

MINUTES

**Regular Meeting of the
SACRAMENTO CITY EMPLOYEES' RETIREMENT SYSTEM
ADMINISTRATION, INVESTMENT AND FISCAL MANAGEMENT BOARD
Monday, March 22, 2004**

The Administration, Investment and Fiscal Management Board met in regular session in Conference Room 101, 921-10th Street, on Monday, March 22, 2004 at 1:30 p.m.

CALL TO ORDER AND ROLL CALL

The meeting was called to order at 1:37 p.m. by Tom Berke, Acting Vice Chairperson

PRESENT: Sperling*, Woods, Berke. Tom Berke sat in for Mr. Friery and Terrence Woods sat in for Mr. Nishimoto.

ABSENT: Vina, DeCamilla

1. ELECTION OF CHAIRPERSON FOR 2004

Mr. Sperling made a motion to nominate Mr. DeCamilla as Chairperson. Mr. Woods seconded the motion and the motion was carried on the following vote:

AYES: Sperling, Woods, Berke

NOES: None

ABSENT: Vina, DeCamilla

ELECTION OF VICE-CHAIRPERSON FOR 2004

Mr. Sperling made a motion to nominate Mr. Friery as Vice-Chairperson. Mr. Woods seconded the motion and the motion was carried on the following vote:

AYES: Sperling, Woods, Berke

NOES: None

ABSENT: Vina, DeCamilla

CONSENT CALENDAR

2. MINUTES OF REGULAR MEETING OF February 23, 2004

APPROVE

The Board received and reviewed the minutes of the regular meeting of February 23, 2004. Mr. Woods moved the minutes be approved. The motion was seconded by Mr. Sperling and carried by the following vote:

AYES: Sperling, Woods, Berke

NOES: None

ABSENT: Vina, DeCamilla

4. INVESTMENT – TREASURER ACTIVITY REPORTS FOR FEBRUARY 2004

Mr. Berke walked the Board through February's Treasurer Activity report. He explained that \$65.03 million was being liquidated from Axe Houghton. He was investing the money into the fixed side and some was going to be put into SCERS operating side. They are rebalancing the portfolio.

Mr. Sperling moved the report be accepted. The motion was seconded by Mr. Woods and the motion carried by the following vote:

AYES: Sperling, Woods, Berke

NOES: None

ABSENT: Vina, DeCamilla

5. SCERS ANNUAL FINANCIAL REPORT

Sean Peters, Principal Accountant, gave an overview of the financial statements. He explained that this year, we had received an unqualified opinion.

Mr. Woods moved the report be accepted. The motion was seconded by Mr. Woods and the motion carried by the following vote:

AYES: Sperling, Woods, Berke

NOES: None

ABSENT: Vina, DeCamilla

6. ROGERS CASEY INVESTMENT PERFORMANCE REVIEW FOR PERIODS ENDING DECEMBER 31, 2003.

Al Scherlie, Managing Director of CRA, walked the Board through the report. He explained that we have had big returns this year to date. We are in a good economic outlook. He agreed that the portfolio needed to be rebalanced. He felt that it was a good decision to terminate Axe Houghton.

Mr. Woods moved the report be accepted. The motion was seconded by Mr. Woods and the motion carried by the following vote:

AYES: Sperling, Woods, Berke

NOES: None

ABSENT: Vina, DeCamilla

AYES: Sperling, Berke, Woods, DeCamilla

NOES: None

ABSENT: Vina

NOES: Sperling

ABSENT: Vina

REPORTS OF THE SECRETARY

NONE

GENERAL COMMUNICATIONS

NONE

CITIZENS and MEMBERS ADDRESSING THE BOARD ON MATTERS NOT ON THE AGENDA

NONE

IDEAS AND QUESTIONS, MEMBERS OF THE BOARD

NONE

ADJOURNMENT

There being no further business, the meeting was adjourned at 2:4 p.m. to meet again at the call of the Chair.