

MINUTES OF BOARD OF DIRECTORS MEETING
WITH RETIREMENT COMMITTEE
ORANGE COUNTY WATER DISTRICT
August 25, 2015 @ 8:00 a.m.

Director 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
Jason Dadakis, staff

OCWD Staff

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

Others

Scott Sutherland, Jacquelyn Hylton - Sutherland Retirement Group

Director Alternates

Phil Anthony (not present)
Denis Bilodeau (not present)
Jan Flory (not present)
Dina Nguyen (arrived 8:05 a.m.)
Roman Reyna (not present)
Steve Sheldon (not present)
Cathy Green (not present)

Employee Advisory Committee

Dave Bolin – 1st Alternate
John Bonsangue (not present)
John Bruns
Roy Herndon - 2nd Alternate
Rita Hintlian
Kevin O'Toole
Jana Safarik

CONSENT CALENDAR

The Consent Calendar was approved upon motion by Jason Dadakis, seconded by Phil Harrington and carried (3-0) as follows.

[Yes – Dewane, Harrington, Dadakis/ No-0]

1. Minutes of Previous Meeting

The Minutes of the April 28, 2015 Retirement Committee meeting are approved as presented.

MATTERS FOR CONSIDERATION

Director Nguyen arrived at 8:05 a.m. during discussion of the following item.

2. 401(a) Money Purchase Retirement Plan Investment Line Up Review and 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 401(a) Money Purchase Retirement Plan. District Retirement Advisor Scott Sutherland presented a detailed performance review of the investment portfolio lineup in the 401(a) Money Purchase Retirement Plan and then discussed performance trends for funds red flagged in both the 401(a) and 457(b) investment portfolios. He reviewed fund 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:

457(B) PORTFOLIO FUNDS	ACTION	SYMBOL
Ivy High Income A	Red Flag	WHIAX
Fidelity Spartan US Bond Idx Investor	Red Flag	FBIDX
401(A) PORTFOLIO FUNDS	ACTION	SYMBOL
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.


 Retirement Plan Secretary Stephanie Dosier