

OFFICE OF  
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September 17, 2008

David Wescoe  
c/o Michael Leone, Esq.  
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701 B Street  
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San Diego, CA 92101

RE: SDCERS' Current Calendar Year Investment Losses

Mr. Wescoe:

The purpose of this letter is to request information regarding SDCERS' current fiscal year investment gains/losses. In as much as SDCERS is a party in an ongoing litigation in which it has filed a cross-complaint against the City of San Diego ("City"), I have forwarded this letter to you via your attorney of record in that matter.

Recently, Callan Associates, the investment advisor to SDCERS, reported that as of 30 June 2008 the pension fund had suffered a yearly loss of \$256 million or 5.2%. The losses reduced the value of the pension fund's assets from \$4.91 billion to \$4.66 billion. This reported loss took place before the numerous steep market drops of the past week.

Accordingly, I am hereby requesting that forthwith you provide me with SDCERS' actual losses to date for the calendar year. I also am requesting that you provide me with SDCERS' losses if you include the losses in SDCERS' current smoothing calculations and annualized calculations.

I look forward to your prompt response. Thank you in advance for your anticipated cooperation in this matter.

MICHAEL J. AGUIRRE, City Attorney

By 

Michael J. Aguirre  
City Attorney

cc: Honorable Mayor Jerry Sanders