

**VENTURA COUNTY EMPLOYEES' RETIREMENT ASSOCIATION**

**BOARD OF RETIREMENT**

**BUSINESS MEETING**

**NOVEMBER 21, 2005**

**MINUTES**

**DIRECTORS**  
**PRESENT:** William W. Wilson, Chair, Public Member  
Tracy Towner, Vice Chair, Safety Employee Member  
Lawrence L. Matheney, Treasurer, Ex-officio Member  
Albert G. Harris, Public Member  
Judy Mikels, Public Member  
Joseph Henderson, Public Member  
Robert Hansen, General Employee Member  
Karen Becker, General Employee Member  
Art Goulet, Retiree Member  
Chris Johnston, Alternate Employee Member  
Will Hoag, Alternate Retiree Member

**STAFF**  
**PRESENT:** Van Perris, Retirement Administrator  
Tim Thonis, Chief Financial Officer  
Lori Nemiroff, Assistant County Counsel

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

**TIME:** 9:00 a.m.

**ITEM:**

**I. INTRODUCTION OF MEETING**

Chairman Wilson called the Business Meeting of November 21, 2005, to order at 9:00 a.m.

**II. APPROVAL OF AGENDA**

Mr. Harris moved, seconded by Ms. Mikels, to approve the Agenda.

Motion passed.

**III. APPROVAL OF MINUTES**

A. Disability Meeting of November 7, 2005.

Ms. Becker moved, seconded by Mr. Harris, to approve the Minutes for the Disability Meeting of November 7, 2005.

Motion passed. Ms. Mikels abstained.

**IV. CONSENT AGENDA**

- A. Delta Asset Management Investment Report for the Month Ended October 31, 2005.
- B. Wasatch Advisors Investment Report for the Month Ended October 31, 2005.
- C. LSV Asset Management Investment Report for the Month Ended October 31, 2005.
- D. Barclays Global Investors Report for the U.S. Equity Index Fund, Extended Equity Market Fund, U. S. Debt Index Fund for the Month Ended October 31, 2005.
- E. Capital Guardian Trust Company Investment Report for the Month Ended October 31, 2005.
- F. Sprucegrove Investment Management Investment Report for the Month Ended October 31, 2005.
- G. Western Asset Management Investment Report for the Month Ended October 31, 2005.
- H. Reams Asset Management Investment Report for the Month Ended October 31, 2005.

**IV. CONSENT AGENDA (Continued)**

- I. Loomis Sayles & Company Investment Report for the Month Ended October 31, 2005.
- J. GMO Investment Management Review for the Month Ended October 31, 2005.
- K. Wellington Management Company Investment Report For the Month Ended October 31, 2005.
- L. Regular and Deferred Retirements and Survivors Continuances for the Month of October 2005.
- M. Statement of Plan Assets, Statement of Changes in Plan Net Assets, Summary of Investments and Cash Equivalents, Statement of Reserves and Schedule of Investment Management Fees for the Month Ended September 30, 2005.
- N. Report of Checks Disbursed in October 2005.
- O. Budget Summary for the Month Ended October 31, 2005; Fiscal-Year 2005-06.

Mr. Hansen moved, seconded by Mr. Harris, to approve the Consent Agenda Items A through O.

Motion passed.

**V. INVESTMENT INFORMATION**

- A. EnnisKnupp & Associates, Kevin Vandolder, CFA.
  - 1. Quarterly Investment Performance Report for Periods Ending September 30, 2005.  
  
Mr. Vandolder reviewed the financial markets, investment performance and asset allocation for periods ending September 30, 2005.
  - 2. Preliminary Performance Review as of October 31, 2005.

Mr. Vandolder reviewed investment performance for the month of October.

**V. INVESTMENT INFORMATION (Continued)**

A. EnnisKnupp & Associates, Kevin Vandolder, CFA (Continued).

3. Memorandum – Re-Visiting the Board Retreat Investment Conclusions.

Mr. Vandolder reviewed his memorandum summarizing various investment topics that had been discussed at the Board retreat in October. Consensus of the Board was to move forward in early 2006 with a liability study, as well as having additional discussion on increasing the allocation to real estate and currency overlay.

4. Memorandum – Manager Guidelines Update.

Mr. Vandolder reviewed several recommended changes to the investment guidelines for Wasatch Advisors, Grantham, Mayo & Van Otterloo and Western Asset Management. Mr. Vandolder stated that the revisions would be reflected in the Investment Policy to be discussed at the December meeting.

Discussion was held regarding holding off approval of any changes until December when the entire Investment Policy would be before the Board for review.

Mr. Harris moved, seconded by Mr. Hansen, to approve the investment guideline changes set forth in the memorandum from EnnisKnupp dated November 11, 2005.

Motion passed. Ms. Mikels, Mr. Goulet and Mr. Henderson opposed.

5. Memorandum – LSV Onsite Due Diligence.

Mr. Vandolder and Mr. Hansen discussed their onsite due diligence visit with LSV Asset Management.

Ms. Mikels moved, seconded by Mr. Harris, to receive and file this item.

6. Market Environment Update.

Mr. Vandolder provided a year to date investment review for 2005 and discussed the replacement of Federal Reserve Bank Chair Alan Greenspan by Ben Bernanke.

**VI. INFORMATIONAL**

- A. Publications (Available in Retirement Office)
  - 1. Institutional Investor
  - 2. Pensions and Investments

**VII. PUBLIC COMMENT**

None.

**VIII. BOARD MEMBER COMMENT**

Mr. Hansen discussed his due diligence site visit with EnnisKnupp.

Mr. Harris stated that the speakers at the SACRS Conference were excellent and it was one of better conferences he had attended. Mr. Harris stated he would like to hear more

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about the actuarial technique of corridor funding.  
Mr. Goulet commented on the SACRS conference and the potential for SACRS to create some form of agreement regarding fiduciary liability insurance.

**IX. ADJOURNMENT**

There being no further business before the Board, Chairman Wilson adjourned the meeting at 10:50 a.m.

Respectfully submitted,

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VAN PERRIS, Administrator

Approved:

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WILLIAM W. WILSON, Chair