

**SANTA BARBARA COUNTY
EMPLOYEES' RETIREMENT SYSTEM**

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



BOARD OF RETIREMENT

Chair - Frederick Tan
Vice Chair- Harry E. Hagen
Secretary- Pancho Occiano II
Trent Benedetti
Zandra Cholmondeley
Steve Lavagnino
Laura Robinson
Ted Sten
Michael Vidal

Alternates

Gary Blair
Ryan Sullivan

AGENDA OF THE BOARD OF RETIREMENT

April 24, 2019

**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 805-568-2940.

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-1. Approve Minutes of April 3, 2019 Regular Board meeting.

A-2. Approve Minutes of the April 4, 2019 Board Retreat.

CONSENT

C-1. Adopt Retirement Report

<u>Name</u>	<u>Department</u>	<u>Total Service Credit</u>	<u>Sick Leave Credit (incl. in Total)</u>	<u>ARC</u>
	Irma Cabigas	Social Services	29.38403	0.22234
D	Aida Cordero	General Services	5.61172	0.02121
D R	Thomas DeFazio	Planning & Development	4.56780	0.05317
	Rita Dwyer	Behavioral Wellness	8.76866	0.01182
	Maria Garcia	Sheriff	32.01253	0.21799
	Janice Kulikov	DRO-B	N/A	N/A
D	Arnell Monahan	Public Health	8.41631	0.01470
D	Raymond Navarro	CSFPD	9.62651	0.16603
	Jennifer Paulson	Public Health	9.82209	0.13161
	Danielle Plastino	DRO-A	6.83828	0.00000
	Leticia Rodriguez	Superior Court	26.3302	0.36642
D	Kemal Serdengecti	APCD	10.75251	0.00000
	Nancy Silha	Public Health	9.83757	0.01366
	Peter Smith	Sheriff	19.97557	0.51023
	Lesley Steppan	Sheriff	19.67856	0.27266
D R	Alice Ubry	County Counsel	2.76173	0.00177
	Kim Vallely	Auditor Controller	12.23994	0.02687
	Lori Vandborg	Public Works	17.48128	0.07825

D=Deferred R=Reciprocal Dis. = Disability Dis. Pend = Disability Pending

<u>Beneficiary on Payroll</u>	<u>Decedent Retiree</u>	<u>Department</u>	<u>Retirement Date</u>	<u>Date of Death</u>
Ruth Ahlroth	Jon Ahlroth	General Services	03/18/2002	02/20/2019
Sally English	John English	Public Works	04/15/1934	02/24/2019
Martha Guggenmos	Vern Guggenmos	Fire	01/23/2010	02/21/2019
Harry Johnson	Virginia Johnson	County Garage	10/02/1985	03/06/2019
Dorothy Sams	John Sams	Public Works	01/07/2001	01/12/2019

- C-2. **Quarterly Cash Flow** – Cash Flow Report for the quarter ending March 31, 2019.

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.

- D-1. Ronald Husted, Applicant for Service-connected Disability Retirement:
Grant the application of Ronald Husted for service-connected disability retirement, subject to timely requested hearing by an interested party.
- D-2. Maria de Jesus Villalpando, Applicant for Service-connected Disability Retirement:
1. Grant the non-service connected disability retirement of Maria Villalpando on the basis of a specified medical condition, and deny service connection with respect to that medical condition, subject to request for hearing by an interested party; and
2. Refer all issues to hearing with respect to a second medical condition, pursuant to a confidential minute order.
- D-3. Receive and file Disability Retirement Monthly Status Report

CLOSED SESSION

1. CONFERENCE WITH LEGAL COUNSEL

EXISTING LITIGATION – Gov. Code Section 54956.9(d)(1)

Consolidated Litigation Pertaining to Tribune Company Bankruptcy
Bankruptcy Court, Southern District of New York, Case No. 1-11-CV-09572

Bryan Munana v. UTC Aerospace Systems et al.
Los Angeles Superior Court Case No. BCC 666665

Daniel Desimone v. Retirement Board
Santa Barbara Superior Court Case No. 19CV01709

ANTICIPATED LITIGATION – Gov. Code Section 54956.9(d)(2)
Significant exposure to litigation (one matter)

BOARD

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

Presentation by Gregory Levin, SBCERS CEO 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 and,
- b. Authorize the SACRS voting proxy to vote for the SACRS Nominating Committee’s recommended final ballot or, provide alternate direction on how to vote for the SACRS Board of Directors and,
- c. Authorize the SACRS voting proxy to vote to accept the SACRS audited financial statements. and,
- d. Schedule a Regular Board of Retirement meeting for June 5, 2019 and,
- e. authorize the attendance of interested trustees at upcoming training events requiring Board pre-approval, as requested.

3. **CEO Review Policy**—Staff

Presentation from CEO Gregory Levin, CPA on proposed revisions to the CEO Review Policy.

DISCUSSION AND ACTION

RECOMMENDATION: That the Board of Retirement approve the CEO Review Policy with amendments as recommended by the Board of Retirement Operations Committee or, provide direction to counsel or staff for further amendment to the policy.

4. **Employer Records Audit Policy**—Staff

Presentation from Gregory Levin, CEO on proposed revisions to the Employer Records Audit Policy.

DISCUSSION AND ACTION

RECOMMENDATION: That the Board of Retirement approve the Employer Records Audit Policy with amendments as recommended by the Board of Retirement Operations Committee or, provide direction to counsel or staff for further amendment to the policy.

5. **Pension Enhancement Review Policy**—Staff

Presentation from Rebekah Bardakos, Director of Member Services, on proposed revisions to the Pension Enhancement Policy.

DISCUSSION AND ACTION

RECOMMENDATION: That the Board of Retirement approve the Pension Enhancement Policy with amendments as recommended by the Board of Retirement Operations Committee or, provide direction to counsel or staff for further amendment to the policy.

6. **Felony Forfeiture Policy**—Staff

Presentation from Rebekah Bardakos, Director of Member Services, on a Felony Forfeiture Policy.

DISCUSSION AND ACTION

RECOMMENDATION: That the Board of Retirement approve the Felony Forfeiture Policy as recommended by the Board of Retirement Operations Committee or, provide direction to counsel or staff for further amendment to the policy.

7. **Market Update and March 31, 2019 Performance Review**—RVK, Inc.

Presentation by Marcia Beard and Matthias Bauer of RVK, Inc. on World Market Activities and March 31, 2019 performance.

DISCUSSION

RECOMMENDATION: That the Board of Retirement receive and accept March 31, 2019 Market Update and Preliminary Performance report presented by Marcia Beard and Matthias Bauer of RVK, Inc.

8. **Manager Introduction: PIMCO Private Income Fund (PIF)**—RVK, Inc.

Presentation by Austin Head-Jones, Marcia Beard, and Matthias Bauer of RVK, Inc.

DISCUSSION

RECOMMENDATION: That the Board of Retirement receive and accept the presentation from RVK regarding PIMCO Private Income Fund (PIF).

9. **Manager Presentation: PIMCO Private Income Fund (PIF)**— PIMCO Credit Advisors

Presentation by Jason Mandinach, Exec. VP and Alt. Credit Strategist and Kevin Gray, Senior VP regarding PIMCO Private Income Fund (PIF).

DISCUSSION

RECOMMENDATION: That the Board of Retirement receive and accept presentation on PIMCO Private Income Fund (PIF).

10. **Manager Selection: PIMCO Private Income Fund (PIF)**—RVK, Inc.

Presentation by Austin Head-Jones, Marcia Beard, and Matthias Bauer of RVK, Inc.

DISCUSSION

RECOMMENDATION: That the Board of Retirement receive and accept the presentation from RVK regarding PIMCO Private Income Fund (PIF) and take one of the following actions:

(A) Approve the investment of \$20 million to PIMCO Private Income Fund (PIF) and authorize the CEO to negotiate and execute an agreement in writing subject to the completion of a side letter agreement with PIMCO or,

(B) Take other action as appropriate.

Next regular meeting date is May 22, 2019
