

MINUTES
REGULAR MEETING OF THE
SACRAMENTO CITY EMPLOYEES' RETIREMENT SYSTEM
ADMINISTRATION, INVESTMENT AND FISCAL MANAGEMENT BOARD
November 25, 1996

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 1:33 p.m. on November 25, 1996.

PRESENT: Nishimoto, Sperling, Friery, DeCamilla

ABSENT: Masuoka

CONSENT CALENDAR

MINUTES OF REGULAR MEETING HELD OCTOBER 28, 1996
APPROVED

The Board received and reviewed the minutes of the regular meeting held October 28, 1996. Mr. Sperling moved the minutes be approved. The motion was seconded by Mr. Friery and was carried by the following vote:

AYES: Nishimoto, Sperling, Friery, DeCamilla

NOES: None

INVESTMENTS - TREASURER'S ACTIVITY REPORT
ACCEPTED

The Board received the September, 1996 Treasurer's Investment Activity Report. Mr. Glenn Hosokawa, Investment Officer, reviewed the investment report with the Board.

Mr. Sperling moved to accept the September, 1996 Treasurer's report. The motion was seconded by Mr. Nishimoto and was carried by the following vote:

AYES: Nishimoto, Sperling, Friery, DeCamilla

NOES: None

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REPORTS OF CONSULTANTS AND ADVISORS

REAL ESTATE ADVISOR'S REPORT

ACCEPTED

The Board received the November, 1996 Real Estate Advisor's Report. Mr. Smith reviewed the report with the Board.

Mr. Smith informed the Board that he recommended the City agree to a settlement with Bel Air/Discovery Plaza on late CAM charges.

Mr. Smith informed the Board that escrow has been opened to sell Discovery Plaza to Summit Properties.

Mr. Friery moved to approve the settlement agreement with Bel Air on late CAM charges and Mr. Smith is to report back to the Board on this issue. The motion was seconded by Mr. Sperling and was carried by the following vote:

AYES: Nishimoto, Sperling, Friery, DeCamilla

NOES: None

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

DELAWARE INVESTMENT ADVISERS, SEPTEMBER 30, 1996, QUARTERLY REPORT PRESENTATION

ACCEPTED

The Board received Delaware Investment Advisers, September 30, 1996, quarterly report. Mr. Bernie Schaffer reviewed the report with the Board.

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

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AYES: Nishimoto, Sperling, Friery, DeCamilla

NOES: None

AXE-HOUGHTON ASSOCIATES, SEPTEMBER 30, 1996 QUARTERLY REPORT
ACCEPTED

The Board received and reviewed the Axe-Houghton Associates, September 30, 1996 Quarterly Report.

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

AYES: Nishimoto, Sperling, Friery, DeCamilla

NOES: None

COMMUNICATION FROM AXE-HOUGHTON ASSOCIATES
ACCEPTED AS INFORMATIONAL

The Board accepted as informational a letter from Mr. Seth Lynn, President & CEO, informing the Board of staff changes.

NEWBOLD'S ASSET MANAGEMENT, INC., SEPTEMBER 30, 1996 QUARTERLY REPORT
ACCEPTED

The Board received and reviewed Newbold's Asset Management, September 30, 1996 Quarterly Report.

The Board had a lengthy discussion on the performance of the fund since inception. The Board will discuss the issue further in February, 1997 during the asset reallocation process.

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

AYES: Nishimoto, Sperling, Friery, DeCamilla

NOES: None

FIXED UTILITY HIGH INCOME STOCK PORTFOLIO, SEPTEMBER 30, 1996 QUARTERLY REPORT
ACCEPTED

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The Board received and reviewed the September 30, 1996, Fixed Utility High Income Stock Portfolio Quarterly Report.

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

AYES: Nishimoto, Sperling, Friery, DeCamilla

NOES: None

**LARGE CAPITALIZATION/GROWTH STOCK PORTFOLIO, SEPTEMBER 30, 1996
QUARTERLY REPORT**

ACCEPTED

The Board received and reviewed the Large Capitalization/Growth Stock Portfolio, September 30, 1996, Quarterly Report.

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

NOES: None

COMMUNICATION FROM SEI

ACCEPTED AS INFORMATIONAL

The Board accepted as informational an SEI Manager Update regarding the performance of Newbold's Asset Management, Inc.

REPORTS OF SECRETARY

APPLICANTS FOR AIFM BOARD VACANCY

The Board received notification that two applicants have applied for the AIFM Board vacancy: Mr. David DeCamilla, incumbent and Mr. Robert Woods.

There being no further business the meeting was adjourned at 2:25 p.m. to meet again at the call of the chair.