



**BOARD OF ADMINISTRATION**  
**Department of Retirement Services**  
**City Hall, Wing Rooms 118/119**  
**200 East Santa Clara St., San Jose, CA 95113**

**BOARD MEMBERS**

**Sean Kaldor, Chair**  
**Richard Santos, Vice Chair**  
**Sean Bill, Trustee**  
**Damon Krytzer, Trustee**  
**Drew Lanza, Trustee**  
**James Mason, Trustee**  
**Nick Muyo, Trustee**  
**Elizabeth Rounds, Trustee**  
**Vincent Sunzeri, Trustee**

**NON-VOTING BOARD MEMBER**

**Pete Constant**

**ACTING DIRECTOR RETIREMENT SERVICES**

**Donna Busse**

**COUNSEL**

**Harvey Leiderman, General and  
Fiduciary Counsel**

**THURSDAY**

**JANUARY 3, 2013**

**8:30 a.m.**

**AGENDA**

• **ORDERS OF THE DAY**

**Recognition of David Bacigalupi for 12 years of service as a Trustee on the San Jose Police & Fire Department Retirement Board of Administration.**

**1. INVESTMENTS**

**1.1 [Update by Russell Investments on the portfolio transition and implementation plan.](#)**

**2. NEW BUSINESS**

**2.1 Announcement of Director of Retirement Services appointment.**

**2.2 [Discussion and action on Plan Expenses for November 2012.](#)**

**2.3 Discussion and action on Cheiron's final Pension Valuation.**

**a. [Cheiron's Pension Valuation Presentation.](#)**

**b. [Cheiron's Pension Valuation as of June 30, 2012.](#)**

**c. [Cheiron's Fiscal Year Ending 2014 Contribution Rates Assuming the SRBR is Eliminated.](#)**

**2.4 [Discussion and action on Cheiron's preliminary OPEB Valuation.](#)**

**2.5 [Discussion and action to authorize the Chair to do recognition on the Board's behalf.](#)**

**To request an accommodation or alternative format under the Americans with Disabilities Act for City-sponsored meetings, events or printed materials, please call Sonia Morales (408) 794-1004 as soon as possible, but at least three business days before the meeting.**

3. **OLD/BUSINESS/CONTINUED-DEFERRED ITEMS**

3.1 Oral update on the strategic plan meeting. Receive and file.

3.2 Oral update on payroll audit, FLSA and overtime payment issues. Receive and file.

3.3 Oral update from Councilmember Constant. Receive and file.

3.4 **CLOSED SESSION**: CONFERENCE WITH LEGAL COUNSEL – LITIGATION  
PURSUANT TO GOVERNMENT CODE SECTION 54956.9(a), (TWO CASES)

Paul Mulholand, et al v. City of San Jose, et al, Santa Clara County Superior Court  
Case No. 1-12-CV-219748

George Jaeger vs. City of San Jose, et al, Santa Clara County Superior Court  
Case No. 1-12-CV-234048

3.5 **CLOSED SESSION**: CONFERENCE WITH LEGAL COUNSEL – LITIGATION  
PURSUANT TO GOVERNMENT CODE SECTION 54956.9(a) (2 CASES)(MEASURE B  
LITIGATION)

San Jose Police Officers' Association v. City of San Jose, et al, Santa Clara County Superior  
Court, No. 1-12-CV-225926, cross complaint of City of San Jose.

Sapien vs. City of San Jose, et al, Santa Clara County Superior Court,  
Case No. 1-12-CV-225928.

**OPEN SESSION**

4. **RETIREMENTS**

4.1 **Service Retirement**

- a. **Richelle L. Goede**, Assistant Police Chief, Police Department, effective January 12, 2013;  
16.20\* years of service. (*With reciprocity*)
- b. **Christopher M. Moore**, Chief of Police, Police Department, effective January 19, 2013;  
27.41\* years of service.
- c. **Louis Quezada**, Police Sergeant, Police Department, effective February 16, 2013; 28.21\*  
years of service.

4.2 **Early Service Retirement**

- a. **David L. Spoulos**, Police Officer, Police Department, effective December 8, 2012; 20.01\*  
years of service. (*With reciprocity*)

5. **DEATH NOTIFICATIONS**

5.1 Notification of the death of **Benjamin F. Boozel**, Firefighter, retired May 7, 1985, died  
November 19, 2012. No survivorship benefits.

- 5.2 Notification of the death of **George H. Bradford**, Fire Captain, retired August 7, 1982, died November 18, 2012. No survivorship benefits.
- 5.3 Notification of the death of **Vernon S. Cole**, Fire Captain, retired June 13, 1976, died November 23, 2012. Survivorship benefits to Shirley Cole, spouse.
- 5.4 Notification of the death of **Charles L. Ford**, Fire Captain, retired August 6, 1986, died October 28, 2012. Survivorship benefits to Shirley Mullaly-Ford, spouse.
- 5.5 Notification of the death of **Anthony Ranada**, Police Officer, retired January 14, 1995, died November 18, 2012. Survivorship benefits to Rose Marie Ranada, spouse.

## 6. COMMITTEE MINUTES, REPORTS AND RECOMMENDATIONS

### 6.1 Investment Committee (Sunzeri/Bill/Kaldor/Krytzer)

- **Last Meeting: December 12, 2012** - **Next Meeting: January 16, 2012**

- a. Report from the Chair of the Investment Committee. Receive and file.
- b. Minutes of October 10, 2012, Joint Federated and Police & Fire Investment Committee meeting. Receive and file.
- c. Minutes of November 14, 2012, Police & Fire Investment Committee meeting. Receive and file.

### 6.2 Ad Hoc Governance Committee-Cortex Phase II (Kaldor/Lanza/Rounds/Santos)

- **Last Meeting: December 21, 2012** - **Next Meeting: TBD**

- a. Report from the Chair of the Ad Hoc Governance Committee-Cortex Phase II. Receive and file.

### 6.3 Ad Hoc Personnel Committee (Lanza/Kaldor/Rounds/Sunzeri)

- a. Report from the Chair of Ad Hoc Personnel Committee. Receive and file.
- b. Discussion and action on recruitment process for the Director and Chief Investment Officer.

### 6.4 Audit Committee (Bill/Lanza/Mason)

- **Last Meeting: November 26, 2012** - **Next Meeting: TBD**

- a. Report from the Chair of Audit Committee. Receive and file.

### 6.5 Ad Hoc Disability Committee (Santos/Rounds)

- **Last Meeting: December 14, 2012** - **Next Meeting: January 23, 2013**

- a. Report from the Chair of Ad Hoc Disability Committee. Receive and file.
- b. Discussion and action on the selection of a law firm to offer disability advisory services and authorizing the Secretary to negotiate and execute an agreement.

## 7. CONSENT CALENDAR (Items 7.1 through 7.8)

### 7.1 Change of Retirement Application

Approval of change of retirement date of **James V. Morphis**, Fire Captain, Fire Department; from December 30, 2012 to January 31, 2013.

## **7.2 Rescission of Retirement Application**

Approval of rescinding application of **David Spoulos**, approved at the November 1, 2012 meeting for the effective date of December 22, 2012.

- 7.3** Approval of Lifetime Retirement Monthly Payment Option to be paid to Paula McLinden, ex-spouse of Police Officer **Matthew McLinden**, to be effective February 7, 2013 under Part 17, Section 3.36.3600 of the San Jose Municipal Code.

## **7.4 Approval of Minutes**

- a.** [Monthly Board meeting held on December 6, 2012.](#)

## **7.5 Approval of Travel and Attendance for Conferences and Due Diligence**

- a.** Damon Krytzer - NEPC, 4<sup>th</sup> Annual Public Fund Workshop, Tempe Mission Palms Hotel, AZ – January 14-15, 2013.
- b.** Heidi Poon - NEPC, 4<sup>th</sup> Annual Public Fund Workshop, Tempe Mission Palms Hotel, AZ – January 14-15, 2013.
- State Street Global Research Host/Dinner, San Francisco, CA – November 29, 2012.
  - Global Credit Opportunities Forum, Quadrus Conference Center, Menlo Park, CA – Friday, November 2, 2012. **CANCEL**
- c.** Vincent Sunzeri - NEPC, 4<sup>th</sup> Annual Public Fund Workshop, Tempe Mission Palms Hotel, AZ – January 14-15, 2013.

## **7.6 Return of Contributions**

- a.** Voluntary
- b.** Involuntary

## **7.7 Communication/Information**

- a.** [The Cortex Report: Research Papers and Articles](#)
- b.** [Retirement Services organization and staffing.](#)
- c.** [Accounting staff report on timeline for deliverables to the Board.](#)
- d.** [Educational Travel Reports:](#)
- SALT Conference, Bellagio Hotel Las Vegas, Las Vegas, NV – May 8-11, 2012 – by Damon Krytzer.
  - SACRS Public Pension Investment Management Program, UC Berkeley, July 15-18, 2012 – by James Mason.
  - NCTR's Fiduciary College/Trustee Workshop, Stanford-Rock Center, July 23-25, 2012 – by James Mason.
  - IFEBP Hedge Funds, Real Estate & Alternative Investments, San Francisco, CA – July 16-18, 2012 – by Sean Bill.

- CFA Fixed Income Conference, San Francisco, CA – October 10-11, 2012 – by Sean Bill.
- NCTR’s Fiduciary College at the Rock Center, Palo Alto, CA – July 23-25, 2012 – by Sean Bill.

## 7.8 Pending Projects

## 8. EDUCATION & TRAINING

### 8.1 Educational Programs and Courses

### 8.2 Conferences and Seminars

### 8.3 CalAPRS’ Training

- a. Board Leadership Institute, Advanced Principles in Governance, A CalAPRS Education Partnership with UCLA Anderson School of Management, Los Angeles, CA – January 29-31, 2013.
- b. Trustees Round Table, Doubletree Hotels, San Jose, CA – February 8, 2013.
- c. CalAPRS 2013 General Assembly, InterContinental San Francisco, San Francisco, CA – March 2-5, 2013.
- d. CalAPRS – Principles of Pension Management for Trustees, Stanford University Law School, Sheraton Palo Alto, Palo Alto, CA – March 26-29, 2013. (2 Trustee attendance limit per CalAPRS)

- PROPOSED AGENDA ITEMS

- PUBLIC COMMENTS

- ADJOURNMENT

All public records relating to an open session item on this agenda, which are not exempt from disclosure pursuant to the California Public Records Act, that are distributed to a majority of the legislative body will be available for public inspection at the Department of Retirement Services, 1737 N. First Street, Suite 580, San José CA 95112 at the same time that the public records are distributed or made available to the legislative body.

Our facility is equipped with assistive listening devices for the hearing impaired.