

**MINUTES**

**GENERAL EMPLOYEES'  
RETIREMENT COMMITTEE MEETING**

**THURSDAY - MAY 28, 2009 - 3:00 PM**

**PRESENT**

Vic Espinal  
Larry Gordon  
Lori Helton  
Councilman John Julien – Chair

**ALSO PRESENT**

Charlie Mulfinger – Citi Consulting  
Michael DeGenova – Citi Consulting  
Larry Wilson – GRS  
Michael Harhai – Buckhead Capital  
Orlando Deluca – Asst. City Attorney  
Martin Lebowitz – Pension Administrator

**ABSENT**

**DEPARTMENT REPRESENTATIVES**

Laura Wozniak – Finance (Customer Serv.)  
Robert Grosswald – Solid Waste  
Susan Gooding-Liburd – Finance Dir.

Councilman Julien called the meeting to order at 3:00 P.M., followed by a roll call of Trustees.

**I. CITI CONSULTING – Q/E 3/31/2009**

Charlie Mulfinger and Michael DeGenova presented the performance report, indicating a total portfolio market value on 3/31/2009 of \$41,109,564 (including accrued income). This represents a net decrease in value from the previous quarter of \$1,729,348. The total asset allocation was reported to be 48.91% invested in domestic equities, 9.6% invested in international, 40.63% in fixed income and .86% in cash and equivalents. The total fund earned -3.97% for the quarter.

For the quarter ended 3/31/2009: Davis Hamilton Equity over-performed Russell 1000 Growth Index -2.34% vs. -4.12%. Buckhead returned -8.30% vs. -16.77% for the Russell 1000 Value Index. GW Capital returned 3.62% vs. 8.73% for the Russell Mid-Value. Northpoint Small Growth returned -7.47% vs. -9.73% for the Russell 2000 Growth. Davis Hamilton Bond returned .62% vs. .95% for the BC Intern. Govt/Credit. The fund experienced a total return of -13.56% in Templeton International Equities vs. -13.93% MSCI EAFE.

Plan year results: Total return earned for plan year was -21.57%.

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GW Capital had only one month investment return as of the March 31, 2009 report. Harding Loevner International Growth Manager money was transferred on 3/31/2009.

Thornburg International Value Fund Manager is pending their contract.

Michael DeGenova handed out the new Statement of Investment Policy Goals & Guideline and Addendum to the Statement of Investment Policy for each Investment Manager. Charlie Mulfinger reviewed the changes to these policies to the Committee. The policies need to be signed by Councilman Julien.

**II. BUCKHEAD CAPITAL – Q/E 3/31/2009**

Michael Harhai reported the total Buckhead portfolio was valued at \$8,312,747 (including accrued interest) as of 3/31/2009, with an asset allocation of 93.69 in equities, and 6.31% in cash and equivalents.

For the quarter ended 3/31/2009: Return for the total account was -8.30%. Russell 1000 returned -16.77% compared to -11.01% for the S&P 500.

Plan year results: Total return for their portfolio was -30.48%. Russell 1000 Value returned -42.42 vs. -38.09% for the S&P 500. Inception-to-date total time-weighted return was -30.48% on an annualized basis.

**III. VALUATION REPORT 10/1/2008**

Larry Wilson reviewed the October 1, 2008 Valuation Report. The report shows that the City Contribution for 2010 would be 20.7% versus 2009 where it was 16.2%. The increase is due to: 1) Decrease in the asset value and 2) change in the assumed rate of return from 8.50% to 8.25%. The funded ratio for 10/1/2008 is 76.2% versus 10/1/2007 was 79.7%.

Motion by Lori Helton, seconded by Victor Espinal, to accept the October 1,2008 Valuation Report.

Motion carried unanimously.

**IV. APPROVAL of 2/22/2009 MINUTES**

Motion by Larry Gordon, seconded by Lori Helton, to accept the February 22, 2009 Minutes for the General Employees' Retirement Plan Meeting.

Motion carried unanimously.

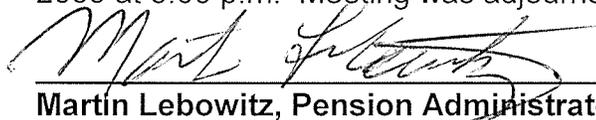
V. APPROVAL OF INVOICES

Motion by Victor Espinal, seconded by Lori Helton, to approve payment of the following invoices:

Davis Hamilton Jackson – Quarterly Management Fees	\$13,609.42
Salem Trust – Custodial Fees	4,705.78
Rachlin – Auditor Fees	9,000.00
GW Capital - Quarterly Management Fees	1,323.51
Buckhead Capital - Quarterly Management Fees	11,429.54
Harding Loevner - Quarterly Management Fees	217.00
Citi – Quarterly Consulting Fees	5,625.00
Sugarman & Suskind – Legal Fees	3,145.50
	<u>\$49,055.75</u>

Motion carried unanimously.

The next regularly scheduled quarterly Board meeting will be held on Thursday, August 27, 2009 at 3:00 p.m. Meeting was adjourned at 4:30 p.m.

  
Martin Lebowitz, Pension Administrator