

**SANTA BARBARA COUNTY
EMPLOYEES' RETIREMENT SYSTEM**

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**Gregory E. Levin, CPA
Chief Executive Officer**



BOARD OF RETIREMENT

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

AGENDA OF THE BOARD OF RETIREMENT

September 28, 2016

**Coastal Room at Employees' University
267 Camino del Remedio
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 August 24, 2016 regular Board meeting.

CONSENT

C-1. Adopt Retirement Report.

	<u>Name</u>	<u>Department</u>	<u>Service Credit</u>	<u>Sick Leave Credit</u>	<u>ARC</u>
	Gregoria Arguijo	Probation	8.12482	0.10602	
	Robert Cochran	Behavioral Health	8.60496	0.00320	
	Brady Doyle	Sheriff	21.92629	0.05754	
	Nancy Farrah	Probation	22.47400	0.57732	
	Robert Foster	Probation	10.44714	0.44212	
	Dean Hathaway	CSFPD	33.09522	0.28960	
Pend	Judith Johnson	Superior Court	9.92930	0.16427	
	Linda Littlejohn	Public Health	26.11883	0.82311	
Pend	Tony Masiel	CSFPD	19.25924	0.00000	
D	Pauline Maxwell	Superior Court	8.66583	0.33710	
D	Kathleen Moore	Superior Court	7.98731	0.18661	
	John Morales	Sheriff	24.57310	0.05188	
	Michael Parker	Public Works	24.98057	0.00010	
	Brad Parks	Social Services	19.10394	0.12161	
D	Dora Robles	Public Health	21.81646	0.00855	
D	David Rocha	Sheriff	16.45965	0.00278	
D	Janet Salandanan	Social Services	16.99834	0.20149	
R	Louis Simon	Sheriff	30.90279	1.00000	1.00000
	Thomas Starfas	Sheriff	30.16016	0.16541	
	Jenaro Valdez	Behavioral Health	15.62980	0.18595	

D=Deferred
R=Reciprocal
Pend=Disability Pending

DISABILITY RETIREMENT

TIME CERTAIN OF 9:05 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.

- Christina J. Alvarez, Applicant for Service-connected Disability Retirement:
Adopt the proposed Findings of Fact, Conclusions of Law and Decision granting Christina J. Alvarez a service-connected disability retirement.

2. Beatrice De La Cerda, Applicant for Service-connected Disability Retirement:
Deny the application of Beatrice De La Cerda for service-connected disability retirement, subject to timely requested hearing by an interested party.
3. Thomas Morgan, Applicant for Service-connected Disability Retirement:
Grant the application of Thomas Morgan for service-connected disability retirement, subject to timely requested hearing by an interested party.
4. Louis Jon Simon, Applicant for Service-connected Disability Retirement:
Dismiss the application of Louis Jon Simon for disability retirement, without prejudice to his right to re-apply, due to failure to comply with the Board's Disability Retirement Procedures.
5. Receive and file Disability Status Report.

INVESTMENTS

6. **Asset Allocation Review**—RVK, Inc.

Presentation by Principal Marcia Beard, Spencer Hunter and Matthias Bauer of RVK, Inc., on the Santa Barbara County Employees' Retirement System 2016 Asset Allocation Review.

DISCUSSION AND ACTION

RECOMMENDATION: That the Board of Retirement receive the 2016 Asset Allocation Review report presented by Marcia Beard, Spencer Hunter and Matthias Bauer of RVK, Inc. The Board should also adopt the RVK recommended asset or provide direction for further study on additional policy options.

7. **Market Update and August Performance Review**—RVK, Inc.

Presentation by Principal Marcia Beard of RVK, Inc. on World Market Activities and August 2016 performance.

DISCUSSION

RECOMMENDATION: That the Board of Retirement receive and accept the August Market Update and Preliminary Performance report presented by report presented by Marcia Beard, Spencer Hunter and Matthias Bauer of RVK, Inc.

8. **Investment Staff Report**—Staff

Presentation by SBCERS Investment Staff on the investment activities of the System and a presentation on the results of the securities lending program.

DISCUSSION

RECOMMENDATION: That the Board of Retirement receive and accept the Investment Staff report presentation.

BOARD

9. **Policy: CEO Review Policy Update**—Staff

Presentation by CEO Gregory Levin and General Counsel Alan Blakeboro on the proposed CEO Review Policy and amendments to the review timeline that are recommended by the Board of Retirement Operations Committee.

DISCUSSION AND ACTION

RECOMMENDATION: That the Board of Retirement adopt the CEO review policy as recommended by the Board of Retirement Operations Committee or, refer the policy back to the Operations Committee for further amendment.

10. **Consideration of Certain County Pay Codes for Inclusion as Compensation Earnable and/or Pensionable Compensation**—Staff

Presentation by CEO Gregory Levin and General Counsel Alan Blakeboro on five County of Santa Barbara payroll earnings codes, which are recommended for inclusion in the calculation of compensation earnable and/or pensionable compensation.

DISCUSSION AND ACTION

RECOMMENDATION: That the Board of Retirement adopt the earnings codes SDI, SAN, SAT, MLN and MDP as pensionable compensation or, refer the matter back to staff for further consideration.

11. **CEO Operations Report**—Gregory E. Levin, CPA CEO

Presentation by Gregory Levin on significant operational activities of SBCERS.

DISCUSSION

- RECOMMENDATION:** That the Board consider the operations report and take the following actions:
- a. Receive and file the Operations Report,
 - b. Authorize the attendance of interested trustees at upcoming training events requiring Board pre-approval, as requested, and
 - c. Approve a Trustee to serve as the Voting Delegate and another to serve as the Alternate Voting Delegate.
 - d. Receive and file the 3-Month Look Ahead Calendar.

Next regular meeting date is October 26, 2016
