

September 28, 1998

**MINUTES
REGULAR MEETING OF THE
SACRAMENTO CITY EMPLOYEES' RETIREMENT SYSTEM
ADMINISTRATION, INVESTMENT AND FISCAL MANAGEMENT BOARD
September 28, 1998**

CALL TO ORDER AND ROLL CALL

The Administration, Investment and Fiscal Management Board met in regular session in Conference Room 101, 921 Tenth Street, at 1:35 p.m. on September 28, 1998.

PRESENT: Nishimoto, Sperling, Friery, DeCamilla

ABSENT: Masuoka

CONSENT CALENDAR

MINUTES OF REGULAR MEETING HELD AUGUST 24, 1998

APPROVED

The Board received and reviewed the minutes of the regular meeting held August 24, 1998. Mr. Friery moved the minutes be approved. The motion was seconded by Mr. Nishimoto and was carried by the following vote:

AYES: Nishimoto, Sperling, Friery, DeCamilla

NOES: None

INVESTMENTS - TREASURER'S ACTIVITY REPORT JULY, 1998

ACCEPTED

The Board received the July 1998 Treasurer's Investment Activity Report. Mr. Thomas Friery, City Treasurer, reviewed the investment reports with the Board.

Mr. Nishimoto moved to accept the report. The motion was seconded by Mr. Sperling and was carried by the following vote:

AYES: Nishimoto, Sperling, Friery, DeCamilla

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NOES: None

Mr. Friery introduced Mr. Ryan Seghesio the new Investment Officer.

REPORTS OF CONSULTANTS AND ADVISORS

REAL ESTATE ADVISOR'S REPORT SEPTEMBER 1998

ACCEPTED

The Board received and reviewed the September 1998 Real Estate Advisor's Reports submitted by WJS & Associates. Mr. Smith was not present.

Mr. Friery moved to accept the report. The motion was seconded by Mr. Sperling and was carried by the following vote:

AYES: Nishimoto, Sperling, Friery, DeCamilla

NOES: None

CAPITAL RESOURCES MEASUREMENT REPORT, JUNE 30, 1998 QUARTERLY REPORT PRESENTATION

ACCEPTED

The Board received Capital Resource's June 30, 1998 quarterly report. Mr. Rick Pokorny reviewed the report with the Board.

The Board briefly discussed the performance of Axe-Houghton Associates.

Mr. Sperling moved to accept the quarterly report. The motion was seconded by Mr. Friery and was carried by the following vote:

AYES: Nishimoto, Sperling, Friery, DeCamilla

NOES: None

TOWERS PERRIN ACTUARIAL VALUATION, JUNE 30, 1998

ACCEPTED/APPROVED

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The Board received towers Perrin June 30, 1998 Actuarial valuation. Mr. David LeSueur reviewed the report with the Board.

Mr. LeSueur informed the Board the system has \$121 million in excess contributions as of June 30, 1998.

Mr. LeSueur recommended the Board approve an actuarial experience study to update the assumptions as this type of study has not been done since 1980. The estimated cost to perform this study would be approximately \$5,000.

After discussion Mr. Friery moved to accept the report and approve proceeding with an actuarial experience study. The motion was seconded by Mr. Nishimoto and was carried by the following vote:

AYES: Nishimoto, Sperling, Friery, DeCamilla

NOES: None

TRAVEL REQUEST

APPROVED

The Board received and reviewed a travel request to send one Board member to the Capital Resources Advisors conference to be held in Florida from October 21 through October 24 at an approximate cost of \$1200.00.

Mr. Nishimoto moved to approve the travel request. The motion was seconded by Mr. DeCamilla and was carried by the following vote:

AYES: Nishimoto, Sperling, Friery, DeCamilla

NOES: None

DELAWARE INVESTMENT ADVISERS, AUGUST 1998 PERFORMANCE REPORT.

ACCEPTED AS INFORMATIONAL

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The Board accepted as informational the August 1998 performance report.

POLICY MATTERS TO BE CONSIDERED AND ACTED UPON

SCERS EMPLOYER RATES

ADOPTED

After acceptance of the June 30, 1998, Towers Perrin Actuarial Valuation, the Board considered a resolution establishing the employer's normal contribution rate and the amortization contribution rate of 0.0% through June 30, 2000.

Mr. Sperling moved to adopt the resolution. The motion was seconded by Mr. Nishimoto and was carried by the following vote:

AYES: Nishimoto, Sperling, Friery, DeCamilla

NOES: None

There being no further business the meeting was adjourned at 2:50 p.m. to meet again at the call of the chair.