

MAY 19, 2003

MINUTES

Regular Meeting of the
SACRAMENTO CITY EMPLOYEES' RETIREMENT SYSTEM
ADMINISTRATION, INVESTMENT AND FISCAL MANAGEMENT BOARD
Monday, May 19, 2003

The Administration, Investment and Fiscal Management Board met in regular session in Conference Room 101, 921-10th Street, on Monday, May 19, 2003 at 1:30 p.m.

CALL TO ORDER AND ROLL CALL

The meeting was called to order at 1:34 p.m. by Chairperson Decamilla.

PRESENT: Sperling, Vina*, Friery, Nishimoto, DeCamilla

ABSENT: None

Gus Vina arrived at 1:35 p.m.

CONSENT CALENDAR

1. MINUTES OF REGULAR MEETING OF FEBRUARY 24, 2003

APPROVE

The Board received and reviewed the minutes of the regular meeting of March 24, 2003. Mr. Friery moved the minutes be approved. The motion was seconded by Mr. Nishimoto and was carried on the following vote:

AYES: Sperling, Friery, Vina, Nishimoto and Decamilla

NOES: None

ABSENT: None

2. INVESTMENT – TREASURER ACTIVITY REPORT FOR MARCH AND APRIL 2003

Tom Friery of the Treasurer's Office said that they were considering changing the Treasurer's Activity Report. He asked Janelle Gray of his office to explain what the changes were. Janelle said that in response to the Committee's request of a timelier agenda, that the current report contained all transactions for the month of April and reconciliation for the month of March. This report was being presented on a trial basis to see if it worked for the Committee. With the report structured in this way, they could have the report available by the 10th of the month and give the Committee more time for review.

Mr. Vina stated that what he would like to avoid getting the agenda on Friday for a Monday meeting and not having time to review any of the documents. He stated that the agenda packet was needed earlier.

Mr. Sperling suggested that the packet be mailed out earlier without the Treasurer's report and that the Treasurer's Report be passed out at the meeting.

The Committee wants the secretary to mail out the agenda a week earlier without the Treasurer's report. The report would be available the day of the meeting.

Mr. Nishimoto requested that the report show how SCERS is doing in terms of earnings assumptions. He would like this to be a part of the report as it is what most impacts the City.

Mr. Sperling moved the report be accepted and that for the preceding months, the report be for the previous month and be delivered to the members at the meeting so that they can get their agendas at an earlier time. The motion was seconded by Mr. Nishimoto and the motion was carried on the following vote:

AYES: Sperling, Friery, Vina, Nishimoto and Decamilla

NOES: None

ABSENT: None

3. SCERS FINANCIAL STATEMENTS

Sean Peters of the City of Sacramento Finance Department gave an overview of the financial statements. Mr. Decamilla stated that he would have liked for Macias, Gini & Company, the CPA firm that did the audit, to have been present and introduced. Mr. Peters explained that with the meeting being on the 19th instead of the 26th, it was short notice for the firm.

Sean Peter explained the management letters and the findings of Macias. He then went on to explain that SCERS was 105% funded as of June 30, 2002. It was explained that the City has not made a contribution since 1993. Mr. Friery stated that in the future, the City might have to make a contribution.

There was a motion made to accept this item by Mr. Sperling. Mr. Friery seconded the motion and the item carried as follows.

AYES: Sperling, Friery, Vina, Nishimoto and DeCamilla

NOES: None

ABSENT: None

REPORTS OF CONSULTANTS AND ADVISORS

4. Biotech-Technology Growth Fund –
Period Ending March 31, 2003
5. Large Capitalization/Growth Stock Portfolio,
Period Ending March 31, 2003
6. Fixed Alternative Equity Income Report
Period Ending March 31, 2003
7. Axe Houghton – Period Ending March 31, 2003

A motion was made by Mr. Sperling to accept reports Item 4 through 7. Mr. Nishimoto seconded the motion and the item carried as follows:

AYES: Sperling, Friery, Vina, Nishimoto and DeCamilla

NOES: None

ABSENT: None

GENERAL COMMUNICATIONS

NONE

CITIZENS and MEMBERS ADDRESSING THE BOARD ON MATTERS NOT ON THE AGENDA

NONE

IDEAS AND QUESTIONS, MEMBERS OF THE BOARD

NONE

ADJOURNMENT

There being no further business, the meeting was adjourned at 2:37 p.m. to meet again at the call of the Chair.