



STANISLAUS COUNTY  
EMPLOYEES' RETIREMENT ASSOCIATION  
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## PLEASE POST FOR EMPLOYEE VIEWING

### BOARD OF RETIREMENT MINUTES

April 10, 2013

**Members Present:** Gordon Ford, Mike Lynch, Jim DeMartini, Darin Gharat,  
Jeff Grover and Ron Martin, Donna Riley and Michael O'Neal

**Members Absent:** Maria De Anda

**Absent Alternate Member** Joan Clendenin, Alternate Retiree Representative

**Staff Present:** Rick Santos, Executive Director  
Kellie Gomes, Executive Board Secretary  
Kathy Herman, Operations Manager  
Dawn Lea, Benefits Manager

**Others Present:** Fred Silva, General Legal Counsel  
Paul Harte and Nate Pratt, Strategic Investment Solutions (SIS), Inc.  
Doris Foster, County Chief Executive Office

1. Meeting Called to Order

Meeting called to order at 2:00p.m. by Darin Gharat, Chair.

2. Roll Call

3. Announcements

Executor Director Rick Santos announced that San Diego County Employees' Retirement Association had terminated its contract with Legato Capital Management. The main reason stated for the termination was due to the cash needs to pursue another investment strategy.

Kathy Herman, Operations Manager, announced that Capital Prospects sent a memo describing a move from Ten Asset Management to Haber Trilix Advisors. The move was predicated on achieving economies of scale within Ten. Our manager at Ten, however, moved over to Haber to manage our portfolio, so the move ultimately should be seamless to StanCERA.

Paul Harte, Strategic Investment Solutions (SIS), Inc. announced some early March return numbers:

Portfolio Value: \$1.547 billion  
March Return: 2.14%  
Fiscal Year To Date Return: 14.2%

4. Public Comment

None.

5. Consent Items

Motion was made by Michael O'Neal and seconded by Jeff Grover to approve the following Items:

Motion carried.

- a. Approval of the March 26, 2013 Investment Meeting Minutes
- b. Executive Director Goals Quarter 1 2013 Update and Strategic Action Plan
- c. Notice of Elections – Seat 2

5. Consent Items (Cont.)

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

1. Jennie Campos-Ford, Alliance Worknet, Effective 03-30-2013
2. Gwendolyn Edmonson, Alliance Worknet, Effective 03-30-2013
3. Connie Field, BHRS, Effective 03-29-2013
4. Aaron Gallagher, District Attorney, Effective 04-07-2013
5. Vickie Mackenzie, Assessor, Effective 03-23-2013
6. Steve Tomlinson, BHRS, Effective 03-30-2013
7. Earl Watkins, Probation, Effective 03-23-2013

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

1. Jonathan Coley, Environment Resources, Effective 11-28-2012
2. Cherlyn Davis, CSA, Effective 03-01-2013
3. Richard Gonzales, Sheriff, Effective 03-20-2013
4. Robin Jurevich, Assessor, Effective 03-27-2013
5. Thomas Myers, Probation, Effective 04-23-2012
6. Veronica Naranjo, BHRS, Effective 12-14-2012
7. Michael Roehlk, Sheriff, Effective 02-15-2013
8. Daphne Short, CSA, Effective 03-07-2013
9. Lorna Trujillo, CSA, Effective 02-24-2012
10. Jeanine Tucker, Courts, Effective 03-01-2013
11. Steve Watson, Sheriff, Effective 03-19-2013
12. Shanette Williams, BHRS, Effective 02-15-2013

6. Executive Director

a. New Legislation Update

None

b. Discussion and Action on the State Association of County Retirement System' (SACRS) Nominating Committee's Final Ballot for the Board of Directors' Elections at the May 17, 2013 Business Meeting

Motion was made by Donna Riley and seconded by Michael O'Neal to approve SACRS Nominating Committee's Final Ballot for the Board of Directors' Elections at the May 17, 2013 Business Meeting

c. Discussion and Action to Appoint a StanCERA representative to Raven Capital Management's Advisory Committee Seat.

Motion was made by Mike Lynch and seconded by Jim DeMartini to Nominate Jeff Grover as the primary StanCERA representative to Raven Capital Management's Advisory Committee Seat

Jeff Grover abstained

Motion Carried

Second Motion was made by Mike Lynch and seconded by Michael O'Neal to nominate the Executive Director of StanCERA, Rick Santos, as the secondary StanCERA representative to Raven Capital Management's Advisory Committee Seat.

Motion Carried

7. Closed Session

Motion was made by Jeff Grover and seconded by Donna Riley to enter into closed session at 2:09 pm

Motion Carried.

Motion was made by Michael O'Neal and seconded by Jeff Grover to return from closed session at 2:43 pm

Motion Carried

7. Closed Session (Cont.)

Ms. Gomes read the findings of the Closed Session:

- a. Discussion and Action Regarding Investment in Medley Opportunity Fund II  
Roll Call Vote Required. Government Code Section 54956.81

Motion was made by Ron Martin and seconded by Donna Riley to authorize Paul Harte of SIS, Rick Santos, Executive Director of StanCERA, and Scott Smith of Hansen and Bridgett to negotiate a Side Letter agreement with Medley Opportunity Fund II. The Board authorized Rick Santos to enter into all necessary agreements with Medley provided that Medley agrees to the terms specified by the Board.

Roll Call Yes: Mike Lynch, Jim DeMartini, Darin Gharat, Jeff Grover, Ron Martin, Donna Riley and Michael O'Neal

Roll Call No: Gordon Ford

Motion Carried

- b. Conference with Legal Counsel – Pending Litigation – One Case:  
Stanislaus County Employees' Retirement Association v. Buck Consultants, LLC,  
Mediation Pursuant to Evidence Code Sections 1115, 1119, 1152  
Government Code Section 54956.9(d)(4)

No Report

- c. 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)

No Report

- d. Conference with Legal Counsel – Pending Litigation – One Case:  
O'Neal et al v. Stanislaus County Employees' Retirement Association  
Stanislaus County Superior Court Case No. 683548  
Government Code Section 54956.9(d)(1)

No Report

- e. 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  
Government Code Section 54956.9(d)(1)

No Report

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

9. Adjournment

Meeting adjourned at 2:53p.m.

Respectfully submitted,



Rick Santos, Executive Director



APPROVED AS TO FORM:  
FRED A. SILVA, GENERAL LEGAL COUNSEL