

MINUTES

Regular Meeting of the Sacramento City Employees' Retirement System Administration, Investment and Fiscal Management Board Monday, May 21, 2007

The Administration, Investment and Fiscal Management Board met in Regular session in the Historic City Hall Hearing Room, 915 I Street, on Monday, May 21, 2007, at 1:30 p.m.

CALL TO ORDER AND ROLL CALL

Chairperson David DeCamilla called the meeting to order at 1:30 p.m.

PRESENT: Kauffman, Fehr, Friery, Sperling, and DeCamilla

ABSENT: None

CONSENT CALENDAR

1. Minutes of regular meeting held April 23, 2007

The Board received and reviewed the minutes of the meeting held April 23, 2007. Mr. Friery moved the minutes be approved as submitted. The motion was seconded by Mr. Sperling. The motion was carried by the following vote:

AYES: Kauffman, Fehr, Friery, Sperling, and DeCamilla

NOES: None

2. Reconsider Investment Activity – Treasurer Activity Report: March 2007

Mr. Kauffman moved to accept the Treasurer's Activity report as submitted. Mr. Fehr seconded the motion. The motion was carried by the following vote:

AYES: Kauffman, Fehr, Friery, Sperling and DeCamilla

NOES: None

3. Investment Activity – Treasurer Activity Report: April 2007

Sr. Investment Officer John Colville gave a general overview of the report.

REPORTS OF CONSULTANTS AND ADVISORS

4. S & P Barra Value Report for Quarter Ending March 31, 2007

5. Small Capitalization Equity Report for Quarter Ending March 31, 2007
6. Large Capitalization/Growth Stock Report for Quarter Ending March 31, 2007
7. International Equity Funds Report for Quarter Ending March 31, 2007
8. Fixed Alternative Equity Income Report for Quarter Ending March 31, 2007

Mr. Fehr moved to accept agenda items 3-8. Mr. Kauffman seconded the motion. The motion was carried by the following vote:

AYES: Kauffman, Fehr, Friery, Sperling and DeCamilla

NOES: None

POLICY MATTERS TO BE CONSIDERED AND ACTED UPON

9. SCERS Resolution to Fix the Rate of Interest for Purposes of Crediting Interest to Members Accounts for July 1, 2007 through June 30, 2008

Lydia Abreu, Investment and Operations Manager, presented the Treasurer's Office recommendation to the Board to adopt a Resolution to fix the rate of interest credited to member's accounts at 2.750% effective July 1, 2007.

Mr. Kauffman asked if the recommendation was consistent with previous year's resolutions to adopt the rate of interest. He questioned whether the rate should be rounded to 3.000%.

Ms. Abreu indicated that last year's report to the Board was consistent with the calculation recommended this year.

Mr. Tokunaga, Attorney to the Board, advised that he would research the resolution establishing the Board's policy and review past reports to see how the question of rounding has been addressed. Mr. Tokunaga indicated that he will report back at the next meeting and if it is determined that an adjustment is required, the Board may pass a motion to reconsider this issue. Mr. Tokunaga advised that a special meeting may be called if operational needs for processing retirements dictate the need for another meeting.

Mr. Sperling moved to fix the rate of interest for purposes of crediting interest to member accounts for July 1, 2007 through June 30, 2008 at 3.00% and if it is later determined the calculation is not correct, the Board may re-consider and adjust if necessary. Mr. Kauffman seconded the motion. The motion was carried by the following vote:

AYES: Kauffman, Fehr, Friery, Sperling and DeCamilla

NOES: None

REPORTS OF THE SECRETARY

None

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

None

IDEAS AND QUESTIONS, MEMBERS OF THE BOARD

None

CLOSED SESSION

None

ADJOURNMENT

There being no further business, the meeting was adjourned at 1:56p.m. to meet again at the call of the Chair.