

CITY OF SAN DIEGO RETIRED EMPLOYEE ASSOCIATION
GENERAL MEMBERS MEETING MINUTES Sept. 12, 2006

President Nancy Acevedo called the meeting to order.
Minutes of August 8, 2006 were approved as submitted.

TREASURER'S REPORT: Sylvia Tatum

Grand Total Reserve-Operating Balance on 8-1-06	\$20,334.26
Receipts for August	\$1,999.45
Expenditures for August	\$1,688.38
Operating Fund Ending Balance	\$4,610.56
Legal Fund savings	\$10.00
Legal Fund Money Market ending balance	\$13,897.63
Money Market/Operating Fund	\$3,027.57

Grand Total Reserves-Operating Fund 8-31-06 \$21,545.76

(There was a transfer of \$2000 from the operating fund into savings to improve interest savings.)

RETIREMENT BOARD: Joe Flynn

Joe commented that SDCERS was already making changes that appear on Kroll's list of recommendations, because many of the recommendations had been listed previously in the Navigant Report. The Kroll report was broader than Navigant's study of SDCERS and that as a result of the Kroll report, we now know where City money went. Also, SDCERS had already hired Ice Miller, federal tax attorneys, to handle SDCERS' request for the IRS' Voluntary Compliance Program (VCP).

Regarding Kroll's recommendation to change the SDCERS' Board to two retiree representatives, two active members and five appointees, Joe said this was not his choice in how to add needed retiree representatives to the Board. Possibly this would go to public vote in 2008, currently SDCERS' Board finds they need 13 members because of the number of committees, etc.

Joe added that retirees should watch the VoiceofSanDiego.org and other media for a flurry of activity.

STATUS OF RETIREMENT FUNDS - \$4.397 billion, up over \$33 million.

Meeting adjourned at 11:10 a.m.

Submitted by P. Karnes 10/8/06