



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

## AGENDA

Wednesday, February 18, 2009

**8:30 AM**

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

### COMMITTEE MEMBERS:

Paul Cliby-Chair, Carla Lombardi-Vice Chair, Danny Aguirre, Jeff Beatty, Brian Burry, Marvell French, Ken Nerland, Oscar Williams, and Daniel Ray, Independent Advisor

### STAFF & ADVISORS:

Stanley L. McDivitt, Retirement Administrator  
Kathleen Riley, Asst Retirement Administrator  
Michael Schlachter, Wilshire Investment Consultants

(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 MINUTES

[Approve minutes of January 21, 2009, regular meeting of the Investment Committee.](#)

### APPROVE AGENDA

Approve agenda of the February 18, 2009, regular meeting of the Investment Committee.

### TIMED SCHEDULED HEARINGS AND MATTERS

**8:30 AM** Presentation and Large Cap Core Equity portfolio performance review by Catherine Wood, Portfolio Manager and James Thyne, Director, Western U.S., of AllianceBernstein

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

### A. AGENDA ITEMS

1. AllianceBernstein large cap core equity portfolio evaluation provided by Mr. Michael Schlachter for review, discussion and direction.  
Action: \_\_\_\_\_
2. Conduct a Self-Evaluation of Our Historical Asset Allocation Decisions, Prior Manager Searches Including Processes and Procedures, and Compare Investment Performance To Other Public Pension Systems.

MARCH 17, 2009, SPECIAL MEETING OF THE INVESTMENT COMMITTEE

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

3. Review and accept the Investment Performance Reports from Wilshire Associates for the quarter ending December 31, 2008.

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

4. [Wilshire Associates review and presentation of 2009 Asset Allocation Return and Risk Assumptions](#)

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

5. Review, discussion and direction on the quarterly update of the Investment Manager Monitoring and Evaluation report for the month ending December 31, 2008.  
Action: \_\_\_\_\_
6. Consider staff recommendation for monthly drawback for operating and payroll costs.  
Action: \_\_\_\_\_
7. Status update and review of issues relating to declared deficiency in the Northern Trust Securities Lending - USA Core Cash Collateral Pool.  
Action: \_\_\_\_\_
8. Review status update on securities litigation monitoring services provided by IRSS and Northern Trust and consider recommendation on renewal of monitoring services agreement.  
Action: \_\_\_\_\_
9. Consider fee estimates from K&L | Gates Investment Legal Counsel and direction to staff.  
Action: \_\_\_\_\_
10. Review, update and prioritize Committee projects, activities and manager presentations for Calendar Year 2009.  
Action: \_\_\_\_\_

**B. INFORMATION ONLY ITEMS**

1. Northern Trust Monthly Portfolio Performance Reports as of January 31, 2009.
2. Northern Trust Monthly Asset Allocation Overview as of January 31, 2009.
3. Monthly Fixed Income Analysis Report as of January 31, 2009.
4. December 31, 2008, Market Commentary Aberdeen City of Fresno Retirement Systems
5. Market Outlook for 2009, Baillie Gifford
6. Quarter 2009 Outlook, Prudential
7. Annual Report 2008, JPMorgan Asset Management Strategic Property Fund
8. January 2009, Monthly Commentary from Pyrford International Ltd.
9. January 2009, Prudential- Bank Loans Higher Quality Loans: A Buying Opportunity?
10. January 13, 2009, Bloomberg.com, Junk Debt Showing Great Depression Defaults Lures TCW
11. January 22, 2009, The Wall St. Journal article, Hancock at Center of 'Tranche Warfare'
12. January 23, 2009, Bloomberg.com , Madoff Shows Banks Must Become Whistleblowers: Michael R. Sesit
13. January 26, 2009, P&IOnline.com article, \$5 trillion in pension assets evaporate in '08
14. January 27, 2009, Plonline article, Browne named Northern Trust CIO
15. January 27, 2009, GlobalPensions.com article, Watson Wyatt expands deal with eVestment
16. January 28, 2009, FUNDfire article, Pensions Struggling with Risk Management
17. January 28, 2009, letter from Patricia Crane, Director Client Service, Batterymarch Financial Management, Inc. regarding resignation of Emin Rasulov.
18. February 3, 2009, Aberdeen appoints Paul Griffiths Global Head of Fixed Income Philadelphia Fixed Income Team Update
19. February 4, 2009, Bloomberg.com article, Madoff Tipster Markopolos Cites SEC's Ineptitude

20. February 5, 2009, Bloomberg.com article, U.S. Must Spend to Avoid Mini Depression, Gross Says
21. February 5, 2009, InvestmentNews article, SEC charges seven with insider tradin
22. PNC Global Investment Servicing, Securities Lending Lessons for Lenders
23. February 9, 2009, Financial Week, Commission top cop Thomsen gets Madoff concession, resigns
24. February 9, 2009, Pyramis Client Update: Lehman Brothers, Proceedings
25. February 11, 2009, Bloomberg.com, Pimco Says World Economic Crisis Faces "Second Wave"

**C. PROPOSED AGENDA ITEMS FOR NEXT COMMITTEE MEETING**

1. Presentations and Portfolio Review with Acadian and Pyramis

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

**D. UNSCHEDULED ORAL COMMUNICATIONS**

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

**E. PUBLIC COMMENTS**

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

**F. ADJOURNMENT**

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

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

Date	Scheduled Presentations/Comments
February 18, 2009	
March 18, 2009	
April 15, 2009	
May 20, 2009	
June 17, 2009	
July 15, 2009	
August 19, 2009	
September 16, 2009	
October 14, 2009	
November 18, 2009	
December 16, 2009	
January 20, 2010	
February 17, 2010	

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.