

**OFFICIAL PROCEEDINGS OF THE BOARD OF
TRUSTEES
CITY OF LANSING
EMPLOYEES' RETIREMENT SYSTEM**

COPY

Regular Meeting
Council Conference Room
10th Floor, City Hall
Lansing, MI

July 22, 2010
Thursday, 8:30 a.m.

The Board met in regular session and was called to order at 8:34 a.m.

Present: Trustees Dedic, Kraus, McCaffery, Parker, Singleton, Wood – 6.
Absent: Trustee Bernero

Others: Karen E. Williams, Finance Department; Attorney Kenneth Lane, Clark Hill Law Office (representing the Law Department).

Karen Williams distributed a memo from Mr. Jerry Ambrose, secretary of the Board, that reported the results of the City Hall Trustee election. Mr. Ambrose requested that the Board declare Mr. Mark Parker, the candidate with the most votes, to replace the unexpired term, ending June 30, 2012 for the position vacated by Thomas Korkoske. The Board of Canvassers reviewed and certified the results, declaring Mr. Mark Parker as the new City Hall Trustee.

It was moved by Trustee McCaffery and supported by Trustee Wood to accept the results of the City Hall Trustee Election and approve Mr. Mark Parker as new Board member.

Adopted by the following vote: 5 – 0.

The Board recessed at 8:35 a.m. to allow Mr. Parker to be sworn in by the City Clerk's office.

The resumed in session at 8:41 a.m. and Mr. Parker returned to the meeting.

It was moved by Trustee Wood and supported by Trustee Kraus to approve the minutes of the Employees Retirement System Board Special Meeting of June 22, 2010.

Adopted by the following vote: 6 – 0

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Secretary's Report. 0 new member(s), 0 reinstatement(s), 0 refund(s), 0 transfers, 10 retired. Total active membership: 554. Total deferred: 54. Refunds made since the last regular meeting amounted to \$ 40,660.23. Retirement allowances paid for the month of June, 2010 amounted to \$1,593,185.20. Total retirement checks printed for the ERS System: 811. 3 death(s), Carmeleta Stanley (Finance/Exempt - retired 1/1/1969), age 101, died 7/5/2010, no beneficiary; Margie M. Dyer, (District Court Teamster, retired 2/4/1986), age 84, died 5/13/2010, no beneficiary; Zella Pitts, age 92, died 6/16/2010, surviving spouse of Public Service retiree. Eligible domestic relations orders received: 0. Domestic relations orders pending: 1. Eligible domestic relations orders certified: 0.

It was moved by Trustee Wood and supported by Trustee Wood to approve the following applications for Regular Age & Service Retirement:

Robert Antekeier, (Public Service -T580 Supervisory), 26 years, 4 months, age 52, effective 7/1/2010 (with purchase of 5 years of universal-buy-in time)

Jimmy L. Butt, Jr. (Police (Civilian) - T580 CTP), 24 years, 6 months, age 57, effective 7/1/ 2010. (Retirement Incentive Program)

Carl A. Calille, (Planning - UAW), 27 years, 3 months, age 49, effective /1/2010. (Retirement Incentive Program)

Esther Croff (Finance -T580 CTP), 23 years, 1 month, age 57, effective 7/1/2010 (with purchase of 3 years of universal buy-in time)

Ronald L. Deltzer (Public Service - T580 Supervisory), 31 years of service, age 51, 7/1/2010 (Retirement Incentive Program)

Estela Escamilla (Finance - T580 CTP), 28 years, 4 months, age 47, effective 7/1/2010 (with purchase of 3 years of universal buy-in time)

Richard Hansel (Public Service-UAW), 20 years, 3 months, age 59, effective 7/1/2010 (Retirement Incentive Program)

Paul Hayes (Public Service - T580 Supervisory), 24 years, 10 months, age 51 Effective 6/23/2010 (Retirement Incentive Program)

Ratana Hayes (Fire Civilian) - T580 CTP), 22 years, 1 month, age 49, effective 6/22/2010 (with purchase of 2 years of universal buy-in time)

Applications for Regular Age & Service Retirement: continued

Steven Hudson (Public Service - UAW), 31 years, age 53, effective 7/1/2010
(with purchase of 2 years of universal buy-in time)

Sharon Johnson (Planning -UAW), 29 years, 2 months, age 57, effective
7/1/2010 (Retirement Incentive Program)

Christine Kutt (Finance - T580 CTP), 33 years, 6 months, age 52, effective
7/1/2010 (with purchase of 3 years of universal buy-in time)

John Kutt (Finance - T580 CTP), 32 years, 10 months, age 58, effective
7/1/2010 (with purchase of 3 years of universal buy-in time)

Joan Lenhard, (Parks - T580 CTP), 25 years, 1 month, age 54, effective
7/1/2010 (Retirement Incentive Program)

Denise Lynch (Parks -T580 CTP), 26 years, 2 months, age 58, effective
7/1/2010 (With purchase of 3 years of universal buy-in time)

William H. Martin, Jr. (Public Service - UAW), 25 years, age 55, effective
7/1/2010 (Retirement Incentive Program)

Oscar G. Mazuca, (Parks - UAW), 20 years, 5 months, age 58, effective
6/15/2010 (Retirement Incentive Program)

Geralyn J. McClymont (Planning - UAW), 22 years, 1 month, age 61, effective
7/1/2010 (Retirement Incentive Program)

K i m E. Mingus (Finance - T580 Supervisory), 23 years, 2 months, age 54,
effective 7/1/2010 (Retirement Incentive Program)

Suzanne Moore (Planning - T580 CTP), 29 years, 6 months, age 55, effective
7/1/2010 (Retirement Incentive Program)

Robin L. Osterhaven (District Court Exempt), 20 years, 6.5 months, age 51,
effective 7/1/2010 (Retirement Incentive Program)

Edward Monroe (Finance - UAW), 24 years, 10 months, age 61, effective
7/1/2010 (Retirement Incentive Program)

Denise A. Packer (Police/Civilian - T580 CTP), 25 years, 2 months, age 59,
effective 6/26/2010 (Retirement Incentive Program)

Applications for Regular Age & Service Retirement: continued

Jamie Peterson (District Court Teamster), 24 years and 11 months, age 53, effective 7/1/2010 (Retirement Incentive Program)

David Phelps (Public Service - UAW), 30 years, 10 months, age 55, effective 7/1/2010 (Retirement Incentive Program)

Rick Reed (Public Service - T580 Supervisory), 33 years, age 51, effective 7/1/2010 (with purchase of 5 years of universal buy-in time)

John M. Roberts (Law-NonBargaining Supervisory), 24 years, 4 months, age 66, effective 7/1/2010 (Retirement Incentive Program)

Mark A. Russ (Public Service - T580 Supervisory), 24 years, 8 months, age 51, effective 7/1/2010 (Retirement Incentive Program)

Eric Stinson (Parks - UAW), 15 years, 10 months, age 61, effective 7/1/2010 (Retirement Incentive Program)

Sue Podleski (Law -T214), 25 years, age 52, effective 7/1/2010 (with purchase of 4 years, 8 months of universal buy-in time)

Bonita Schade (Police/Civilian -T580 CTP), 15 years, age 66, effective 7/16/2010.

Wendy S. Dipenhorst (Human Resources - T580), 9 years, 11 months, age 58, effective 7/1/2010 (From Deferred)

Adopted by the following vote: 6 – 0.

There were no requests for Duty Disability.

There were no requests for Non Duty Disability

There were no requests for Refund of Accumulated Contributions.

Trustee Kraus inquired if Trustee Murphy was still a member of the Employees Retirement System Board. Trustee Dedic reported that Mr. Murphy is no longer a member.

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Karen Williams distributed information of Fall MAPERS Conference, September 26 – 28. Ms. Williams requested that Trustees complete their registration form and pick their room selection.

Attorney Kenneth Lane reported he was worked with John Jackson of Asset Consulting to complete the review of the TRowe Price contracts. Once the contract has been signed, TRowe Price is scheduled to be funded August 4, 2010.

Trustee Kraus reported to the Board that there were no nominating petitions received thus far. She has reached out to the Public Service Departments. Trustee Kraus also requested the Retirement Office contact Waste Water division of Public Service to remind members of the posting.

Trustee Kraus inquired to the Board the status of the Parks Department trustee. Trustee Kraus requested an explanation of Trustee Scott Dedic's status as citizen representative trustee.

Trustee Wood explained that Trustee Dedic had been appointed by the Mayor as the citizen representative. There was an amendment to the Ordinance and the appointment was brought to the City Council for enactment.

Attorney Kenneth Lane added that the City Attorney's office reviewed the Ordinance and drafted an amendment that would allow Trustee Dedic to be named as citizen representative to maintain a quorum. With Trustee Dedic new position, it was determined that he would not be eligible as the Park Department Trustee.

Trustee Kraus also inquired if the Ordinance amendment to change the quorum requirements for the Employees Retirement System when there are vacancies on the Board was still pending.

Trustee Wood stated that both Ordinance amendments were enacted at the same time.

Trustee Kraus requested that a posting for the Parks Department be on the agenda for next month.

Trustee Dedic reported that the Board will be reviewing the committee assignments and requested that members contact him regarding what subcommittee they would like to serve.

Trustee Kraus reported that the Special Projects subcommittee is working on a score sheet for the 4 proposals for actuary services, Gabriel, Roeder, Smith; EFI; Milman; and Rodwin. Trustee Kraus will work with subcommittee to review the proposals.

Attorney Kenneth Lane reported that the approved draft Ordinance is with the City Attorney's review. Attorney Lane will try to get a timeline for the Board.

Trustee Kraus inquired if it was too late to add a sunset to the citizen representative section. Trustee Kraus had concerns that the citizen representative should be a resident of the City of Lansing.

Trustee Wood reported that the Ordinance would have a ten year sunset and be subject to review.

It was moved by Trustee Kraus and supported Trustee Wood that citizen representative position have a sunset to the current four-year term and be subject to review under the appropriate section of the Ordinance.

Trustee Dedic recused himself from the vote.

Trustee McCaffery inquired if a member who is not an employee and nonresident of the City can be chairperson.

Trustee Kraus explained that Trustee Dedic has replaced Mr. Michael Murphy. Trustee Kraus reviewed the Board rules and Ordinance to determine if one of the three elected members must serve as chair or vice chair. Trustee Kraus explained that any member of the Board can serve as chair or vice chair.

Adopted by the following vote: 5 – 0

Attorney Ken Lane reported to the Board that he contacted the IT representative for review of the computer security concerns raised by the Board. Attorney Lane reported that he is waiting for a response.

Attorney Ken Lane reported that he spoke with the City Attorney's Office who reviewed three Fraud Monitoring/Securities Litigation firm. The City Attorney had concerns with the Robbins, Gellar, Rudman & Dowd firm and added the Barrack, Rodos and Bacine firm to the approved list to represent the Retirement System.

Trustee Wood expressed concerns that the Board voted on two firms, not three and inquired about the addition. Attorney Ken Lane explained that the City

Attorney had to approve outside legal counsel. Attorney Lane also reviewed the fraud allegations and convictions for Robbins, Gellar, Rudman & Dowd and Milberg, LLP. Attorney Lane noted that these allegations have been addressed and corrected by the firms in question.

Karen Williams reviewed the Investment Monthly report for June.

The meeting adjourned at 9:22 a.m.

Minutes approved on _____

Jerry Ambrose, Secretary
Employees Retirement System

Scott Dedic, Chairperson
Employees Retirement System