



PRUDENT INVESTMENT • QUALITY SERVICE

**Kern County Employees' Retirement Association
Board of Retirement**

Dustin Dodgin, Chair
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Jordan Kaufman
Rick Kratt
Lauren Skidmore
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Dominic D. Brown
Executive Director

August 3, 2018

Members, Board of Retirement
Employee Bargaining Units
Requesting News Media
Other Interested Parties

Subject: Meeting of the Kern County Employees' Retirement Association
Board of Retirement

Ladies and Gentlemen:

A meeting of the Kern County Employees' Retirement Association Board of Retirement will be held on Wednesday, August 8, 2018 at 8:30 a.m. at KCERA, 11125 River Run Boulevard, Board Room, Bakersfield, California. Items of business will be limited to the matters shown on the attached agenda. If you have any questions or require additional service, please contact the KCERA office at your convenience.

Sincerely,

A handwritten signature in blue ink that reads "Dominic D. Brown".

Dominic D. Brown
Executive Director

Attachment

AGENDA:

All agenda item supporting documentation is available for public review in the office of the Kern County Employees' Retirement Association, 11125 River Run Blvd., Bakersfield, California 93311 during regular business hours, 8:00 a.m. to 5:00 p.m., Monday through Friday, following the posting of the agenda. Any supporting documentation that relates to an agenda item for an open session of any regular meeting that is distributed after the agenda is posted and prior to the meeting will also be available for review at the same location. In addition, all agendas and supporting documentation are now available on the KCERA web page and can be found via the internet at www.kcera.org.

**AMERICANS WITH DISABILITIES ACT
(Government Code §54953.2)**

Disabled individuals who need special assistance to attend or participate in a meeting of the Board of Retirement may request assistance at the Retirement Administration office, 11125 River Run Blvd., Bakersfield, California, or by calling (661) 381-7700. Every effort will be made to reasonably accommodate individuals with disabilities by making meeting materials available in alternative formats. Requests for assistance should be made five (5) working days in advance of a meeting whenever possible.

Roll Call –

Salute to Flag –

Moment of Silence –

CONSENT MATTERS

ALL ITEMS LISTED WITH AN ASTERISK (*) ARE CONSIDERED TO BE ROUTINE AND NON-CONTROVERSIAL BY STAFF AND WILL BE APPROVED BY ONE MOTION IF NO MEMBER OF THE BOARD OR PUBLIC WISHES TO COMMENT OR ASK QUESTIONS. IF COMMENT OR DISCUSSION IS DESIRED BY ANYONE, THE ITEM WILL BE REMOVED FROM THE CONSENT AGENDA AND WILL BE CONSIDERED IN THE LISTED SEQUENCE WITH AN OPPORTUNITY FOR ANY MEMBER OF THE PUBLIC TO ADDRESS THE BOARD CONCERNING THE ITEM BEFORE ACTION IS TAKEN. STAFF RECOMMENDATIONS ARE SHOWN IN CAPS AFTER EACH ITEM.

- *1. Application for nonservice-connected disability pension benefits for Ericka Maldonado, HUMAN SERVICES (General) – ADOPT RECOMMENDATION OF SDAG TO GRANT NONSERVICE-CONNECTED DISABILITY RETIREMENT
- *2. Summary of proceedings of the following meetings:
 - July 11, 2018 Board of Retirement
 - July 11, 2018 Administrative Committee
 - August 1, 2018 Special Board of Retirement

RECEIVE AND FILE

- *3. Monthly reports from the KCERA office on members retired from service and deceased retirees – RECEIVE AND FILE
- *4. Monthly report of current disability retirement applications and appeals of KCERA Board decisions – RECEIVE AND FILE
- *5. Securities Lending Earnings Summary Report for the period June 1-30, 2018 from Deutsche Bank – RECEIVE AND FILE
- *6. KCERA asset allocation, cash flow position and investment fees status report for the month of June 2018 – RECEIVE AND FILE
- *7. KCERA Strategic Investment Plan for the month of August 2018 – RECEIVE AND FILE
- *8. KCERA Re-balance Analysis as of July 31, 2018 – RECEIVE AND FILE
- *9. KCERA Class Action Proceeds Report from April 1 through June 30, 2018 for the Northern Trust Company – RECEIVE AND FILE
- *10. Board of Retirement Semi-annual Trustee Education Report – RECEIVE AND FILE
- *11. Report on Errors in Benefit Payments for the period January through June 2018 – RECEIVE AND FILE
- *12. Invitation from California Association of Public Retirement Systems (CALAPRS) to staff to attend the CALAPRS Administrators' Institute, September 26-28, 2018 in Carmel, California – APPROVE THE ATTENDANCE OF EXECUTIVE DIRECTOR DOMINIC BROWN

13. Public Comments:

The public is provided the opportunity to comment on agenda items at the time those agenda items are discussed by the Board. This portion of the meeting is reserved for persons to address the Board on any matter not on this agenda but under the jurisdiction of the Board. Board members may respond briefly to statements made or questions posed. They may ask a question for clarification and, through the Chairman, make a referral to staff for factual information or request staff to report back to the Board at a later meeting. Speakers are limited to two minutes. Please state your name for the record prior to making a presentation.

ADMINISTRATIVE MATTERS

14. Discussion and appropriate action and response to referral on review of Election Procedures presented by Executive Director Dominic Brown, General Counsel Jennifer Zahry and the Administrative Committee – APPROVE CHANGES
15. Discussion and appropriate action on review of KCERA's Post-Retirement Employment Policy and Forms presented by Executive Director Dominic Brown, General Counsel Jennifer Zahry and the Administrative Committee – APPROVE

INVESTMENT MATTERS

16. Presentation on the 2nd Quarter Investment Performance Review period ending June 30, 2018 by Scott Whalen, CFA, Verus – RECEIVE AND FILE
17. Presentation on the 2nd Quarter 2018 Portfolio Review presented by Lincoln Smith, Albourne America¹ – RECEIVE AND FILE

STAFF/COMMITTEE REPORTS & NEW BUSINESS

18. Report from Executive Director
19. Report from Chief Investment Officer
20. Report from General Counsel
21. Report from Committee Chairs:
 - a. Administrative Committee – Kennedy
 - b. Finance Committee – Skidmore
 - c. Investment Committee – Kratt
 - d. KCERA Property, Inc. Board – Franey

¹ Written materials and investment recommendations from the consultants, fund managers and KCERA investment staff relating to alternative investments are exempt from public disclosure pursuant to California Government Code §6254.26, §6255, and §54957.5.

22. Consider, discuss, and take possible action to agendize one or more items for future meetings of the Board of Retirement – CONSIDER; DISCUSS; AND TAKE ACTION ON WHETHER TO AGENDIZE PROPOSED ITEMS, IF ANY, FOR A FUTURE MEETING

BOARD MEMBER ANNOUNCEMENTS OR REPORTS

23. On their own initiative, Board members may make a brief announcement or a brief report on their own activities.

Call for Public Comment on Executive Session Item(s)

Executive Session

Agenda item 1 is withdrawn from Executive Session if approved on the consent agenda.

1. PUBLIC EMPLOYMENT (pursuant to Government Code §54957) Application for nonservice-connected disability pension benefits:

MALDONADO, Ericka

HUMAN SERVICES

(General)

24. PUBLIC EMPLOYEE PERFORMANCE EVALUATION (pursuant to GOVERNMENT CODE §54957): Title: Executive Director

Return to Public Session/Report of Executive Session Actions, if applicable

25. Adjournment