



# CITY OF FRESNO RETIREMENT SYSTEMS REGULAR MEETING OF THE INVESTMENT COMMITTEE

## AGENDA

Wednesday, January 16, 2008

**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  
Doug Hecker  
Daniel Ray, Independent Advisor

### STAFF & ADVISORS:

Stanley L. McDivitt, Retirement Administrator  
Kathleen Riley, Asst Retirement Administrator  
Michael Schlachter, 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 January 16, 2008.

### TIMED SCHEDULED HEARINGS AND MATTERS

**8:30 AM** Presentation and performance review of Pyramis Select International equity portfolio provided by Mr. Art Greenwood, Relationship Manager, and Mr. Lance McInerney, Institutional Portfolio Manager.

Action: \_\_\_\_\_

**9:30 AM** Presentation and review of the Fidelity Real Estate Growth Fund III, L.P. by Mr. Art Greenwood, Relationship Manager, Mr. Jeff Gandel, Real Estate Investment Director, and Cate Polleys, Director of Real Estate Research.

Action: \_\_\_\_\_

### A. AGENDA ITEMS

1. Review, discussion and direction on the evaluation of Pyramis Select International Equity with portfolio review provided by Mr. Michael Schlachter.

Action: \_\_\_\_\_

2. Review, discussion and direction on evaluation report of top tier Real Estate Fund Managers with details of past performance of their funds and search data provided by Mr. Michael Schlachter.

Action: \_\_\_\_\_

3. Review, discussion and direction on the preliminary Emerging Markets manager search report presented by Mr. Schlachter.

Action: \_\_\_\_\_

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

Laid Over Pending Completion Of The Asset Allocation Plan And Target Mix

Action: \_\_\_\_\_

5. Update and review of staff recommendation previously approved for monthly drawback for operating and payroll costs.

Action: \_\_\_\_\_

6. 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 The Asset Allocation Plan And Target Mix

Action: \_\_\_\_\_

7. Final review, discussion and direction on recommendation to the Boards relating to the update of the Board's Asset Allocation Plan, Target Asset Mix and the proposed implementation plan.

Pending Completion Of The International (Developed And Emerging Markets) Equity Manager Search Process

Action: \_\_\_\_\_

8. Review, discuss and prioritize Investment Committee projects and activities and investment manager presentation schedule for Calendar Year 2008.

Action: \_\_\_\_\_

9. Update concerning the reorganization of Acadian Asset Management Inc.

Action: \_\_\_\_\_

10. Review, discuss and consider RVKuhns & Associates, Inc. Public Fund Universe Analysis Report summary of Fresno Retirement Systems compared to other systems as of June 30, 2007.

Action: \_\_\_\_\_

## **B. INFORMATION ONLY ITEMS**

1. Northern Trust Monthly Portfolio Performance Reports as of December 31, 2007.
2. Northern Trust Monthly Asset Allocation Overview as of December 31, 2007.
3. Monthly Fixed Income Analysis Report as of December 31, 2007.
4. Action Agenda, Investment Committee Meeting December 19, 2007.
5. 3rdQuarter 2007, Fresno County Performance Report for Western Asset Management Core Fixed Income portfolio.
6. November 2007, Barclays Global Investors Strategy Commentary, Large Cap US Alpha Tilts, International Equity and International Alpha Tilts.
7. December 2007, Heitman Perspective Property and Capital Market Trends, The Liquidity Crunch of 2007: Implications for U.S. Commercial Real Estate in 2008.

8. December 2007/Q4 2007 Portfolio Report, Genesis.
9. December 2007, Loomis Sayles: Surging Energy Prices? Bah, Humbug!
10. December 6, 2007, Sun-Sentinel.com article, State pension fund's risky debt at \$1billion.
11. December 11, 2007, FUNDfire article, Trustee Org Blames Pension in Merrill Claim.
12. December 14, 2007, Wall St. Journal article, How Goldman Won Big on Mortgage Meltdown.
13. December 17, 2007, Goldman Sachs Asset Management's Quantitative Investment Strategies Update.
14. December 19, 2007, Bloomberg.com article, Morgan Stanley Posts Loss, Sells Stake in China.
15. December 20, 2007, FUNDfire article, Barclays Sues Bear Stearns Over Hedge Losses.
16. December 24, 2007, P&Ionline.com article, CalPERS to shift \$44 billion.
17. January 2, 2008, Email from Agustin Sevilla, Global Chief Investment Officer, AXA Rosenberg.
18. January 3, 2008, Bloomberg.com article, State Street Investment Chief Resigns After Losses.
19. January 4, 2008, FUNDfire article, Callan, BNY Brokerage Sued Over Disclosure.
20. January 7, 2008, P&Ionline.com article, BGI feels heat over returns.

**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
January 16, 2008	Pyramis
January 30, 2008	Conduct Interviews for international equity managers.
February 20, 2008	
March 19, 2008	
April 18, 2008	
May 21, 2008	
June 18, 2008	
July 16, 2008	
August 20, 2008	
September 17, 2008	
October 15, 2008	
November 19, 2008	
December 17, 2008	
January 21, 2009	

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.