

BERKS COUNTY EMPLOYEE'S RETIREMENT FUND MINUTES
JANUARY 20, 2010

Co-Chairman Christian Leinbach called the meeting to order at 10:05 a.m. Attending were Sandy Graffius, Secretary; Nelson Long, Treasurer and member Kevin Barnhardt. The following County staff attended: Alan Miller, County Solicitor, Suzanne Baer, Pension Coordinator; Judi Lumis and Shana Simpson from Office of the Controller. Donald Haverly and Terry Gerlich from SEI Global Institutional Group; Coreen Thomas, representative of UFCW and Robert Logan also attended.

The minutes of the December 17, 2009 meeting was approved as presented.

The Board received the following communications:

Presentation:

Mr. Gerlach reviewed the capital market for the Board. He said economic growth continued in the fourth quarter of 2009 and is expected to continue. Emerging markets equity was up 80% high yield was up 58%.

Mr. Gerlach said there was value in staying invested and resulted in the extraordinary returns on the rebound.

4th Quarter 2009 Performance		
Fund	SEI (%)	Index (%)
Disciplined Equity	6.50	6.04
Small/Mid Cap	5.93	5.08
World Equity (ex US)	3.77	3.74
High Yield	8.32	6.03
Emerging Mkt. Debt	3.01	6.62
Core Fixed Income	1.79	0.20

Mr. Haverly said the portfolio allocations of 43.4% Fixed Income, 43.3% U.S. Equity, 13.1% International Equity and 2% cash and equivalents were in line with the reallocation as of November 2009.

Mr. Haverly said the total portfolio returns for the fourth quarter were 4.2% with the index benchmark at 2.9%. For 2009, the total portfolio was up 27.5% with the benchmark at 21.0% adding 6.5% over the benchmark.

To date through January 19, the Fund is up to \$228.6 million, up 5.8% since inception September 30, 2008.

Mr. Haverly said SEI will continue monitor asset allocations and continue to look for new opportunities.

Mr. Haverly provided members of the Board with the new investment policy, as previously approved, for their signatures.

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Correspondence:

Voting or group authorization care the variable Annuity Life Insurance Company

Check in the amount of \$9,421.05 representing pro-rated share of the second partial distribution of the Net Settlement Fund in the Enron Corporation Securities Litigation class action.

Check in the amount of \$955.62, Forest Labs Class Action Proceeds.

Check in the amount of \$5,819.21, United Health GRP Class Action Proceeds.

Memo from Hay Group re: Data for 2010 Actuarial Valuation

Memo from Hay Group re: Pension Benefit Statements

Memo from Hay Group re: Information Needed to Update Member List for 2010 Actuarial Valuation.

Memo from Hay Group re: 2009 Financial Report and 2010 Withholding Tables.

Bank statements

December, 2009 statements from Wachovia for checking account 210000020087

December, 2009 statement from SEI Trust Company account 15963-C

December, 2009 statement from National Penn Bank for checking Account 216784425

Solicitations:

General: None

Conferences:

Mid-Sized Retirement & Pension Plan Management Conference, San Francisco, CA, March 7-10, 2010

A. Old Business:

The Board ratified and confirmed Robert L. Lamp's request to buy back Workers Compensation Out Time of 1 year, 7 months 10 days (1991 through 2007) in the amount of \$5,241.47 on motion by Mr. Barnhardt, second by Mr. Long.

B. New Business:

Mr. Barnhardt moved, seconded by Mr. Long to approve the request of Regina Hutchinson to buy back service time previously refunded of slightly over 4 years at \$7,796.01. Motion carried.

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

Annuities and refunds for January, 2010

Annuities	\$ 743,317.48
Refund	<u>\$ 536,855.66</u>
Total	\$1,280,173.14

Meeting adjourned at 10:42 a.m.