

**SANTA BARBARA COUNTY
EMPLOYEES' RETIREMENT SYSTEM**

3916 State Street, Suite 100
Santa Barbara, CA 93105

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

**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

**MINUTES OF THE BOARD OF RETIREMENT
May 22, 2019
Coastal Room at Employees' University
267 Camino del Remedio
Santa Barbara, California**

Roll Call at 9:01 a.m.

Pledge of Allegiance led by Chair.

Members Present: Benedetti, Cholmondeley, Hagen, Lavagnino, Occiano, Robinson,
Sten, Tan

Members Absent: Vidal

Alternates Present: Blair

Alternates Absent: Sullivan

Counsel Present: Blakeboro

Clerk Present: Couture

Trustee Vidal arrived at 9:04 a.m. and Alternate Trustee Sullivan arrived at 12:40 p.m.

Trustee Tan left at 12:15 p.m. and Vice Chair Hagen presided over the rest of the meeting.

Pledge of Allegiance led by Chair.

PUBLIC COMMENT

No public comment.

MINUTES

A. Approve Minutes of April 24, 2019 Regular Board meeting.

MOTION: Approve Minutes of April 24, 2019 Regular Board meeting.

Motion: Occiano
Second: Hagen

Approved by voice vote.
Yes: Benedetti, Cholmondeley, Hagen, Occiano, Robinson, Sten, Tan
Abstain: Lavagnino
Absent: Vidal

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>
Michael Allen	Clerk of the Board	31.58043	0.37696	
Cheryl Alstott	Public Health	25.53093	0.00165	
Norma Asio	Clerk-Recorder-Assessor	14.35208	0.21695	
Lori Baker	Superior Court	31.11914	0.05406	
Russell Barker	Clerk of the Board	31.74618	0.70870	
Trirena Barnett	Public Health	39.73301	0.09798	
Kelly Baro	Probation	30.00500	1.00000	
R Corinne Basso	Probation	23.36845	0.69671	
R Yvonne Biely	Board of Supervisors Admin	4.33260	0.00101	
Toni Bixby	County Counsel	29.56655	0.79804	
Dianne Black	Planning & Development	35.10341	1.00000	5.00000
Denise Bowles	Child Support Services	14.19647	0.07088	
Maureen Brems	Social Services	26.38281	0.00177	
Kelly Bull	Probation	24.56850	0.53011	
David Chang	Mosquito and Vector	38.52635	1.00000	
William Coffman	Sheriff	17.00224	0.44635	
Beverly Curren	Clerk-Recorder-Assessor	38.28530	0.70128	
Christopher Dallenbach	Sheriff	22.28121	0.80222	
Norma De La Mora Rodriguez	Probation	22.46890	0.01839	
Dawn Dunn	Public Health	27.61957	0.15552	

	Jay Erwin	CSFPD	31.72497	0.60804
R	Richard Furtado	Public Health	17.83427	0.00005
	Gina Garcia-May	Superior Court	19.47026	0.06133
	Randall Harris	Fire	32.85426	1.00000
	Catherine Henley	Social Services	16.55096	0.00348
	Marlene Henry	Public Health	9.40633	0.04231
	April Irving	Probation	21.18028	0.00638
	Elizabeth Jones	Superior Court	29.18256	0.27968
	John Karamitsos	Public Works	28.32951	0.78916
	Irene Laina	Superior Court	22.22019	0.57919
	Laura Loes	Superior Court	36.41848	0.21646
	Andrea Maiden	Social Services	28.00835	0.00181
	Virginia Martinez	Superior Court	24.34779	0.00437
	Jane McClenahan	Public Health	10.76649	0.01912
	Robert McGinty	General Services	32.39523	0.00107
	Lorna Merana	Probation	21.67247	0.08271
	Arlene Moore	Superior Court	34.69993	0.50270
	Luis Munoz	Public Health	39.36041	1.00000
D R	Daisey Nauroth	ADMHS	4.16139	0.00179
	Steven Oaks	Fire	32.46062	0.60632
D	Mary O’Gorman	Board of Supervisors	12.24831	0.26934
	Frances Olson	Probation	25.05864	0.06889
	Debra Palacio	Public Health	23.25439	0.01575
	Pamela Powers	Social Services	32.44957	1.00000
R	Daniel Reid	Public Health	29.10964	0.57184
	Cheric Rosby	Social Services	13.76917	0.15600
	Yolanda Ruiz	Public Health	30.33883	0.18773
	Tod Rush	Treasurer Tax	12.50316	0.04667
D	Karen Schmitt	Social Services	7.00053	0.00306
	Sara Scofield	Behavioral Wellness	18.39772	0.00010
	Ellen Scott	Superior Court	26.70217	0.51071
D	Angela Siefe	Superior Court	5.04429	0.00010
	Susan Tognazzini	Social Services	13.07800	0.38898
	Lilia Valesco	Social Services	25.87633	0.65343
	Mario Valesco	Social Services	30.03981	0.79583
	Guilbaldo Villasana	Parks	35.72594	1.00000
	Margo Wagner	Housing & Community	9.89232	0.00357
	William Wayson	Planning & Development	29.03551	0.79583
	David Wheeler	Social Services	33.73781	0.45926

Mark Williams	Sheriff	21.95007	0.69461
Harry Wright	Probation	25.01018	0.75201
Peter Ysebrands	Fire	32.82949	0.33990
David Zaniboni	Fire	21.91022	1.00000
Elizabeth Zavala	Air Pollution Control District	18.21303	0.01671

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>
Terrence Calbow	Melinda Calbow	Probation	09/26/1986	03/12/2019
Heather Carlisle	Joel Carlisle	Fire	03/31/2003	03/27/2019
Nancy Thompson	Jack Thompson	CSFPD	10/01/1983	04/02/2019

- C-2. **PensionGold Project Update**— Report on the status of PensionGold Project including a review of milestones, project costs and project risks.
- C-3. **Quarterly OPEB Report**— Report for the quarter ending March 31, 2019 on the investment results, contributions and expenditures of the County of Santa Barbara 401(h) Retiree Healthcare Subsidy fund.
- C-4. **Market Update and April 30, 2019 Performance Review**— Report on World Market Activities and April 30, 2019 performance.

DISCUSSION: Trustee Hagen corrected the spelling of two names in Consent Item 1 Retirement Report.

MOTION: Adopt the Retirement Report with corrected names, and approve the PensionGold Project Update, Quarterly OPEB Report, and Market Update and April 30, 2019 Performance Review.

Motion: Cholmondeley
Second: Hagen

Approved by voice vote.
Yes: Benedetti, Cholmondeley, Hagen, Lavagnino, Occiano, Robinson, Sten, Tan, Vidal

CLOSED SESSION

- 1. **CONFERENCE WITH LEGAL COUNSEL**
 - A. ANTICIPATED LITIGATION – Gov. Code Section 54956.9(d)(2)
Significant exposure to litigation (one matter)

DISABILITY RETIREMENT

- D-1. Ronald Husted, Applicant for Service-connected Disability Retirement:
Adopt the proposed Findings of Fact, Conclusions of Law and Decision granting Ronald Husted a service-connected disability retirement.

DISCUSSION: Disability Manager Cristal Rodriguez presented the item and responded to questions from the Board.

MOTION: Adopt the proposed Findings of Fact, Conclusions of Law and Decision granting Ronald Husted a service-connected disability retirement.

Motion: Robinson
Second: Occiano

Approved by voice vote.

Yes: Benedetti, Cholmondeley, Hagen, Lavagnino, Occiano, Robinson, Sten, Tan, Vidal

- D-2. Receive and file Disability Retirement Monthly Status Report

DISCUSSION: Disability Manager Cristal Rodriguez presented the item.

MOTION: Receive and file Disability Retirement Monthly Status Report.

Motion: Vidal
Second: Occiano

Approved by voice vote.

Yes: Benedetti, Cholmondeley, Hagen, Lavagnino, Occiano, Robinson, Sten, Tan, Vidal

BOARD

Counsel Blakeboro reported the Board met in closed session on Item 1 and took no reportable action. With regard to items D-1 and D-2, the Board took action consistent with staff recommendation.

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

Presentation by Gregory Levin, SBCERS CEO, on significant operational activities of SBCERS.

DISCUSSION: Gregory Levin, SBCERS CEO, presented the item and responded to questions from the Board. Trustee Cholmondeley requested reports to the Board on staff investment due diligence meetings.

MOTION: Take the following actions:

- a. receive and file the Operations Report and,
- b. authorize the attendance of interested trustees at upcoming training events requiring Board pre-approval, as requested, and,
- c. receive and file the 3-Month Look Ahead Calendar (part of item 2a).

Motion: Robinson

Second: Vidal

Approved by voice vote.

Yes: Benedetti, Cholmondeley, Hagen, Lavagnino, Occiano, Robinson, Sten, Tan, Vidal

3. **Quarterly Private Real Estate Portfolio Review**—ORG Portfolio Management

Presentation by Principals Ed Schwartz and Jonathan Berns of ORG Portfolio Management on the status and activity of the Fund's Private Real Estate portfolio for the quarter ended December 31, 2018.

DISCUSSION: Ed Schwartz and Jonathan Berns of ORG Portfolio Management presented the item and responded to questions from the Board.

MOTION: Receive and accept the quarter ended December 31, 2018 Real Estate Portfolio Summary presented by Ed Schwartz and Jonathan Berns of ORG Portfolio Management.

Motion: Hagen

Second: Lavagnino

Approved by voice vote.

Yes: Benedetti, Cholmondeley, Hagen, Lavagnino, Occiano, Robinson, Sten, Tan, Vidal

4. **Quarterly Private Equity and Private Real Return Report**—Hamilton Lane

Presentation by Managing Director Paul Yett and Vice President Natalie Fitch of Hamilton Lane on the status and activity of the Fund's Private Equity and Private Real Return portfolios for the quarter ended December 31, 2018.

DISCUSSION: Managing Director Paul Yett and Vice President Natalie Fitch of Hamilton Lane presented the item and responded to questions from the Board.

MOTION: Receive and accept the quarter ended December 31, 2018 Private Equity and Private Real Return presented by Managing Director Paul Yett and Vice President Natalie Fitch of Hamilton Lane.

Motion: Cholmondeley
Second: Vidal

Approved by voice vote.
Yes: Benedetti, Cholmondeley, Hagen, Lavagnino, Occiano, Robinson, Sten, Tan, Vidal

5. **Quarterly Public Markets Portfolio Review**—RVK, Inc.

Presentation by Principals Marcia Beard and Matthias Bauer of RVK, Inc. on the quarter ending March 31, 2019.

DISCUSSION: Principals Marcia Beard and Matthias Bauer of RVK, Inc., presented the item and responded to questions from the Board.

MOTION: That the Board of Retirement receive and accept the Quarterly Review report presented by Marcia Beard and Matthias Bauer of RVK, Inc.

Motion: Occiano
Second: Sten

Approved by voice vote. Alternate Trustee Sullivan voted in placed of Trustee Tan.
Yes: Benedetti, Cholmondeley, Hagen, Lavagnino, Occiano, Robinson, Sten, Sullivan, Vidal
Absent: Tan

CLOSED SESSION

6. **STAFF SUCCESSION PLANNING, WORKLOADS AND RESPONSIBILITIES**

<u>Position</u>	<u>Job Class</u>
Chief Executive Officer	008011
Assistant Chief Executive Officer	008004
General Counsel – Contract	N/A
Program Business Leader - General	008027
Enterprise Leader	008014
Retirement Financial and Systems Analyst I/II	006653/54
Legal Office Professional Expert	007019
Retirement Financial Accounting Analyst	006658

Administrative Professional	007024
Accountant I/II	000014
Administrative Office Professional Expert	007003
Administrative Office Professional I/II	007001/00
Financial Office Professional Senior	007032
Financial Office Professional I/II	007008/09

Pursuant to Government Code Section 54957(b)(1)

BOARD

Counsel Blakeboro announced the Board had met in closed session for Item 6 took no reportable action.

7. **2019/20 Annual Budget: First Reading**—Staff

Presentation by Gregory Levin, SBCERS CEO, on SBCERS proposed budget for the fiscal year beginning July 1, 2019.

DISCUSSION: Gregory Levin, SBCERS CEO, presented the item and responded to questions from the Board.

MOTION: Receive the presentation on the proposed budget for the fiscal year beginning July 1, 2019.

Motion: Vidal
Second: Lavagnino

Approved by voice vote. Alternate Trustee Sullivan voted in placed of Trustee Tan.
Yes: Benedetti, Cholmondeley, Hagen, Lavagnino, Occiano, Robinson, Sten, Sullivan, Vidal
Absent: Tan

The meeting adjourned at 2:31 p.m.

ATTEST:

Clerk

Chair

Secretary