

**SANTA BARBARA COUNTY
EMPLOYEES' RETIREMENT SYSTEM**

3916 State Street, Suite 210
Santa Barbara, CA 93105

Phone (805) 568-2940
Fax (805) 560-1086

**Gregory E. Levin, CPA
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

AGENDA OF THE BOARD OF RETIREMENT

August 27, 2014

Hart Auditorium at CenCal Health

4050 Calle Real

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

A. Approve Minutes of July 23, 2014 regular Board meeting.

8/22/2014 12:35 PM

CONSENT

C-1. Adopt Retirement Report.

	<u>Name</u>	<u>Department</u>	<u>Service Credit</u>	<u>Sick Leave Credit</u>
D	Divina Johnston	Child Support Services	7.51220	0.06816
D	Daniel Milei	General Services	6.33284	0.27628
Dis	Claudia Berumen-Sarty	ADMHS	8.42262	0.00076
R	Michael Held	Fire	15.03374	0.08399
	Reynaldo Ybarra	Social Services	26.57194	0.14990
	Robert Anthony	Sheriff	12.19210	0.53896
	Charlotte Ennis-Raudales	Sheriff	26.14737	0.09207
	Linda Eveland	Probation	23.20434	0.17522
	Brianna Kelly	ADMHS	10.45909	0.10016
D	Kathleen Donaghy	Sheriff	15.71958	0.00010
D	Nancy Rosenberg	Public Health	5.98349	0.08339

D=Deferred
R=Reciprocal
Dis=Disability Pending

INVESTMENTS

1. **Quarterly Private Real Estate Portfolio Review**—ORG Portfolio Management Presentation by Ed Schwartz and Rebecca Morris of ORG Portfolio Management on the status and activity of the Fund's Private Real Estate portfolio in the first quarter 2014 and update on due diligence review by SBCERS General Counsel.

DISCUSSION

RECOMMENDATION: The Board receive and accept ORG Portfolio Management's quarterly report on the Real Estate portfolio and update on due diligence review by SBCERS General Counsel.

2. **Quarterly Private Equity Portfolio Review**—Hamilton Lane Presentation by Paul Yett and Michael Augustine of Hamilton Lane on the status and activity of the Fund's Private Equity portfolio in the first quarter 2014.

DISCUSSION

RECOMMENDATION: The Board receive and accept Hamilton Lane's quarterly report on the Private Equity portfolio.

3. **Quarterly Private Natural Resources and Infrastructure Portfolio Review**—Hamilton Lane
Presentation by Paul Yett and Michael Augustine of Hamilton Lane on the status and activity of the Fund’s Private Natural Resource and Infrastructure portfolio in the first quarter 2014.

DISCUSSION

RECOMMENDATION: The Board receive and accept Hamilton Lane’s quarterly report on the Private Natural Resources and Infrastructure portfolio.

4. **Quarterly Portfolio Review**—Meketa Investment Group
Presentation by Stephen McCourt and Mika Malone of Meketa Investment Group on the status and activity of the Fund’s second quarter 2014 Quarterly Review.

DISCUSSION

RECOMMENDATION: The Board receive and accept the second quarter 2014 Quarterly Review presented by Meketa Investment Group.

5. **July Market Update and Performance Review**—Meketa Investment Group
Presentation by Mika Malone of Meketa Investment Group on World Market Activities and July 2014 performance.

DISCUSSION

RECOMMENDATION: The Board receive and accept Meketa Investment Group’s presentation on World Markets and performance review for July 2014.

6. **Private Equity Structures and Fees**—Eli Martinez, Investment Officer
Presentation by Investment Officer Eli Martinez on Private Equity Structures and Fees.

DISCUSSION

RECOMMENDATION: The Board receive and accept the presentation by Eli Martinez on Private Equity Structures and fees.

7. **Private Equity Contract Renewal**—Greg Levin, Interim CEO
Presentation by Greg Levin, Interim CEO on the renewal of the Discretionary Private Equity Consultant contract with Hamilton Lane.

DISCUSSION AND ACTION

RECOMMENDATION: That the Board approves option 1, and directs Staff to extend the Discretionary Private Equity Consultant contract with Hamilton lane for five years.

8. **Co-Investments – what are they?**—Hamilton Lane
Educational presentation by Paul Yett and Michael Augustine on the co-investment landscape.

DISCUSSION

RECOMMENDATION: The Board receive and accept Hamilton Lane’s presentation on the co-investment landscape.

DISABILITY RETIREMENT

TIME CERTAIN OF 12:45 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.

9. Karen Derrick Hartman, Applicant for Service-connected Disability Retirement:
Adopt proposed Findings of Fact, Conclusions of Law and Decision denying Karen Derrick Hartman a service-connected disability retirement.
10. Henry J. Martinez, Applicant for Service-connected Disability Retirement:
Deny the application of Henry J. Martinez for service-connected disability retirement, subject to timely requested hearing by an interested party.
11. Donna Pelletier, Applicant for Service-Connected Disability Retirement:
Consider the Findings of Fact and Recommendation of Referee Ernest Gould, along with any timely filed objections, and approve and adopt the recommendation to deny the application for service-connected disability retirement of Donna Pelletier.

12. Rolando Perez, Applicant for Non-Service-connected Disability Retirement:
Grant the application of Roland Perez for non-service-connected disability retirement, subject to timely requested hearing by an interested party.
13. Terri Foster, Applicant for Service-connected Disability Retirement:
Deny the application of Terri Foster for service-connected disability retirement, subject to timely requested hearing by an interested party.
14. Receive and file Disability Status Report.

BOARD (Cont'd)

15. **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.

16. **Santa Barbara Commercial Real Estate Leasing Environment**—Radius Group
Presentation from Jim Turner and Steve Brown on Santa Barbara commercial real estate office market and update on SBCERS Santa Barbara office sublease activity.

DISCUSSION

RECOMMENDATION: Receive and accept presentation on Santa Barbara commercial real estate office market.

Next regular meeting date is September 24, 2014
