

SUMMARY OF PROCEEDINGS

BOARD OF RETIREMENT – COUNTY OF KERN

1115 Truxtun Avenue
Bakersfield, California

Regular Board Meeting
Wednesday March 24, 2010

8:31 a.m.

Board Members: Barnes, Chairman Briggs, Denney, Frapwell, Hughes, Jefferson, Maggard, Mainland, Ratekin, Alternate Franey, Alternate Kaufman, Alternate Studer

Roll Call: Barnes, Chairman Briggs, Denney, Frapwell, Hughes, Jefferson, Mainland, Ratekin, Alternate Franey, Alternate Kaufman

Absent: Maggard, Alternate Studer

Salute to Flag – LED BY CHAIRMAN BRIGGS

Moment of Silence –

NOTE: The vote is displayed in bold below each item. For example, Barnes-Denney denotes Trustee Barnes made the motion and Trustee Denney seconded the motion.

- *1. Application for service-connected disability pension benefits for Thomas Hokit, SHERIFF (Safety) – FOUND APPLICANT PERMANENTLY INCAPACITATED FROM PERFORMING HIS DUTIES; GRANTED SERVICE-CONNECTED DISABILITY PENSION BENEFITS UNDER GOVERNMENT CODE §31720

Jefferson-Frapwell – 8 Ayes; 1 Absent – Maggard

- *2. Application for service-connected disability pension benefits for Sigrid Spohn, KERN MEDICAL CENTER (General) – FOUND APPLICANT PERMANENTLY INCAPACITATED FROM PERFORMING HER DUTIES; GRANTED SERVICE-CONNECTED DISABILITY PENSION BENEFITS UNDER GOVERNMENT CODE §31720

Jefferson-Frapwell – 8 Ayes; 1 Absent – Maggard

- *3. Application for service-connected disability pension benefits for David Stahl, FIRE (Safety) – FOUND APPLICANT PERMANENTLY INCAPACITATED FROM PERFORMING HIS DUTIES; GRANTED SERVICE-CONNECTED DISABILITY PENSION BENEFITS UNDER GOVERNMENT CODE §31720

Jefferson-Frapwell – 8 Ayes; 1 Absent – Maggard

- *4. Application for service-connected disability pension benefits for Grant Young, FIRE (Safety) – FOUND APPLICANT PERMANENTLY INCAPACITATED FROM PERFORMING HIS DUTIES; GRANTED SERVICE-CONNECTED DISABILITY PENSION BENEFITS UNDER GOVERNMENT CODE §31720

Jefferson-Frapwell – 8 Ayes; 1 Absent – Maggard

- *5. Application for non-service-connected disability pension benefits for Robert Knight, PROBATION (Safety) – GRANTED NON-SERVICE-CONNECTED DISABILITY PENSION BENEFITS UNDER GOVERNMENT CODE §31720

Jefferson-Frapwell – 8 Ayes; 1 Absent – Maggard

- *6. Application for non-service-connected disability pension benefits for Del Saffell Knight, PROBATION (Safety) – GRANTED NON-SERVICE-CONNECTED DISABILITY PENSION BENEFITS UNDER GOVERNMENT CODE §31720

Jefferson-Frapwell – 8 Ayes; 1 Absent – Maggard

- *7. Writ of Mandate from Superior Court regarding Patricia Whiting, KERN MEDICAL CENTER (General) – RECEIVED AND FILED

Jefferson-Frapwell – 8 Ayes; 1 Absent – Maggard

- *8. Securities Lending Earnings Summary Statement for the period February 1 through 28, 2010 from the following:

- The Northern Trust Company

RECEIVED AND FILED

Jefferson-Frapwell – 8 Ayes; 1 Absent – Maggard

- *9. KCERA asset allocation, cash flow position, investment fees status report and budget status reports for the month of January 2010 – RECEIVED AND FILED

Jefferson-Frapwell – 8 Ayes; 1 Absent – Maggard

- *11. Invitation for trustees and/or staff to attend the Research Affiliates 2010 Advisory Panel, April 9 through 11, 2010, in La Jolla, California – RECEIVED AND FILED; APPROVED THE ATTENDANCE OF TRUSTEE BRAD BARNES

Jefferson-Frapwell – 8 Ayes; 1 Absent – Maggard

- *12. Invitation for trustees and/or staff to attend the California Retired County Employees Association (CRCEA) 2010 Spring Conference, April 26-28, 2010, in Santa Barbara, California – RECEIVED AND FILED; APPROVED THE ATTENDANCE OF TRUSTEES NORMAN BRIGGS AND PHIL FRANNEY

Jefferson-Frapwell – 8 Ayes; 1 Absent – Maggard

- *14. Letter to Julie Gonsch, The Northern Trust Company, dated March 12, 2010, from Executive Director Anne M. Holdren regarding the action to place Northern Trust Global Investors on manager watch list – RECEIVED AND FILED

Jefferson-Frapwell – 8 Ayes; 1 Absent – Maggard

- *15. Memorandum from Robert Palmer, State Association of County Retirement Systems (SACRS), dated March 8, 2010, regarding the Phase 3 Funding for Legal Review of County Employees Retirement Law (CERL) in the amount of \$4,202 (Four thousand two hundred and two dollars) – RECEIVED AND FILED; APPROVED

Jefferson-Frapwell – 8 Ayes; 1 Absent – Maggard

- *16. Memorandum from Seth Healy, Goldman Sachs Asset Management, dated March 12, 2010 regarding the Fixed Income Team Update – RECEIVED AND FILED

Jefferson-Frapwell – 8 Ayes; 1 Absent – Maggard

- *17. Letter from Karen Steffen and Daniel Wade, Milliman, Inc., dated March 12, 2010, regarding the Five-Year Projection of County Contributions – RECEIVED AND FILED

Jefferson-Frapwell – 8 Ayes; 1 Absent – Maggard

- *18. State Street Global Advisors account summary as of February 28, 2010 – RECEIVED AND FILED

Jefferson-Frapwell – 8 Ayes; 1 Absent – Maggard

10. Invitation for trustees and/or staff to attend the Pension Bridge Annual Conference 2010, April 6-8, 2010, in San Francisco, California – CHAIRMAN BRIGGS HEARD; SUBSTITUTED TRUSTEE BOB JEFFERSON FOR TRUSTEE NORMAN BRIGGS

RECEIVED AND FILED; APPROVED THE ATTENDANCE OF TRUSTEE BOB JEFFERSON

Frapwell- Denney – 8 Ayes; 1 Absent – Maggard

13. Notice of due diligence meetings with Columbia Investment Advisors, MFS Investment Management, PanAgora Asset and State Street Global Advisors in Boston, Massachusetts on April 5 through 7, 2010 – CHAIRMAN BRIGGS HEARD; ADDED TRUSTEE NORMAN BRIGGS TO LIST OF ATTENDEES

RECEIVED AND FILED; APPROVED ATTENDANCE OF TRUSTEES NORMAN BRIGGS, PHIL FRANEY, MARK RATEKIN AND EXECUTIVE DIRECTOR ANNE M. HOLDREN

Barnes-Frapwell – 8 Ayes; 1 Absent – Maggard

TRUSTEE FRANEY ARRIVED AT 8:35 A.M.

PUBLIC COMMENTS

19. 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 and address for the record prior to making a presentation. NONE

20. Discussion and appropriate action on slate of candidates for SACRS Board of Directors Elections presented by Executive Director Anne M. Holdren – EXECUTIVE DIRECTOR ANNE M. HOLDREN HEARD; CHAIRMAN BRIGGS HEARD; TRUSTEE FRAPWELL HEARD

RECEIVED AND FILED; DIRECT VOTING DELEGATE TO SUPPORT THE SLATE OF CANDIDATES AS FOLLOWS AND TO SUPPORT ANY CANDIDATE FOR TREASURER NOMINATED BY THE SACRS' NOMINATING COMMITTEE :

SACRS Nominating Committee 2010-2011 Nominees/Candidates:

- President Richard White, Orange County
- Vice President Tim Barrett, San Bernardino County
- Secretary Darryl Walker, Alameda County
- Treasurer Vacant

Frapwell- Denney – 8 Ayes; 1 Absent – Maggard

21. Discussion and appropriate action regarding the identity theft letter to be mailed to 37,415 current and retired county employees presented by Executive Director Anne M. Holdren – EXECUTIVE DIRECTOR ANNE HOLDREN HEARD; CHAIRMAN BRIGGS HEARD; TRUSTEES DENNEY, FRAPWELL, HUGHES, AND MAINLAND HEARD; DEPUTY COUNTY COUNSEL PATRICIA RANDOLPH HEARD

RECEIVED AND FILED; APPROVED THE MAILING OF THE INFORMATIONAL LETTER AND ESTABLISHING A DEDICATED PHONE LINE FOR PHONE CALLS REGARDING THE IDENTITY THEFT

Mainland-Frapwell – 8 Ayes; 1 Absent – Maggard

22. Report from KCERA Management – EXECUTIVE DIRECTOR ANNE M. HOLDREN AND TRUSTEES BRIGGS AND DENNEY WILL BE TRAVELING TO SANTA MONICA TO VISIT AN OFFICE FURNITURE SHOWROOM FOR THE NEW BUILDING
23. Report from County Counsel – NONE
24. Report from Committee Chairs:
- A. Audit/Actuarial Committee – NONE
 - B. Budget Committee – NONE
 - C. Human Resources Committee – MEETING TO FOLLOW BOARD
 - D. Information Technology Committee – NONE
 - E. Investment Committee – NONE
 - F. KCERA Property Inc. – NONE

BOARD MEMBER ANNOUNCEMENTS AND REPORTS

25. On their own initiative, Board members may make a brief announcement or a brief report on their own activities. In addition, Board members may ask a question of staff or the public for clarification on any matter, provide a reference to staff or other resources for factual information or, through the Chairman, request staff to report back to the Board at a later meeting concerning any matter. Furthermore, the Board, through the Chairman, may take action to direct staff to place a matter of business on a future agenda – NONE

EXECUTIVE SESSION

DISABILITY RETIREMENT APPLICATIONS – PERSONNEL
EXCEPTION (GOVERNMENT CODE SECTION 54957)

- . ITEM 26-28 WERE APPROVED ON CONSENT AND WITHDRAWN
FROM EXECUTIVE SESSION.

ADJOURNED TO WEDNESDAY, April 14, 2010 AT 8:30 A.M.

Frapwell-Denney – 8 Ayes; 1 Absent – Maggard

Secretary, Board of Retirement

Chairman, Board of Retirement