

BERKS COUNTY EMPLOYEE'S RETIREMENT FUND MINUTES  
OCTOBER 19, 2006

Commissioner Judith Schwank called the meeting to order at 10:47 a.m. Attending were Sandy Graffius, Secretary and members Mark Scott and Thomas Gajewski. The following County staff attended: Alan Miller, Solicitor; and Suzanne Baer, Pension Coordinator, Office of the Controller.

The minutes of the September 21, 2006 meeting were approved on motion by Ms. Graffius and second by Mr. Scott.

The Board received the following communications:

Correspondence:

Dresdner Bank transaction confirmations and Allianz Dresdner Daily fund  
Final Notice of Ineligibility, Bristol-Myers Squibb Securities Litigation

Check in the amount of \$1,247.53 for the pro-rata share of the Net  
Settlement Fund in the i2 Technologies Securities Litigation.

MTB Institutional Class Prospectus, August 31, 2006

Chase Investment Counsel monthly commission recapture broker  
transaction report for September, 2006 and quarterly review and  
performance update for period ended September 30, 2006.

Lynch, Jones & Ryan, Inc. Trading Summary January 1, 2006 through  
August 31, 2006, News Update, September, 2006 and 2005 Survey  
Report, Pension & Investments

Pzena Investment Management. Commission report for September, 2006.

SEI Investments 2006 Commission Statement as of Trade Date September  
27, 2006 and Brokerage Activity September 1 through September 29,  
2006

Bank statements

September, 2006, statement from M & T Trust Company for  
accounts 77062 (cash); 1551134028 (Emerald); 75518 (Cohen,  
Klingenstein); 75519 (Turner); 76982 (Templeton); 79316  
(Vanguard) 77065 (McDonnell-fixed), 9554168005 (Scheider) and  
1003440 (Pzena)

September, 2006, statement from Wachovia for checking account  
210000020087.

Solicitations:

General

- (1) Mastholm Asset Management, LLC

Old Business:

Following a discussion the Board decided to interview six of the eight Investment  
Manager applicants. The Board agreed because of the current relationship, it

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would not be necessary to interview the Consulting Group, Smith Barney. Smith Barney would be considered along with the other applicants for the position.

Ms. Baer said 50 responses were received from the 88 names listed in the Notice to Former County Employees advertised in the Reading Eagle. Of the 50 responses, 48 checks would be issued to the former employees on October 31, 2006. The remaining 40 accounts would be escheated to the State or rolled into IRA accounts at National Penn Bank.

New Business:

Ms. Graffius moved, seconded by Mr. Scott, to approve the employee buy back request as listed. Motion carried.

Michael C. Betz approximately 9 months of service at \$888.21

The Board authorized the disbursements on motion by Mr. Scott and second by Ms. Graffius. Motion carried.

Annuities and refunds for September, 2006

Annuities	\$579,462.20
Refunds	338,387.58
Total	\$917,849.78

\$7,000.00 to Hay Group for Actuarial services and expenses for third quarter (July through September) of 2006

\$11,250.00 to Smith Barney for consulting services July 1, 2006 through September 30, 2006

\$18,750.00 to Chase Investment for Statement of Management Fees July 1, 2006 through September 30, 2006, Portfolio Valuation as of September 30, 2006

\$19,304.87 to Rigel Capital, LLC for management fees-settled trades third quarter period 2006 as of September 30, 2006

\$1,979.55 to Reading Eagle Company for publication September 3, 6, & 8, 2006 to Attention Former County of Berks Employees

Citizen comment from the floor.

Meeting adjourned at 10:52 a.m. Ms. Schwank reconvened the meeting at 10:53 a.m.

Ms. Graffius moved, seconded by Mr. Scott to approve the buy-back of Michael Garipoli for nearly 8 months of service in the amount of \$638.91. Motion carried.

Meeting adjourned at 10:54 a.m.