

SUMMARY OF PROCEEDINGS

BOARD OF RETIREMENT – COUNTY OF KERN

1115 Truxtun Avenue
Bakersfield, California

Investment Committee Meeting
Wednesday July 14, 2010

12:29 p.m.

Committee Members: Barnes, Briggs, Chairman Franey, Jefferson,
Alternate Mainland

Roll Call: Barnes, Briggs, Chairman Franey, Alternate
Mainland

Absent: Jefferson

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

- *1. KCERA 2010 Strategic Plan as of July 14, 2010 – RECEIVE AND FILE

Briggs-Barnes – 4 Ayes

- *2. KCERA Manager Watch List as of July 14, 2010 – RECEIVE AND FILE

Briggs-Barnes – 4 Ayes

- *3. KCERA Investment Manager Due Diligence Schedule as of July 14, 2010
– RECEIVE AND FILE

Briggs-Barnes – 4 Ayes

- *4. Due Diligence Schedule for Risk Budget Implementation - RECEIVE AND
FILE

Briggs-Barnes – 4 Ayes

5. Discussion and appropriate action on recommendations for small cap value, moderate core plus and high yield fixed income managers presented by Eileen Neill, Wilshire Associates, Inc. – EILEEN NEILL, WILSHIRE ASSOCIATES, INC., HEARD; CHAIRMAN FRANNEY HEARD; TRUSTEES BARNES AND BRIGGS HEARD; EXECUTIVE DIRECTOR ANNE M. HOILDREN HEARD

RECEIVED AND FILED; RECOMMEND APPROVAL OF FINALISTS PACIFIC INVESTMENT MANAGEMENT COMPANY AS MODERATE CORE PLUS AND NEUBERGER BERMAN AS HIGH YIELD MANAGER TO THE BOARD OF RETIREMENT; RECOMMEND FISHER INVESTMENTS AS SMALL CAP VALUE CONTINGENT UPON FINANCIAL RECORDS BEING MADE AVAILABLE TO THE BOARD OF RETIREMENT

Briggs-Barnes – 4 Ayes

6. Discussion and appropriate action on recommendations for enhanced index and index fund managers presented by Eileen Neill, Wilshire Associates, Inc. –

RECEIVED AND FILED; RECOMMEND APPROVAL OF FINALIST PANAGORA ASSET MANAGEMENT AND RATIFIED T. ROWE PRICE ASSOCIATES AS ENHANCED INDEX MANAGERS AND MELLON CAPITAL MANAGEMENT AS INDEX FUND MANAGER TO THE BOARD OF RETIREMENT

Barnes-Briggs – 4 Ayes

7. Discussion and appropriate action on revised fixed income structure within the risk budget targets presented by Eileen Neill, Wilshire Associates, Inc. – RECEIVED AND FILED; RECOMMEND APPROVAL OF REVISED RISK BUDGET STRUCTURE TO THE BOARD OF RETIREMENT AS:

Manager	Current Target Structure	Recommended Target Structure
MCM Passive BC Agg	35	40
PIMCO	40	40
WAMCO	25	20

Barnes-Briggs – 4 Ayes

8. Discussion and appropriate action for new asset allocation objective Implementation presented by Eileen Neill, Wilshire Associates, Inc – EILEEN NEILL, WILSHIRE ASSOCIATES, INC., HEARD

RECEIVED AND FILED; RECOMMEND APPROVAL TO THE BOARD OF RETIREMENT

Barnes-Briggs – 4 Ayes

PUBLIC COMMENTS

9. The public is provided the opportunity to comment on agenda items at the time those agenda items are discussed the Committee on any matter not on this agenda but under the jurisdiction of the Committee. Committee 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 Committee 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

COMMITTEE MEMBER ANNOUNCEMENTS AND REPORTS

10. On their own initiative, Committee members may make a brief announcement or a brief report on their own activities. In addition, Committee 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 Committee at a later meeting concerning any matter. Furthermore, the Committee, through the Chairman, may take action to direct staff to place a matter of business on a future agenda – NONE

ADJOURNED AT 12:51 P.M.

Briggs-Barnes – 4 Ayes

Secretary, Board of Retirement

Chairman, Investment Committee