MINUTES

DIRECTORS PRESENT: William W. Wilson, Chair, Public Member
               Tracy Towner, Vice Chair, Safety Employee Member
               Steven Hintz, Treasurer-Tax Collector
               Deanna McCormick, General Employee Member
               Arthur E. Goulet, Retiree Member
               Chris Johnston, Alternate Safety Employee Member
               Will Hoag, Alternate Retiree Member

DIRECTORS ABSENT: Peter C. Foy, Public Member
               Tom Johnston, General Employee Member
               Mike Sedell, Public Member

STAFF PRESENT: Donald C. Kendig, Retirement Administrator
               Henry Solis, Chief Financial Officer
               Lori Nemiroff, Assistant County Counsel
               Glenda Jackson, Program Assistant
               Angie Tolentino, Retirement Benefits Specialist
               Julie Stallings, Operations Manager

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 Disability Meeting of June 3, 2013, to order at 9:01 a.m.
II. **APPROVAL OF AGENDA**

**MOTION:** Mr. Goulet moved, seconded by Ms. McCormick, to approve the Agenda as presented.

Motion passed unanimously. Mr. Foy, Mr. T. Johnston and Mr. Sedell absent. Mr. C. Johnston voting.

III. **APPROVAL OF MINUTES**

A. Business Meeting of June 17, 2013.

**MOTION:** Mr. Towner moved, seconded by Mr. Goulet, to approve the Minutes.

Motion passed unanimously. Mr. Foy, Mr. T. Johnston and Mr. Sedell absent. Mr. C. Johnston voting.

IV. **PENDING DISABILITY APPLICATION STATUS REPORT**

Trustee Goulet reminded Risk Management that a number of cases are still awaiting action.

**MOTION:** Mr. Goulet moved, seconded by Mr. Henderson, to receive and file the pending disability application status report.

Motion passed unanimously. Mr. Foy, Mr. T. Johnston and Mr. Sedell absent. Mr. C. Johnston voting.

V. **APPLICATIONS FOR DISABILITY RETIREMENT**

A. Application for Service Connected Disability Retirement; Shane W. Zaring, Case No. 13-003.

Paul Hilbun was present representing the County of Ventura Risk Management. The applicant, Shane W. Zaring, was present.

After statements by both parties, the following motion was made:

**MOTION:** Mr. Goulet moved, seconded by Mr. Towner, to grant a service connected disability retirement.

Motion passed unanimously. Mr. Foy, Mr. T. Johnston and Mr. Sedell absent. Mr. C. Johnston voting.

B. Application for Service Connected Disability Retirement, June Marsh, Case No. 08-015.

Stephen D. Roberson and Paul Hilbun were present representing the County of Ventura Risk Management. The applicant, June Marsh, was present.

After statements by both parties, the following motion was made:
V. APPLICATIONS FOR DISABILITY RETIREMENT (continued)

B. Application for Service Connected Disability Retirement, June Marsh, Case No. 08-015. (continued)

MOTION: Judge Hintz moved, seconded by Mr. Henderson, to adopt the hearing officer’s recommendation and deny the application for a service connected disability retirement.

Motion passed. Mr. Foy, Mr. T. Johnston and Mr. Sedell absent. Mr. C. Johnston voting no.

C. Application for Service Connected Disability Retirement, Susan M. Moser, Case No. 11-018.

Stephen D. Roberson and Paul Hilbun were present representing the County of Ventura Risk Management. Timothy M. Ehritt was present on behalf of the applicant. The applicant, Susan M. Moser, was not present.

After statements by both parties, the following motion was made:

MOTION: Judge Hintz moved, seconded by Mr. Henderson, to adopt the hearing officer’s recommendation and deny the application for a service connected disability retirement.

Motion passed unanimously. Mr. Foy, Mr. T. Johnston and Mr. Sedell absent. Mr. C. Johnston voting.

D. Application for Service Connected Disability Retirement, Patricia A. Gonzales, Case No. 10-035.

John Gilman and Paul Hilbun were present representing the County of Ventura Risk Management. The applicant, Patricia A. Gonzales, was present.

After statements by both parties, the following motion was made:

MOTION: Mr. Goulet moved, seconded by Mr. Henderson, to adopt the hearing officer’s recommendation to grant the application for a non service connected disability retirement and deny the application for a service connected disability retirement.

Motion passed unanimously. Mr. Foy, Mr. T. Johnston and Mr. Sedell absent. Mr. C. Johnston voting.
V. APPLICATIONS FOR DISABILITY RETIREMENT (continued)

E. Application for Service Connected Disability Retirement, Crystal L. Litchmore, Case No. 11-023.

After statements by both parties, the following motion was made:

MOTION: Mr. Towner moved, seconded by Mr. Henderson, to deny the petition for reconsideration.

Motion passed unanimously. Mr. Foy, Mr. T. Johnston and Mr. Sedell absent. Mr. C. Johnston voting.

VI. OLD BUSINESS

A. Review of Disability Process Timeline and Discussion of Proposed Modifications.

2. 2013 Closed Cases Actual Timelines.
3. Timeline Recommendations.
4. Proposed Timeline Comparisons.

Annette Paladino provided a presentation on Disability Process Timeline and Discussion of Proposed Modifications.

No action taken.

B. Review of the M\text{cube} Governance Application Proposal.

After discussion, the following motion was made:

MOTION: Mr. Goulet moved, seconded by Judge Hintz, to thank M\text{cube} for the application demonstration and discontinue consideration of the M\text{cube} application at this time.

Motion passed unanimously. Mr. Foy, Mr. T. Johnston and Mr. Sedell absent. Mr. C. Johnston voting.

C. Review and Approval of Updated Board Policies.

1. Proposed Annual Administrative Budget Policy.

After discussion, the following motion was made:

MOTION: Mr. Goulet moved, seconded by Judge Hintz, to adopt the policy as modified with the addition of a comma after “Adoption” and before “Amendment” on line 14, Master Page No. 260.

Motion passed unanimously. Mr. Foy, Mr. T. Johnston and Mr. Sedell absent. Mr. C. Johnston voting.
VI. **OLD BUSINESS** (continued)

2. Legislative Markup by Mr. Goulet of the Proposed Annual Administrative Budget Policy.

D. Receive and File HarbourVest Update.

After discussion, the following motion was made:

**MOTION:** Mr. Henderson moved, seconded by Mr. Goulet, to receive and file the HarbourVest update.

Motion passed unanimously. Mr. Foy, Mr. T. Johnston and Mr. Sedell absent. Mr. C. Johnston voting.

VII. **NEW BUSINESS**

Henry Solis entered the meeting.

A. Receive Alternative Investment Training

1. Presentation: “Prudent Investing in Alternatives: Trust, but Verify” – Harvey L. Leiderman, Reed Smith (30 Minutes)

   Harvey L. Leiderman gave a presentation.

   No action taken.

Julie Stallings entered the meeting.


   After discussion, the following motion was made:

   **MOTION:** Judge Hintz moved, seconded by Mr. Henderson, to approve the two year contract with CMP & Associates, Inc.

   Motion failed for lack of a second. Mr. Foy, Mr. T. Johnston and Mr. Sedell absent. Mr. Henderson retracted second.

   **After discussion,** the following motion was made:

   **MOTION:** Judge Hintz moved, seconded by Mr. Henderson, to approve the two year contract with CMP & Associates, Inc.

   Motion failed. Mr. Foy, Mr. T. Johnston and Mr. Sedell absent. Mr. Goulet, Mr. Henderson, Mr. Towner, Mr. C. Johnston, Ms. McCormick voting no.

   **MOTION:** Judge Hintz moved, seconded by Mr. Henderson, to approve the two year contract with CMP & Associates.

   Motion passed. Mr. Foy, Mr. T. Johnston and Mr. Sedell absent. Mr. Goulet, Mr. Henderson, Judge Hintz, Ms. McCormick and Mr. Wilson voting yes. Mr. Towner and Mr. C. Johnston voting no.
   1. Fiduciary Liability Quotation and Binder of Insurance.

   After discussion, the following motion was made:

   **MOTION**: Mr. Goulet moved, seconded by Mr. Henderson, to receive and file
   the Fiduciary Liability Insurance Report.

   Motion passed unanimously. Mr. Foy, Mr. T. Johnston and Mr. Sedell absent.
   Mr. C. Johnston voting.

VII. **NEW BUSINESS (continued)**

D. Receive and File Conference Report: CALAPRS Trustees' Roundtable – Trustees
   Goulet and McCormick.

   After discussion, the following motion was made:

   **MOTION**: Mr. Goulet moved, seconded by Ms. McCormick, to receive and file the
   Conference Report: CALAPRS Trustees' Roundtable.

   Motion passed unanimously. Mr. Foy, Mr. T. Johnston and Mr. Sedell absent. Mr.
   C. Johnston voting.

VIII. **PUBLIC COMMENT**

None.

IX. **BOARD MEMBER COMMENT**

Mr. Towner complimented Harvey Leiderman on his presentation and reemphasized the
first bullet point on page 16 of his slide presentation, Master page No. 283, “Absence of
CIO, dedicated investment staff impacts ability to monitor program.”

Mr. Goulet also reminded the Board of the Retirement Administrator job description, which
is not to be an investment officer, and also let the Board know that Jeff Lumbard has left
Pantheon to seek other opportunities.

X. **ADJOURNMENT**

The meeting was adjourned at 11:59 a.m.

Respectfully submitted,

[Signature]

DONALD C. KENDIG, Retirement Administrator

Approved,

[Signature]

WILLIAM W. WILSON, Chairman