

Jim Andersen  
Interim Retirement Administrator



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**MENDOCINO COUNTY**  
**EMPLOYEES' RETIREMENT ASSOCIATION**  
625-B KINGS COURT  
UKIAH, CALIFORNIA 95482-5027

Date: June 18, 2014  
To: Retirement Board  
From: Jim Andersen, Retirement Administrator   
Jeff Berk, MCERA Counsel  
Subject: Discussion and Possible Action Regarding Amendment to Agreement with Hanson Bridgett for Fiscal Year 2013/14 Tax Counsel Services

Background

MCERA entered into an agreement with Hanson Bridgett for tax counsel services for FY 2013/14. The services included coordinating and submitting an application for a Determination Letter from the IRS stating that MCERA was in substantial compliance with the IRS code and regulations, as well as a Voluntary Correction Plan (VCP) for any areas found to be out of compliance. The maximum payable under the contract was thirty-thousand dollars (\$30,000).

A summary of Hanson Bridgett's billing is as follows:

1.	Services through March, 2014 (paid)	\$26,405.55
2.	Services for April, 2014 (payment pending)	4,007.70
3.	Services for May 2014 (see attached email)	<u>3,669.29</u>
4.	Services rendered and billed through May, 2014	34,082.54
5.	Contract billing maximum	<u>30,000.00</u>
6.	Amount billed over maximum through May, 2014	4,082.54

Given that the services have been requested by MCERA and performed, MCERA must make payment to Hanson Bridgett for the agreed billing for services rendered. In order to be compliant with the terms of its agreement with Hanson Bridgett for fiscal year 2013/14, the agreement must be amended to raise the maximum allowable billing.

Recommended Motion/Actions

1. Approve the addendum to the agreement between MCERA and Hanson Bridgett for fiscal year 2013/14, raising the maximum billing amount to \$40,000.
2. Direct staff to limit any request for services from Hanson Bridgett for June 2014 to only those absolutely necessary.

JA/JB  
Attachment

**Jim Andersen - FW: Supplement--signed; New Agreement--my risk management folks have changes to request**

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**From:** "Judith W. Boyette" [REDACTED]  
**To:** "andersenj@co.mendocino.ca.us" <andersenj@co.mendocino.ca.us>  
**Date:** 6/11/2014 3:25 PM  
**Subject:** FW: Supplement--signed; New Agreement--my risk management folks have changes to request  
**Attachments:** MCERA - Amendment to StandardContract - 6-18-14 sent to MCERA for execution.PDF; MCERA-06182014 HB FY 14\_15 Agreement-HB Comments.DOC

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**From:** Judith W. Boyette  
**Sent:** Wednesday, June 11, 2014 3:11 PM  
**To:** 'Judy Zeller'; 'andersonj@co.mendocino.ca.us'  
**Cc:** 'Jeff Berk'  
**Subject:** Supplement--signed; New Agreement--my risk management folks have changes to request

Hi Judy and Jim and Jeff (wow—lots of J's at MCERA now!)

Sorry this has taken me so long. Attached is a signed copy of the amendment to the current contract to extend to \$40,000. Through May, we will have billed \$34,082.54. I don't know what June will be, but I'm sure it would be more than \$5,900 (unless you know something that I don't!).

For the new contract, our risk management folks have some requests—mostly deletes—from the new agreement that are related to requirements under our malpractice insurance. We're having to look at all our public agency contracts as they come up and try to revise them in some cases. Jeff, we can talk about that.

Given that Jeff will need to review these, and if there isn't time, you could postpone the new agreement until the next meeting—or even both of them, and we just wouldn't get paid until later.

I have a new lawyer now, so I'm hoping things will be better for me. I realize I have been behind.

Judy

Judith W. Boyette  
 Partner  
 Hanson Bridgett LLP



Tom Watson  
Interim Retirement Administrator



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**MENDOCINO COUNTY**  
**EMPLOYEES' RETIREMENT ASSOCIATION**  
625-B KINGS COURT  
UKIAH, CALIFORNIA 95482-5027

Date: June 2, 2014  
To: Board of Retirement  
From: Tom Watson, Interim Retirement Administrator *Tom Watson*  
Subject: Monthly Investment Report (All figures are Preliminary)

**1. Unrealized Gain/(Loss) Analysis – Cost and Market Bases**

The Unrealized Gain in investments on a cost basis of \$87,520,266 (or \$90,479,099 including the change in cash) as of April 30, 2014 is detailed by each mutual fund/investment vehicle in Attachment A. Most of the funds' figures are those as of April 30, 2014, however Managers Micro Cap Institutional, Morgan Stanley Mid Cap Growth, RREEF – America REIT II and Cornerstone Fund values are as of March 31, 2014. The total assets of \$429,924,331 on this sheet are different than the plan assets because this figure only includes investments and cash, but does not include \$185,946 in receivables. Attachment A shows an unrealized gain of \$43,443,591 for the fiscal year based on the change in fair market value of the investments over the course of the fiscal year to date. The fair market value of investments is the current valuation method used for financial reporting.

**2. Investment Portfolio – Target Analysis**

The Target Analysis for the Investment Portfolio as of April 30, 2014 is shown on Attachment B. This Analysis includes the market value of each fund, actual percentage, Target percentage, target percentage in dollars and the difference in dollars. As the Board knows, a rebalancing was done in February 2014 to bring the investments in line with target allocations and generate \$6 million in cash. The \$4 million apparent “under target” in Fixed Income investments is completely offset by over \$5.4 million in Cash. All investment types are well within target ranges. Callan addressed that there was no need to re-balance with the quarterly review at the May 7, 2014 meeting of the Board of Retirement.

**Mendocino County Employee Retirement Association  
Unrealized Gain (Loss) Analysis - Callan Basis  
April 30, 2014**

*Attachment A*

	A	B	C	E	F		
	Cost Basis	Market Value	Unrealized Gain	Start of Fiscal Year Market Value	Fiscal Year Change in Market Value	Updated to	
<b>Domestic Fixed Income</b>							
1402	PIMCO - Total Return Institutional	\$ 54,093,396	\$ 56,694,842	\$ 2,601,446	\$ 47,352,582	\$ 9,342,260	4/30/2014
1401	Dodge & Cox - Income Fund	56,194,742	58,143,746	1,949,005	45,819,359	12,324,387	4/30/2014
	<b>Total Domestic Fixed Income</b>	<b>110,288,138</b>	<b>114,838,589</b>	<b>4,550,451</b>	<b>93,171,942</b>	<b>21,666,647</b>	
<b>Small Cap Equities Growth</b>							
1441	Alliance Bernstein - US Small Cap Growth Fund	1,967,851	6,169,721	4,201,870	5,223,101	946,620	4/30/2014
1445	RS Investments - Small Cap Growth Fund Y	2,445,442	4,316,090	1,870,648	4,692,176	(376,087)	4/30/2014
	<b>Total Small Cap Growth</b>	<b>4,413,293</b>	<b>10,485,811</b>	<b>6,072,518</b>	<b>9,915,277</b>	<b>570,533</b>	
1443	Managers - Micro-Cap Institutional	5,613,150	8,334,112	2,720,962	9,067,152	(733,040)	3/31/2014
	<b>Total Small/Micro Cap Equities Growth</b>	<b>10,026,443</b>	<b>18,819,923</b>	<b>8,793,480</b>	<b>18,982,429</b>	<b>(162,506)</b>	
<b>Small Cap Value</b>							
1444	Prudential	10,075,198	12,007,752	1,932,554	11,295,007	712,744	4/30/2014
	<b>Total Small Cap Value</b>	<b>10,075,198</b>	<b>12,007,752</b>	<b>1,932,554</b>	<b>11,295,007</b>	<b>712,744</b>	
	<b>Total small cap equities</b>	<b>20,101,640</b>	<b>30,827,675</b>	<b>10,726,035</b>	<b>30,277,437</b>	<b>550,238</b>	
<b>Mid Cap Growth</b>							
1464	Morgan Stanley	3,215,188	4,769,206	1,554,018	4,831,131	(61,925)	3/31/2014
1463	Janus - Enterprise Fund	3,248,290	4,511,297	1,263,007	5,005,755	(494,458)	4/30/2014
	<b>Total Mid Cap Growth</b>	<b>6,463,478</b>	<b>9,280,503</b>	<b>2,817,025</b>	<b>9,836,886</b>	<b>(556,382)</b>	
<b>Mid Cap Value</b>							
1466	Fidelity Low Priced Stock Fund	2,794,527	4,703,677	1,909,150	4,929,965	(226,288)	4/30/2014
1465	Royce - Total Return Fund	3,079,135	4,626,626	1,547,491	4,851,256	(224,630)	4/30/2014
	<b>Total Mid Cap Value</b>	<b>5,873,662</b>	<b>9,330,303</b>	<b>3,456,640</b>	<b>9,781,221</b>	<b>(450,919)</b>	
	<b>Total mid cap equities</b>	<b>12,337,140</b>	<b>18,610,806</b>	<b>6,273,666</b>	<b>19,618,107</b>	<b>(1,007,301)</b>	
<b>Large Cap Growth</b>							
	Vanguard Institutional Index Fund	20,723,872	22,895,285	2,171,412	-	22,895,285	4/30/2014
	<b>Total Large Cap Core</b>	<b>20,723,872</b>	<b>22,895,285</b>	<b>2,171,412</b>	<b>-</b>	<b>22,895,285</b>	
1481	Harbor Capital Appreciation Fund	14,569,533	22,297,543	7,728,010.25	19,788,912	2,508,631	4/30/2014
1483	Janus - Research Fund	14,603,184	23,318,969	8,715,785.30	20,998,962	2,320,008	4/30/2014
	<b>Total Large Cap Growth</b>	<b>29,172,717</b>	<b>45,616,513</b>	<b>16,443,795.56</b>	<b>40,787,874</b>	<b>4,828,639</b>	
<b>Large Cap Value</b>							
1485	Selected Funds (Note 2)	-	-	-	11,706,416	(11,706,416)	4/30/2014
1487	Dodge & Cox - Stock Fund	13,432,931	22,737,819	9,304,888.03	22,888,360	(150,541)	4/30/2014
1482	American Fund - Investment Company of America (Note 2)	-	-	-	12,255,780	(12,255,780)	4/30/2014
1484	ROBEKO	14,500,000	22,618,907	8,118,907.45	19,198,948	3,419,959	4/30/2014
	OPEN	-	-	-	-	-	
	<b>Total Large Cap Value</b>	<b>27,932,931</b>	<b>45,356,726</b>	<b>17,423,795.48</b>	<b>66,049,504</b>	<b>(20,692,777.60)</b>	
	<b>Total Large Cap Equities</b>	<b>77,829,520</b>	<b>113,868,524</b>	<b>36,039,003.31</b>	<b>106,837,378</b>	<b>7,031,145.69</b>	
<b>International Stock</b>							
1422	American Funds - EuroPacific	14,483,458	21,122,895	6,639,437	18,506,488	2,616,407	4/30/2014
1423	Harbor international	16,851,171	21,234,688	4,383,517	18,116,355	3,118,333	4/30/2014
1421	Columbia Management - International Fund	6,722,890	11,217,608	4,494,717	9,611,637	1,605,971	4/30/2014
1424	Janus Overseas	19,419,786	18,032,681	(1,387,105)	16,082,019	1,950,663	4/30/2014
1425	Mondrian	17,299,962	21,701,244	4,401,282	18,206,490	3,494,754	4/30/2014
1426	Oakmark	11,294,175	16,435,435	5,141,260	16,776,036	(340,601)	4/30/2014
	<b>Total International Stock</b>	<b>86,071,442</b>	<b>109,744,551</b>	<b>23,673,109</b>	<b>97,299,025</b>	<b>12,445,527</b>	
<b>Real Estate</b>							
1503	RREEF - Comingled Fund	6,651,481	7,374,102	722,620	6,799,442	574,660	4/30/2014
1502	RREEF - America REIT II	12,732,452	16,118,155	3,385,704	14,567,844	1,550,312	3/31/2014
1504	Cornerstone Fund	10,073,066	12,259,855	2,186,791	11,627,492	632,363	3/31/2014
	625 Kings Court	901,112	864,000	(37,112)	864,000	-	
	<b>Total Real Estate</b>	<b>30,358,111</b>	<b>36,616,112</b>	<b>6,258,003</b>	<b>33,858,778</b>	<b>2,757,334</b>	
	<b>Total investments</b>	<b>336,985,992</b>	<b>424,506,257</b>	<b>87,520,266</b>	<b>381,062,666</b>	<b>43,443,591</b>	
	<b>Total Invested Funds</b>	<b>\$ 336,985,992</b>	<b>\$ 424,506,257</b>	<b>\$ 87,520,266</b>	<b>\$ 381,062,666</b>	<b>43,443,591</b>	
							<b>Note 1</b>
	<u>Balance Beg of Year</u>	<u>Balance End of Period</u>	<u>Change</u>				
	Cash in County Treasury	\$ 2,459,241	\$ 5,418,074	\$ 2,958,833			
	<b>Total all available funds</b>	<b>\$ 339,445,233</b>	<b>\$ 429,924,331</b>	<b>\$ 90,479,099</b>			

**Note 1** The fiscal year change does not account for funds sold in their entirety and therefore does not tie to Income Statement

**Note 2** These funds were fully liquidated as part of the September/October 2013 rebalance

Mendocino County Employee Retirement Association  
Investment Portfolio - Target Analysis  
April 30, 2014

Attachment B

	A	B	C	D	F	G	H
	Market Value of Investments	Cash Reserved	Total Available	Percent of Portfolio	Target % (2013 Study)	Target In Dollars	Difference In Dollars
<b>Domestic Fixed Income</b>							
PIMCO - Total Return Institutional	\$ 56,694,842		\$ 56,694,842	13.36%	14.000%	\$ 59,430,876	\$(2,736,034)
Dodge & Cox - Income Fund	58,143,746		58,143,746	13.70%	14.000%	59,430,876	(1,287,130)
<b>Total Domestic Fixed Income</b>	<b>114,838,589</b>	<b>-</b>	<b>114,838,589</b>	<b>27.05%</b>	<b>28.000%</b>	<b>118,861,752</b>	<b>(4,023,163)</b>
<b>Small Cap Equities Growth</b>							
Alliance Bernstein - US Small Cap Growth Fund	6,169,721		6,169,721	1.45%	1.500%	6,367,594	(197,873)
RS Investments - Small Cap Growth Fund Y	4,316,090		4,316,090	1.02%	1.100%	4,669,569	(353,479)
Managers - Micro-Cap Institutional	8,334,112		8,334,112	1.96%	1.900%	8,065,619	268,493
<b>Total Small Cap Equities Growth</b>	<b>18,819,923</b>	<b>-</b>	<b>18,819,923</b>	<b>4.43%</b>	<b>4.500%</b>	<b>19,102,782</b>	<b>(282,859)</b>
<b>Small Cap Value</b>							
Prudential	12,007,752		12,007,752	2.83%	2.700%	11,461,669	546,083
<b>Total Small Cap Value</b>	<b>12,007,752</b>	<b>-</b>	<b>12,007,752</b>	<b>2.83%</b>	<b>2.700%</b>	<b>11,461,669</b>	<b>546,083</b>
<b>Total Small Cap Equities</b>	<b>30,827,675</b>	<b>-</b>	<b>30,827,675</b>	<b>7.26%</b>	<b>7.200%</b>	<b>30,564,451</b>	<b>263,224</b>
<b>Mid Cap Growth</b>							
Morgan Stanley	4,769,206		4,769,206	1.12%	1.150%	4,881,822	(112,616)
Janus - Enterprise Fund	4,511,297		4,511,297	1.06%	1.150%	4,881,822	(370,525)
<b>Total Mid Cap Growth</b>	<b>9,280,503</b>	<b>-</b>	<b>9,280,503</b>	<b>2.19%</b>	<b>2.300%</b>	<b>9,763,644</b>	<b>(483,141)</b>
<b>Mid Cap Value</b>							
Fidelity Low Priced Stock Fund	4,703,677		4,703,677	1.11%	1.150%	4,881,822	(178,145)
Royce - Total Return Fund	4,626,626		4,626,626	1.09%	1.150%	4,881,822	(255,196)
<b>Total Mid Cap Value</b>	<b>9,330,303</b>	<b>-</b>	<b>9,330,303</b>	<b>2.20%</b>	<b>2.300%</b>	<b>9,763,644</b>	<b>(433,341)</b>
<b>Total Mid Cap Equities</b>	<b>18,610,806</b>	<b>-</b>	<b>18,610,806</b>	<b>4.38%</b>	<b>4.600%</b>	<b>19,527,288</b>	<b>(916,482)</b>
<b>Large Cap Growth</b>							
Vanguard Institutional Index Fund	22,895,285		22,895,285	5.39%	4.900%	20,800,807	2,094,478
<b>Total Large Cap Core</b>	<b>22,895,285</b>	<b>-</b>	<b>22,895,285</b>	<b>5.39%</b>	<b>4.900%</b>	<b>20,800,807</b>	<b>2,094,478</b>
Harbor Capital Appreciation Fund	22,297,543		22,297,543	5.25%	5.300%	22,498,832	(201,288)
Janus - Research Fund	23,318,969		23,318,969	5.49%	5.300%	22,498,832	820,138
<b>Total Large Cap Growth</b>	<b>45,616,513</b>	<b>-</b>	<b>45,616,513</b>	<b>10.75%</b>	<b>10.600%</b>	<b>44,997,663</b>	<b>618,849</b>
<b>Large Cap Value</b>							
Selected Funds (Note 2)	-		-	0.00%	0.000%	-	-
Dodge & Cox Stock Fund	22,737,819		22,737,819	5.36%	5.300%	22,498,832	238,987
American Fund - Investment Company of America (Note 2)	-		-	0.00%	0.000%	-	-
ROBECO	22,618,907		22,618,907	5.33%	5.300%	22,498,832	120,076
Vanguard - Growth & Income Fund (Note 1)	-		-	0.00%	0.000%	-	-
<b>Total Large Cap Value</b>	<b>45,356,726</b>	<b>-</b>	<b>45,356,726</b>	<b>10.68%</b>	<b>10.60%</b>	<b>44,997,663</b>	<b>359,063</b>
<b>Total Large Cap Equities</b>	<b>113,868,524</b>	<b>-</b>	<b>113,868,524</b>	<b>26.82%</b>	<b>26.10%</b>	<b>110,796,133</b>	<b>3,072,391</b>
<b>International Stock</b>							
American Funds - EuroPacific	21,122,895		21,122,895	4.98%	4.700%	19,951,794	1,171,101
Harbor international	21,234,688		21,234,688	5.00%	4.700%	19,951,794	1,282,894
Columbia Management - International Fund	11,217,608		11,217,608	2.64%	2.500%	10,612,656	604,951
Janus Overseas	18,032,681		18,032,681	4.25%	4.700%	19,951,794	(1,919,113)
Mondrian	21,701,244		21,701,244	5.11%	4.700%	19,951,794	1,749,450
Oakmark	16,435,435		16,435,435	3.87%	3.800%	16,131,238	304,197
<b>Total International Stock</b>	<b>109,744,551</b>	<b>-</b>	<b>109,744,551</b>	<b>25.85%</b>	<b>25.100%</b>	<b>106,551,071</b>	<b>3,193,481</b>
<b>Real Estate</b>							
RREEF - Comingled Fund	7,374,102		7,374,102	1.74%	1.800%	7,641,113	(267,011)
RREEF - America REIT II	16,118,155		16,118,155	3.80%	3.500%	14,857,719	1,260,436
Cornerstone Fund	12,259,855		12,259,855	2.89%	3.500%	14,857,719	(2,597,864)
625 Kings Court	864,000		864,000	0.20%	0.200%	849,013	14,987
<b>Total Real Estate</b>	<b>36,616,112</b>	<b>-</b>	<b>36,616,112</b>	<b>8.63%</b>	<b>9.00%</b>	<b>38,205,563</b>	<b>(1,589,451)</b>
<b>Total Investments</b>	<b>424,506,257</b>	<b>-</b>	<b>424,506,257</b>	<b>100.00%</b>	<b>100.00%</b>	<b>424,506,257</b>	<b>0</b>
<b>Cash in County Treasury</b>	<b>5,418,074</b>		<b>5,418,074</b>	<b>1.260%</b>	<b>0.000%</b>	<b>-</b>	<b>-</b>
<b>Total All Available Funds</b>	<b>429,924,331</b>	<b>-</b>	<b>429,924,331</b>	<b>101.260%</b>	<b>100.200%</b>	<b>424,506,257</b>	<b>0</b>

Note 1 This fund was liquidated in full as part of the December 2012 rebalance

Note 2 These funds were fully liquidated as part of the September/October 2013 rebalance

Tom Watson  
Interim Retirement Administrator



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**MENDOCINO COUNTY**  
EMPLOYEES' RETIREMENT ASSOCIATION  
625-B KINGS COURT  
UKIAH, CALIFORNIA 95482-5027

Date: June 2, 2014  
To: Board of Retirement  
From: Tom Watson, Interim Retirement Administrator *Tom Watson*  
Subject: Monthly Financial Report

**A. Regular Monthly Financial Reports**

The monthly reports for the month ending April 30, 2014 are included for your review.

**1. Statement of Plan Net Position (formerly "Net Assets")**

This report details a "snapshot" of asset and liability account balances as of April 30, 2014. The report indicates the assets available for future payments to retirees and any current liabilities owed. The cash has decreased to \$5.4 million from the previous month. The market value of investments decreased over \$102 thousand during the month. Net positions (formerly "net assets") were \$430,471,805 at the end of March and \$429,517,161 at the end of April.

**2. Statement of Changes in Plan Net Assets**

This report details a view of the current fiscal year additions to and deductions from the plan. It covers both monthly and fiscal year-to-date activity through April 30, 2014. The Administrative expenses and Benefit payments exceeded employer and employee contributions by \$951,412 for the month (and thus the constant need to use investment income to pay obligations). As always with these reports, rounding may yield differences of a few dollars.

**3. Cash Flow Analysis**

This report is a "snapshot" of the cash available to MCERA during the reporting period (April, 2014). MCERA monitors the cash within the fund in accordance with the cash flow policy. This report shows a decrease in total cash of \$836,217 during the month reflecting the additions of \$1.418 million in contributions and slightly more than \$0.099 million in investment income offset by \$2.37 million in benefits paid and administrative expenses and \$0.015 million in changes to accounts receivable and payables balances.

**A. Regular Monthly Financial Reports (continued)**

**4. Office Building Rental Income – Net of Expenses**

This report shows the \$10,716 in rental income received by MCERA for the Month of April 2014 from the two tenants (State of California and MCERA Administration) and the monthly expenses of \$2,744 (for a net income of \$7,972 for the month) associated with the 625 Kings Court trust fund asset. Total year-to-date net income as of the month end report period is \$71,780.

**5. Vendor Ledgers**

The Vendor Ledgers report includes vendor transactions and balances for this monthly report period (April 2014). Only names of Vendors and dollar amounts appear on this report.

**MENDOCINO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION**  
**STATEMENT OF PLAN NET POSITION**

April 30, 2014  
(FINAL)

**ASSETS**

**CASH AND EQUIVALENTS**

Trust Cash-held at county \$ 5,418,074

**TOTAL CASH AND EQUIVALENTS** 5,418,074

**CURRENT ASSETS**

Accounts Receivable 109,351  
Recoupments 76,595

**TOTAL CURRENT ASSETS** 185,946

**PROPERTY AND EQUIPMENT**

**TOTAL PROPERTY AND EQUIPMENT** 0

**INVESTMENTS, ADJUSTED TO MARKET**

Unrealized Gain(Loss) Invest 87,520,266  
Fixed Income 110,288,138  
International Equities 86,071,442  
Small Cap Equities 20,101,640  
Mid Cap Equities 12,337,140  
Large Cap Equities 77,829,520  
Real Estate 30,358,111

**NET INVESTMENTS, AT MARKET** 424,506,257

**TOTAL ASSETS** \$ 430,110,277

**LIABILITIES**

**CURRENT LIABILITIES**

Accounts Payable \$ 43,857  
AMCRE Dues 854  
Accrued Wages - 1920 Account 324,394  
PEDIT Trust Dental 20,217  
AFLAC Insurance 3,684  
Buck Settlement Reserve 200,106

**TOTAL CURRENT LIABILITIES** 593,112

**TOTAL NET POSITION** \$ 429,517,165

**MENDOCINO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION**  
**STATEMENT OF CHANGES IN PLAN NET ASSETS**  
**For the Ten Months Ended April 30, 2014**  
**Final**

	<b>CURRENT MONTH</b>	<b>YEAR TO DATE</b>
<b>ADDITIONS</b>		
<b>CONTRIBUTIONS</b>		
Employer	\$ 1,066,337	\$ 11,378,697
Plan Members	351,766	3,628,447
	<b>1,418,103</b>	<b>15,007,144</b>
<b>INVESTMENT INCOME</b>		
Unrealized Gain/(Loss) Invests	(102,679)	27,734,342
Rental Income, Net of Expenses	7,972	71,780
Interest	5,031	27,807
Dividends	102,883	5,560,774
Capital Gains	0	21,710,566
Less Investment Expense	(16,436)	(307,289)
<b>Net Investment Income</b>	<b>(3,229)</b>	<b>54,797,980</b>
<b>TOTAL ADDITIONS</b>	<b>1,414,874</b>	<b>69,805,124</b>
<b>DEDUCTIONS</b>		
Benefit Payment, Subsidies, & Refunds	(2,308,918)	(22,703,027)
Administrative Expenses	(60,597)	(781,752)
<b>TOTAL DEDUCTIONS</b>	<b>2,369,515</b>	<b>23,484,779</b>
<b>Increase (Decrease) in Net Position</b>	<b>(954,641)</b>	<b>46,320,345</b>
<b>NET POSITION</b>		
<b>Beginning of Period</b>	<b>430,471,805</b>	<b>383,196,816</b>
<b>End of Period</b>	<b>\$ 429,517,164</b>	<b>\$ 429,517,161</b>

**Note: This statement is preliminary and subject to change throughout the fiscal quarter as new information becomes available**

**MENDOCINO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION  
CASH FLOW ANALYSIS**

**For the Ten Months Ended April 30, 2014**

**Final**

	<b>CURRENT MONTH</b>	<b>YEAR TO DATE</b>
<b>ADDITIONS</b>		
<b>CONTRIBUTIONS</b>		
Employer	1,066,337	11,378,697
Plan Member	351,766	3,628,447
	<b>1,418,103</b>	<b>15,007,144</b>
<b>INVESTMENT INCOME</b>		
Rental Income, Net of Expenses	7,972	71,780
Interest	5,031	27,807
Dividends	102,883	2,506,494
Capital Gains	0	0
Less Investment Expense	(16,436)	(307,289)
	<b>99,450</b>	<b>2,298,792</b>
	<b>1,517,553</b>	<b>17,305,936</b>
<b>DEDUCTIONS</b>		
Benefit Payments and Subsidies	(2,308,918)	(22,703,025)
Administrative Expenses	(60,597)	(781,752)
	<b>(2,369,515)</b>	<b>(23,484,777)</b>
<b>OTHER INCREASES/(DECREASES)</b>		
Accounts Receivable	(5,266)	(176,628)
Accounts Payable	21,011	254,916
Buck Settlement	0	0
Sale/Purchase of Investments	0	9,055,599
	<b>15,745</b>	<b>9,137,673</b>
<b>INCREASE (DECREASE) IN CASH</b>	<b>\$ (836,217)</b>	<b>\$ 2,958,832</b>
<b>SUMMARY</b>		
Cash at End of Period	\$ 5,418,074	\$ 5,418,074
Cash at Beginning of Period	6,254,291	2,459,240
<b>INCREASE (DECREASE) IN CASH</b>	<b>\$ (836,217)</b>	<b>\$ 2,958,834</b>

**Note: This statement is preliminary and subject to change throughout the fiscal quarter as new information becomes available**

**Mendocino County Employees' Retirement Association****Rental Income - Net of Expenses**

For the Ten Months Ending April 30, 2014

	<u>Current Month</u>	<u>Year to Date</u>
<b>Revenues</b>		
Rental Income	\$ 10,716	\$ 106,791
Total Revenues	<u>10,716</u>	<u>106,791</u>
<b>Building Expenses</b>		
Building Expenses	0	1,472
Landscape & Maintenance	1,490	15,470
Security	128	2,089
Insurance	0	2,450
Utilities	1,126	13,530
Total building operating expenses	<u>2,744</u>	<u>35,011</u>
Net Income	<u>\$ 7,972</u>	<u>\$ 71,780</u>

**MCERA**  
**Vendor Ledgers**  
**For the Period From Apr 1, 2014 to Apr 30, 2014**

Filter Criteria includes: Report order is by ID.

Vendor ID Vendor	Date	Trans No	Type	Paid	Debit Amt	Credit Amt	Balance
afac AFLAC, INC.	4/3/14	4177595	CDJ		3,683.71	3,683.71	0.00
allber Alliance Bernstein	4/21/14	20140331-178	PJ	*		16,370.64	16,370.64
allins Alliant Insurance Service							0.00
amcre AMCRE	4/3/14	4177600	CDJ		851.10	851.10	0.00
antgra Anthony Graham	4/30/14	M0019087 331	PJ	*		25.00	25.00
	4/30/14	M0019094 331	PJ	*		1,029.45	1,054.45
	4/30/14	M0019095 331	PJ	*		9,511.10	10,565.55
aonhek Hewitt Ennis Knupp, Inc							0.00
arbmed Arbitration and Mediation							0.00
att AT&T	4/17/14	4178649	CDJ		58.29	58.29	0.00
bobmir Bob Mirata							0.00
calapr CALAPRS							0.00
calass Callan Associates, Inc.	4/1/14	Balance Fwd					36,400.00
	4/10/14	4178140	CDJ		36,400.00		0.00
caldis California State Dusburse	4/24/14	42414CDUWir	CDJ		692.00	692.00	0.00
calext California Exterminators							0.00
canser Canteen Services							0.00
capins Capital Insurance Group							0.00
chrofa Christie O'Farrall	4/3/14	4177898	CDJ		10.08	10.08	0.00
cituki City of Ukiah	4/24/14	4179676	CDJ		188.88	188.88	0.00
	4/24/14	4179677	CDJ		259.04	259.04	0.00
	4/24/14	4179674	CDJ		104.55	104.55	0.00
	4/24/14	4179675	CDJ		131.82	131.82	0.00
	4/24/14	4179673	CDJ		37.26	37.26	0.00
claads Class Ads						0.00	
clemen Clearly Mendocino Water	4/1/14	Balance Fwd					30.00
	4/17/14	4178734	CDJ		30.00		0.00
coumen	4/1/14	Balance Fwd					1,925.76





**MCERA**  
**Vendor Ledgers**  
**For the Period From Apr 1, 2014 to Apr 30, 2014**

Filter Criteria includes: Report order is by ID.

Vendor ID Vendor	Date	Trans No	Type	Paid	Debit Amt	Credit Amt	Balance
pacgro Pacific Group Agencies, I	4/3/14	4177916	CDJ		20,254.67	20,254.67	0.00
petsta Peter Stadler							0.00
pge PG&E	4/17/14	4179015	CDJ		341.92	341.92	0.00
pubretj The Public Retirement Jo							0.00
Rangood Randall Goodman							0.00
rebwil Rebecca Wilson							0.00
relent Reliance Enterprises							0.00
renesm Renaissance Esmeralda							0.00
ricsho Richard Shoemaker							0.00
ricwhi Richard White							0.00
sacrs SACRS							0.00
SanRosOrtho Santa Rosa Orthopaedics							0.00
segal SEGAL	4/1/14 4/10/14	Balance Fwd 4178510	CDJ		1,500.00		1,500.00 0.00
shredt Shred-It USA-Concord							0.00
smawor Small World Solutions							0.00
soncou Sonoma County Counsel	4/15/14	7895	PJ	*		3,842.00	3,842.00
sonswe Sonoma Sweepers, Inc.	4/15/14 4/30/14	108109 108108	PJ PJ	* *		50.00 140.00	50.00 190.00
tedste Ted Stephens							0.00
thomil Thomas P. Miles, MD							0.00
timknu Timothy Knudsen							0.00
tomwat Tom Watson	4/17/14	4179071	CDJ		79.00	79.00	0.00

**MCERA**  
**Vendor Ledgers**  
**For the Period From Apr 1, 2014 to Apr 30, 2014**

Filter Criteria includes: Report order is by ID.

Vendor ID Vendor	Date	Trans No	Type	Paid	Debit Amt	Credit Amt	Balance
tosfin	4/10/14	4178554	CDJ		187.49	187.49	0.00
Toshiba Financial Service	4/24/14	412166	CDJ		555.47	555.47	0.00
tyltec Tyler Technologies							0.00
ukiwas Ukiah Waste Solutions, I	4/17/14	410373	CDJ		62.91	62.91	0.00
usban US Bank	4/1/14	Balance Fwd					5,574.28
	4/1/14	4114 USB2221	CDJ		3,900.55		1,673.73
	4/1/14	4114 USB2247	CDJ		1,186.45		487.28
	4/22/14	4728-42214	PJ			809.33	1,296.61
	4/28/14	USBAN42814	CDJ		41.01		1,255.60
	4/29/14	USBAN314	CDJ		446.27		809.33
usbank US Bank Cal Card							0.00
usps U.S. Post Office							0.00
verwir Verizon Wireless							0.00
vinrep VINTAGE REPORTING S							0.00
watcon Waters Construction, Inc.							0.00
<b>Report Total</b>					<b>294,378.11</b>	<b>290,679.82</b>	<b>43,856.75</b>