

PUBLIC EMPLOYEES' RETIREMENT BOARD
MEETING MINUTES FOR
Wednesday, July 20, 2011

The agenda for this meeting was mailed to every public employer, the news media, and other groups and individuals as requested.

July 20, 2011
Education Session

The Retirement Board Education Session of the Public Employees' Retirement Board was called to order by Vice Chairman Vincent at 10:00 a.m., July 20, 2011, in the PERS' Board Room, 5820 South Eastern Avenue, Suite 220, Las Vegas. Members present: George Stevens, Mark Vincent, James Green, Bart Mangino, David Olsen, Katherine Ong, and Chris Collins. Members absent: None.

Prior to the Retirement Board Education Session beginning, the Retirement Board welcomed their new board member, Katherine Ong, who replaced Charles Silvestri.

I. PUBLIC COMMENT

Cynthia Collins mentioned that she was very impressed with the Retirement Board's education program and process.

II. INVESTMENTS

- A. Staff reviewed investment risk management processes that are utilized to protect the PERS' fund.

III. ADMINISTRATION

- A. Staff provided fiduciary and ethics training to the Retirement Board.

IV. PUBLIC COMMENT

There was no public comment offered.

V. RECESS

Chairman Stevens recessed the meeting at 11:40 a.m.

July 20, 2011
Board Meeting

The Retirement Board meeting of the Public Employees' Retirement Board was called to order by Chairman Stevens at 12:15 p.m., July 20, 2011, in the PERS' Board Room, 5820 South Eastern Avenue, Suite 220, Las Vegas. Members present: George Stevens, Mark Vincent, James Green, David Olsen, Bart Mangino, Katherine Ong, and Chris Collins. Members absent: None.

I. PUBLIC COMMENT

There was no public comment offered.

II. DISABILITIES

- A. For the record, James Green abstained from voting on Robert McCorkle, Bart Mangino abstained from voting on Jennie Wheeler, Mark Vincent abstained from voting on Cheri Edelman, and Chris Collins abstained from voting on Eric Hallett and Ruben Hood due to their knowledge of these individuals. On motion of James Green, the Retirement Board voted unanimously to:
1. Approve permanent and total disability retirement for: Cecilia Amogawin, Larry Ball, Cynthia Baze, Linda Beck, Rosalyn Beck, Kristin Chugg, Scott Cobel, Tracy Cooper, Jeffrey Counsil, Kathleen Daugherty, Glenda Dockery, Judith Emerson, Margaret Genseal, Joseph Creco, Peter Green, Gary Gulden, Eric Hallett, Sharon Hernandez, Brenda Higgins, Rudolph Hindelang, William Hinkle, Sherri Hogue, Ruben Hood, Sherry Hottel, Becky Humphrey, Shelly Kadrmas, John Lucey, Michael MacKenzie, Robert McCorkle, Paula Munson, Robert Norton, Jeanne Perry, Shirley Salway, Julie Sanchez, Marcia Sherrod, Jennifer Todd, Manual Vega, Jennie Wheeler, and Erin Wilson.
 2. Approve permanent and total disability retirement for one-year review disability recipient Margaret "Kelly" Osborne.
 3. Approve reemployment requests by disability recipients: Cheri Edelman, Raymond Hunnell, Linda Kersey, William Klein, Don MacMullen, Patricia Peterman, Sylvia Piccola, Hector Pimentel, Ty Sceirine, Alina Soto, Laura Stotts, Barbara Tagge, Janna Thomas, and Joyce Williams.
 4. Deny the reemployment request by disability recipient Barbara Tagge.

III. INVESTMENTS

- A. Michael Bowman and Terry Ragsdale of Capital Guardian presented an update on their active core U.S. equity portfolio for the PERS' fund.
- B. Staff reviewed the proposed change in the cash sweep vehicle for the PERS', Legislators', and Judicial funds. On motion of Mark Vincent, the Retirement Board voted unanimously to retroactively approve the utilization of Invesco's Treasury Portfolio cash sweep vehicle until the yield spread of the Liquid Assets Portfolio reaches 20 basis points over the Treasury product.

- C. There were no recommended changes to the Interim Investment Directives for the PERS', Legislators', and Judicial funds.

IV. BOARD

- A. On motion of James Green, the Retirement Board voted unanimously to appoint George Stevens Chairman and Mark Vincent Vice Chairman of the Retirement Board for fiscal year 2012.
- B. Staff provided a review of the executive staff performance for fiscal year 2011 and highlighted the accomplishments of the System. On motion of James Green, the Retirement Board voted unanimously to accept the Annual Executive Staff Performance Review for fiscal year 2011, as submitted.
- C. On motion of Mark Vincent, the Retirement Board voted unanimously to defer action on the minutes of the Retirement Board Sub-Committee meeting held June 15, 2011, as the Sub-Committee has not met to review them yet.
- D. On motion of James Green, the Retirement Board voted 6-yas and 1-abstention to approve the minutes of the Retirement Board's education session and meeting held June 15, 2011, as submitted. Katherine Ong abstained from this vote.
- E. Staff reviewed the proposed Retirement Board meeting dates for January 2012 through June 2012. On motion of James Green, the Retirement Board voted unanimously to approve the proposed Retirement Board meeting dates for January 2012 through June 2012, as submitted.
- F. There were no recommended changes to the Retirement Board meeting dates for the remainder of 2011.
- G. On motion of Mark Vincent, the Retirement Board voted unanimously to cancel the education session for August in order to complete the Executive Officer's annual performance review for fiscal year 2011.

V. ACCOUNTING

- A. Staff reviewed the 2012-2013 spending authority report.
- B. Staff presented the administrative fees for the Public Employees' Retirement System for Fiscal Year 2012. On motion of Mark Vincent, the Retirement Board voted unanimously to approve a per capita administrative fee of \$3.04 per month for each Regular member and benefit recipient and \$3.19 per month for each Police/Fire member and benefit recipient, retroactive to July 1, 2011.
- C. Staff presented the administrative fees for the Legislators' Retirement System for Fiscal Year 2012. On motion of James Green, the Retirement Board voted unanimously to

approve a per capita administrative fee of \$22.61 per month for fiscal year 2012 for the Legislators' Retirement System.

- D. Staff presented the administrative fees for the Judicial Retirement System for Fiscal Year 2012. On motion of Mark Vincent, the Retirement Board voted unanimously to approve a per capita administrative fee of \$40.70 per month for fiscal year 2012 for the Judicial Retirement System.

VI. ADMINISTRATION

- A. Staff reviewed the contract renewal with Woodburn & Wedge for legal services. On motion of Chris Collins, the Retirement Board voted unanimously to approve the Legal Counsel Agreement between the System and W. Chris Wicker, Woodburn & Wedge, to litigate current pending cases with the Retirement Board to be informed of new cases as they arise, effective June 1, 2011.
- B. Staff presented the Service Quality Report for fiscal year 2011. On motion of James Green, the Retirement Board voted unanimously to accept the Service Quality Report for fiscal year 2011, as submitted.

VII. RATIFICATION AGENDA

- A. Approve the Administrative Fund disbursements.
- B. Approve personnel action since the last report.
- C. Approve the Final Benefit Audit Report for January 2010.
- D. Approve the Final Benefit Audit Report for February 2010.
- E. Approve the Deceased Recipient Review Report for the 1st Quarter of 2011.

On motion of Mark Vincent, the Retirement Board voted unanimously to approve the Ratification Agenda, as submitted.

VIII. DENIALS

IX. REPORTS

X. PUBLIC COMMENT

- A. The Deputy Attorney General reported that she attended the National Association of Public Pension Attorney's (NAPPA) annual conference in Seattle, along with PERS' Executive Officer and Operations Officer. She also mentioned the results of a court

hearing regarding a request by the Federal Government for three individual's records that took place in Reno on Monday, July 18, 2011.

B. Administrative report by Staff.

- Operations Officer:
1. The Operations Officer mentioned that Michael Long of Cortex will be contacting the Board members to complete their annual self-assessment process for fiscal year 2011.
 2. The Operations Officer informed the Board that PERS' Chief Accountant has tendered her resignation to take a position at the Lyon County School District for a considerable pay increase.
 3. The Operations Officer mentioned that GASB has released their exposure draft regarding public pensions reporting their unfunded liabilities on their annual financial statements. She stated that more information will be coming and that she will be attending hearings regarding this item.

C. Retirement Board questions and/or comments by members of the Retirement Board:

- Mark Vincent:
1. Vice Chairman Vincent thanked the Executive Staff for all their national and local participation representing Nevada PERS.

D. There were no individual statements and/or requests by the members, retired employees and/or the public.

XI. ADJOURNMENT

The meeting was adjourned by Chairman Stevens at 3:00 p.m.

The following is the time schedule for the meeting:

The Retirement Board education session held on July 20, 2011, was called to order at 10:00 a.m. by Vice Chairman Vincent and recessed by Chairman Stevens at 11:40 a.m. The July 20, 2011, Retirement Board meeting was called to order at 12:15 p.m. by Chairman Stevens, there was a break for approximately 10 minutes from 1:15 p.m. to 1:25 p.m., and the meeting was adjourned at 3:00 p.m.