

**SPECIAL MEETING OF THE BOARD OF ADMINISTRATION  
RETIREMENT BOARD  
WATER AND POWER EMPLOYEES' RETIREMENT PLAN**

**MINUTES – March 19, 2008**

**Present:**

Javier Romero	President
Michael Moore	Retiree Member
Cindy Coffin	Board Member
Eugene K. Canzano	Board Member

**Absent:**

David H. Nahai	General Manager
Forescee Hogan-Rowles	Commissioner
Ron Vazquez	Chief Financial Officer

**Others Present:**

Sangeeta Bhatia	Retirement Plan Manager
Mary Higgins	Assistant Retirement Plan Manager
Ramonette Carranceja	Assistant Retirement Plan Manager
Jeremy Wolfson	Senior Investment Officer
Julie Escudero	Recording Secretary
Sarah Bernstein	Pension Consulting Alliance
Neil Rue	Pension Consulting Alliance
Michael Wilkinson	Deputy City Attorney

President Romero called the meeting to order at 11:15 a.m.

Ms. Bhatia indicated a quorum of the Board was present.

**PUBLIC COMMENTS**

There were no public comments.

**1. Annual Performance Review Presentation as of December 31, 2007 by The Boston Company, Emerging Markets Investment Manager**

Mr. Romero recognized Messrs. Robert Harkins, Lawrence Ivey, and Kirk Henry of The Boston Company (TBC).

TBC representatives provided an annual review of the Emerging Markets Value Equity mandate under their management. They explained their bottom up fundamental analysis approach to stock selection. They noted that TBC's firm wide assets under management were \$53.3 billion as of December 31, 2007, with \$9.3 billion dedicated across all Emerging Markets mandates and \$99.9 million managed for the Water and Power Employees Retirement Plan.

They noted that TBC's performance goal is to exceed the MSCI Emerging Markets Free Index over a full market cycle. It was also noted that the total portfolio return (net of fees) for the fourth quarter 2007 was 2.79% underperforming the benchmark return of 3.66% and the total portfolio return (net of fees) since inception was 26.49% as compared to the benchmark return of 33.97% for a net difference of -7.48% underperformance.

The Board meeting was adjourned at 12:02 p.m.

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JAVIER ROMERO  
President

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SANGEETA BHATIA  
Retirement Plan Manager

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JULIE ESCUDERO  
Recording Secretary