



**STANISLAUS COUNTY  
EMPLOYEES' RETIREMENT ASSOCIATION**  
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**BOARD OF RETIREMENT MINUTES**

**June 26, 2001**

**Members Present:** Lyn Bettencourt, Kent Crawford, Maria De Anda, Al Sarina, Virgil Thompson, Tom Watson and Steve Yauch

**Members Absent:** Nick Blom, Wes Hall

**Others Present:** Robert Harmon, Jack Doering, Karen Gonzales, John McLaughlin of Capital Resource Advisors, Patrick Thomas and Paul Harte of Strategic Investment Solutions, Inc.

1. Meeting called to order at 2:02 p.m. by Chairman Lyn Bettencourt

2. **ANNOUNCEMENTS**

The administrator noted a correction on the agenda under consent item (a) to reflect approval of the June 13, 2001 regular and closed session minutes.

3. **PUBLIC COMMENT**

None

4. **CONSENT ITEMS**

Motion was made by Steve Yauch and seconded by Lyn Bettencourt to approve the following items with the correction of item (a) approval of the June 13, 2001 regular and closed session minutes.

Motion carried.

a. Approval of the June 13, 2001 Regular and Closed Session Minutes.

b. Approval of Death Benefit - Sections 31781/31787/31781.3

1. Cheryl A. Longenbaugh, deceased 06-18-01

5. **Capital Resource Advisors Quarterly Performance Report ending March 31, 2001**

Prior to John McLaughlin's presentation of the Investment Performance Review report ending March 31, 2001, he informed the board of a change in Capital Resource Advisors management. He announced John Dixon will be the new Chief Executive Officer.

5. **Capital Resource Advisors Quarterly Performance Report ending March 31, 2001**  
**- Continued-**

John McLaughlin reported the investment performance for the quarter ended March 31, 2001 for the entire portfolio was -3.7% and -0.6% for one year, 6.5% for three years and 11.2% for five years. The -0.6% for one year substantially out performed the other 1937 Act Counties included in the comparison. This is due to the strong strong performance of Dodge and Cox with their value strategy.

6. **Staff Report of Investment Performance for month ending May 31, 2001.**

Robert Harmon reported that for the month ending May 31, 2001, the investment portfolio returned 1.5% and 14.72% for eleven months. The entire portfolio returned 14.77%, 11.34% and 14.24% for one, three and five years, respectively.

7. **ADMINISTRATOR**

- a. Motion was made by Virgil Thompson and seconded by Al Sarina to approve relocating the regular administrative meeting of August 8, 2001 to the City of Ceres' Council Chambers.

Motion Carried

- b. Motion was made by Virgil Thompson and Seconded by Steve Yauch to authorize the renewal of the Zephyr Style Advisors software at a cost of \$16,000 per year.

Steve Yauch requested that this be handled in the administrative budget in future years.

Motion Carried

- c. After a long discussion regarding the costs and planning of a big "Billion Bucks Bash", it was the consensus of the board members to celebrate the occasion with a smaller less time consuming celebration such as a cake reception at a RESCO luncheon.

- d. The administrator reviewed SACRS 2002 Legislative Time lines with the board members. Lyn Bettencourt suggested we look into reopening a bill regarding outside public agencies entering the CalPERS medical plan. Robert Harmon informed the members regarding SB362 which would be used as a possible bill for changes to the current Tier III retirement plan.

8. **MEMBERS FORUM (Information and Future Agenda Requests Only)**

Paul Harte of Strategic Investment Solutions discussed the first step of the process in working with StanCERA and providing quarterly performance reports. He requested the board members give feedback regarding the asset classes of the portfolio and the rebalancing issue. He would also like to hear from the members regarding topics the members would like to see. SIS will attend the meeting of July 24, 2001.

It was noted that individual and committee members pictures would be taken at a later date.

9. **ADJOURNMENT**

Meeting adjourned at 3:35 p.m.

Respectfully submitted,

Tom Watson, Secretary  
Board of Retirement

APPROVED AS TO FORM:  
MICHAEL KRAUSNICK  
County Counsel

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Jack Doering, Deputy County Counsel