

VENTURA COUNTY EMPLOYEES' RETIREMENT ASSOCIATION

BOARD OF RETIREMENT

BUSINESS MEETING

MAY 21, 2012

AGENDA

PLACE: Ventura County Employees' Retirement Association
Second Floor Boardroom
1190 South Victoria Avenue
Ventura, CA 93003

TIME: 9:00 a.m.

ACTION ON AGENDA: When Deemed to be Appropriate, the Board of Retirement May Take Action on Any and All Items Listed Under Any Category of This Agenda, Including "Correspondence" and "Informational".

ITEM:

I. INTRODUCTION OF MEETING

II. APPROVAL OF AGENDA

III. CONSENT AGENDA

THE FOLLOWING ITEMS ARE ANTICIPATED TO BE ROUTINE AND NON CONTROVERSIAL. CONSENT ITEMS WILL BE APPROVED WITH ONE MOTION IF NO MEMBER OF THE BOARD WISHES TO COMMENT OR ASK QUESTIONS. IF COMMENT OR DISCUSSION IS DESIRED, THE ITEM WILL BE REMOVED FROM THE CONSENT AGENDA AND TRANSFERRED TO THAT SECTION OF THE AGENDA DEEMED APPROPRIATE BY THE CHAIR.

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|---|--------|
| A. Regular and Deferred Retirements and Survivors Continuances for the Month of April 2012. | 1 - 2 |
| B. Report of Checks Disbursed in April 2012. | 3 - 11 |
| C. Asset Allocation as of April 2012. | 12 |

III. CONSENT AGENDA (continued)

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|---|----------------------|
| D. Statement of Plan Net Assets, Statement of Changes in Plan Net Assets, Investments & Cash Equivalents, and Schedule of Investment Management Fees for the Month Ended February 29, 2012. | 13 - 16 |
| E. Budget Summary for the Month Ended April 30, 2012, Fiscal-Year 2011-12. | 17 |
| F. Conference Report; CRCEA Fall Conference – Trustee Art Goulet. | 18 - 19 |
| G. Conference Report; Pension Bridge Conference – Trustee Art Goulet. | 20 - 21 |
| H. BlackRock Asset Management Report for the U.S. Equity Market Fund, Extended Equity Market Fund, ACWI EX-US Fund, U.S. Debt Index Fund for the Month Ended April 30, 2012. | UNDER SEPARATE COVER |

END OF CONSENT AGENDA

IV. INVESTMENT INFORMATION

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| A. Sprucegrove Annual Investment Presentation, Arjun Kumar, Senior Investment Analyst, and Mark Shevitz, Fair Haven Partners. (30 minutes) | UNDER SEPARATE COVER |
| B. GMO Mandate Update and Subscription Agreement, Retirement Administrator, Donald Kendig. | UNDER SEPARATE COVER |
| C. Hewitt ennisknupp, Kevin Vandolder, CFA, Kevin Chen, Russ Charvonja, ChFC, CFP, Esq., and Armand Yambao. | UNDER SEPARATE COVER |
1. First Quarter 2012 Performance Report.

IV. INVESTMENT INFORMATION (continued)

C. Hewitt ennisknupp. (continued)

UNDER SEPARATE
COVER

2. Monthly Investment Manager Report: Monthly Investment Update, Monthly Manager Updates, and Manager Watchlist, April 2012.

- a. Sprucegrove
- b. Hexavest
- c. Walter Scott
- d. GMO
- e. Acadian
- f. Western
- g. Reams
- h. Loomis Sayles
- i. K2

3. Highlights and Research, May 2012

- a. Asset Liability Study
- b. Medium Term Views
- c. Global Fixed Income Transition
- d. Portfolio Rebalancing Allocations
- e. HEK Onsite Due Diligence Agenda
- f. RREEF Update

V. NEW BUSINESS

A. Personnel Committee (PC) Report on the Proposed Retirement Administrator Evaluation Criteria.

UNDER SEPARATE
COVER

1. Exhibit A:

- a. Proposed Retirement Administrator Performance Evaluation Policy
- b. Legislative Mark-up of the Current Retirement Administrator Performance Evaluation Policy
- c. Current Retirement Administrator Performance Evaluation Policy

2. Exhibit B: Schedule for the Retirement Administrator's Initial Six (6) Month and Annual Reviews.

V. NEW BUSINESS (continued)

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| B. Request to Attend the CALAPRS Trustees' Roundtable – Trustee Art Goulet. | 22 - 23 |
| C. Request to Attend the SACRS Public Pension Management Program – Trustee Tom Johnston. | 24 - 36 |

VI. OLD BUSINESS

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|--|-------------------------|
| A. Actuarial Information. | UNDER SEPARATE
COVER |
| 1. Letter from Segal dated May 2, 2012: Follow-up to Promotional and Merit Salary Increase Assumption Recommended in 2011 Actuarial Experience Study. | |
| 2. Letter from Segal dated May 2, 2012: Additional Information Regarding Recommendation to Determine General Tiers 1 and 2 Basic UAAL Rates on a Combined Basis. | |
| 3. Letter from Segal dated May 4, 2012: Additional Information Regarding Proposed Modification to Entry Age Normal Cost Method. | |
| 4. Letter from the County of Ventura dated May 2, 2012. | |
| 5. Letter from Segal dated May 10, 2012: Response to County Questions re: Actuarial Experience Study and Proposed Modification to Entry Age Normal Method. | |
| 6. Proposed Actuarial Funding Policy. | |
| 7. Materials from April 16, 2012 Business Meeting: | |
| a. Non-Economic Assumptions Portion of the Actuarial Experience Study for the Period from July 1, 2008 to June 30, 2011 | |
| b. Letter from Segal dated April 4, 2012 Review and Discussion of Actuarial Funding Policy | |
| c. Presentation by Segal | |

VI. OLD BUSINESS (continued)

B. INFORMATIONAL ITEM: Additional Questions for UNDER SEPARATE
Hewitt ennisknupp for Due Diligence Trip. COVER

VII. PUBLIC COMMENT

VIII. BOARD MEMBER COMMENT

IX. CLOSED SESSION

It is the Intention of the Board of Retirement to Meet in Closed Session to Discuss
Those Items Listed on Attachment A to This Agenda.

X. ADJOURNMENT

CLOSED SESSION ITEM

ITEM IX.

- 1. EVALUATION OF A PUBLIC EMPLOYEE PURSUANT TO THE PROVISIONS OF GOVERNMENT CODE 54957; RETIREMENT ADMINISTRATOR.**

Attachment A – May 21, 2012