

**MINUTES**

**Regular Meeting of the  
SACRAMENTO CITY EMPLOYEES' RETIREMENT SYSTEM  
ADMINISTRATION, INVESTMENT AND FISCAL MANAGEMENT BOARD  
Monday, February 27, 2006**

The Administration, Investment and Fiscal Management Board met in regular session in the Historic City Hall Hearing Room, 915 I Street, on Monday, February 27, 2006, at 1:40 p.m.

**CALL TO ORDER AND ROLL CALL**

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

**PRESENT:** Fehr, Hamby, Friery, Sperling, and DeCamilla

**ABSENT:** None

**1. MINUTES OF REGULAR MEETING OF JANUARY 23, 2006  
APPROVED**

The Board received and reviewed the minutes of the regular meeting held January 23, 2006. Mr. Sperling moved the minutes be approved as submitted. The motion was seconded by Ms. Hamby. The motion was carried by the following roll call vote:

**AYES:** Hamby, Friery, Sperling, and DeCamilla

**ABSTAIN:** Fehr

**NOES:** None

**ABSENT:** None

**2. INVESTMENT - TREASURER'S ACTIVITY REPORTS FOR JANUARY 2006  
ACCEPTED**

John Colville provided a summary of the investment activity. Mr. DeCamilla moved the Board accept the reports as presented. The motion was seconded by Mr. Kauffman and was carried with the following roll call vote:

**AYES:** Fehr, Hamby, Friery, Sperling, and DeCamilla

**NOES:** None

**ABSENT:** None

3. Biotech-Technology Growth Fund, December 31, 2005 Quarterly Report
4. Large Capitalization/Growth Stock Portfolio, December 31, 2005 Quarterly Report
5. Fixed Alternative Equity Income Report, December 31, 2005 Quarterly Report
6. S&P Barra Value Report, December 31, 2005 Quarterly Report

A motion was made by Mr. Fehr to accept Items 3, 4, 5, and 6. The motion was seconded by Mr. Sperling and the motion carried as follows:

**AYES:** Sperling, Kauffman, Woods, Friery and DeCamilla

**NOES:** None

**ABSENT:** None

**7. 2006 ASSET ALLOCATION AND STRATEGY RECOMMENDATION**  
**APPROVED**

Mr. Friery, Tom Berke, John Colville and Lydia Abreu of the City Treasurer office presented the 2006 Asset Allocation and Strategy report. Mr. Friery explained that the System would have to make 7.25% this year or the City was going to have to start contributing to the system.

Mr. Sperling questioned why they would move 5% out of Fixed Alternative. Mr Sperling made the comment that the system had out-performed on core stocks.

John Colville stated that it is difficult to compare the City's return with other retirement systems because this is a closed one. Real estate will not work for the system any longer because they need to have cash more accessible.

After the presentation by the staff of the Treasurer's Office, Hamby made a motion to accept the new allocation. The motion was seconded by Mr. Fehr and the motion carried as follows.

**AYES:** Kauffman, Hamby, Friery, Sperling, and DeCamilla

**NOES:** None

**ABSENT:** 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 2:55 p.m. to meet again at the call of the Chair.