CITY OF FRESNO RETIREMENT SYSTEMS
REGULAR MEETING OF THE INVESTMENT COMMITTEE

AGENDA

Wednesday, March 19, 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 and Jill Traina, 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 AGENDA

Approve the Investment Committee Agenda of March 19, 2008.

TIMED SCHEDULED HEARINGS AND MATTERS

8:30 AM Presentation and performance review of the Heitman REIT portfolio by Tim Pire – Portfolio Manager and Christina Polito, Senior Vice-President, Client Service and Marketing.

Action:____

9:30 AM Presentation and performance review of the JPMorgan Strategic Property Fund by Anne Pfeiffer- Portfolio Manager, Joel Damon - Client Advisor and Ann Cole - Client Portfolio Manager

Action:____

A. AGENDA ITEMS

1. Heitman REIT and JPMorgan Strategic Property fund portfolio evaluations provided by Mr. Michael Schlachter for review, discussion and direction.

   Action:____

2. Review, discuss and consider the letter from Goldman Sachs concerning the Quantitative Investment Strategies (QIS) Group departures of senior professionals and 13 junior members of the team.

   Action:____

3. Review, discuss and consider the Acadian Personnel Update provided by Ross Dowd of Acadian Asset Management, LLC.

   Action:____

4. Review, discuss and consider notice concerning Fidelity Investments settlement with the SEC.

   Action:____

5. Review monthly update of the Investment Manager Monitoring and Evaluation Review summary report.

   Action:____

6. Review, discuss and consider reduced fee schedule for AXA Rosenburg US Large Cap portfolio.

   Action:____

7. Review, discuss and reconsider the Due Diligence Site Visitation Sub-Committee recommendation 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:____

8. Consider staff recommendation for monthly drawback for operating and payroll costs.

   Action:____

9. 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:____

10. 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:____

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

    Action:____

B. INFORMATION ONLY ITEMS

1. Northern Trust Monthly Portfolio Performance Reports as of February 29, 2008.
2. Northern Trust Monthly Asset Allocation Overview as of February 29, 2008.
3. Monthly Fixed Income Analysis Report as of February 29, 2008.
4. Action Agenda, Investment Committee Meeting February 20 and 25, 2008.
5. February 18, 2008, Financial Week article, AIG's losses show swaps next domino.
6. February18, 2008, P&Ionline article, PBGC says goodbye to LDI.
7. February 19, 2008, FUNDfire article, PBGC Plots Major Shift to Equities, Alts.
8. February 20, 2008, PIMCO's power in Treasuries prompts class-action suit Gross says is nonsense.

9. February 20, 2008, Financial Week article, Corporate bond risk soars to record high on expected CDO losses.
10. February 20, 2008, FUNDfire article, Wilshire launches Multi-Manager 130/30.
11. February 20, 2008, WILSHIRE CONSULTING, Non-US Equity Investment Structure: Prudent Methods For Implementing an Allocation to Foreign Equity.
12. February 21, 2008, FUNDfire article, Former Hedge Manager Charged with Fraud.
13. February 21, 2008, FUNDfire article, SMA Assets Drop as Outflows Start.
14. February 21, 2008, Plansponsor.com article, Dow Jones Introduces Benchmarks for Lifecycle Funds.
15. February 25, 2008, Global Pensions, US Plans Move Into Emerging Markets.
16. March 4, 2008, FUNDfire article, Buffett Warns Pensions Heading for Disaster.
17. March 5, 2008, FUNDfire article, Goldman Asset Management Co-Head to Leave.
18. March 10, 2008, Financial Week, Changing Bond Managers Trickier Amid Credit Seize-Up.
19. March 10, 2008, FUNDfire article, Fla. Fund Considers Suing Broker.
20. March 11, 2008, Financial Week, Law professor: Spitzer scandal could make things easier for insurers.
21. March 13, 2008, Bloomberg.com article, S&P Says End in Sight for Writedowns on Subprime Debt.

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
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	
February 18, 2009	
March 18, 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.