

MINUTES
REGULAR MEETING OF THE
SACRAMENTO CITY EMPLOYEES' RETIREMENT SYSTEM
ADMINISTRATION, INVESTMENT AND FISCAL MANAGEMENT BOARD
APRIL 15, 1985

CALL TO ORDER AND ROLL CALL

The Administration, Investment and Fiscal Management Board met in regular session in Conference Room 103, 801 - 9th Street, at 1:00 p.m. on April 15, 1985.

PRESENT: DeCamilla, Moore, Sperling, Wolford

ABSENT: Crist,

Donald Sperling, Mr. Friery's designated alternate, presided as Chairman.

CONSENT CALENDAR

MINUTES OF REGULAR MEETING HELD MARCH 18, 1985

APPROVED

The Board received and reviewed the minutes of the regular meeting held March 18, 1985. Mr. Moore moved to approve the minutes. The motion was seconded by Mr. Wolford and was carried by the following vote:

AYES: DeCamilla, Sperling, Moore, Wolford

NOES: None

INVESTMENTS - TREASURER'S ACTIVITY REPORT

ACCEPTED

The Board received the City Treasurer's Investment Activity Report for March 1985. Donald Sperling, Assistant City Treasurer, reviewed the report with the Board.

Mr. Moore moved to accept the investment activity report. The motion was seconded by Mr. Wolford and was carried by the following vote:

AYES: DeCamilla, Sperling, Moore, Wolford

NOES: None

ATTACHMENT A-1

SCERS - STATEMENT OF ASSETS AVAILABLE FOR INVESTMENT
AS OF FEBRUARY 29, 1985

	CASH		INVESTMENTS @ COST	AMOUNT 1/ AVAILABLE FOR INVESTMENT
	POOL A	OVERLAND		
EXTERNAL CONTRIBUTIONS	1,131,903	0	0	1,131,903
FIXED:				
CORP. BONDS	5,423,017	396,123	79,178,942	84,998,082
2ND TRUST DEED	1,066,340	0	1,051,846	2,118,186
MORTGAGE BACKED CERT.	109,161	91,480	19,979,697	20,180,338
SUB-TOTAL	6,598,518	487,603	100,210,485	107,296,606
REAL ESTATE MORTGAGE	5,303,408	22,768	4,838,701	10,164,877
TOTAL FIXED	11,901,926	510,371	105,049,186	117,461,483
EQUITY:				
ALLIANCE	0	836,861	26,684,995	27,521,856
BATTERYMARCH	0	1,520,180	25,860,526	27,380,706
EMERGING GROWTH	0	1,689,423	12,585,984	14,275,407
FULL OPTIONS	0	22,760	9,420,199	9,442,958
GOLD & SILVER	25,558	0	1,891,550	1,917,108
REAL ESTATE EQUITY	1,360,608	0	4,694,458	6,055,066
O/S OPTIONS	0	0	(326,037)	(326,037)
TOTAL EQUITY	1,386,166	4,069,224	20,811,674	26,267,064
TOTAL	14,419,895	4,579,595	185,860,860	204,860,350

1/ This column represents the amount available for investment for each category derived by adding to or subtracting from the previous period's balance all invested income (interest, dividend, gains, losses, etc.) and all contribution transfers.

SCERS - STATEMENT OF CHANGES IN ASSETS AVAILABLE FOR INVESTMENT
FOR THE PERIOD 1/31/05 TO 2/28/05

	BALANCE 1/31/05	INTEREST INCOME			DIV.	GAIN (LOSS) ON SALES	OPTION SALES PROCEEDS	NET RENTAL INCOME	NET EXTERNAL CONTRIB.	CONTRIB. TRANSFER	INTEREST PUNCH.	CHANGE IN OPTIONS D/S	BALANCE 2/28/05
		POOL A	OVERLAND	INVESTMENT									
EXTERNAL CONTRIBUTION	3,061,372	0							1,070,431	(3,000,000)			1,131,803
FIXED:													
CORP. BONDS	84,654,092	0	4,501	338,689									84,998,081
2ND TRUST DEED	2,105,137	0		13,649									2,118,186
MORTGAGE BACKED CERT.	20,112,053	0		67,325		960							20,109,330
REAL ESTATE MORTGAGES	10,116,665	0		40,212									10,164,877
EQUITY:													
ALLIANCE	24,369,403		8,554		41,665	102,234				3,000,000			27,521,856
BATTERYMARCH	26,897,010		7,473		63,740	412,404							27,380,707
EMERGING GROWTH	13,037,247		8,829		9,944	419,386							14,275,406
FULL OPTIONS	9,786,913		1,016		16,430	6,332	(367,733)						9,442,958
GOLD & SILVER	1,916,094			214									1,917,100
REAL ESTATE EQUITY	6,014,825	0						40,241					6,055,066
D/S OPTIONS	(431,664)											105,627	(326,037)
TOTAL	202,440,747	0	30,373	467,489	131,779	941,396	(367,733)	40,241	1,070,431	0	0	105,627	204,860,350

SCERS - STATEMENT OF ESTIMATED INCOME & RATES OF RETURN
AS OF FEBRUARY 28, 1985

	COST	MARKET	ESTIMATED ANNUAL INCOME	EST. RATE AT COST	EST. RATE AT MARKET
CASH					
CITY POOL A	14,419,895	14,419,895	1,598,301	11.08%	11.08%
OVERLAND MONEY MARKET FUND	4,579,595	4,579,595	365,590	7.98%	7.98%
FIXED:					
CORP. BONDS	79,178,942	65,592,929	7,415,238	9.37%	11.30%
2ND TRUST DEED	1,051,846	1,135,783	185,388	17.63%	16.32%
MORTGAGE BACKED CERT.	19,979,697	17,786,739	2,012,062	10.07%	11.31%
REAL ESTATE MORTGAGE	4,838,701	4,730,063	579,765	11.98%	12.26%
EQUITY:					
ALLIANCE	26,684,995	29,892,602	680,716	2.55%	2.28%
BATTERYMARCH	25,860,526	27,156,392	1,194,929	4.62%	4.40%
EMERGING GROWTH	12,585,984	13,472,102	157,400	1.25%	1.17%
FULL OPTIONS	9,420,198	9,923,251	357,341	3.79%	3.60%
GOLD & SILVER	1,891,550	1,040,625	0	0.00%	0.00%
REAL ESTATE EQUITY	4,694,458	4,694,458	370,132	7.88%	7.88%
O/S OPTIONS	(326,037)	(519,632)	0	0.00%	0.00%
TOTAL	<u>204,860,350</u>	<u>193,904,802</u>	<u>14,916,862</u>	<u>7.28%</u>	<u>7.69%</u>

SCERS - STATEMENT OF OVER (UNDER) INVESTMENT BASED UPON
COST/MARKET AS OF FEBRUARY 28, 1985

	COST	MARKET	% AUTHORIZED	DOLLARS AUTHORIZED	OVER (UNDER) INVESTED BASED UPON COST	OVER (UNDER) INVESTED BASED UPON MARKET
CASH						
CITY POOL A	14,419,895	14,419,895	0.00%	0	14,419,895	14,419,895
OVERLAND MONEY MARKET FUND	4,579,595	4,579,595	0.00%	0	4,579,595	4,579,595
FIXED:						
CORP. BONDS	79,178,942	65,592,929	43.00%	88,089,951	(8,911,009)	(22,497,022)
2ND TRUST DEED	1,051,846	1,135,783	0.50%	1,024,302	27,544	111,481
MORTGAGE BACKED CERT.	19,979,697	17,786,739	10.00%	20,486,035	(506,338)	(2,699,296)
REAL ESTATE MORTGAGE	4,838,701	4,730,063	2.50%	5,121,509	(282,808)	(391,446)
EQUITY:						
ALLIANCE	26,684,995	29,892,602	14.00%	28,680,449	(1,995,454)	1,212,153
BATTERYMARCH	25,860,526	27,156,392	14.00%	28,680,449	(2,819,923)	(1,524,057)
EMERGING GROWTH	12,585,984	13,472,102	7.00%	14,340,225	(1,754,241)	(868,123)
FULL OPTIONS	9,420,198	9,923,251	5.00%	10,243,018	(822,820)	(319,767)
GOLD & SILVER	1,891,550	1,040,625	1.00%	2,048,604	(157,054)	(1,007,979)
REAL ESTATE EQUITY	4,694,458	4,694,458	3.00%	6,145,811	(1,451,353)	(1,451,353)
O/S OPTIONS	(326,037)	(519,632)	0.00%	0	(326,037)	(519,632)
TOTAL	204,860,350	193,904,802	100.00%	204,860,350	(0)	(10,955,548)

REPORTS OF CONSULTANTS AND ADVISORS

REAL ESTATE ADVISOR'S REPORT
ACCEPTED

W. Jim Smith of WJS & Associates submitted and reviewed the March 1985 Real Estate Advisors Report. The Board also received a letter from Donald Pach, the System's real estate attorney, regarding the status of the Ron Watkins law suit.

Mr. Smith also reported that the 1414 K Street property management contract with Coldwell Banker expires April 30, 1985, and that he is currently seeking proposals from interested property managers.

Mr. Moore moved to accept the real estate advisor's report. The motion was seconded by Mr. Sperling and was carried by the following vote:

AYES: DeCamilla, Sperling, Moore, Wolford

NOES: None

POLICY MATTERS TO BE DISCUSSED AND ACTED UPON

ADOPTION OF INTEREST RATE FOR FY 1985-86
ADOPTED

Jack Crist, Director of Finance, and Thomas Friery, City Treasurer, submitted a report and draft resolution for the adoption of a 10.75% interest rate to be credited to members' accounts. The report stated that the three-year moving average actual rate of return on investable assets was approximately 11.06%.

Mr. DeCamilla moved the adoption of a 10.75% interest rate to be credited to members' accounts effective July 1, 1985. The motion was seconded by Mr. Moore and was carried by the following vote:

AYES: DeCamilla, Sperling, Moore, Wolford

NOES: None

There being no further business, the meeting was adjourned at 1:20 p.m. to meet again at the call of the chair.