

## MARIN COUNTY DEFERRED COMPENSATION COMMITTEE

Marin County Civic Center  
3501 Civic Center Drive  
San Rafael, CA

**Wednesday, August 27, 2014**  
**10:00 A.M.**  
**County Counsel Conference Room**  
**Room 275**  
**Regular Meeting**

### MINUTES

1. Call to Order

The meeting was called to order at 10:02 a.m.

2. Roll Call

Present: Roy Given, Director of Finance and Chair; Jeff Wickman, Retirement Administrator; Dan Eilerman, Deputy County Administrator; Scott Beseda, Marin Courts Representative; Stephen Raab, County Counsel Representative; Olga McKenna, Employee Representative; Shanea Thompson, MAPE Employee Representative

Others in attendance: John Kendall, Western Region Managing Director, Nationwide; Ed Malone, Program Director, Nationwide; Jim Lafoon, Sr. Retirement Specialist, Nationwide; Jake O'Shaughnessy, Consultant, Arnerich Massena

3. Open Time for Public Comment

None

4. Approval of Minutes - Meeting of May 29, 2014 (Action)

MOTION by Olga McKenna to approve minutes of May 29, 2014

Second by Dan Eilerman

AYES:ALL

5. Additional Fund Changes Brought Forward from May 29, 2104 Meeting

Two (2) items to approve on fund changes, they are as follows:

- Add Vanguard Total International Stock Index to the fund, to be added at zero assets
- Map Specialty Core Funds (Commodity, Real Estate, High Yield Fixed Income, & Tips) to the Moderate

MOTION by Jeff Wickman to approve the two (2) items

Second by Scott Beseda

AYES: ALL

6. Deferred Compensation Committee Matters

- Approval of Nationwide Contract

Roy Given asked if there were any questions or comments on the proposed Nationwide Contract. Scott Beseda requested that the Nationwide Superior Court Contract Agreement, Section 5.3, regarding notices, include the Court on the list of those who should receive notice, the change was agreed upon by the committee. A vote was then taken to approve the Nationwide Contract:

MOTION by Dan Eilerman to approved the Nationwide Contract

Second by Shanea Thompson

AYES: ALL

- Roy Given stated that Stephen Raab will bring the Nationwide Contract to the Board of Supervisors for their approval on 9/9/14.

7. John Kendall gave an overview of the new, upcoming lineup, and covered Q2, 6/30/14;

Detailed overview of line up, (see attached handout)

Q2, 6/30/14 NRS Plan Review and Report:

- There were minimal changes from Q1, 2014
- Seven (7) participants were lost, possibly due to County retirements during the quarter
- 30 new participants were added to the PST Plan, due to summer work

Quarterly Update

Ed Malone, who has been covering for Jim Lafoon during his recovery, welcomed Jim Lafoon back. Ed stated that the Nationwide direct access team had one hundred eight (108) appointments with participants throughout the quarter, sixty (60) of them were phone contacts. Jim then reported that since his return he has had ninety-three (93) appointments, of the ninety-three (93), thirty-four (34) enrolled.

Stephen Raab asked if the Roth 457 was up and running. Jim Lafoon stated that it launched in the first quarter; six (6) workshops were held, emails, and flyers were distributed throughout the County. Stephen expressed his concern that the message might not be getting out to everyone. John Kendall suggested a sub-committee be formed. The committee would work with Nationwide on a time-line and the informational content for a Fall 2014 Campaign which would go out to all County employees and would include the following:

- Update on the availability of the Roth 457
- Letter announcing the upcoming changes to the funds
- Brochure with the mapping of the new fund line up
- Informational emails
- Announcements in the **FYI** publication

A sub-committee was formed made up of the following members:

- Stephen Raab
- Shana Thompson
- Roy Given

Roy Given will email a draft of the sub-committees recommendations for the Fall 2014 Campaign to the Deferred Compensation committee members; if the members have any questions they can contact Roy. In addition the sub-committee will give an update on the Fall Campaign at the December 3, 2014 Deferred Compensation Committee Meeting.

8. Arnerich Massena & Associates

Quarterly Performance Review Q2, 6/30/14

- Jake O'Shaughnessy reviewed the Fund Manager Review Summary from the Q2, 6/30/14, quarterly report:

Market Overview

All the primary asset categories have performed extremely well, from fixed income to U.S. equities, to international during the first two (2) quarters of 2014.

### 457

As of 6/30/14, the 457 Plan crossed the \$200 million threshold

### Loans

Loan balances continue very low at 1.4%

### Money Market

CD's, liquid savings at 7.4%

### Stable Value

Stable value funds balances at 13.3%

### Fixed

Small holdings at 4.4%

### Balanced

More than 40% in the balanced funds

### Large Cap Funds

Large Cap Funds make up 18.7% of Plan Assets. Jake O'Shaughnessy noted that yield seeking investors have driven a preference for large cap value stocks recently.

### Status of Funds on Watch

Alliance NFJ Small Cap Value Fund is performing well but recommend it be kept on watch until December 2014.

#### 9. Items for Next Agenda:

- Review recommendations from Fall 2014 Campaign Sub-Committee

#### 10. Upcoming Meetings:

- Wednesday, December 3, 2014 at 10:00 a.m. in Room 275

#### 11. Adjournment

MOTION by Dan Eilerman to adjourn

Second by Olga McKenna

AYES: ALL

The meeting adjourned at 10:48 a.m.