

PUBLIC EMPLOYEES' RETIREMENT BOARD EDUCATION SESSION AND
MEETING MINUTES FOR

Thursday, July 19, 2018

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

July 19, 2018
Education Session

The Retirement Board Education Session of the Public Employees' Retirement Board meeting was called to order by Chair Vincent at 9:12 a.m., July 19, 2018, in the PERS' Board Room, 5740 S. Eastern Avenue, Suite 120, Las Vegas. Members present: Mark Vincent, Katherine Ong, Lee-Ann Easton, Scott Gorgon, and Timothy Ross. Members absent: Yolanda King and Brian Wallace.

1. PUBLIC COMMENT

There were no public comments offered.

2. EDUCATION TOPIC

2.1 Staff provided an operational overview of PERS' Employer, Production, & Pension Services and Member & Retiree Services Divisions.

3. PUBLIC COMMENT

There were no public comments offered.

4. RECESS

Chair Vincent recessed the meeting at 10:20 a.m.

July 19, 2018
Board Meeting

The Retirement Board meeting of the Public Employees' Retirement Board was called to order by Chair Vincent at 10:42 a.m., on July 19, 2018, in the PERS' Board Room, 5740 S. Eastern Avenue, Suite 120, Las Vegas. Members present: Mark Vincent, Katherine Ong, Lee-Ann Easton, Scott Gorgon, and Timothy Ross. Members absent: Yolanda King and Brian Wallace.

1. PUBLIC COMMENT

There were no public comments offered.

2. DISABILITIES

2.1 On motion of Mark Vincent, the Retirement Board voted unanimously of those present to:

1. Approve permanent and total disability retirement for: Nikki Aukofer, Lora Lee Bale, Pam Biddle, Nathalie Burgess, Carla Campbell-Lee, Saundra Casey, Nadine Fernandez, Dwindell Foreman, Rosalia Guzman, Stephen Harsin, Sharon Jarvis, Cheryl Joyce, Kenneth Loverme, Denise Robertson, Mahnaz Rostrup, John Share, Dona Stafford, Tami Tino, Zelda Williams, and Nancy Wylie.
2. Approve reemployment requests by disability recipients: Darci Actis, Jeffrey Farley, Kerri Farley, Laure Forsberg, Gregory Hixson, Mark Houtz, Ted Martinez, and Alicia Noll.
3. Deny reemployment requests for disability recipients: Joseph Giannone, Brock Gregerson, and Donna Rogers.

3. INVESTMENTS

3.1 Paul Michaels and Sally Stocks from Invesco Real Estate provided an overview of the real estate portfolio they manage for PERS.

3.2 Staff presented amendments to the PERS' Investment Objectives and Policies. On motion of Scott Gorgon, the Retirement Board voted unanimously of those present to approve the Investment Objectives and Policies, PERS' Fund, as submitted.

3.3 Staff presented amendments to the Legislators' and Judicial Investment Objectives and Policies. On motion of Mark Vincent, the Retirement Board voted unanimously of those present to approve the Investment Objectives and Policies for the Legislators' and Judicial Funds, as submitted.

3.4 On motion of Tim Ross, the Retirement Board voted unanimously of those present to approve the Interim Investment Directives for the PERS', Legislators', and Judicial Funds, as submitted.

4. BOARD

4.1 On motion of Mark Vincent to elect Kathy Ong as Chair and Tim Ross as Vice Chair, the Retirement Board voted unanimously of those present to elect Kathy

Ong as Chair and Tim Ross as Vice Chair of the Retirement Board for fiscal year 2019.

- 4.2 Staff provided background information on the Request for Information (RFI) for an independent actuarial firm to perform a second opinion review which is required at least every 10 years by the Retirement Board's Monitoring and Reporting Policy. The last review was conducted in 2010. Staff mentioned that 5 national actuarial firms were identified and sent the RFI invitation. Two firms responded to the RFI and sent proposals by the deadline indicated. The Executive staff reviewed and discussed the proposals and recommended that Gabriel, Roeder, Smith & Company be awarded the contract. On motion of Mark Vincent, the Retirement Board voted unanimously of those present to authorize staff to engage Gabriel, Roeder, Smith & Company to perform a second opinion actuarial review in keeping with the Board's Monitoring and Reporting Policy.
- 4.3 Staff provided the PERS' executive management review and plan to the Board. Staff presented highlights from the previous fiscal year in seven different categories:
1. Governance and Board Relations;
 2. Executive Management;
 3. Funding and Actuarial Valuations;
 4. Operations;
 5. Investment Program;
 6. Internal Audit; and
 7. Legislative Management.

Staff also mentioned areas that the executive staff will be focusing on for review in the upcoming fiscal year. On motion of Lee-Ann Easton, the Retirement Board voted unanimously of those present to accept the Executive Management Review and Plan, as submitted.

- 4.4 On motion of Scott Gorgon, the Retirement Board voted unanimously of those present to approve PERS' Accounts Receivable Procedures July 2018, as submitted.
- 4.5 On motion of Mark Vincent, the Retirement Board voted unanimously of those present to approve the minutes of the Retirement Board Education Session and Retirement Board meeting held June 21, 2018, as submitted.
- 4.6 On motion of Scott Gorgon, the Retirement Board voted unanimously of those present to approve the proposed Retirement Board meeting dates for January 2019 through June 2019, as submitted.
- 4.7 There were no recommended changes to the Retirement Board meeting dates for the rest of the calendar year.

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- 4.8 There were no recommended changes to the Retirement Board Education Curriculum calendar.

5. ACCOUNTING

5.1 Staff reviewed the proposed biennial budget for the Public Employees' Retirement System for fiscal years 2020 and 2021. On motion of Mark Vincent, the Retirement Board voted unanimously of those present to approve the Public Employees' Retirement System's biennial budget for Fiscal Years 2020-2021, as submitted.

5.2 Staff reviewed the proposed biennial budget for the Legislators' Retirement System for fiscal years 2020 and 2021. On motion of Scott Gorgon, the Retirement Board voted unanimously of those present to approve the Legislators' Retirement System's biennial budget for Fiscal Years 2020-2021, as submitted.

5.3 Staff reviewed the proposed biennial budget for the Judicial Retirement System for fiscal years 2020 and 2021. On motion of Scott Gorgon, the Retirement Board voted unanimously of those present to approve the biennial budget for the Judicial Retirement System's biennial budget for fiscal years 2020 and 2021.

6. RATIFICATION AGENDA

On motion of Scott Gorgon, the Retirement Board voted unanimously of those present to approve all items on the Ratification Agenda as recommended by staff:

- 6.1 Approve the Administrative Fund disbursements.
- 6.2 Approve the personnel action taken since the last report.
- 6.3 Approve the Phase-In Agreement between the Nevada System of Higher Education and Grant Dintiman.
- 6.4 Approve the contract renewal with Verizon Security Services for fiscal year 2019 at a cost not to exceed \$121,550 for one year.

7. DENIALS

8. REPORTS

9. PUBLIC COMMENT

- 9.1 There were no individual statements and/or requests by the members, retired employees and/or the public.
- 9.2 PERS' General Counsel provided an update on pending litigation.
- 9.3 There was no Administrative Report by Staff.
- 9.4 Comments or questions from the Retirement Board members:

Timothy Ross: 1. Vice Chair Ross thanked Mark Vincent for everything.

10. ADJOURNMENT

The meeting was adjourned by Chair Ong at 1:21 p.m.

The following is the time schedule for the meeting:

The Retirement Board education session held on July 19, 2018, was called to order at 9:12 a.m. by Chair Vincent and recessed at 10:20 a.m. The July 19, 2018, Retirement Board meeting was called to order at 10:42 a.m. by Chair Vincent and adjourned at 1:21 p.m.