



**PLEASE POST FOR EMPLOYEE VIEWING**

**BOARD OF RETIREMENT MINUTES**

**November 24, 2015**

<b>Trustees Present:</b>	Maria DeAnda, Jim DeMartini, Michael O'Neal, Jeff Grover, Donna Riley Sam Sharpe and Mike Lynch
<b>Alternate Trustee</b>	Joan Clendenin, Alternate Retiree Representative
<b>Trustees Absent:</b>	Jason Gordo and Gordon Ford
<b>Staff Present:</b>	Rick Santos, Executive Director Kathy Herman, Fiscal Services Manager Dawn Lea, Member and Employer Services Manager Kellie Gomes, Executive Board Assistant
<b>Others Present:</b>	Fred Silva, General Legal Counsel Scott Whalen, Investment Consultant

1. Meeting Called to Order

Meeting called to order 1:04p.m. by Trustee DeAnda, Chair

2. Roll Call

3. Announcements

Kellie Gomes announced that Items 7a and 7b would be heard out of order on the agenda due to flight delays.

4. Public Comment

5. Consent Items

a. Approval of the October 27, 2015 Investment Meeting Minutes

b. Monthly Staff Report

c. Approval of Service Retirement(s) – **Sections 31499.14, 31670, 31662.2 & 31810**

1. Becker, David – CEO– Effective 11-03-2015
2. Dunkel, Kay – City of Ceres – Effective 11-14-2015
3. Flores, L Javier– CSA – Effective 10-14-2015
4. Gloria, Ruth– Sheriff– Effective 11-16-2015
5. Haver, Ronald – Sheriff– Effective 11-05-2015 \*
6. Low, Stanely– DER – Effective 11-10-2015
7. Ramazzina, John– Public Works – Effective 11-03-2015
8. Whitfield, Gary – Assessor – Effective 11-01-2015

*\* Indicates Safety Personnel*

5. Consent Items (Cont.)

d. Approval of Deferred Retirement(s) – **Section 31700**

1. Albonetti, Brian – City of Ceres – Effective 10-28-2015 \*
2. Bridgewater, Cody– Salida Sanitary District – Effective 08-01-2015
3. Grewats, Jennifer – BHRS – Effective 9-05-15
4. Hamiel, Aloise – HSA – Effective 11-14-2015
5. Morgan, Richard – DER – Effective 07-17- 2015
6. Roberts, Scott – BHRS – Effective 10-09-2015
7. Rocha, Robert – Public Works – Effective 011-01-2015
8. Rubio, Rosalba – Probation – Effective 10-28-15 \*
9. Stoughtenborough, Katrina – BHRS – Effective 10-10-2015
10. Torres, Patricia – CSA – Effective 09-12-2015
11. Wyatt, Oliver – Sheriff – Effective 11-04-2015

Motion was made by Trustee Riley and seconded by Trustee O'Neal to approve consent items as presented.

Motion carried unanimously

7. Investment Manager Annual Presentation

7.a was heard after 8.a & b. due to flight delays

b. Greenfield Partners

Dean Sotter from Greenfield gave an annual report by teleconference on the fund. Mr. Sotter mainly discussed technical details of the fund and some of the performance results and expectations of the current portfolio.

8. Investment Consultant Presentation - Verus

a. Investment Performance Analysis for the Quarter Ending September 30, 2015

Total Market Value: \$1,705,110,559.  
YTD Return - 1.9%  
YTD Policy Index: - 2.9%

b. Monthly Flash Report for the Month Ending October 31, 2015

7. Investment Manager Annual Presentation

Heard out of order due to late arrival at 2:12 p.m

a. American Reality

Teri Noble and Jay Butterfield presented American Realty's outlook on the real estate market, current investments in our portfolio and the effects of interest rates on the portfolio and the economy in general.

Break at 2:47p.m.  
Return from Break at 2:54 p.m.

Trustee Riley left 2:54

9. Executive Director

a. 2015 Quarter 3 Auxiliary Investment Report

Please see Item 9a for statistics

b. Discussion and Action Regarding Socially Responsible Investing (SRI)

Motion was made by Trustee Lynch and seconded by Trustee Grover not to proceed with a discussion and action item on this topic at the Asset Liability study in December.

Roll Call Vote was as follows:

Trustee DeAnda	– Yes	Trustee Grover	– Yes
Trustee DeMartini	– Yes	Trustee Lynch	– Yes
Trustee O’Neal	– Yes	Trustee Sharpe	– No

Motion carried

c. Discussion and Action Regarding Information Technology Solutions (ITS) Project  
Information Technology Consultant - Linea Solutions

Motion was made by Trustee DeAnda and seconded by Trustee Lynch to approve Staff Recommendation stated below:

STAFF RECOMMENDATIONS:

- 1) Accept the attached report with the estimated project costs (page 31) provided by Linea Solutions titled Current Technology Assessment, dated November 16, 2015.
- 2) Direct staff and Linea Solutions to complete the scope of work outlined in the agreement with Linea dated September 25, 2015 as supported by the recommendations detailed on pages 33 & 34 of the Current Technology Assessment document.
- 3) Direct staff to develop a plan and cost proposals to acquire the internal infrastructure and resources such as additional staff, computers, and furniture needed to support the project, as well as ongoing production during the project.

Motion carried unanimously

d. Discussion and Action Regarding Cheiron’s 2015 Demographic Experience Study

Motion was made by Trustee Lynch and seconded by Trustee O’Neal to approve the 2015 Demographic Experience Study as presented.

Motion carried unanimously



10. Committee Reports and Recommendations for Action

STANDING COMMITTEES

a. Internal Governance Committee

- i. Discussion and Action to Accept the Internal Governance Committees' Recommendation Regarding the June 30, 2015 and 2014 Comprehensive Annual Financial Report (CAFR) and Independent Auditor Report

Motion was made by Trustee O'Neal and seconded by Trustee DeMartini to accept the Internal Governance Committees' Recommendation regarding the June 30, 2015 and 2014 Comprehensive Annual Financial Report (CAFR) and Independent Auditor Report as presented.

Motion carried unanimously

11. Closed Session

Motion was made by Trustee O'Neal and seconded by Trustee Sharpe to move to closed session at 4:44 p.m.

Motion carried unanimously

- a. Discussion and Action regarding the Executive Director's Annual Review Public Employment Government Code Section 54954.5
- b. Conference with Legal Counsel – Pending Litigation – One Case:  
O'Neal et al v. Stanislaus County Employees' Retirement Association  
Stanislaus County Superior Court Case No. 648469  
Government Code Section 54956.9(d)(1)
- c. Conference with Legal Counsel – Pending Litigation – One Case:  
Nasrawi et al v. Buck Consultants, LLC, et.al, Santa Clara County  
Superior Court Case No. 1-11-CV202224; Court of Appeal, Sixth Appellate  
District, Case No. H038894 Government Code Section 54956.9(d)(1)

Motion was made by Trustee O'Neal and seconded by Trustee Sharpe to move to open session at 4:48 p.m.

Motion carried unanimously

Read out from Closed Session Item 11.a

Motion was made by Trustee O'Neal and seconded by Trustee Sharpe to approve the Executive Director Evaluation Committees recommendation to reward Rick Santos' performance this past year by giving him a 5% increase in pay.

Motion carried unanimously

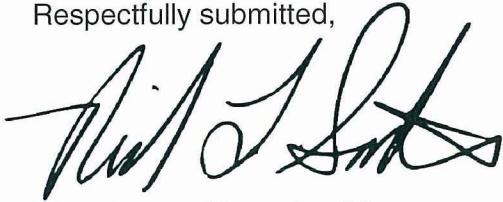
12. Members' Forum (Information and Future Agenda Requests Only)

None

13. Adjournment

Meeting adjourned at 4:56 p.m.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Rick Santos", written over a horizontal line.

Rick Santos, Executive Director

APPROVED AS TO FORM:  
Fred Silva, GENERAL LEGAL COUNSEL

By:   
Fred Silva, General Legal Counsel