



CITY OF FRESNO RETIREMENT SYSTEMS
REGULAR JOINT MEETING OF THE RETIREMENT BOARDS

MINUTES

April 14, 2010

The Employees and Fire and Police Retirement Boards met in a joint session in Retirement Office, 2828 Fresno St., 2nd Fl., Board Chamber, Room 202, Fresno, California at the hour of 2:05 PM on the day above written.

ROLL CALL AT 2:07 PM

Members Present for the EMPLOYEES RETIREMENT BOARD

Ken Nerland, Jeff Beatty, Marvell French (arrived 2:08 pm), Carla Lombardi

Members Absent: Danny Aguirre

Members present for the FIRE AND POLICE BOARD

Brian Burry, Carla Lombardi, Ken Nerland, Oscar Williams

Members absent: Paul Cliby (absent due to illness)

Also Present: Stanley McDivitt-Retirement Administrator and Russ Richeda, Legal Counsel, Kathleen Riley, Asst Retirement Administrator, Yvonne Arellano, Retirement Benefits Manager, Pattie Laygo, Executive Assistant

APPROVE MINUTES

Approve minutes of March 10, 2010, Regular Meeting of the Joint Retirement Boards.

ACTION: Approved/Adopted

ON MOTION by Member Beatty seconded by Member Lombardi to approve the minutes of March 10, 2010, Regular meeting of the Joint Boards, DULY CARRIED RESOLVED by the following vote:

AYES: Nerland, Beatty, Lombardi

NOES: None

ABSTAIN: None

ABSENT: Aguirre, French

ON MOTION by Member Williams seconded by Member Nerland to approve the minutes of March 10, 2010, Regular meeting of the Joint Boards, DULY CARRIED RESOLVED by the following vote:

AYES: Burry, Lombardi, Nerland, Williams

NOES: None

ABSTAIN: None

ABSENT: Cliby

APPROVE AGENDA

Approve agenda of April 14, 2010, Regular Meeting of the Joint Retirement Boards.

ACTION: Approved/Adopted

ON MOTION by Member Lombardi seconded by Member Beatty to approve the agenda of April 14, 2010, DULY CARRIED RESOLVED by the following vote:

AYES: Nerland, Beatty, Lombardi

NOES: None

ABSTAIN: None

ABSENT: Aguirre, French

ON MOTION by Member Williams seconded by Member Lombardi to approve the agenda of April 14, 2010, DULY CARRIED RESOLVED by the following vote:

AYES: Burry, Lombardi, Nerland, Williams

NOES: None
ABSTAIN: None
ABSENT: Cliby

TIMED SCHEDULED HEARINGS AND MATTERS

2:05 PM

Appearance by Thomas Hickey with Foley & Lardner and direction to staff.

ACTION: To Committee for Review

The Board received presentation by Thomas Hickey regarding his decision to join the law firm of Foley & Lardner LLP and introduced Adam O'Ferrell, an associate from the San Diego Office who works on investment matters and other public pension plans. The Board directed that the Investment Committee review and define a direction for the Board's consideration.

A. CONSENT CALENDAR

1. Confirm date for the next meeting of the Joint Retirement Boards scheduled on May 12, 2010.
ACTION: Approved/Adopted
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2. Approve monthly Retirement Administration budget report as of February 28, 2010.
ACTION: Approved/Adopted
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The Boards discussed and rescheduled the next meeting of the Administrative Committee to April 29, 2010.

ON MOTION by Member French seconded by Member Beatty to approve the consent calendar, DULY CARRIED RESOLVED by the following vote:

AYES: Nerland, Beatty, French, Lombardi

NOES: None

ABSTAIN: None

ABSENT: Aguirre

ON MOTION by Member Lombardi seconded by Member Williams to approve the consent calendar, DULY CARRIED RESOLVED by the following vote:

AYES: Burry, Lombardi, Nerland, Williams

NOES: None

ABSTAIN: None

ABSENT: Cliby

B. EMPLOYEE PERSONNEL ISSUES

None

C. STAFF INITIATED ITEMS

None

D. BOARD INITIATED ITEMS

1. Consider recommendation from the Investment Committee to retain Blackrock Russell 1000 Index Fund for Passive Management of a portion of the Systems' Large Capitalization Core Domestic Equity Assets.

ACTION: Approved/Adopted

The Boards received background and discussed recommendation by the Investment

Committee to add the BlackRock Russell 1000 Index Fund as an additional investment vehicle to passively manage a portion of the Systems' large capitalization core domestic equity assets.

ON MOTION BY Member French seconded by Member Beatty to approve the addition of BlackRock Russell 1000 Index Fund, DULY CARRIED RESOLVED by the following vote:

AYES: Nerland, Beatty, French, Lombardi

NOES: None

ABSTAIN: None

ABSENT: Aguirre

ON MOTION BY Member Lombardi seconded by Member Williams to approve the addition of BlackRock Russell 1000 Index Fund, DULY CARRIED RESOLVED by the following vote:

AYES: Burry, Nerland, Lombardi, Williams

NOES: None

ABSTAIN: None

ABSENT: Cliby

E. GENERAL DISCUSSION

1. Report by the Retirement Administrator of ongoing projects and Committee actions.

ACTION: Received

The Board received an update of project list by the Administrator regarding RFP for IT Consultant, PensionGold Multi-Year Maintenance Agt, Disability Policy, Actuary Study, Audit, Annual Valuation, Benchmark Agreement, discussed Employee Retirement Incentive and the Pension Review Task Force.

At the Boards' request, the Administrator provided an update of the Systems' investment rate of return and reviewed inflation assumption.

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2. Report by Legal Counsel of pending legal actions and updates.

ACTION: Received

The Board received legal counsel's update regarding Ice Miller DRAFT, Benchmark contract, report on San Diego Indictment, reviewed 415 limit, and Pension Protection Act and working retirement/normal retirement age.

F. INFORMATION ONLY ITEMS

1. April 6, 2010, California's Giant Pensions are \$500 billion short, says Stanford study. (pionline.com)

ACTION: Received

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2. March 9, 2010, Fresno Co. targets rising pension costs (FresnoBee.com)

ACTION: Received

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3. March 8, 2010, Legislative Oversight Falls Short (SacBee.com)

ACTION: Received

G. UNSCHEDULED ORAL COMMUNICATIONS

None

H. PROPOSED AGENDA ITEMS FOR NEXT BOARD MEETING

1. Employee Member Beatty requested review and update to Boards' Travel Policy to include additional conferences to the list of Board-approved conferences .

The Administrator reported that the Administrative Committee's annual review of the Travel Policy is currently pending and subject to review at the next meeting.

I. PUBLIC COMMENTS

None

J. ADJOURNMENT

2:40 pm

Ken Nerland
Employees Retirement Board

Brian Burry
Fire and Police Retirement Board