VENTURA COUNTY EMPLOYEES' RETIREMENT ASSOCIATION

BOARD OF RETIREMENT

BUSINESS MEETING

September 16, 2013

MINUTES

DIRECTORS PRESENT: William W. Wilson, Chair, Public Member

Tracy Towner, Vice Chair, Safety Employee Member

Steven Hintz, Treasurer-Tax Collector

Joseph Henderson, Public Member

Mike Sedell, Public Member

Tom Johnston, General Employee Member

Deanna McCormick, General Employee Member

Arthur E. Goulet, Retiree Member

Will Hoag, Alternate Retiree Member

Chris Johnston, Alternate Employee Member

DIRECTORS ABSENT: Peter C. Foy, Public Member

STAFF PRESENT: Donald C. Kendig, Retirement Administrator

Henry Solis, Chief Financial Officer

Lori Nemiroof, Assistant County Counsel

Glenda Jackson, Program Assistant

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 September 16, 2013, to order at 9:00 a.m.
II. APPROVAL OF AGENDA

**MOTION:** Approve the agenda.

Moved by Henderson, seconded by T. Johnston.

Vote: Motion carried
Yes: Goulet, Henderson, Hintz, T. Johnston, McCormick, Sedell, Towner, Wilson
No: -

III. APPROVAL OF MINUTES

A. Disability Meeting of September 9, 2013.

**MOTION:** Approve the Minutes.

Moved by Henderson, seconded by Goulet.

Vote: Motion carried
Yes: Goulet, Henderson, Hintz, T. Johnston, McCormick, Sedell, Wilson
No: -
Abstention: Towner

IV. 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.

A. Regular and Deferred Retirements and Survivors Continuances for the Months of July and August 2013.


C. Asset Allocation as of July and August 2013.

E. Statement of Reserves as of June 30, 2013.

**MOTION:** Approve the Consent Agenda.

Moved by Goulet, seconded by Henderson

Vote: Motion carried

Yes: Goulet, Henderson, Hintz, T. Johnston, McCormick, Sedell, Towner, Wilson

No: -

V. **STANDING ITEM**

A. Receive an Oral Update on Pensionable Compensation and PEPRA.

Received an oral report from Board Counsel on the status of CalPEPRA and related bills: AB 1380 and SB 13.

No action taken.

VI. **INVESTMENT INFORMATION**

A. Annual Investment Presentation, Loomis Sayles – Stephanie Lord, Vice President, Client Portfolio Manager. (30 Minutes).

Stephanie Lord was present on behalf of Loomis Sayles to review the firm’s organization, investment results for VCERA’s accounts, investment process and outlook.

No action taken.

B. Annual Investment Presentation, PIMCO – David Blair, CFA and Todd A. Staley, CFA. (30 Minutes).

David Blair and Todd Staley were present on behalf of PIMCO to review the firm’s organization, investment results for VCERA’s accounts, investment process and outlook.

No action taken.

C. Hewitt EnnisKnupp, John J. Lee, Partner. and Kevin Chen.


After discussion, the following Motion was made:

**MOTION:** Receive and file the Second Quarter 2013 Performance Report.
Moved by Towner, seconded by Goulet

Vote: Motion carried
Yes: Goulet, Henderson, Hintz, T. Johnston, McCormick, Sedell, Towner, Wilson
No: -


After discussion, the following Motion was made:

MOTION: Receive and file the Monthly Manager Performance Reports for July and August 2013.

Moved by Henderson, seconded by T. Johnston

Vote: Motion carried
Yes: Goulet, Henderson, Hintz, T. Johnston, McCormick, Sedell, Towner, Wilson
No: -

VII. NEW BUSINESS

A. Fiscal Year 2012-13 Final Budget Adjustments.

1. Final Budget Summary.

After discussion, the following Motion was made:

MOTION: Approve the proposed FY 2012-13 final budget adjustments increasing Services and Supplies by $139,600 and decreasing Salaries and Employee Benefits by $139,600.

Moved by Hintz, seconded by Henderson

Vote: Motion carried
Yes: Goulet, Henderson, Hintz, T. Johnston, McCormick, Sedell, Towner, Wilson
No: -

B. Consider Engagement of Firm to Provide Organizational Effectiveness Coaching Services.
After discussion, the following Motion was made:

MOTION: Authorize the Personnel Committee to select an Organizational Effectiveness Coach and negotiate a contract not to exceed $15,000 for a term not to exceed six months, and authorized the Board Chairman to execute the contract.

Moved by Sedell, seconded by McCormick

Vote: Motion carried
Yes: Goulet, Henderson, Hintz, T. Johnston, McCormick, Sedell, Towner, Wilson
No: -

VIII. PUBLIC COMMENT

Ms. Nemiroff, Board counsel, announced that there was an amendment to the Brown Act, indicating that specific votes on each item be reported in the minutes, including abstentions. Ms. Nemiroff continued with the announcement that Tom Temple and Tim Lanquist have filed a Notice of Appeal of the Court's denial of their Petition for Writ of Mandate and that Bob Blum has left Hanson Bridgett. Mr. Goulet added that the tax determination effort is a topic of the next leg committee meeting. Mr. Wilson asked about the significance of abstaining, as opposed to just voting present. Mr. Towner summarized it best that an abstention is entered on an action when a member has a conflict, is uncomfortable with his or her ability to vote on the item, or was not present for a previous Board action. Ms. Nemiroff indicated that she would look into the matter further.

IX. BOARD MEMBER COMMENT

Mr. Hoag announced that he has the materials from the August due diligence available for trustee review.
X. ADJOURNMENT

The meeting was adjourned at 10:47 a.m.

Respectfully submitted,

Donald C. Kendig

DONALD C. KENDIG, Retirement Administrator

Approved.

WILLIAM W. WILSON, Chairman