

PUBLIC EMPLOYEES' RETIREMENT BOARD
MEETING MINUTES FOR
Tuesday, November 17, 2009 and Wednesday, November 18, 2009

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

The Retirement Board Education Session of the Public Employees' Retirement Board was called to order by Chairman Stevens at 2:00 p.m., November 17, 2009, in the PERS' Board Room, 5820 South Eastern Avenue, Suite 220, Las Vegas. Members present: George Stevens, James Green, David Kallas, Bart Mangino, David Olsen, and Charles Silvestri. Members absent: Mark Vincent.

November 17, 2009
Education Session

I. ADMINISTRATION

- A. Dr. John Por of Cortex Applied Research, Inc., presented a fiduciary and governance workshop.

II. PUBLIC COMMENT

There were no public comments offered.

III. RECESS

Chairman Stevens recessed the meeting at 4:45 p.m.

November 18, 2009
Board Meeting

The Retirement Board Meeting of the Public Employees' Retirement Board was called to order by Chairman Stevens at 8:24 a.m., November 18, 2009, in the PERS' Board Room, 5820 South Eastern Avenue, Suite 220, Las Vegas. Members present: George Stevens, James Green, David Kallas, Bart Mangino, David Olsen, and Charles Silvestri. Members absent: Mark Vincent.

I. DISABILITIES

- A. On motion of David Kallas, the Retirement Board voted unanimously of those present to:
1. Approve permanent and total disability retirement for: Tracey Brierly, Linda Bodrero, Jerry Cusumano, Karen Deering, Richard Gonzales, Cindy Huber, Alexis Jackson, John Laxalt, Karen Magyar, Russel Malloy, Susan Moore, Rebecca Palone, John Phillips, Cedric Reed, Tommy Ricketts, Victoria Rivera, Ronald Taylor, and Paula Tell.
 2. Approve reemployment requests by disability recipients: Anthony Cincotti, Kathi Cooper, Andrew Harvey, Ralph Jones, and David Seoane.
 3. Deny the reemployment request by disability recipient Sandra Nyblom.

II. INVESTMENTS

- A. Neil Eigen and Alan Puklin of J&W Seligman presented a performance update on their active value equity portfolio for the PERS' fund and provided their views on the current equity market.
- B. Staff and Paul Troup of Callan Associates Inc., presented the quarterly performance update for the PERS', Legislators', and Judicial funds for the period ending September 30, 2009.
- C. Staff reviewed the annual investment cost report for fiscal year 2009. On motion of Charles Silvestri, the Retirement Board voted unanimously of those present to accept the Annual Investment Cost Report for Fiscal Year 2009, as submitted.
- D. There were no recommended changes to the Interim Investment Directives for the PERS', Legislators', and Judicial funds.

III. BOARD

- A. Brad Ramirez and Kurt Schneider of The Segal Company presented the actuarial valuation report for the Public Employees' Retirement System as of June 30, 2009. On motion of David Kallas, the Retirement Board voted unanimously of those present to accept the June 30, 2009, Actuarial Valuation Report as prepared by The Segal Company.
- B. Brad Ramirez and Kurt Schneider of The Segal Company presented the actuarial valuation report for the Judicial Retirement System as of July 1, 2009. On motion of David Kallas, the Retirement Board voted unanimously of those present to accept the Actuarial Valuation Report for the Judicial Retirement System as of July 1, 2009 as prepared by The Segal Company.
- C. Staff presented the annual Retirement Board Governance Compliance Report for fiscal year 2009. On motion of Charles Silvestri, the Retirement Board voted unanimously of those present to accept the 2009 Governance Report prepared by Cortex Applied Research Inc., as submitted.
- D. On motion of Charles Silvestri, the Retirement Board voted unanimously of those present to approve the minutes of the Retirement Board Education Session and Board meeting held October 20 and 21, 2009, as submitted.
- E. On motion of David Kallas the Retirement Board voted unanimously of those present to change the March 2010 meeting dates to Tuesday, March 23rd and Wednesday, March 24th.
- F. There were no recommended changes to the Retirement Board education curriculum calendar.

IV. ADMINISTRATION

- A. On motion of Charles Silvestri, the Retirement Board voted unanimously of those present to approve the minutes of the Police and Firefighters' Retirement Fund Advisory Committee meeting held October 28, 2009, as submitted.
- B. Staff provided background information on the University Medical Center of Southern Nevada's request for a penalty waiver in the amount of \$14,465.29. After discussion, on motion of David Kallas, the Retirement Board voted 3-yeyes, 2-nos and 1-abstention to approve the penalty waiver request for the University Medical Center of Southern Nevada in the amount of \$14,465.29. Bart Mangino and Charles Silvestri voted no and George Stevens abstained from the vote.
- C. Staff provided background information on the Grover C. Dils Medical Center's request for a penalty waiver in the amount of \$9,989.19. Mr. Jason Blake, Hospital Administrator for Grover C. Dils Medical Center discussed their financial situation and the reasons for the requested penalty waiver. After discussion, on motion of David Kallas, the Retirement Board voted unanimously of those present to waive the penalty fees beginning July 2007 through June 2008 and directed staff to work with Grover C. Dils Medical Center to establish a payment plan to complete payment of the penalty fees incurred from July 2008 through February 2009 that were not waived.

V. RATIFICATION AGENDA

On motion of David Kallas, the Retirement Board voted unanimously of those present to:

- A. Approve the Administrative Fund disbursements.
- B. Approve the personnel action taken since the last report.
- C. Approve an independent contract with Intraform, Inc., to print the Comprehensive Annual Financial Report (CAFR), the Popular Annual Financial Report (PAFR), the Legislators' Annual Financial Report, and the Judicial Annual Financial Report for fiscal year 2009, at a cost not to exceed \$7,000.00.
- D. Approve a contract with Intraform, Inc., effective January 1, 2010, for the printing and mailing of variable imaging forms for calendar year 2010.
- E. Approve a service agreement with ImageSource, effective January 1, 2010, through December 31, 2010, for an amount not to exceed \$52,203.64.
- F. Accept the Annual Asset Limit Report for fiscal year 2009.
- G. Approve a Phase-In Agreement between Truckee Meadows Community College and Patricia Barnett-Traenor effective December 1, 2009.

VI. DENIALS

VII. REPORTS

VIII. PUBLIC COMMENT

A. Mr. Daniel Hackett, PERS' disability retiree, addressed the Retirement Board and requested an accounts receivable write-off. The Board requested this item be placed on the January 2010 Retirement Board meeting.

B. The Senior Deputy Attorney General reported that the Retirement Board's requested AG Opinion is proceeding through the process.

C. Administrative report by Staff:

- Executive Officer:
1. The Executive Officer reported that the lawsuit filed by Anne Cates has been dismissed by the Ninth Circuit Court.
 2. The Executive Officer mentioned that she attended the International Foundation's annual employee benefits plan conference in Orlando, Florida and it was very successful.
 3. The Executive Officer stated that she has been invited to participate in a roundtable discussion with the Center for State and Local Government Excellence, other public pension fund executives, and other various attendees in Washington, DC in early December.
 4. The Executive Officer mentioned that the annual Christmas dinner with the Board has been scheduled for Tuesday, December 15th.
 5. The Executive Officer wished everyone a happy Thanksgiving holiday.

- Operations Officer:
1. The Operations Officer let the Retirement Board know that staff will respond to the letter they received from Karen Slaugh.
 2. The Operations Officer reminded the Retirement Board that the 6th Annual Liaison Officer Conference is being held on November 19th at Excalibur and everyone is invited to attend.

D. Questions and/or comments by members of the Retirement Board:

- David Kallas:
1. Mr. Kallas mentioned that he attended the International Foundation's annual employee

benefits plan conference in Orlando and felt it was a very informative conference. He provided copies of some of the handouts he received during the sessions. He will leave them with Karen should anyone like a copy.

IX. ADJOURNMENT

The meeting was adjourned by Chairman Stevens at 1:00 p.m.

The following is the time schedule for the meeting:

The Retirement Board education session held on November 17, 2009, was called to order at 2:00 p.m. by Chairman Stevens and recessed at 4:45 p.m. The November 18, 2009, Retirement Board meeting was called to order at 8:24 a.m. by Chairman Stevens. One break was taken at 9:10 a.m. for approximately ten minutes and another break was taken at 10:43 a.m. for approximately five minutes. The meeting was adjourned at 1:00 p.m.