

**MINUTES
REGULAR MEETING OF THE
SACRAMENTO CITY EMPLOYEES' RETIREMENT SYSTEM
ADMINISTRATION, INVESTMENT AND FISCAL MANAGEMENT BOARD
April 27, 1998**

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 1:35 p.m. on April 27, 1998.

PRESENT: Masuoka, Sperling, Friery

ABSENT: Nishimoto, DeCamilla

CONSENT CALENDAR

MINUTES OF REGULAR MEETING HELD MARCH 23, 1998

APPROVED

The Board received and reviewed the minutes of the regular meeting held March 23, 1998. Ms. Masuoka moved the minutes be approved. The motion was seconded by Mr. Sperling and was carried by the following vote:

AYES: Masuoka, Sperling, Friery

NOES: None

INVESTMENTS - TREASURER'S ACTIVITY REPORT FEBRUARY, 1998

ACCEPTED

The Board received the February, 1998 Treasurer's Investment Activity Report. Ms. Debbie Contini, Investment Officer, reviewed the investment report with the Board.

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

AYES: Masuoka, Sperling, Friery

NOES: None

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REPORTS OF CONSULTANTS AND ADVISORS

REAL ESTATE ADVISOR'S REPORT, APRIL, 1998

ACCEPTED/APPROVED

The Board received the April, 1998 Real Estate Advisor's report. Mr. Jim Smith, WJS Associates, reviewed the report with the Board.

Mr. Smith recommended the Board approve an expenditure of \$334,215.00 to remove and properly dispose of existing asbestos and lead paint at the 1414 K property.

Mr. Smith recommended the Board enter into an agreement with Allright Parking for the Parking Operation and Maintenance at the 1401 L property.

Ms. Masuoka moved to the accept the report, approve the expenditure of \$334,215.00 for the 1414 K property and enter into a service agreement with Allright Parking for the 1401 L property. The motion was seconded by Mr. Sperling and was carried by the following vote:

AYES: Masuoka, Sperling, Friery

NOES: None

TOWERS PERRIN UPDATE

ACCEPTED AS INFORMATIONAL

As a result of the March, 1998 article in Pension & Investment concerning an increase in actuarial accrued liability for the Los Angeles County Employees' Retirement Association, a client of Towers Perrin, the Board received and accepted as informational a letter for David LeSueur, FSA Principal of Towers Perrin, system's actuary, informing the Board that Towers Perrin

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has reviewed the computer model used in the actuarial valuation for the system and has determined that no adjustment is needed in the model or the results.

The Board also received a report from Susan Mayer, City's Accounting Manager, who performed a trend analysis of the annual actuarial gains/losses for the past 13 years and concluded the trend analysis did not indicate a concern with the effectiveness of the actuarial model.

POLICY MATTERS TO BE CONSIDERED AND ACTED UPON

ADOPTED INTEREST RATE CREDITED TO MEMBERS' ACCOUNTS FY 1998/99
ADOPTED

Ms. Masuoka moved to adopt the resolution adopting a 11.25% rate of interest credited to members' accounts effective July 1, 1998. The motion was seconded by Mr. Sperling and was carried by the following vote:

AYES: Masuoka, Sperling, Friery

NOES: None

RELEASE SCERS LIEN ON PROPERTY TO BE ACQUIRED BY THE CITY

No action was needed as the lien has been satisfied.

IDEAS AND QUESTIONS, MEMBERS OF THE BOARD

The Chair called a special meeting for Wednesday, April 29, 1998, 8:30 a.m. to discuss a real estate issue.

There being no further business the meeting was adjourned at 2:00 p.m.