



MINUTES
SPECIAL MEETING
BOARD OF RETIREMENT
SAN BERNARDINO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
August 9, 2010
9:00 AM
Board Room
348 West Hospitality Lane, First Floor
San Bernardino, California

Trustees Present:

ELLEN WEISSER, Appointed Member (Chairman)
DAWN STAFFORD, General Member (Vice Chairman)
CHRISTOPHER LEGGIO, Appointed Member
ROBERT MCDONALD, Retired Member
DONALD NEELY, General Member
PAUL RUSS, Appointed Member
LARRY WALKER, Treasurer
BRET HENRY, Alternate Safety Member

Others Present:

TIMOTHY BARRETT, Executive Director / CIO
ANDREW KJELDGAARD, Chief Counsel
BRIAN LONG, Senior Investment Officer
JAMES PERRY, Senior Investment Officer
DONALD PIERCE, Senior Investment Officer
DIANA JAY, Recorder

Not Present:

GARY OVITT, Appointed Member
DAVID WILLIAMS, Safety Member

1. Call meeting to order.

The meeting was called to order at 9:00 a.m.

2. Presentation by NEPC and staff on the Long/Short Equity Separate Accounts.

Allan Martin and Tim Bruce, NEPC, Perry and Pierce discussed the Long/Short Equity Separate Accounts. Each Long/Short manager will receive an allocation of \$30 million.

3. Presentation by Passport Capital on their Long/Short Equity Fund.

Tim Garry, Richard Harris Jr., and William Nolan, Passport Capital, presented their Long/Short Equity Fund.

4. Approve an allocation of \$30 million to Passport Capital on their Long/Short Equity Fund.

Russ moved, McDonald seconded, to Approve an allocation of \$30 million to Passport Capital on their Long/Short Equity Fund.

Motion Passed.

5. Presentation by Tradewinds Global Investors on their Long/Short Equity Fund.

Ranjit Sufi, David Iben and Robert Lutz presented their Long/Short Equity Fund.

6. Approve an allocation of \$30 million to the Tradewinds Global Investors Long/Short Equity Fund.

Russ moved, Henry seconded, to Approve an allocation of \$30 million to the Tradewinds Global Investors Long/Short Equity Fund.

Motion Passed.

7. Presentation by NEPC on the Real Asset Structure.

Allan Martin, NEPC, Long and Pierce presented the Real Asset Structure.

8. Approve the Real Asset Structure.

Leggio moved, Russ seconded, to Approve the Real Asset Structure.

Motion Passed.

9. Presentation by Townsend Group on Real Estate Structure Review.

Dick Brown, The Townsend Group, Long and Pierce presented the Real Estate Structure review.

10. Approve the Real Estate Structure.

Walker moved, Russ seconded, to Approve the Real Estate Structure.

Motion Passed.

11. Review and discuss by staff Real Estate Structure Implementation-SWAPS

Barrett reviewed the Real Estate Structure Implementation - SWAPS.

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12. Approve Investment Policy No. 017 - Alternative Investment Structures.

Kjeldgaard reviewed the Investment Policy No. 017 - Alternative Investment Structure.

McDonald moved, Russ seconded, to Approve Investment Policy No. 017 - Alternative Investment Structures.
Motion Passed.

13. Approve Investment Policy No. 018 - International Swap Dealer Association Agreements and Prime Broker Agreements.

Kjeldgaard reviewed the Investment Policy No. 018 - International Swap Dealer Association Agreements and Prime Broker Agreements.

Russ moved, Stafford seconded, to Approve Investment Policy No. 018 - International Swap Dealer Association Agreements and Prime Broker Agreements.
Motion Passed.

14. Approve a recommendation including 10-year tenor puts as applicable instruments for the Put-Write portion of the approved Volatility Strategy.

Pierce reviewed the 10 year tenor puts as applicable instruments for the Put-Write portion of the approved Volatility Strategy.

Russ moved, McDonald seconded, to Approve a recommendation including 10-year tenor puts as applicable instruments for the Put-Write portion of the approved Volatility Strategy.
Abstain: Henry
Motion Passed.

15. Approve the creation of a joint investment vehicle with Pacific Public Partners and the filing of an application for an IRS Private Letter Ruling.

Kjeldgaard reviewed the creation of a joint investment vehicle with Pacific Public Partners and the filing of an application for an IRS Private Letter Ruling.

Russ moved, Stafford seconded, to Approve the creation of a joint investment vehicle with Pacific Public Partners and the filing of an application for an IRS Private Letter Ruling.
Motion Passed.

The Chairman called a recess at 11:15 a.m. and resumed at 11:30 a.m.

Leggio left the meeting at 11:15 a.m.

CLOSED SESSION

16. CONFERENCE WITH LEGAL COUNSEL
Anticipated Litigation: Government Code Section 54956.9(c) – One Case

OPEN SESSION

Kjeldgaard announced that, in closed session, the Board unanimously approved to release all of the monthly retirement allowances on SBCERA's retirees and beneficiaries, last employer and last job position if available, but not the names.

PUBLIC COMMENT - No Public Comment

ADJOURN

The meeting adjourned at 11:54 a.m.

Respectfully submitted,

ELLEN WEISSER, Chairman

TIMOTHY BARRETT, Secretary

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