

MINUTES OF BOARD OF DIRECTORS MEETING  
WITH RETIREMENT COMMITTEE  
ORANGE COUNTY WATER DISTRICT  
April 28, 2015 @ 8:00 a.m.

Director Shawn Dewane called the Retirement Committee meeting to order in Conference Room C-2 at the District office. The Secretary called the roll as follows:

Committee Members

Roger Yoh (not present)  
Harry Sidhu (not present)  
Shawn Dewane  
Phil Harrington, staff (not present)  
Jason Dadakis, staff  
Dave Bolin, staff alternate

OCWD Staff

Mike Markus, General Manager  
Stephanie Dosier, Plan Secretary  
Judy-Rae Karlsen, Assistant District Secretary  
Kim Dusky, Lisa Wirtz

Others

Scott Sutherland, Jacquelyn Hylton - Sutherland Retirement Group

Director Alternates

Phil Anthony  
Denis Bilodeau (arrived 8:10 a.m.)  
Jan Flory (not present)  
Dina Nguyen (not present)  
Roman Reyna (not present)  
Steve Sheldon (not present)  
Cathy Green

Employee Advisory Committee

John Bonsangue  
John Bruns  
Roy Herndon - 2<sup>nd</sup> Alternate (not present)  
Rita Hintlian  
Kevin O'Toole  
Jana Safarik  
Vishav Sharma

**CONSENT CALENDAR**

The Consent Calendar was approved upon motion by Director Anthony, seconded by Director Dewane carried (5-0) as follows.

*[Yes – Dewane, Anthony, Green, Dadakis, Bolin/ No-0]*

1. Minutes of Previous Meeting

**The Minutes of the February 24, 2015 Retirement Committee meeting are approved as presented.**

**MATTERS FOR CONSIDERATION**

Director Bilodeau arrived at 8:10 a.m. during discussion of the following item.

2. 457(b) Deferred Compensation Plan Investment Line-Up Review and 401(a) Money Purchase Retirement Plan Red Flag Fund Review

Director of Human Resources Stephanie Dosier reported the Sutherland Group of Wells Fargo Advisors serves as the plan advisor for the District's 457(b) Deferred Compensation Plan and the 401(a) Money Purchase Retirement Plan. District Retirement Advisor Scott Sutherland presented a detailed performance review of the investment portfolio lineup in the 457(b) Deferred Compensation Plan and then discussed performance trends for funds red flagged in both the 457(b) and 401(a) investment portfolios. He reviewed benchmarks, performance metrics and offered alternate funding options for funds the Committee determined as underperforming. The Committee reviewed the investment portfolios and then took the following actions.

**It was a consensus of the Committee to recommend the Board at the May 20 Board meeting: Approve the following actions for the 457(b) Money Purchase Retirement Plan and the 401(a) Deferred Compensation Plan investment portfolios:**

<b>457(B) PORTFOLIO FUNDS</b>	<b>ACTION</b>	<b>SYMBOL</b>
Ivy High Income A	Red Flag	WHIAX
Fidelity Spartan US Bond Idx Investor	Red Flag	FBIDX
<b>401(A) PORTFOLIO FUNDS</b>	<b>ACTION</b>	<b>SYMBOL</b>
T. Rowe Price Small-Cap Value Adv	Remove Fund	PASVX
Lazard US Small Mid Cap Equity	Map to	LZCOX
Columbia Small Cap Index	Add	NMSAX
AllianceBern Discovery Growth A	Red Flag	CHCLX
Prudential Jennison Mid Cap Growth A	Red Flag	PEEAX
Victory Established Value A	Remove Red Flag	VETAX
Fidelity Low-Priced Stock	Red Flag	FLPSX
JPMorgan Large Cap Growth A	Red Flag	OLGAX
Fidelity Spartan US Bond Idx Investor	Red Flag	FBIDX

*[Yes – Dewane, Anthony, Bilodeau, Dadakis, Bolin/ No-0]*

**3. Investment Policy Statement Updates – 401(a) and 457(b) Retirement Plans**

Ms. Dosier reported the Sutherland Group of Wells Fargo Advisors updated the District’s investment policy statements for the 401(a) Money Purchase Retirement Plan and the 457(b) Deferred Compensation Plan. The Committee briefly reviewed the documents and then took the following action.

**Upon motion by Director Dewane, seconded by Director Anthony and carried [5-0], the Committee recommended the Board at the May 20 Board meeting: Adopt the updated Investment Policy Statements for both the 401(a) Money Purchase Retirement Plan and 457(b) Deferred Compensation Plan.**

*[Yes – Dewane, Anthony, Bilodeau, Dadakis, Bolin/ No-0]*

**DETERMINATION OF ITEMS TO BE AGENDIZED FOR THE MAY 20 BOARD MEETING**

The Committee determined that Items Nos. 2 - 3 be placed on the Consent Calendar for the May 20 Board meeting.

**ADJOURNMENT**

There being no further business, the meeting was adjourned at 9:15 a.m.

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Retirement Plan Secretary Stephanie Dosier