution of Granting Signature Authority to Investment Officer

This resolution memorializes the Board's delegation of authority as a signatory, consistent with the Interim Chief Executive Officer's recommendation, to Eliazar Martinez, the system's Investment Officer to execute contracts on behalf of the System.

## INVESTMENTS

1. May 2014 World Market Update—Meketa Investment Group  
Presentation by Mika Malone and Shane Enete of Meketa Investment Group on World Market Activities through May 2014.

### DISCUSSION

**RECOMMENDATION:** The Board receive and accept Meketa Investment Group's presentation on World Market Activities through May 2014.

2. **Small Cap Growth Manager Selection**—Meketa Investment Group

Presentation by Colleen Smiley of Meketa Investment Group on the results of the recent Small Cap Growth Equity Manager Search.

**DISCUSSION**

**RECOMMENDATION:** The Board receive the presentation of the results of the Small Cap Growth Equity Manager Search and approve Meketa Investment Groups Recommendation to hire Nichols Asset Management to replace Eagle Capital Management.

3. **Total Portfolio Fee Review**—Meketa Investment Group

Presentation by Mika Malone of Meketa Investment Group on the effective fees paid by SBCERS in relation to its public markets investment activities.

**DISCUSSION**

**RECOMMENDATION:** The Board receive and accept Meketa Investment Group's presentation on the effective fees paid.

**BOARD**

4. **CEO Operations Report**—Gregory Levin, CPA Interim CEO

Presentation by Gregory Levin on significant operational activities of SBCERS.

**DISCUSSION**

**RECOMMENDATION:**

- A. The Board receive and accept the CEO Operations Report
- B. The Board authorize the attendance of interested trustees at upcoming training events as requested.
- C. Receive the proposed three-month Board Agenda preview and provide any direction the Board deems necessary.

5. **Fiscal Year Ending June 30, 2015 Budget Adoption**—Gregory Levin, CPA  
Interim CEO  
Presentation of the Santa Barbara County Employees' Retirement System Budget for Fiscal Year 6/30/2015 by Gregory Levin, CPA Interim Chief Executive Officer.

### **DISCUSSION**

#### **RECOMMENDATION:**

- A. The Board receive the presentation and adopt the Budget for Fiscal Year 6/30/2015, as submitted.
- B. The Board authorize the Chair to execute Administrative Budget Adoption Resolution.
- C. The Board authorize the Chair to execute Position Allocation Resolution.

### **DISABILITY RETIREMENT**

#### **TIME CERTAIN OF 11:55 AM**

*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. Sara Astorga, Non-service-connected Disability Retirement Retiree:  
Adopt Findings of Fact, Conclusions of Law, and Decision setting the effective date of Sara Astorga's non-service-connected disability retirement as December 9, 2013
7. Claudia Berumen, Applicant for Non-service-connected Disability Retirement:  
Adopt proposed Findings of Fact, Conclusions of Law and Decision granting Claudia Berumen a non-service-connected disability retirement.
8. Donald Carroll, Applicant for Service-connected Disability Retirement:  
Consider the Findings of Fact and Recommendations of Referee Deborah Wissley, along with any timely filed objections, and approve and adopt the recommendation to deny the application for service-connected disability retirement of Donald Carroll.
9. Receive and file Disability Status Report

## INVESTMENTS (Cont'd)

10A. **Private Natural Resources/Infrastructure Selection Introduction**—Staff

Introduction by Investment Officer Eli Martinez and Investment Analyst Lauren Thompson of Discretionary Private Natural Resource and Private Infrastructure (PNR&I) Consultant Finalist Interviews and Selection.

**DISCUSSION**

**RECOMMENDATION:** That the Board of Retirement a) receive and accept the Discretionary PNR&I Consultant finalist presentations by Meketa Investment Group, Hamilton Lane and Wilshire Associates Inc. and b) select a Discretionary PNR&I Consultant to oversee the 5% (3% Private Natural Resources and 2% Private Infrastructure) allocation to PNR&I.

10B. **Private Natural Resources/Infrastructure Finalist Presentation**—  
Hamilton Lane

PNR&I finalist presentation by Managing Director, Paul Yett, Managing Director Andrea Kramer, Principal Mike Ryan and Senior Associate Michael Augustine of Hamilton Lane.

**DISCUSSION**

**RECOMMENDATION:** Receive and accept the Discretionary PNR&I Consultant finalist presentation by Hamilton Lane.

10C. **Private Natural Resources/Infrastructure Finalist Presentation**—  
Meketa Investment Group

PNR&I finalist presentation by Managing Principal / Director of Private Markets Investments John Haggerty and Senior Vice President/Head of Infrastructure Research Christopher Tehranian of Meketa Investment Group.

**DISCUSSION**

**RECOMMENDATION:** Receive and accept the Discretionary PNR&I Consultant finalist presentation by Meketa Investment Group.

10D. **Private Natural Resources/Infrastructure Finalist Presentation**—  
Wilshire Associates, Inc.

PNR&I finalist presentation by President Kevin Nee and Managing Director Gary Gabriel of Wilshire Associates, Inc.

**DISCUSSION**

**RECOMMENDATION:** Receive and accept the Discretionary PNR&I Consultant finalist presentation by Wilshire Associates Inc.

10E. **Private Natural Resources/Infrastructure Discussion and Vote**—  
Board Discussion

**DISCUSSION AND ACTION**

**RECOMMENDATION:** Select a Discretionary PNR&I Consultant to oversee the 5% (3% Private Natural Resources and 2% Private Infrastructure) allocation to PNR&I.

**BOARD (Cont'd)**

11. **CEO Recruitment**—Ad Hoc Committee on CEO Recruitment

Presentation by Trustee Tan, Chair Ad Hoc Committee on CEO recruitment.

**DISCUSSION**

**RECOMMENDATION:** The Board receives the report from the Ad Hoc committee on the status of the CEO recruitment.

**CLOSED SESSION**

*Closed Sessions are not open to the public.*

PUBLIC EMPLOYMENT – CEO Recruitment, Pursuant to Government Code Section 54957(b).

Next regular meeting date is July 23, 2014
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