



STANISLAUS COUNTY
EMPLOYEES' RETIREMENT ASSOCIATION
832 12th Street, Suite 600
Modesto, CA 95354
MAIL: P.O. Box 3150 Modesto 95353-3150

Phone (209) 525-6393
Fax (209) 558-5976
www.stancera.org
e-mail: retirement@stancera.org

PLEASE POST FOR EMPLOYEE VIEWING

BOARD OF RETIREMENT MINUTES

May 26, 2015

Trustees Present: Maria DeAnda, Donna Riley, Jim DeMartini,
Michael O'Neal, Jeff Grover and Jason Gordo

Trustees Absent: Mike Lynch and Gordon Ford

Alternate Trustee Joan Clendenin, Alternate Retiree Representative

Staff Present: Rick Santos, Executive Director
Kathy Herman, Fiscal Services Manager
Dawn Lea, Benefits Manager
Kellie Gomes, Executive Board Secretary

Others Present: Fred Silva, General Legal Counsel
Nathan Pratt, Strategic Investment Solutions
John Meier, Strategic Investment Solutions

1. Meeting Called to Order

Meeting called to order at 2:01p.m. by Trustee DeAnda, Chair

2. Roll Call

3. Announcements

Kellie Gomes announced a correction to the minutes where it was stated that Trustee Clendenin was absent from the April 28th meeting

4. Public Comment

None

5. Consent Items

- a. Approval of the April 28, 2015 Meeting Minutes

b. Approval of Service Retirement(s) – **Sections 31499.14, 31670, 31662.2 & 31810**

1. Low, Lawrence – DCSS – Effective 05-15-2015
2. Millard, Deborah – CSA – Effective 05-02-2015
3. Nelson, Diane – DA – Effective 05-02-2015
4. Tehero, Donna – CSA – Effective 05-09-2015

** Indicates Safety Personnel*

c. Approval of Deferred Retirement(s) – **Section 31700**

1. Bagri, Kamaljit – Ag Commissioner – Effective 03-21-2015
2. Baker, John H. – DA – Effective 04-18-2015
3. Brock, Jason – City of Ceres – Effective 03-15-2015
4. Egger, Nicholas – BHRS – Effective 04-04-2015
5. Engert, Crystal – Planning & Community Development – Effective 04-25-2015
6. Erickson, Nathaniel – Env Resources – Effective 05-09-2015
7. Hackett, Marvin – Clerk/Recorder – Effective 04-15-2015
8. Hooper, Vincent – Sheriff – Effective 04-18-2015 *
9. Keys, Katy – Probation – Effective 04-01-2015 *
10. Leal, Gustavo – CSA – Effective 04-04-2015
11. Lema, Melanie – DCSS – Effective 05-01-2015
12. Medina, Patricia – HSA – Effective 03/21/2015
13. Scheffler, William – Env Resources – Effective 03-20-2015

** Indicates Safety Personnel*

Motion was made by Trustee Gordo and seconded by Trustee Riley to approve consent items as presented.

Motion carried unanimously

6. Annual Performance Report Medley Opportunity Fund II, LP

Seth and Chris Taube gave an update on the Medley Direct Lending Investment.

7. Executive Director

a. 2015 Quarter 1 Value Added and Cash Flow Report

Rick Santos, Director gave a breakdown of the value added by the portfolio over the prior quarter.

b. Monthly Staff Report

Staff gave an update on the workload and important issues over the past month within the Organization

8. Committee Reports and Recommendations for Action

Standing Committees

a. Due Diligence Committee

1. StanCERA Investment Manager Onsite Visits Update

The Committee reported out that they had met and discussed the questionnaires submitted by the managers that will be visited next week. As a result, there are some issues that the Committee will be discussing with our managers as we try to determine if there have been any changes within the Organization that would make StanCERA reconsider whether we would again reinvest with the particular manager. The Committee will report out the results of these visits at a future Board Meeting.

The Investment Consultant Evaluation team also met yesterday and interviewed 3 finalists for the position. The Team will narrow down its candidate pool to two shortly and the will be bringing the final 2 candidates to the full Board for interviews on July 8, 2015

9. Strategic Investment Solutions (SIS), Inc.

a. Investment Performance Analysis for the Quarter Ending March 31, 2015

Quarterly Portfolio Performance Analysis (Return, Benchmark and Peer Ranking.)

1st Quarter	2.1%, 2.4%, 61
Fiscal YTD:	3.7%, 3.9%, 28
3 Year:	11.2%, 10.%, 7
5 Year:	10.2%, 9.5%, 13

b. StanCERA Investment Managers Peer Rankings for Quarter Ending March 31, 2015

c. StanCERA Investment Managers Review List for Quarter Ending March 31, 2015

d. Monthly Flash Report for the Month Ending April 30, 2015

Monthly Performance:	1.03%
Active Return:	0.25%
Fiscal YTD Return:	4.78%
Total Fund Value as of 4/30/2015:	\$1,842,160,911

e. Report on "Top 10 Holdings" of StanCERA Investment Managers as of April 30, 2015

10. Closed Session

Motion was made by Trustee Gordo and seconded by Trustee Riley to enter into closed session.

- a. Discussion and Action on the Application for a Service-Connected Disability Retirement by StanCERA Member Dennis Perry Jr.
Government Code Sections 31532 and 54956.9
- b. Conference with Legal Counsel – Pending Litigation – One Case:
Stanislaus County Employees’ Retirement Association v. Buck Consultants, LLC, Mediation Pursuant to Evidence Code Sections 1115, 1119, 1152
Government Code Section 54956.9(d)(4)
- c. Conference with Legal Counsel – Pending Litigation – One Case:
O’Neal et al v. Stanislaus County Employees’ Retirement Association
Stanislaus County Superior Court Case No. 648469
Government Code Section 54956.9(d)(1)
- d. Conference with Legal Counsel – Pending Litigation – One Case:
Nasrawi et al v. Buck Consultants, LLC, et.al, Santa Clara County
Superior Court Case No. 1-11-CV202224; Court of Appeal, Sixth Appellate
District, Case No. H038894
Government Code Section 54956.9(d)(1)

Motion was made by Trustee Riley and seconded by Trustee Gordo to enter into open session.

Read out by Kellie Gomes from closed session on Item 10.a

Motion was made by Trustee Gordo and seconded by Trustee Riley to accept staff recommendation as follows:

1. To acknowledge and approve that applicant, Dennis Perry Jr. is permanently incapacitated for a substantial portion of the essential duties of Sergeant with the City of Ceres Police Department;
2. That applicant Dennis Perry Jr.’s permanent incapacitation is not service connected; and
3. That the application of Dennis Perry Jr. for service connected disability retirement be denied and a non-service connected disability retirement be granted effective February 24, 2015, upon the member’s subsequent application.

Motion passed unanimously

11. Members’ Forum (Information and Future Agenda Requests Only)

Trustee Clendenin requested an update on resolutions for the buildings window cleaning issue, Kathy Herman gave an update from the 12th street Management Committee meeting recently attended where this was reviewed. They will move forward to resolve the problem of above ground wires preventing the windows from being cleaned on the side of the building.

11. Members' Forum (Information and Future Agenda Requests Only) Cont.

Trustee Grover requested that Staff put together an agenda item regarding the build out of some empty space between the Raymond James and StanCERA offices. This would be used as a Board room for the Organization.

12. Adjournment

Meeting adjourned at 3:38 p.m.

Respectfully submitted,



Rick Santos, Executive Director

APPROVED AS TO FORM:
FRED A. SILVA, GENERAL LEGAL COUNSEL

By: 
Fred A. Silva, General Legal Counsel