



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

Dave Irish, 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

MINUTES

RETIREMENT BOARD MEETING, MARCH 16, 2006

The meeting of the Retirement Board was held in the Sacramento County Employees' Retirement System Administrative Office, U.S. Bank Plaza Building, 980 9th Street, 18th Floor, Sacramento, California, on March 16, 2006, at 1:00 p.m.

OPEN SESSION:

PUBLIC COMMENT:

1. None heard.

MINUTES:

2. The Minutes of February 16, 2006, were approved on a Motion by Mr. Suter; Seconded by Ms. Wolford-Landers. Motion carried (9-0).

CLOSED SESSION:

DISABILITY MATTERS:

3. CARLI, Lawrence L.: Action was taken on the Application for Disability Retirement as indicated per attached confidential memorandum from the Chief Benefits Officer dated March 20, 2006.
4. GLADDEN, Cheryl A.: Action was taken on the Application for Disability Retirement as indicated per attached confidential memorandum from the Chief Benefits Officer dated March 20, 2006.

OPEN SESSION:

ADMINISTRATIVE MATTERS:

5. Chief Executive Officer Richard Stensrud presented a report on various recent matters affecting SCERS.

Mr. Stensrud reported that the search for the General Counsel position would be closing on March 16th and that he was optimistic that it would yield some good candidates.

Mr. Stensrud noted that renewal of SCERS' fiduciary liability insurance coverage would be taken up at the April Board Meeting and reminded the Board that at that time they would be asked if they wished to obtain the individual waiver of recourse coverage.

Mr. Stensrud reminded the Board that the end of March was the deadline for the annual filing of the Form 700 Statement of Economic Interests.

Mr. Stensrud invited Board Members who attended the recent California Association of Public Employee Retirement System (CALAPRS) General Assembly to provide the Board with a report on the conference. Mr. Woods and Mr. Johnson shared their impressions of the conference with the Board. Discussion followed.

Mr. Stensrud reported that he was in the process of identifying potential facilitators for upcoming Board sessions on retirement system governance and strategic planning. Mr. Stensrud stated that he would be bringing recommended facilitators and proposed dates to the Board for approval in the near future.

Mr. Stensrud asked Chief Investment Officer Jeffrey States to provide an update on various investment-related matters. Mr. States provided information regarding the performance to-date of the new futures overlay manager. Mr. States noted that in the coming months he would be scheduling on-site due diligence meetings with various SCERS' investment managers and that individual Board Members may want to consider attending such meetings. Mr. States provided an update on likely upcoming investment manager searches. Mr. States reported that in the near future he would be bringing to the Board proposed revisions to the Investment Policy to reflect changes in the real estate strategy, the new overlay strategy, and other matters.

INVESTMENT MATTERS:

6. Chief Investment Officer Jeffrey States presented several corrected pages for the Mercer Investment Consulting Quarterly Investment Performance Report for the Period Ended December 31, 2005 that had been received and filed at the February Board Meeting. Motion by Mr. Hickox to receive and file the corrected pages; Seconded by Mr. Suter. Motion carried (9-0).
7. Chief Investment Officer Jeffrey States presented the Monthly Investment Management Compliance and Activity Report for February 2006. Motion by Mr. Woods to receive and file the report; Seconded by Mr. Kelly. Motion carried (9-0).

OPEN SESSION: (Continued)

The meeting was adjourned at 1:46 p.m.

MEMBERS PRESENT: James A. Diepenbrock; Bryan Celey-Butlin (On behalf of Dave Irish); Winston Hickox; William D. Johnson; John B. Kelly; Ronald Suter; Keith DeVore; Nancy Wolford-Landers; and Robert Woods.

MEMBERS ABSENT: William Cox and Steven Soto.

OTHERS PRESENT: Richard Stensrud, Chief Executive Officer; Jeffrey States, Chief Investment Officer; Kathryn Regalia, Chief Operations Officer; Suzanne Likarich, Retirement Services Manager; Michele Bach, Supervising Deputy County Counsel; George Appel, Sacramento Metropolitan Fire Protection District; and Florence Craig, Executive Assistant.

Respectfully submitted,

SACRAMENTO COUNTY EMPLOYEES'
RETIREMENT SYSTEM

Richard Stensrud,
Chief Executive Officer

APPROVED: _____
James A. Diepenbrock, President

DATE: _____

cc: Retirement Board (11); Clerk, Board of Supervisors (6); County Counsel (2); County Executive (2); County Employment Records & Training; County Employment Services & Risk Management (2); County Labor Relations; Employee Organizations (21); Sacramento County Retired Employees' Association; SCERS Member Districts (11); Amervest Company, Inc. (2); Dickstein & Merin; and The Sacramento Bee