

ORANGE COUNTY EMPLOYEES RETIREMENT SYSTEM
BOARD OF RETIREMENT
2223 E. WELLINGTON AVENUE, SUITE 100
SANTA ANA, CALIFORNIA

REGULAR MEETING
Monday, April 17, 2017
9:00 a.m.

AGENDA

The Orange County Board of Retirement welcomes you to this meeting. This agenda contains a brief general description of each item to be considered. The Board of Retirement encourages your participation. The public, plan members, beneficiaries, and/or representatives may speak to any subject matter contained in the agenda at the time the item is addressed. Except as otherwise provided by law, no action shall be taken on any item not appearing in the following agenda. Persons wishing to address items on the agenda should provide written notice to the Secretary of the Board prior to the Board's discussion on the item by filling out the Public Comment Form located in the back of the room. Members of the public may also comment during the Public Comment period at the end of Open Session. When addressing the Board, please state your name for the record prior to providing your comments. Speakers will be limited to three (3) minutes.

Pledge of Allegiance

CONSENT AGENDA

All matters on the Consent Agenda are to be approved by one action unless a Board Member or a member of the public requests separate action on a specific item.

BENEFITS

C-1 [MATERIAL DISTRIBUTED](#)

Application Notices
Death Notices

April 17, 2017
April 17, 2017

Recommendation: Receive and file.

ADMINISTRATION

C-2 OPTION 4 RETIREMENT ELECTION – STANLEY ABRAMOWICZ

Recommendation: Grant election of retirement benefit payment, Option 4, based on Segal Consulting actuarial report.

C-3 BOARD MEETINGS AND COMMITTEE MEETINGS

Regular Board Meeting Minutes
Audit Committee Meeting Minutes

March 20, 2017
March 29, 2017

Recommendation: Authorize meeting and approve minutes.

C-4 CEO FUTURE AGENDAS AND 2017 OCERS BOARD WORK PLAN

Recommendation: Receive and file.

C-5 QUIET PERIOD – NON-INVESTMENT CONTRACTS

Recommendation: Receive and file.

C-6 FIRST QUARTER 2017 EDUCATION AND TRAVEL EXPENSE REPORT

Recommendation: Receive and file.

C-7 2017 OCERS BOARD OF RETIREMENT COMMITTEE ASSIGNMENTS - UPDATED

Recommendation: Receive and file.

C-8 PROPOSED REVISIONS TO THE RECORD RETENTION POLICY AND GUIDELINES

Recommendation: Approve revisions to the Record Retention Policy and Guidelines.

C-9 SCHEDULED REVIEW OF BOARD POLICY

Recommendation: Approve the Acceptance and Reporting of Gifts Policy without revision.

C-10 AUDIT COMMITTEE OUTCOMES

Recommendation: Approve the Audit Committee recommendations for Items A, B, C, D, E, and F as recommended by the Audit Committee on March 29, 2017.

A. 2016 FINANCIAL STATEMENT AUDIT – ENTRANCE CONFERENCE

Recommendation: The Committee voted to receive and file MGO'S 2016 Audit Service Plan.

After discussion, a **motion** was made by Mr. Eley, **seconded** by Mr. Gilbert to receive and file Macias Gini & O'Connell, LLP's (MGO) 2016 Service Plan.

The **motion** passed unanimously.

B. AUDIT OF CITY OF SAN JUAN CAPISTRANO PAYROLL TRANSMITTALS

Recommendation: The Committee voted to receive and file the report Audit of City of San Juan Capistrano Payroll Transmittals.

After discussion, a **motion** was made by Mr. Gilbert, **seconded** by Mr. Eley to receive and file the audit of City of San Juan Capistrano Payroll Transmittals.

The **motion** passed unanimously.

C. CONSIDERATION OF REVISIONS TO THE INTERNAL AUDIT CHARTER AND AUDIT COMMITTEE CHARTER

Recommendation: The Committee voted to approve changes to the Internal Audit Charter and Audit Committee Charter.

After discussion, a **motion** was made by Mr. Gilbert, **seconded** by Mr. Eley to approve changes to the Audit Committee Charter and Internal Audit Charter and send to the Board for approval.

The **motion** passed unanimously.

D. DIRECTION FROM THE BOARD OF RETIREMENT – INVESTMENT FEES

Recommendation: The Committee directed Investments staff to present at the April 17, 2017 Regular Board meeting an educational presentation about the construction of OCERS' annual investment fee report and how it may help OCERS comply with California Government Code Section 7514.7 (A.B. No. 2833).

After discussion, the Committee directed staff to bring back to the Regular Board meeting a fee report and the presentation from the Investment staff.

E. STATUS OF INTERNAL AUDITS AND AUDIT PROJECTS

Recommendation: The Committee voted to receive and file the Update on Status of Internal Audits and Projects.

After discussion, a **motion** was made by Mr. Eley, **seconded** by Mr. Gilbert to receive and file.

The **motion** passed unanimously.

CLOSED SESSION ITEM

F. THREAT TO PUBLIC SERVICES OR FACILITIES (GOVERNMENT CODE SECTION 54957)

Recommendation: No reportable action taken.

No reportable action.

C-11 BOARD COMMUNICATION

Recommendation: Receive and file.

*** * * * * END OF CONSENT AGENDA * * * * ***

INDIVIDUAL ITEMS AGENDA

I-1 INDIVIDUAL ACTION ON ANY ITEM TRAILED FROM THE CONSENT AGENDA

I-2 ANNUAL BROWN ACT AND CONFLICTS OF INTEREST EDUCATION

Presentation by Harvey Leiderman, ReedSmith, LLP

Recommendation: Receive and file.

I-3 OCERS VISION AND VALUES

Presentation by Steve Delaney, Chief Executive Officer, OCERS

Recommendation: Take appropriate action.

I-4 SACRS BOARD OF DIRECTORS ELECTION 2017-2018 – DIRECTION TO VOTING DELEGATE

Presentation by Gina Ratto, Chief Legal Officer, OCERS

Recommendation: Consider the candidate slate set forth in the Final Ballot for the election of the SACRS Board of Directors and provide direction to the OCERS voting delegate and alternate delegates for the election to be held at the SACRS meeting on May 19, 2017.

I-5 PROPOSED AMENDMENT TO SACRS' BY-LAWS

Presentation by Gina Ratto, Chief Legal Officer, OCERS

Recommendation: Request that SACRS By-Laws Committee consider an amendment to the SACRS By-Laws to clarify the role of the Nominating Committee in establishing the Recommended and Final ballot for SACRS' Board of Director Elections.

*** * * * * END OF INDIVIDUAL ITEMS AGENDA * * * * ***

DISABILITY APPLICATIONS/MEMBER APPEALS AGENDA

11:00 A.M.

NOTE: WHEN CONSIDERING DISABILITY RETIREMENT APPLICATIONS, THE BOARD MAY FIND IT NECESSARY TO DISCUSS MATTERS RELATING TO THE EVALUATION OF THE WORK PERFORMANCE OF AN EMPLOYEE WHO HAS APPLIED FOR DISABILITY RETIREMENT, OR DISCUSS COMPLAINTS OR CHARGES MADE AGAINST SUCH EMPLOYEE. IF THIS OCCURS, THE BOARD MAY ADJOURN TO A CLOSED SESSION TO DISCUSS SUCH MATTERS PURSUANT TO GOVERNMENT CODE SECTION 54957, UNLESS THE EMPLOYEE REQUESTS THAT THE DISCUSSION BE IN PUBLIC.

D-1: Debbie L. Brown-Vasquez

Group Counselor I, Orange County Social Services Agency

Date of employer filed application for service and non-service connected disability retirement:
03/10/2016

Date of employee filed application for service and non-service connected disability retirement:
06/07/2016

GRANT SERVICE CONNECTED DISABILITY RETIREMENT WITH AN EFFECTIVE DATE OF MARCH 18, 2016, THE DAY FOLLOWING THE LAST DAY OF REGULAR COMPENSATION AS A GROUP COUNSELOR I. AND TO FIND THE APPLICANT IS CAPABLE OF PERFORMING OTHER DUTIES IN THE SERVICE OF THE COUNTY OF ORANGE PURSUANT TO GOVERNMENT CODE SECTION 31725.65. AND TO GRANT A SUPPLEMENTAL DISABILITY RETIREMENT PAYMENT ALLOWANCE IN THE AMOUNT OF THE SALARY DIFFERENCE BETWEEN THE HIGHER AND LOWER PAYING POSITIONS EFFECTIVE MARCH 18, 2016, THE DATE OF THE POSITION CHANGE UNTIL THE LAST DAY OF COMPENSATION. (GENERAL MEMBER) (D-1)

D-2: Janet Colston-Nill

Park Ranger II, Orange County Community Resources

Date of employee filed application for service connected disability retirement: 02/10/2015

GRANT SERVICE CONNECTED DISABILITY RETIREMENT WITH AN EFFECTIVE DATE OF JULY 12, 2013, THE DAY FOLLOWING THE LAST DAY OF REGULAR COMPENSATION AS A PARK RANGER II. AND TO FIND THE APPLICANT IS CAPABLE OF PERFORMING OTHER DUTIES IN THE SERVICE OF ORANGE COUNTY COMMUNITY RESOURCES PURSUANT TO GOVERNMENT CODE SECTION 31725.65. AND TO GRANT A SUPPLEMENTAL DISABILITY RETIREMENT PAYMENT ALLOWANCE IN THE AMOUNT OF THE SALARY DIFFERENCE BETWEEN THE HIGHER AND LOWER PAYING POSITIONS EFFECTIVE JULY 12, 2013, THE DATE OF THE POSITION CHANGE UNTIL THE DATE OF HER SERVICE RETIREMENT ON OCTOBER 14, 2014. (GENERAL MEMBER) (D-2)

D-3: Luis Fernandez

Fire Apparatus Engineer, Orange County Fire Authority

Date of employee filed application for service connected disability retirement: 02/27/2015

GRANT SERVICE CONNECTED DISABILITY RETIREMENT PURSUANT TO GOVERNMENT CODE SECTION 31720.5 (HEART PRESUMPTION) WITH AN EFFECTIVE DATE OF FEBRUARY 27, 2015. (SAFETY MEMBER) (D-3)

D-4: Janell Garza

Comprehensive Care Nurse II, Orange County Social Services Agency

Date of employee filed application for non-service connected disability retirement: 03/16/2016

STAFF RECOMMENDATION IS TO GRANT NON-SERVICE CONNECTED DISABILITY RETIREMENT WITH AN EFFECTIVE DATE OF MARCH 16, 2016. (GENERAL MEMBER) (D-4)

D-5: Albert Rouwenhorst

Utility Worker/Driver, Orange County Community Resources

Date of employee filed application for non-service connected disability retirement: 01/25/2017

STAFF RECOMMENDATION IS TO GRANT NON-SERVICE CONNECTED DISABILITY RETIREMENT WITH AN EFFECTIVE DATE OF MARCH 17, 2017. (GENERAL MEMBER) (D-5)

D-6: Carol Thompson

Institutional Cook, Orange County Sheriff's Department

Date of employee filed application for service and non-service connected disability retirement: 10/29/2012

STAFF RECOMMENDATION IS TO DENY SERVICE CONNECTED DISABILITY RETIREMENT DUE TO INSUFFICIENT EVIDENCE TO WARRANT SERVICE CONNECTED DISABILITY. (GENERAL MEMBER) (D-6)

D-7: Max Chance

Sergeant, Orange County Sheriff's Department

Date of employee application for service and non-service connected disability retirement: 09/20/2012

STAFF RECOMMENDATION IS TO DISMISS WITHOUT PREJUDICE THE APPLICANT'S APPLICATION FOR SERVICE AND NON-SERVICE CONNECTED DISABILITY RETIREMENT. (SAFETY MEMBER) (D-7)

CLOSED SESSION ITEMS

E-1 CONFERENCE REGARDING SIGNIFICANT EXPOSURE TO LITIGATION (ONE MATTER) (GOVERNMENT CODE SECTION 54956.9)

Adjourn pursuant to Government Code Section 54956.9(d)(2)

Recommendation: Take appropriate action.

- E-2 CONFERENCE REGARDING LITIGATION THAT HAS BEEN INITIATED
(GOVERNMENT CODE SECTION 54956.9(d)(1)) O.C. Department of Education v. OCERS, CA
Superior Court, Orange County, (Case No. 30-2016-00836897)
Adjourn pursuant to Government Code Section 54956.9(d)(1).**

Recommendation: Take appropriate action.

PUBLIC COMMENTS: At this time members of the public may address the Board of Retirement regarding any items within the subject matter jurisdiction of the Board, provided that no action may be taken on non-agendized items unless authorized by law.

BOARD MEMBER COMMENTS

CHIEF EXECUTIVE OFFICER/STAFF COMMENTS

COUNSEL COMMENTS

**ADJOURNMENT: (IN MEMORY OF THE ACTIVE MEMBERS, RETIRED MEMBERS, AND SURVIVING
SPOUSES WHO PASSED AWAY THIS PAST MONTH)**

NOTICE OF NEXT MEETINGS

INVESTMENT COMMITTEE MEETING

April 24, 2017

9:00 A.M.

ORANGE COUNTY EMPLOYEES RETIREMENT SYSTEM

2223 E. WELLINGTON AVENUE, SUITE 100

SANTA ANA, CA 92701

MANAGER MONITORING SUBCOMMITTEE MEETING

May 4, 2017

9:00 A.M.

ORANGE COUNTY EMPLOYEES RETIREMENT SYSTEM

2223 E. WELLINGTON AVENUE, SUITE 100

SANTA ANA, CA 92701

REGULAR BOARD MEETING
May 15, 2017
9:00 A.M.

ORANGE COUNTY EMPLOYEES RETIREMENT SYSTEM
2223 E. WELLINGTON AVENUE, SUITE 100
SANTA ANA, CA 92701

All supporting documentation is available for public review in the retirement office during regular business hours, 8:00 a.m. – 5:00 p.m., Monday through Thursday and 8:00 a.m. – 4:30 p.m. on Friday.

It is OCERS' intention to comply with the Americans with Disabilities Act ("ADA") in all respects. If, as an attendee or participant at this meeting, you will need any special assistance beyond that normally provided, OCERS will attempt to accommodate your needs in a reasonable manner. Please contact OCERS via email at adminsupport@ocers.org or call 714-558-6200 as soon as possible prior to the meeting to tell us about your needs and to determine if accommodation is feasible. We would appreciate at least 48 hours' notice, if possible. Please also advise us if you plan to attend meetings on a regular basis.