



CITY OF FRESNO RETIREMENT SYSTEMS REGULAR MEETING OF THE INVESTMENT COMMITTEE

AGENDA

Wednesday, July 18, 2007

8:30 AM

Retirement Office, 2828 Fresno St., 2nd Fl., Board Chamber, Room 202, Fresno, CA 93721

COMMITTEE MEMBERS:

Paul Cliby, Chair

Brian Burry

Carla Lombardi

Ken Nerland

KC Chen

Daniel Ray, Independent Advisor

STAFF & ADVISORS:

Stanley L. McDivitt, Retirement Administrator

Kathleen Riley, Asst Retirement Administrator

Michael Schlachter, Investment Consultant

Paul VonSteenburg, Investment Consultant

(1) If you want to speak to the Committee, please complete a Request to Speak form and hand it to the Board Secretary at the beginning of the Board Meeting. (2) The meeting room is accessible to the physically disabled, and the services of a translator can be made available. Requests for additional accommodations for the disabled, signers, assistive listening devices, or translators should be made one week prior to the meeting. Please call the Retirement Board Secretary at 559-621-7085 to make arrangements.

ROLL CALL

APPROVE AGENDA

Approve the Investment Committee Agenda of July 18, 2007.

TIMED SCHEDULED HEARINGS AND MATTERS

8:30 AM Presentation and portfolio review by Mr. Michael Nyeholt and Mr. Terry Ragsdale, Investment Specialist and Research Portfolio Coordinator, of Capital Guardian.

Action: _____

A. AGENDA ITEMS

1. Review, discuss and consider Due Diligence Site Visitation Sub-Committee recommendations concerning on-site visitations with finalists in the core plus fixed income manager search and address policy issues.

LAI D OVER PENDING COMPLETION OF ASSET ALLOCATION STUDY

Action: _____

2. Review, discussion and direction on Asset Liability Valuation Education presentation by Michael Schlachter, Wilshire Associates.

Action: _____

3. Annual performance review of Investment Consultant, relating to the Agreement between Wilshire Associates and the City of Fresno Retirement Systems dated May 1, 2003.

Action: _____

4. Consider staff recommendation for monthly drawback for operating and benefit payroll costs.

Action: _____

5. Review, discussion and direction on report provided by Michael Schlachter, Investment Consultant, evaluating all possible alternatives and ways to improve the Systems small cap equity asset class performance.

LAID OVER PENDING COMPLETION OF ASSET ALLOCATION STUDY

Action: _____

6. Review, discuss and prioritize Investment Committee projects and activities.

Action: _____

B. INFORMATION ONLY ITEMS

1. Northern Trust Monthly Portfolio Performance Reports as of June 30, 2007.
2. Northern Trust Monthly Asset Allocation Overview as of June 30, 2007.
3. Monthly Fixed Income Analysis Report as of June 30, 2007.
4. Action Agenda, Investment Committee Meeting June 30, 2007.
5. April 2007, Vol. II, Prudential Investment Management Fixed Income, Where is the Tail? Why Short-Selling Makes Sense in Fixed Income.
6. May 7, 2007, Memorandum from Frank Latuda, Jr. CFA, CIO, Kennedy Capital, re: New Director of Research, Michael Bertz.
7. May 23, 2007, JPMorgan Asset Management, letter from Eve Guernsey, CEO Americas, announcement of the appointment of John H. Hunt to CEO of JPMorgan Asset Management's Institutional business in the Americas.
8. June 21, 2007, Article, Institutional Consultant Pay on The Rise
9. July 2007, Post Merger note to Current Genesis Asset Managers, LLP Clients
10. July 2, 2007, Wilshire Consulting, MSCI Barra Index Methodology Changes.
11. July 5, 2007, Wilshire Consulting, What TIPS the Balance? Thoughts on History vs. Theory in TIPS Forecasting.
12. July 11, 2007, FUNDfire article, Anticipated Delaware Lift-Out Goes Ahead.
13. July 11, 2007, FUNDfire article, Western Enters Managed Accts at Smith Barney.

C. PROPOSED AGENDA ITEMS FOR NEXT COMMITTEE MEETING

Action: _____

D. UNSCHEDULED ORAL COMMUNICATIONS

Action: _____

E. PUBLIC COMMENTS

Action: _____

**SCHEDULE OF
MEETING OF THE INVESTMENT COMMITTEE
(All Meeting Dates And Times are Subject To Change)**

Date	Scheduled Presentations/Comments
August 15, 2007	Alliance Capital; Northern Trust
September 19, 2007	Genesis; Acadian
October 17, 2007	Fidelity; Boston Company
November 21, 2007	AXA Rosenberg
December 19, 2007	Heitman REIT; Principal REIT
January 16, 2008	JP Morgan; Prudential
February 20, 2008	
March 19, 2008	
April 18, 2008	
May 21, 2008	
June 18, 2008	
July 16, 2008	

The schedule will be revised monthly and included in the agenda package. The Retirement Office will be responsible for notifying and confirming in writing all parties scheduled to attend retirement meetings.