

October 28, 1996

**MINUTES  
REGULAR MEETING OF THE  
SACRAMENTO CITY EMPLOYEES' RETIREMENT SYSTEM  
ADMINISTRATION, INVESTMENT AND FISCAL MANAGEMENT BOARD  
October 28, 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 1:35 p.m. on October 28, 1996.

PRESENT: Sperling, Friery, DeCamilla

ABSENT: Masuoka, Nishimoto

**CONSENT CALENDAR**

**MINUTES OF REGULAR MEETING HELD SEPTEMBER 23, 1996**

APPROVED

The Board received and reviewed the minutes of the regular meeting held September 23, 1996. Mr. Sperling moved to approve the minutes. The motion was seconded by Mr. Friery and was carried by the following vote:

AYES: Sperling, Friery, DeCamilla

NOES: None

**INVESTMENTS - TREASURER'S ACTIVITY REPORT AUGUST, 1996**

ACCEPTED

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

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

AYES: Sperling, Friery, DeCamilla

NOES: None

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REPORTS OF CONSULTANTS AND ADVISORS

REAL ESTATE ADVISOR'S REPORTS, SEPTEMBER AND OCTOBER 1996

APPROVED/ACCEPTED

The Board received and reviewed the September and October 1996 Real Estate Advisor's reports.

Mr. Friery informed the Board that he spoke with Mr. Jim Smith, Real Estate Advisor, regarding the proposed sale of the Discovery Plaza property. Mr. Smith recommended the Board accept the proposed cash offer in the amount of \$7,900,000 from NYSE REIT.

After a brief discussion, Mr. Friery moved that the Board accept the two reports and approve the proposed sale of Discovery Plaza. The motion was seconded by Mr. Sperling and was carried by the following vote:

AYES: Sperling, Friery, DeCamilla

NOES: None

TOWERS PERRIN ACTUARIAL VALUATION, JUNE 30, 1996

ACCEPTED

The Board received Towers Perrin June 30, 1996 Actuarial Valuation. Mr. David LeSueur distributed and reviewed a summary of the report with the Board.

Mr. LeSueur informed the Board the system has a surplus as of June 30, 1996 of \$47.3 million.

Mr. Friery requested that Mr. LeSueur prepare a report discussing various concepts on how the Board could utilize the surplus funds such as an increase to benefits or if any percentage can be returned to the City. Mr. LeSueur was instructed to review the City Charter/Code to determine if any options would require a

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Charter amendment.

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

AYES: Sperling, Friery, DeCamilla

NOES: None

**SCERS EMPLOYER RATE**

ADOPTED

The Board received a copy of Resolution 95-010 which established the employer rates through June 30, 1997.

Based on the June 30, 1996 Actuarial Valuation and after a brief discussion, Mr. Friery moved to adopt a new resolution establishing the employer's normal contribution rate and the amortization contribution rate of 0.0% through June 30, 1998.

The Board instructed staff to prepare a resolution for signature.

**FY 1995/96 REPORT OF PROXIES VOTED**

ACCEPTED AS INFORMATIONAL

The Board accepted as informational FY 1995/96 Report of Proxies Voted.

**TRAVEL REQUEST**

APPROVED

The Board received a travel request in the approximate amount of \$1900 to have a Treasury staff member attend the semi-annual Merrill Lynch Bond School in New York City from November 12 through November 15, 1996.

Mr. Sperling moved to approve the travel request. The motion was seconded by Mr. DeCamilla and was carried by the following vote:

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AYES: Sperling, Friery, DeCamilla

NOES: None

**REPORTS OF SECRETARY**

**AIFM BOARD VACANCY**

Mr. David DeCamilla's term expires January 4, 1997. Mr. DeCamilla informed the Board that he will re-apply.

**1997 AIFM BOARD SCHEDULE**

ACCEPTED AS INFORMATIONAL

The Board accepted as informational the 1997 AIFM Board Schedule.

**GENERAL COMMUNICATIONS**

ACCEPTED AS INFORMATIONAL

The Board accepted as informational an article from Money Management Letter on Newbold's.

There being no further business the meeting was adjourned at 2:15 p.m. to meet again at the call of the chair.