

MINUTES**Regular Meeting of the
Sacramento City Employees' Retirement System
Administration, Investment and Fiscal Management Board
Monday, April 24, 2006**

The Administration, Investment and Fiscal Management Board met in Regular session in the Historic City Hall Hearing Room, 915 I Street, on Monday, April 24, 2006, at 1:30 p.m.

CALL TO ORDER AND ROLL CALL

Chairperson David DeCamilla called the meeting to order at 1:40 p.m.

PRESENT: Kauffman, Fehr, Friery, and Sperling

ABSENT: DeCamilla

1. **MINUTES OF REGULAR MEETING OF FEBRUARY 27, 2006**
APPROVED

The Board received and reviewed the minutes of the regular meeting held February 27, 2006. Mr. Fehr moved the minutes be approved as submitted. The motion was seconded by Mr. Kauffman. The motion was carried by the following vote:

AYES: Kauffman, Fehr, Sperling and Friery

ABSTAIN: None

NOES: None

ABSENT: DeCamilla

2. **MINUTES OF REGULAR MEETING OF MARCH 20, 2006**
CONTINUED

The minutes for the March 20, 2006 meeting were continued to the next meeting because there was not a quorum of members that could vote on the minutes present.

3. INVESTMENT –TREASURER’S ACTIVITY REPORTS FOR MARCH, 2006
ACCEPTED

John Colville provided a summary of the investment activity for March, 2006. There was some discussion involving international investments. The Board wanted to know if the gas increases would cause the Treasurer’s Office to rethink their strategy on foreign investments. Mr. Coville said that they were watching that, but as yet, there were no brakes on the economy. Mr. Friery commented that the inflation indexes were not yet reflecting the oil situation. He added that there is no place to hide in the market due to energy, war and interest rates.

Mr. Sperling moved acceptance of the report. The motion was seconded by Mr. Kauffman and was carried with the following vote:

AYES: Kauffman, Fehr, Sperling and Friery

NOES: None

ABSENT: DeCamilla

4. SCERS ANNUAL FINANCIAL REPORT

Dennis Kauffman presented the annual SCERS Financial Report. The audit opinion was clean. Mr. Sperling questioned why the investment expenses doubled from 2004 to 2005. Mr. Kauffman stated he did not know that answer, but would get back to him.

This item is for the Board’s information only. A motion was made by Mr. Friery to accept the annual report. The motion was seconded by Mr. Sperling and the motion carried as follows:

AYES: Fehr, Sperling and Friery

NOES: None

ABSTAIN: Kauffman

ABSENT: DeCamilla

4. PENSIONERS’ COST OF LIVING INCREASE EFFECTIVE JULY 1, 2006

There was a question as to whether this needed to be brought to the Board. The Board’s attorney, Robert Tokunaga, said that he would research if this item should be brought before the Board. It will be placed on the next agenda if appropriate.

5. SCERS RESOLUTION TO FIX THE RATE OF INTEREST FOR PURPOSES OF CREDITING INTEREST TO MEMBERS ACCOUNTS FOR JULY 1, 2006 THROUGH JUNE 30, 2007

This item was presented by Lydia Abreu of the Treasurer's Office. It was explained that the item that went out with the packets was incorrect and that Mr. Sperling had caught the error. Mr. Kauffman thanked Mr. Sperling for catching the mistake. It was explained that there was no impact to the accounts as this is effective July 1, 2006.

Mr. Sperling moved to approve this item. It was seconded by Mr. Fehr. The motion carried as follows:

AYES: Kauffman, Fehr, Sperling and Friery

NOES: None

ABSENT: DeCamilla

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 2:04 p.m. to meet again at the call of the Chair.