

PUBLIC EMPLOYEES' RETIREMENT BOARD
MEETING MINUTES FOR
Wednesday, October 19, 2011

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

October 19, 2011
Education Session

The Retirement Board Education Session of the Public Employees' Retirement Board was called to order by Chairman Vincent at 10:00 a.m., October 19, 2011, in the PERS' Board Room, 693 West Nye Lane, Carson City. Members present: Mark Vincent, James Green, Chris Collins, Bart Mangino, Rusty McAllister, David Olsen, and Katherine Ong. Members absent: None.

I. PUBLIC COMMENT

There was no public comment offered.

II. INVESTMENTS

- A. Staff reviewed the alternative investment portfolio of the PERS' fund.

III. ADMINISTRATION

- A. Staff reviewed the actuarial valuation process with the Board.

IV. PUBLIC COMMENT

There was no public comment offered.

V. RECESS

Chairman Vincent recessed the meeting at 11:55 a.m.

October 19, 2011
Board Meeting

The Retirement Board meeting of the Public Employees' Retirement Board was called to order by Chairman Vincent at 12:27 p.m., October 19, 2011, in the PERS' Board Room, 693 West Nye Lane, Carson City. Members present: Mark Vincent, James Green, Chris Collins, Bart Mangino, Rusty McAllister, David Olsen, and Katherine Ong. Members absent: None.

I. PUBLIC COMMENT

There was no public comment offered.

II. DISABILITIES

- A. For the record, Chris Collins abstained from voting on Darlene Morningstar and David Olsen abstained from voting on Bruce O'Key due to their knowledge of the individuals. On motion of James Green, the Retirement Board voted unanimously to:
1. Approve permanent and total disability retirement for: Linda Allman, Shelly Davis, Dawn Emde, Jimmy Evans, Jackie Goatley, Michael Heisler, Sharon Martinez, Evelyn McClees, Ralph Mezzulo, Darlene Morningstar, Bruce O'Key, Javier Ortega, Jr., Melody Polay, Randy Reese, Bane Sheppard, Walter Shingles, Melodie Simon, Terry Smith, Mary Walker, John Werner, Garry Wyatt, Joy Wyse, and Kim Yasin Muhammad.
 2. Approve reemployment requests by disability recipients: Gerald Beach, Anthony Cincotti, Ellen Eakman, Marti Goss, Clark Hamer, Cindy Murphy, Diana Peters, Mark Salopek, and Charmaine Smith.

III. INVESTMENTS

- A. Staff and Janet Becker-Wold of Callan Associates reviewed AllianceBernstein's active U.S. growth stock portfolio performance. Liz Smith of AllianceBernstein addressed the Board as well. After discussion, on motion of Kathy Ong the Retirement Board voted unanimously to:
1. Terminate the active U.S. growth stock portfolio managed by AllianceBernstein, as soon as possible.
 2. Retain AllianceBernstein to manage a temporary S&P 500 growth stock index fund.
 3. Authorize staff to conduct a search for an active U.S. growth stock manager.
- B. Ron Carey, Paul Michaels, and Steve Shafranek of Invesco Realty Advisors presented their annual private real estate portfolio review for the PERS' fund.
- C. Staff reviewed the proposed changes to the Investment Objectives and Policies for the Legislators' Retirement System and the Judicial Retirement System. On motion of James Green, the Retirement Board voted unanimously to approve the Investment Objectives and Policies for the Legislators' Retirement Fund and the Judicial Retirement Fund, as submitted.
- D. Staff presented the fiscal year 2012 investment plans for the Legislators' Retirement System and the Judicial Retirement System. On motion of Kathy Ong, the Retirement Board voted unanimously to accept the Investment Plans for fiscal year 2012 for the Legislators' Retirement System and the Judicial Retirement System, as submitted.

- E. Staff reviewed the recommended changes to the Interim Investment Directives for the PERS' fund. There were no recommended changes to the Interim Investment Directives for the Legislators' or Judicial funds. On motion of Kathy Ong, the Retirement Board voted unanimously to approve the Interim Investment Directives for the PERS' fund, as submitted.

IV. BOARD

- A. On motion of James Green, the Retirement Board voted unanimously to approve the minutes of the Retirement Board's 26th Annual Planning Seminar and Board meeting held September 20-21, 2011, as submitted.
- B. There were no recommended changes to the Retirement Board meeting dates.
- C. There were no recommended changes to the Retirement Board Education Curriculum Calendar.

V. ADMINISTRATION

- A. Staff presented the Annual Human Resources Report for fiscal year 2011. On motion of Kathy Ong, the Retirement Board voted unanimously of those present to accept the Human Resources Report for fiscal year 2011, as submitted. Bart Mangino was not present for this vote.
- B. Staff provided an annual report on the Consumer Price Index pursuant to NRS 286.5756(3).
- C. Staff reviewed the proposed technical changes to PERS' Accounts Receivable Procedures. After discussion, on motion of Kathy Ong, the Retirement Board voted unanimously to approve PERS' Accounts Receivable Procedures dated October 2011, as amended.

VI. RATIFICATION AGENDA

- A. Approve the Administrative Fund disbursements.
- B. Approve personnel action since the last report.
- C. Approve the penalty waiver request by the City of Las Vegas in the amount of \$863.40.

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

VII. DENIALS

VIII. REPORTS

IX. PUBLIC COMMENT

- A. There were no individual statements and/or requests by the members, retired employees and/or the public.
- B. The Deputy Attorney General had nothing to report.
- C. Administrative report by Staff.

Executive Officer: 1. The Executive Officer mentioned that each board member has been provided a copy of the National Associations' response letter to the new GASB reporting rules. The Board was also provided a copy of the Groom Law Group's response letter to the new GASB reporting rules.

Operations Officer: 1. The Operations Officer mentioned that she attended GASB hearings in San Francisco last week regarding their new reporting rules.

Investment Officer: 1. The Investment Officer reviewed stock and bond market valuation data with the Board.
2. The Investment Officer mentioned that staff is reviewing Federal regulations regarding pay-to-play to make sure Nevada PERS is in compliance.

- D. There were no Retirement Board questions and/or comments by members of the Retirement Board.

X. ADJOURNMENT

The meeting was adjourned by Chairman Vincent at 2:45 p.m.

The following is the time schedule for the meeting:

The Retirement Board education session held on October 19, 2011, was called to order at 10:00 a.m. by Chairman Vincent and recessed at 11:55 a.m. The October 19, 2011, Retirement Board meeting was called to order at 12:27 p.m. by Chairman Vincent and the meeting was adjourned at 2:45 p.m.