



**MINUTES
BOARD OF RETIREMENT
November 4, 2010
BOARD ROOM
348 WEST HOSPITALITY LANE, FIRST FLOOR
SAN BERNARDINO, CA**

Trustees Present:

ELLEN WEISSER, Appointed Member (Chairman)
DAWN STAFFORD, General Member (Vice Chairman)
ROBERT MCDONALD, Retired Member
DONALD NEELY, General Member
LARRY WALKER, Treasurer (Managing Trustee)
DAVID WILLIAMS, Safety Member
BRET HENRY, Alternate Safety Member

Others Present:

ANDREW KJELDGAARD, Counsel
CHRISTIE PORTER, Chief Member Services
JULIE UNDERWOOD, Chief Fiscal Services
CAROL FENN, Recorder

Not Present:

GARY OVITT, Appointed Member

1. Call meeting to order.

The Chairman called the meeting to order at 9 a.m. She read a letter of resignation from Paul Russ effective 11/2/10.

She stated that she is very impressed with Larry Walker's work as Managing Trustee. She also stated that Tim Barrett put a team in place that is moving forward on what he started.

CONSENT:

Stafford moved, McDonald seconded, to Approve the Consent Calendar.
Absent: Ovitt
Motion Passed.

2. Approve minutes of regular meeting of October 7, 2010.
3. Approve minutes of special meeting of October 12, 2010.

4. Service Retirements:

Ashley, Debra G.	Special Districts (Def)	11/01/10
Breeden, Ronald D.	Probation (Def)	12/16/10
Draney, Michael	Assessor	12/04/10
Embry, James H. Jr	City of Big Bear Lake	10/21/10
Escalante, Josephine M.	Children's Services (Def)	11/03/10
Fairman, Angel L.	Child Support Services (Def)	11/15/10
Hagbloom, Cindi J.	Sheriff	09/27/10
Howard, Alice M.	ARMC	10/23/10
Kjeldgaard, Andrew L.	SBCERA	10/23/10
Lawrence, Rodney G.	Human Services	10/04/10
Leeger, Charles	Public Works (Def)	10/16/10
Love, Lisa E.	Superior Court (Def)	10/14/10
Matejka, Lynda L.	Children & Family Services	10/22/10
Meyer, Kay	Public Defender	10/23/10
Milhisser, Laura	HR - Risk Management	10/09/10
Osborne, Stuart H.	Probation	12/04/10
Phillips, Bobby Jr. R.	Sheriff	10/09/10
Piraino, Mark F.	Probation (Def)	10/04/10
Quick, Pauline	Preschool Services	12/04/10
Rocha, Gilbert	ARMC	12/04/10
Ryder, Barton C.	Regional Parks	10/23/10
Sears, Gregory L.	County Fire	11/13/10
Sipes, Steven D.	County Fire	10/09/10
Stater, Carollee	Library	09/25/10
Stout, Linda M.	Human Services	11/20/10
Thomas, Douglas P.	Behavioral Health (Def)	09/26/10
Trimble, Anna C.	Aging & Adult Services	10/09/10
Von Arx, Frederick W.	Probation	10/09/10
Washington, Lenell	ARMC (Def)	10/04/10
Worden, Kristine C.	Children & Families Commission	09/30/10

5. Staff Travel:

- a. Approve Brian Long as a representative to the Standard Life ESP 2004 and Standard Life ESP 2008 Advisory Board.
- b. Approve the attendance of Brian Long for due diligence regarding potential Distress Strategy manager; Secondary Strategy manager; Mezzanine Strategy manager; and Direct Secondary manager in New York, NY on November 30 thru December 1, 2010.
- c. Approve the attendance of Brian Long and Don Pierce for due diligence regarding potential Global REIT managers (Starwood, ING, European Investors Inc., Cornerstone and Highrise) and due diligence for potential Real Estate Debt manager (Cornerstone Realty) in New York, NY on December 6-8, 2010.

- d. Approve the attendance of Brian Long and Don Pierce for due diligence regarding potential Real Estate Debt manager (Invesco) in Dallas, TX on December 13-14, 2010.
6. Disability Applications - Initial Decision:
- a. Aceves, Patricia
 1. Ms. Aceves is permanently incapacitated for the performance of duties and disability retirement be granted.
 2. Ms. Aceves' disability is nonservice-connected based on major depression.
 3. Ms. Aceves is not capable of gainful employment.
 4. No medical review is necessary as specified by the medical advisor.
 5. Staff shall initiate disability benefit payments with an effective date of August 28, 2010, the day after last date compensated.
 - b. Noble, Randy
 1. Mr. Noble is permanently incapacitated for the performance of duties and disability retirement be granted.
 2. Mr. Noble's disability is nonservice-connected based on diabetes mellitus type I, diabetic end stage renal disease and retinopathy.
 3. Mr. Noble is not capable of gainful employment.
 4. Staff shall initiate disability benefit payments with an effective date of June 24, 2010, the date of application.
 - c. Price, James F.
 1. Mr. Price is permanently incapacitated for the performance of duties and disability retirement be granted.
 2. Mr. Price's disability is service-connected based on hypertension with left ventricular hypertrophy and chest pain with atherosclerotic heart disease.
 3. No medical review is necessary as specified by the medical advisor.
 4. Staff shall initiate disability benefit payments with an effective date of April 1, 2010.
 - d. Ruff, Robert R.
 1. Mr. Ruff is permanently incapacitated for the performance of duties and disability retirement be granted.
 2. Mr. Ruff's disability is service-connected based on injury to lower back and right knee.
 3. No medical review is necessary as specified by the medical advisor.
 4. Staff shall initiate disability benefit payments with an effective date of April 1, 2010, the day after the last date compensated.

OPEN SESSION:

7. Presentation by New England Pension Consultants of their Quarterly Investment Performance Review for the period ending September 30, 2010.

Allan Martin, New England Pension consultants, presented.

8. Review and discuss status of Towers Watson's competitive compensation and benefits review.

The Board directed staff to survey only the Executive Director and Chief Investment Officer positions, to have staff survey the 1937 Act Systems, and obtain a quote from Towers Watson to survey the other agencies.

9. Approve contract for legal services with law firm of Andrew L. Kjeldgaard.

The Board discussed the need for a contract for legal services. Walker suggested that the Board discuss the need to search for an employee to fill the vacancy in the near future, but that there is an immediate need for legal counsel.

McDonald moved, Neely seconded, to Approve contract for legal services with law firm of Andrew L. Kjeldgaard, with a revision to state that the contract can only be terminated by the Board.

Absent: Ovitt

Motion Passed.

10. Chairman's appointment of Alternate Voting Delegate to SACRS .

The Chairman declined to appoint an Alternate Voting Delegate.

11. Review SACRS Business Meeting Agenda and Materials for meeting of Friday, November 12, 2010.

- a. Review letter regarding resignation of Vice President Timothy Barrett and Board of Directors appointments.
- b. Approve direction to SACRS Voting Delegate regarding SACRS Legislative Proposals:
 - SACRS Spot Bill #1 - Placeholder for IRS Compliance Legislation
 - SACRS Spot Bill #2 - General placeholder legislation.

No action was taken.

12. Discuss and consider providing amicus assistance on behalf of Appellant Shawn Terris, an individual, v County of Santa Barbara and Michael F. Brown, an individual.

No action was taken.

13. Chairman's appointment of members to an Ad Hoc Committee for the review and selection of the Hearing Officer Panel and the Medical Advisor Panel for 2010.

The Chairman appointed Henry, Neely, Stafford and Weisser.

14. Audit Committee Report.

- a. Report of the meeting conducted October 6, 2010.

Weisser reported.

- b. Approve the issuance of an RFP for audit and review services for Gold Coast Capital Entities.

McDonald moved, Williams seconded, to Approve the issuance of an RFP for audit and review services for Gold Coast Capital Entities.

Absent: Ovitt

Motion Passed.

15. Approve the attendance of up to four trustees to the Asset International – Industry Innovation Award for Public Pension Funds under \$15 billion, to be held in New York, NY on December 2, 2010.

No attendees were approved to attend.

16. Report by the Trustees concerning conferences attended (as specified by the Trustee Education/Training Policy).

Walker's submitted a written report.

17. Staff Reports:

- a. Managing Trustee's Report.

Walker reported.

- b. Administrative Expenses - First Quarter Budget vs. Actual for Fiscal Year 2010/2011.

Underwood reported.

SUPPLEMENTAL AGENDA

18. Approve the release of the RFP for the Executive Search Firm for Executive Director & Chief Investment Officer Recruitments.

McDonald moved, Williams seconded, to Approve the release of the RFP for the Executive Search Firm for Executive Director & Chief Investment Officer Recruitments.
Absent: Ovitt
Motion Passed.

CLOSED SESSION

19. PUBLIC EMPLOYMENT (Government Code Section 54957)
Title: Executive Director

PUBLIC COMMENT

There was no Public Comment.

ADJOURN

The meeting adjourned at 12:00 p.m.

Respectfully submitted,

ELLEN WEISSER, Chairman

LARRY WALKER, Acting Secretary

DATED _____