



Executive Staff:

Richard Stensrud
Chief Executive Officer

Jeffrey W. States
Chief Investment Officer

John W. Gobel, Sr.
Chief Benefits Officer

Kathryn T. Regalia
Chief Operations Officer

Members of the Board of Retirement

James A. Diepenbrock, President
Appointed by the Board of Supervisors

Ronald D. Suter, 1st Vice President
Elected by Miscellaneous Members

John B. Kelly, 2nd Vice President
Appointed by the Board of Supervisors

Mark Norris, Director of Finance
Ex-Officio

Keith DeVore
Elected by Miscellaneous Members

Winston Hickox
Appointed by the Board of Supervisors

William D. Johnson
Elected by Safety Members

Nancy Wolford-Landers
Elected by Retired Members

Robert Woods
Appointed by the Board of Supervisors

William Cox
Elected by Retired Members

Steven Soto
Elected by Safety Members

AGENDA

RETIREMENT BOARD MEETING, DECEMBER 16, 2004

The special meeting of the Retirement Board will be held in the Sacramento County Employees' Retirement System Administrative Office, U.S. Bank Plaza Building, 980 9th Street, 18th Floor, Sacramento, California, on December 16, 2004 at 11:00 a.m.

OPEN SESSION:

PUBLIC COMMENT:

- ACTION 1. Matters under the jurisdiction of the Board may be addressed by the general public prior to the regular agenda. Scheduled from 11:00 am. to 11:15 a.m. (fifteen minutes).

MINUTES:

- ACTION 2. The Minutes of November 18, 2004 regular meeting to be approved.

INVESTMENT MATTERS:

- ACTION 3. Overview of International-World ex US/EAFE Small Cap Value Equity finalist presentations by Tom Lightvoet, Mercer Investment Consulting, Inc. and Jeffrey States, Chief Investment Officer.
- ACTION 4. Presentation by finalist firms under consideration to manage a \$50 million International Small Cap Value Equity portfolio. The firms making presentations are:
- AXA Rosenberg Investment Management
 - Acadian Asset Management
- ACTION 5. Deliberation and action on the selection of the firm to be awarded the investment management assignment for the International-World ex US/EAFE Small Cap Value Equity portfolio.

OPEN SESSION

INVESTMENT MATTERS: (continued)

- ACTION 6. Deliberation and action on presentation by Tom Lightvoet of the Investment Performance Evaluation Report for periods ending September 30, 2004, including consideration of any recommendations included in the report. The report to be received and filed.

CLOSED SESSION

DISABILITY MATTERS:

- ACTION 7. CONNER, Charles V.: Deliberation and action on the Application for Disability Retirement per confidential memorandum dated December 9, 2004. Scheduled at 1:00 p.m.

OPEN SESSION

INVESTMENT MATTERS: (continued)

- ACTION 8. Portfolio review and investment presentation by Mark Lapman, President and CEO of Independence Investment LLC on SCERS US Equity Large Cape Growth portfolio. The presentation report to be received and filed.
- ACTION 9. Receive and file the R.V. Kuhn Public Fund Universe Analysis Report for June 30, 2004.
- ACTION 10. The Monthly Investment Management Compliance and Activity Report for November 2004, to be received and filed.
- ACTION 11. Receive and file a side letter agreement with LSV Asset Management clarifying a term in the Investment Management Agreement governing investment of the Non-U.S. Developed Country Equity Large Cap Value portfolio.

ADMINISTRATIVE MATTERS:

- ACTION 12. Chief Executive Officer's Report:
- Report on SCERS Board elections.
 - Update on implementation of the settlement in In Re: Retirement Cases ('Ventura' Settlement).
 - Update on retroactive benefit enhancements for SCERS members employed by the Sacramento Metropolitan Fire District.

ADMINISTRATIVE MATTERS: (continued)

ACTION 12. Chief Executive Officer's Report: (continued)

- Update on the assessment of approaches for addressing SCERS legal service needs.
- Update on the status of SCERS audit and preparation of the Comprehensive Annual Financial Report (CAFR).
- Update on recent media reports and other developments concerning defined benefit retirement plans.

ACTION 13. Presentation of the SCERS Actuarial Experience Study and the SCERS Review of Economic Actuarial Assumptions by the Segal Company, with deliberation and action on the changes to the actuarial assumptions recommended in the reports.

MISSION STATEMENT

We are dedicated to providing quality services and managing system assets in a prudent manner.