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**QUARTERLY MEETING OF THE
SUPERIOR COURT CLERKS' RETIREMENT FUND OF GEORGIA**

October 27, 2005

The regular quarterly meeting of the Superior Court Clerks' Retirement Fund of Georgia was held in the Fund's office in Jonesboro, Georgia on October 27, 2005 beginning at 10:00 a.m.

Present for the meeting were Board Members Bennett, Trice, Johnson, Glass and Caldwell. Also present were Secretary-Treasurer Woodson Daniel, Accountant Jennifer Wilson, Attorney Sam Oliver, Actuary Jeffrey Groves, and Clerks Dwight Wood, Sheila Suddard, Edward Tucker, Frank Abbott and Linda Miller.

Chairman Stetson Bennett presided at the meeting. At the Chair's request, the meeting was opened with a prayer led by Trice.

On motion by Caldwell, seconded by Trice, the minutes of the previous meeting were approved as submitted

The Chair then called on Jennifer Wilson of Bates, Carter CPAs to review the audit report for the year ended June 30, 2005. Copies of the audit report were distributed to all present. Ms. Wilson reviewed the report in summary fashion, pointing out the newest portions of the audit report required under changes in the GASB accounting rules. She indicated that these rules now required more detailed on investment risks in the investment portfolio and suggested that perhaps the Board should consider adopting a formal investment policy. It was pointed out that the Board has an investment policy of informal nature, but that the suggestion would be taken. Oliver and Daniel were asked to prepare a draft for the next Board meeting.

Ms. Wilson pointed out that the audit was entirely satisfactory in every respect, and she had no additional suggestions for changes in policies or procedures.

The Chair then called on Jeffrey Groves to give his Actuary Report. Groves distributed a copy of his written report to all present and noted that the report would concentrate on pending legislation. He then reviewed with the Board in detail the fiscal impact of HB 253, HB 476 and HB 809, all of which is contained in the report. In summary, Groves noted that the Fund was currently in sound financial health for the benefits that it is currently providing, but he noted that the Fund could not continue to sustain the kinds of increases that had been granted in the past unless additional sources of revenue were obtained. He also noted a change in one significant actuarial assumption, and that is a change in assumed interest rates from 6% to 5½%.

With respect to the pending legislation, Groves noted the fiscal impact of HB 253 and HB 476, but because of the drastic change in approach in HB 809, he could not comment on the fiscal impact of that proposed legislation.

During the course of the Actuarial Report, the Chair paused in each category or heading for the Board and visitors to ask questions of Mr. Groves, whose answers and information were supplemented by Oliver and Daniel, particularly regarding the legislation. Several comments were made questioning the necessity of the increase in membership dues, since the Actuarial Report clearly points out that actuarial impact of any increase is virtually nil. It was noted that it was impossible politically to get through an increase in real estate fee income without an accompanying increase in retirement benefit, and details were provided why.

After answering all questions and hearing all visitors' comments, on motion by Caldwell, seconded by Trice, the Board voted unanimously to approve the Actuarial Report as submitted.

The meeting then moved into the presentation of the Treasurer's Report. A copy of the Treasurer's Report as submitted and distributed to all present is attached to these minutes. Note was made again that the Financial Reports, being an internal document, are done on a cash basis of accounting, whereas the financial statements as audited are required be done on an accrual basis. There is a substantial difference in the two. On motion by Caldwell, seconded by Trice, the Board voted unanimously to approve the Treasurer's Report as submitted.

The Board then reviewed the usual quarterly reports, copies of which are attached to these minutes, and none of which required action on the part of the Board.

The Chair called for other business, and there being none, the Chair then closed the meeting with a notation that the next meeting would be on January 26, 2006 at 10:00 a.m. He invited all present to attend that meeting.

The meeting was properly adjourned at 12:07 p.m.


Woodson Daniel

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