

**SANTA BARBARA COUNTY
EMPLOYEES' RETIREMENT SYSTEM**

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

**MINUTES OF THE BOARD OF RETIREMENT
April 23, 2014
Hart Auditorium at CenCal Health
4050 Calle Real
Santa Barbara, California**

ROLL CALL 9:00 a.m.

Members Present: Cholmondeley, Christensen, Hagen, Paul, Rafferty, Rotella,
Tan, Wolf
Alternate Present: Johnson, McMillin
Counsel: Blakeboro
Clerk: Brown

Trustee Tan arrived at 9:04 a.m. Trustee Wolf left the meeting at 1:00 p.m.

PLEDGE OF ALLEGIANCE

PUBLIC COMMENT

SEIU Local No. 620 Field Representative Darryl Scheck addressed the Board on item 17 and expressed concern regarding the planned Santa Maria office closure.

Unite Here Research Analyst Melanie Luthern addressed the Board regarding SBCERS Real Estate Consultant, ORG.

MINUTES

1. A. Approve Minutes of March 25 and 26, 2014 regular Board Retreat.

MOTION: Approve Minutes of the March 25 and 26, 2014 regular Board Retreat.

Christensen/Paul Approved by unanimous voice vote of all present.
 Yes: Cholmondeley, Christensen,
 Paul, Rafferty, Rotella, Tan
 Wolf
 Abstained: Hagen

1. B. Approve Minutes of April 14, 2014 special meeting Board of Retirement.
MOTION: Approve Minutes of April 14, 2014 special meeting Board of Retirement.

Paul/Rotella Approved by voice vote.
 Yes: Cholmondeley, Christensen,
 Hagen, Paul, Rafferty,
 Rotella, Tan
 Abstained: Wolf

CONSENT

C-1. Adopt Retirement Report.

	<u>Name</u>	<u>Department</u>	<u>Service Credit</u>	<u>Sick Leave Credit</u>	<u>ARC</u>
	Isidro Alvarez	Public Works	13.57471	0.23957	
	Linda Brey	Public Health	14.71108	0.50259	
	Rosalie Castillo	Sheriff	32.72151	0.42625	
	Jacqueline Dominick	Sheriff	15.37122	0.11481	
	Kristine Fritz	DRO	5.88408	0.00000	
R	Glenn Griffin	APCD	14.45110	0.17114	
DR	Kathryn Horton	Superior Court	5.43663	0.00288	
D	Merillee Jay	Superior Court	9.56153	0.24669	
R	Nicholas Katsenis	Planning & Development	6.69296	0.19557	
	David Lewis	Public Works	10.89251	0.20331	
	Charles McClain	Sheriff	14.50551	0.24575	
	Angelique McNamara	Public Health	20.50175	0.27350	4.25000
D	Martha Murguia-Gomez	ADMHS	17.54741	0.00199	
	Roderick Ross	Agricultural Commissioner	32.26522	0.13903	
	Maria Ruano	Public Health	23.13432	0.00573	
	Salley Ryan	Public Health	19.99455	0.22255	
	Marguerite Sanchez	Superior Court	12.13334	0.15079	
	Lyndi Swanson	ADMHS	13.49826	0.28115	
D	Susan Welsh	Social Services	5.64517	0.00811	
	Lan Yee	Treasurer-Tax Collector	25.29702	0.62988	

D=Deferred
R=Reciprocal

MOTION: Adopt Retirement Report.

Rotella/Wolf Approved by unanimous voice vote of all present.
Yes: Cholmondeley, Christensen,
Hagen, Paul, Rafferty,
Rotella, Tan, Wolf

BOARD

2. **Quarterly Cash Flow Projection**—Staff
Presentation by Rico Pardo, SBCERS Retirement Financial Accounting Analyst,
of the System’s Quarterly Cash Flow Projection.

DISCUSSION: Rico Pardo presented item addressed issues raised by the Board.

MOTION: Receive and accept Quarterly Cash Flow report as presented by
Staff.

Rotella/Paul Approved by unanimous voice vote of all present.
Yes: Cholmondeley, Christensen,
Hagen, Paul, Rafferty,
Rotella, Tan, Wolf

INVESTMENTS

13. **Emerging Market Update and Exposure Review**—Meketa
Presentation by Principal Mika Malone and Senior Vice President/Assistant
Director of Public Markets Manager Research Ed Omata of Meketa Investment
Group on Emerging Markets equity current market overview and SBCERS
exposure review.

DISCUSSION: Mika Malone and Ed Omata presented the report for Meketa
and addressed issues raised by the Board.

MOTION: Receive and accept the report presented by Meketa.

Rotella/Wolf Approved by unanimous voice vote of all present.
Yes: Cholmondeley, Christensen,
Hagen, Paul, Rafferty,
Rotella, Tan, Wolf

CLOSED SESSION

Closed Sessions are not open to the public.

PUBLIC EMPLOYMENT – CEO, Pursuant to Government Code § 54957(b)

DISABILITY RETIREMENT

(Closed Hearing)

- 15. Ruby Wolff, Applicant for Service-connected Disability Retirement:
Adopt proposed Findings of Fact, Conclusions of Law and Decision denying Ruby Wolff a disability retirement, due to lack of permanency.

Applicant’s Counsel Russell Ghitterman was present and addressed the Board.

DISCUSSION: Disability Program Manager Cristal Rodriguez presented item and along with Counsel Blakeboro answered questions by the Board.

MOTION: Adopt proposed Findings of Fact, Conclusions of Law and Decision denying Ruby Wolff a disability retirement, due to lack of permanency.

Rotella/Johnson	Approved by unanimous voice vote of all present. Yes: Cholmondeley, Christensen, Hagen, Johnson, Paul, Rafferty, Rotella Absent: Wolf
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- 14. Jenny Stetson, Applicant for Service-connected Disability Retirement:
Refer the application of Jenny Stetson for service-connected disability retirement to an evidentiary hearing on all issues.

Applicant Jenny Stetson was present.

DISCUSSION: Disability Program Manager Cristal Rodriguez presented item and along with Counsel Alan Blakeboro addressed issues raised by the Board.

MOTION: Refer the application of Jenny Stetson for service-connected disability retirement to an evidentiary hearing on all issues.

Rafferty/Johnson

Approved by unanimous voice vote of all present.

Yes: Cholmondeley, Christensen,
Hagen, Johnson, Paul,
Rafferty, Rotella

Absent: Wolf

CLOSED SESSION

Closed Sessions are not open to the public.

PUBLIC EMPLOYMENT – CEO, Pursuant to Government Code § 54957(b)

OPEN MEETING

Counsel Blakeboro reported that with the respect to Disability Items 14 and 15 that the Board took action consistent with the recommendations stated in the Agenda.

Counsel Blakeboro also reported that the Board met in closed session with respect to the Public Employment/CEO item noted on the on the agenda and that no reportable action was taken.

BOARD Cont'd

9. **Guidelines for Retention and Assignment of Referees**—Staff and Counsel

DISCUSSION: Disability Program Manager Cristal Rodriguez presented item and addressed issues raised by the Board.

MOTION: Adopt and approve as recommended by the Operations Committee and modified by the Board of Retirement, the Guidelines for Retention and Assignment of Referees as presented by Staff and Counsel.

Christensen/Rotella

Approved by unanimous voice vote of all present.

Yes: Christensen, Hagen, Paul,
Rafferty, Rotella, Tan

No: Cholmondeley

Absent: Wolf

CHIEF EXECUTIVE OFFICER

16. A. Receive and file the Chief Executive Officer's department operations report.
- B. Authorize the attendance of interested trustees at upcoming training events as requested.
- C. Receive the proposed three-month Board Agenda preview and make adjustments as the Board deems necessary.

DISCUSSION: Assistant Chief Executive Officer Rhonda Cavagnaro presented items and addressed issues raised by the Board.

MOTION: Receive and accept Chief Executive Officer's department operations report and approve the attendance of interested trustees at upcoming training events as requested.

Rafferty/Rotella

Approved by unanimous voice vote of all present.

Yes: Cholmondeley, Christensen,
Hagen, Paul, Rafferty,
Rotella, Tan

Absent: Wolf

BOARD

17. **Office Move**—Interim Management Committee

DISCUSSION: The Interim Management Committee provided a report on the current status of the previously approved plan to close the Santa Maria office and to consolidate operations in expanded office space in Santa Barbara. The Board considered comments from staff members Cristal Rodriguez, Eli Martinez, Rico Pardo and Assistant CEO Rhonda Cavagnaro and discussed various options including proceeding with consolidation, delaying the implementation of consolidation and reversing the decision to consolidate.

MOTION: Direct the Interim Management Committee to further evaluate the planned consolidation, to take actions necessary to preserve the status quo pending its evaluation and to further advise the Board regarding its alternatives for action at the earliest opportunity.

