

RESOLUTION NO. 89-002  
SACRAMENTO CITY EMPLOYEES' RETIREMENT SYSTEM

DATE: April 24, 1989

BE IT RESOLVED BY THE ADMINISTRATION, INVESTMENT AND FISCAL MANAGEMENT BOARD OF THE SACRAMENTO CITY EMPLOYEES' RETIREMENT SYSTEM:

WHEREAS, Charter Section 387 requires, for purposes of interest credit to members' accounts, that the Board adopt an interest rate reasonably related to the actual rate of return on invested assets;

WHEREAS, The Board has previously adopted a three-year moving average rate, less 20 basis points policy rounded down to the next quarter percent policy; and

WHEREAS, The three-year moving average actual rate of return approximates 12.52%;

NOW, THEREFORE BE IT RESOLVED THAT:

Effective July 1, 1989, the rate of interest for purposes of crediting interest to members' accounts will be 12.25% interest compounded annually.

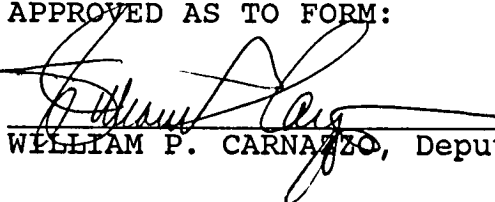


DAVID DeCAMILLA  
Chairman  
Administration, Investment and  
Fiscal Management Board

ATTEST:

  
RICHARD SNYDER, Secretary to the Board

APPROVED AS TO FORM:

  
WILLIAM P. CARNAZZO, Deputy City Attorney



SACRAMENTO CITY EMPLOYEES'  
RETIREMENT SYSTEM

CITY OF SACRAMENTO  
CALIFORNIA

801 NINTH STREET  
ROOM 110  
SACRAMENTO, CA  
95814-2693

916-449-5665

RICHARD E. SNYDER  
RETIREMENT SYSTEM  
MANAGER

April 25, 1989

David C. LeSueur, F.S.A.  
Towers, Perrin, Forster and Crosby  
1925 Century Park East, Suite 1500  
Los Angeles, California 90067-2740

Dear David:


On April 24, 1989, the Administration, Investment and Fiscal Management Board adopted a 12.25% interest rate to be credited to members' contributions effective July 1, 1989.

We request the 12.25% factors be used for:

1. Constant interest factor for accumulation of contributions made during the year to the end of the year.
2. The factor for reinstatement of previously withdrawn contributions over a one-year period, over a two-year period, and over a three-year period.
3. Two (2) sets of actuarial tables to be used in computing single and joint life annuities and optional allowances at 12.25% interest rate.

If you have any questions, please contact this office.

Yours very truly,

  
Yvonne Berdan  
Retirement System Supervisor

*5/30/89 left message  
5/31/89 tables will be sent today  
6/2/89 tables arrived*

YB:dm