



# City of Santa Clara

## Meeting Minutes

### Deferred Compensation Committee

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02/13/2025

10:00 AM

Hybrid Meeting  
Sparacino Conference Room/Virtual  
1500 Warburton Avenue  
Santa Clara, CA 95050

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#### CALL TO ORDER AND ROLL CALL

Chair Lee called the Deferred Compensation Committee Meeting to order  
at 10:11 AM

**Present** 4 - Chair Kenn Lee, Member Kathy Bunce, Member Marco Mercado,  
and Member Eric Lagergren

**Absent** 1 - Member Jason Beals

#### CONSENT CALENDAR

1A      [25-178](#)      Action to Approve the Deferred Compensation Committee Meeting  
Minutes of November 21, 2024

**No vote could be taken on this item because there was no quorum. A  
motion was made by Committee Member Mercado, seconded by Chair  
Lee, to continue this item to the next meeting on May 8, 2025.**

**Aye:** 4 - Chair Lee, Member Bunce, Member Mercado, and Member  
Lagergren

**Absent:** 1 - Member Beals

#### PUBLIC PRESENTATIONS

None

#### GENERAL BUSINESS

2A      [25-179](#)      Informational Report on Fourth Quarter 2024 Plan Performance Presented  
by Nationwide

**Informational Report Only, no action taken by the Committee**

**2B**      [25-181](#)      Discussion of, and Potential Action on, Report from Nationwide Regarding Self-Directed Options Trading

Committee requested additional information regarding self-directed accounts, including a full list of choices available to participants

**A motion was made by Committee Member Mercado, seconded by Committee Member Bunce, to**

- 1. Approve the addition of options trading to self-directed accounts (also known as Personal Choice Retirement Accounts), and**
- 2. Recommend to the Plan Sponsor signatory (City Manager) to execute all necessary plan-related documents to implement the options trading function for self-directed accounts**

**Aye:** 4 - Chair Lee, Member Bunce, Member Mercado, and Member Lagergren

**Absent:** 1 - Member Beals

**2C**      [25-188](#)      Report on Fourth Quarter 2024 Quarterly Plan Review presented by the Hyas Group; Action on Recommendation from Hyas Group regarding Watch Status of Various Funds

**A motion was made by Committee Member Bunce, seconded by Committee Member Lagergren, to**

- 1. Note and File Fourth Quarter 2024 Quarterly Plan Review and**
- 2. Approve the following recommendations from the Hyas group:**
  - a. Remove Sterling Capital Total Return Bond Fund, Hotchkis & Wiley High Yield Fund, and T. Rowe Price Large Cap Growth Fund from Watch Status;**
  - b. Retain DFA US Large Cap Growth I on Watch Status; and**
  - c. Add Vanguard International Value Inv Fund to Watch Status**

**Aye:** 4 - Chair Lee, Member Bunce, Member Mercado, and Member Lagergren

**Absent:** 1 - Member Beals

**2D**      [25-182](#)      Action to Review and Adopt the Investment Policy Statement (IPS) for the City's 457 Deferred Compensation Plan

**A motion was made by Committee Member Mercado, seconded by Committee Member Bunce, to Adopt the Investment Policy Statement (IPS) for the City's 457 Deferred Compensation Plan**

**Aye:** 4 - Chair Lee, Member Bunce, Member Mercado, and Member Lagergren

**Absent:** 1 - Member Beals

**STAFF REPORT**

None

**COMMITTEE REPORT**

None

**ADJOURNMENT**

The meeting was adjourned at 11:15 AM

**A motion was made by Committee Member Mercado, seconded by Committee Member Lagergren, to adjourn the Deferred Compensation Committee Meeting**

**Absent:** 1 - Member Beals

**MEETING DISCLOSURES**

The time limit within which to commence any lawsuit or legal challenge to any quasi-adjudicative decision made by the City is governed by Section 1094.6 of the Code of Civil Procedure, unless a shorter limitation period is specified by any other provision. Under Section 1094.6, any lawsuit or legal challenge to any quasi-adjudicative decision made by the City must be filed no later than the 90th day following the date on which such decision becomes final. Any lawsuit or legal challenge, which is not filed within that 90-day period, will be barred. If a person wishes to challenge the nature of the above section in court, they may be limited to raising only those issues they or someone else raised at the meeting described in this notice, or in written correspondence delivered to the City of Santa Clara, at or prior to the meeting. In addition, judicial challenge may be limited or barred where the interested party has not sought and exhausted all available administrative remedies.

If a member of the public submits a speaker card for any agenda items, their name will appear in the Minutes. If no speaker card is submitted, the Minutes will reflect "Public Speaker."

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