

PUBLIC EMPLOYEES' RETIREMENT BOARD EDUCATION SESSION AND
MEETING MINUTES FOR
Wednesday, September 18, 2013

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

September 18, 2013
Education Session

The Retirement Board Education Session of the Public Employees' Retirement Board was called to order by Chairman Vincent at 9:47 a.m., September 18, 2013, in the PERS' Board Room, 693 West Nye Lane, Carson City. Members present: Mark Vincent, Chris Collins, Al Martinez, Rusty McAllister, Audrey Noriega, David Olsen, and Katherine Ong. Members absent: None.

1. PUBLIC COMMENT

There was no public comment offered.

2. ADMINISTRATION

2.1 Cheryl Price, Communications Coordinator, reviewed the Retiree Ambassador Program with the Retirement Board.

3. INVESTMENTS

3.1 Ken Lambert of Peavine Capital Management reviewed the Private Equity portfolio with the Retirement Board.

4. PUBLIC COMMENT

There was no public comment offered.

5. RECESS

Chairman Vincent recessed the meeting at 11:30 a.m.

September 18, 2013
Board Meeting

The Retirement Board meeting of the Public Employees' Retirement Board was called to order by Chairman Vincent at 12:05 p.m., on September 18, 2013, in the PERS' Board Room, 693 West Nye Lane, Carson City. Members present: Mark Vincent, Chris Collins, Al Martinez, Rusty McAllister, Audrey Noriega, David Olsen, and Katherine Ong. Members absent: None.

1. PUBLIC COMMENT

There was no public comment offered.

2. DISABILITIES

- 2.1 For the record, Audrey Noriega disclosed that Jack Dieson, Miraldina Joseph-Blackerby, Ula Pereira, Felton Pollard, Loy Simon, Nancy Terry, Sandra Webb-Redmond, Rhonda Wilkinson, and Cynthia Cohen all worked for the same employer as her but she did not feel this would impair her vote. David Olsen disclosed that Kristin Rupert and Natasha Zonitch worked for the same employer as him but he did not feel this would impair his vote. Chris Collins disclosed that Jesus Arevalo, Gina Chandler, and Peggy Smith all worked for the same employer as him but he did not feel this would impair his vote. Al Martinez disclosed that Christine Harrison, James Morrissey, Roy Pinkard, and Lawrence Nowak all worked for the same employer as him but he did not feel that would impair his vote. Rusty McAllister disclosed that John Mesa is a fellow firefighter but he did not feel this would impair his vote. Mark Vincent disclosed that Marilyn Miner-Nakagawa worked for the same employer as him but he did not feel this would impair his vote.

On motion of Kathy Ong, the Retirement Board voted unanimously to:

1. Approve permanent and total disability retirement for: Jesus Arevalo, Tami Beasley, Bobbi Bostock, Claudine Brown, Gina Chandler, Joseph Conrad, Sharon Derry, Jack Dieson, Cody Eason, Michele Gray, Christine Harrison, Miraldina Joseph-Blackerby, Veronica Knight, Steven Marchant, Carl Martin, John Mesa, James Morrissey, Ula Pereira, Roy Pinkard, Felton Pollard, Kristin Rupert, Marla Schellberg, Loy Simon, Sherry Soulam, Nancy Southard, Barbara Stinson, Nancy Terry, Roger Vind, Sandra Webb-Redmond, Rhonda Wilkinson, Pauline Williams, Donna Wittman, Connor Wolf, Joseph Wollburg, and Natasha Zonitch.
2. Approve reemployment requests by disability recipients: Cynthia Cohen, Barbara Fallaw, Marilyn Miner-Nakagawa, Lawrence Nowak, Marilyn Shipley, Charmaine Smith, Peggy Smith, and Roger Williams.

3. INVESTMENTS

- 3.1 Ken Lambert of Peavine Capital Management discussed the proposed securities lending program guidelines. After discussion, on motion of Rusty McAllister, the Retirement Board voted unanimously to authorize staff to work with BNYMellon to implement a U.S. treasury only collateral pool in the securities lending program.
- 3.2 Jim Chambliss, Karen Jakobi and Matt Lugar of Pathway Capital Management provided a performance update and market outlook on PERS' private equity portfolio.
- 3.3 There were no recommended changes to the Interim Investment Directives for the PERS', Legislators', or Judicial funds.

4. BOARD

- 4.1 The Retirement Board discussed the salary scale for the Executive Officer position in order to determine what pay step to assign to Tina Leiss, the newly appointed Executive Officer of PERS. Tina served as PERS' Operations Officer for almost 10-years prior to her appointment as Executive Officer. After discussion, on motion of Kathy Ong, the Retirement Board voted unanimously to place the new Executive Officer's salary at Step 9 of the pay schedule for PERS' Executive Officer, effective September 7, 2013.
- 4.2 On motion of Rusty McAllister, the Retirement Board voted unanimously to approve the minutes of the Retirement Board education session and Board meeting held August 21, 2013, as submitted.
- 4.3 There were no recommended changes to the Retirement Board meeting dates.
- 4.4 Staff reviewed the proposed changes to the Retirement Board Education Calendar for November and December 2013. On motion of Kathy Ong, the Retirement Board voted unanimously to approve the modifications to the Retirement Board Education Curriculum Calendar, as submitted.

5. ADMINISTRATION

- 5.1 Brad Ramirez of The Segal Company presented the results of PERS' Actuarial Experience Study they conducted using actuarial data from the previous seven years. After discussion, on motion of Chris Collins, the Retirement Board voted unanimously to accept the Actuarial Experience Study and adopt the recommended assumptions as prepared by The Segal Company, as submitted.
- 5.2 Staff presented the proposed modifications to the Strategic Plan for fiscal year 2014. Board member Ong requested that the paragraph regarding reviewing the investment markets annually for items not included in the PERS' portfolio remain in the plan. Staff will add the paragraph back into the Strategic Plan document. On motion of Kathy Ong, the Retirement Board voted unanimously to approve the Annual Strategic Plan Revision for Fiscal Year 2014, as amended.

6. RATIFICATION AGENDA

On motion of Kathy Ong, the Retirement Board voted unanimously to approve all items on the Ratification Agenda, as submitted:

- 6.1 Approve the Administrative Fund disbursements.
- 6.2 Approve personnel action taken since the last report.
- 6.3 Approve the Final Benefit Audit Report for July 2012.

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 The Deputy Attorney General provided an update on pending litigation involving PERS.
- 9.3 Administrative Report by Staff:
- Executive Officer: 1. The Executive Officer mentioned that the vacant Operations Officer position recruitment will be announced in the next couple of weeks statewide.
2. The Executive Officer provided an update on other vacant positions that have been filled.
- 9.4 There were no Retirement Board questions and/or comments.

10. ADJOURNMENT

The meeting was adjourned by Chairman Vincent at 2:30 p.m.

The following is the time schedule for the meeting:

The Retirement Board education session held on September 18, 2013, was called to order at 9:47 a.m. by Chairman Vincent and recessed at 11:30 a.m. The September 18, 2013, Retirement Board meeting was called to order at 12:05 p.m. by Chairman Vincent and adjourned at 2:30 p.m.