

MARIN COUNTY DEFERRED COMPENSATION COMMITTEE

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

Thursday, December 8th, 2016
2:00 P.M. – 3:30 P.M.
County Counsel Conference Room
Room 275
Regular Meeting

MINUTES

1. Call to Order

The meeting was called to order at 2:05 p.m.

2. Roll Call:

Present: Roy Given, Director of Finance and Chair; Jeff Wickman, Retirement Administrator; Stephen Raab, County Counsel Representative; Olga McKenna, Employee Representative; James Kim, Court Executive Officer, Marin Courts Representative; Dan Eilerman, Assistant County Administrator; Cloanne DiGrazia, Retiree Representative;

Absent:

Shanea Thompson, MAPE Employee Representative; Pauleen Temperani, Interim Human Resources Manager, Marin Courts Representative

Others in attendance:

John Kendall, Western Region Managing Director, Nationwide; Jim Lafoon, Sr. Retirement Specialist, Nationwide; Jayson Davidson, Consultant, Hyas Group;

3. Open Time for Public & Committee Comment

None

4. Approval of Minutes - Meeting of August 24, 2016 (Action)

MOTION by Jeff Wickman to approve minutes of August 24, 2016

Second by Olga McKenna

AYES:ALL

5. Deferred Compensation Committee Matters

Update – Fund Menu/Fee Structure Sub-Committee (Discussion/Action)

- Restructuring Pre-Mixed Funds
- Revamping Investment and Fee Structure

Jayson Davidson presented an analysis and recommendation report for the Marin County, Superior Court and PST Plans' investment menu and pricing restructure. The Committee gave considerable time and attention to possible alternatives for the payment of investment and administrative fees for the Plans. In particular, the Committee assessed the possibility of moving to an investment menu free of any revenue sharing funds, and coupled with an explicit, asset-based administrative fee to pay for non-investment expenses.

MOTION by Jeff Wickman to transition the Plans to a no revenue share menu, and to authorize the Chair to determine the best level for the asset-based fee to be set.

Second by Dan Eilerman

AYES: ALL

(Cont.) Update – Fund Menu/Fee Structure Sub-Committee (Discussion/Action)

- Restructuring Pre-Mixed Funds
- Revamping Investment and Fee Structure

With the discussion and vote on the fee structure (as referenced above), the Committee also evaluated a proposed lower-cost, no revenue share investment menu. While the Committee was favorably inclined toward the menu recommendation as presented, it was requested that the Hyas Group present one or more alternatives that further reduce the number of menu options. Jayson Davidson will prepare a revised menu recommendation for the Committee to consider at our next quarterly meeting and will look to present asset classes containing active and passive alternatives with fully blended style characteristics.

6. Nationwide Retirement Solutions

- The following items were tabled for the Deferred Compensation Committee Meeting in 2017:
 - NW Quarterly Summary QE 9/30/16
 - NW Update Report QE 9/30/16
 - NW Update – Revenue Share Credit Distribution to Participants
 - NW Review and Discussion of Strategic Initiatives Handout

7. Hyas Group

- Quarterly Performance Report QE 9/30/16
The Third Quarter 2016 performance reports were distributed for the Committee's review. Jayson Davidson will provide a summary, for distribution to the Committee, of key items in the report.
- Status of Funds on Watch
 - PIMCO Total Return
 - Allianz NFJ Small Cap Value Fund

8. Items for Future Agendas

- Roth In-Plan Conversion Amendment (Discussion)

9. Schedule 2017 Quarterly Meetings (bring your calendars)

It was decided that the 2017 Quarterly Meeting Schedule would be done via email.

The dates set for the 2017 Quarterly Meetings, via email, were as follows:

- Tuesday, March 7, 2017, 3-4:30PM
- Thursday, May 25, 2017, 3-4:30PM
- Wednesday, August 30, 2017, 2-3:30PM
- Thursday, November 30, 2017, 2-3:30PM

10. Adjournment

Meeting adjourned at 4:00 p.m.