

OFFICIAL PROCEEDINGS OF THE BOARD OF
TRUSTEES
CITY OF LANSING
EMPLOYEES= RETIREMENT SYSTEM

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

January 17, 2013
Thursday, 8:30 a.m.

The Board met in regular session and was called to order at 8:39 a.m.

Present: Dedic (9:16), Kraus, McCaffery, Munroe, Parker, Rose, Wood - 7
Absent: Trustee Bernero, Taylor

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

Trustee Rose presided over the proceeding.

It was moved by Trustee Kraus and supported by Trustee Wood to approve the Official
Minutes of the Employees Retirement System Boards Regular Meeting of December
13, 2012.

Adopted by the following vote: 6 - 0

There were no public comments.

Secretary=s Report. 0 new member(s), 0 reinstatement(s), 0 refund(s), 0 transfers, 4
retired. Total active membership: 361. Total deferred: 68. Refunds made since the last
regular meeting amounted to \$0.00. Retirement allowances paid for the month of
December 2012, amounted to \$1,729,334.50. Total retirement checks printed for the
ERS System: 859. 1 death(s): Clark A. Meyers, died 1/4/2013, (Parks/UAW, retired
1/3/1990), age 88, no beneficiary. Eligible domestic relations orders received: 0.
Domestic relations orders pending: 0. Eligible domestic relations orders certified: 1.

It was moved by Trustee Wood and supported by Trustee McCaffery to approve the
Request for Regular Age and Service Retirement:

Marsha L. Scott, (Parks/UAW) – 20 years, 4 months of service credits, age 58, effective
December 19, 2012

Rosie L. Taylor (Planning/UAW) – 27 years, 1 month of service credits, age 50, effective
December 19, 2012.

Cynthia A. Currie (Police-Civilian/FOP 911) – 14 years, 9 months of service credits, age
58, effective January 1, 2013. (From Deferred)

Gregory G. Kico (Public Service/Teamster) – 34 years, 4 months of service credits, age
56, effective January 18, 2013.

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It was moved by Trustee Wood and supported by Trustee McCaffery to approve the Request for Regular Age and Service Retirement (continued):

Marichand Neves, (Public Service/Teamster) – 25 years, 4 months of service credits, age 51, effective January 18, 2013.

Brian Sipperley (Public Service/Teamster) – 30 years, 9 months of service credits, age 50, effective January 19, 2013.

Thomas A. Wendt (Finance/Teamster) – 14 years of service credits, age 65, effective January 23, 2013 (purchase 2 years, 8 months of universal buy-in of time)

Joseph Diaz (Police-Civilian/FOP 911) – 22 years, 7 months of service credits, age 42 years, 5 months, effective January 26, 2013 (Purchased 1 month of universal buy in of time)(Old Plan – 65 points)

Thomas J. Blanc (Public Service/Teamster) – 18 years, 8 months of service credits, age 48, effective January 1, 2013 (From Deferred, 65 points)

Adopted by the following vote: 6 – 0.

Ms. Williams reported to the Employees Retirement System Board that applicant #2012-E1213 is pending, waiting for the medical release for information.

It was moved by Trustee Wood and supported by Trustee Kraus to recess the Employees Retirement System to allow the disability subcommittee to meet to review the Medical Director reports for Applicant #2012-E1018 and Applicant #2012-E0719.

Adopted by the following vote: 6 – 0

The meeting recessed at 8:45 a.m.

The meeting reconvened at 8:48 a.m.

Trustee Kraus reported that the disability subcommittee met and reviewed the Medical Director reports for Applicant #2012-E1018 and Applicant #2012-E0719. Trustee Kraus reported that the subcommittee recommends concurrence with the medical director to approve duty disability for both applicants.

It was moved by Trustee Wood and supported by Trustee Kraus to approve the duty disability of Applicant #2012-E1018 and Applicant #2012-E0719

Attorney Ken Lane reviewed the policy and opined that Trustees could review the medical reports but not discuss or divulge the names of applicants until the Board votes on the applications.

Trustee Rose requested that the Board go into closed session to discuss the medical reports from Dr. Roth.

It was moved by Trustee Wood and supported by Trustee Kraus to go into closed session to discuss the medical opinions from Dr. Roth.

Adopted by the following vote: 6 -0
Yes: Kraus, McCaffery, Munroe, Parker, Rose, Wood
No: 0

The Board met in closed session at 8:50 a.m.

The Board returned to open session at 8:58 a.m.

The motion to approve the duty disability requests from applicant #2012-E1213 and applicant #2012-E0719.

Adopted by the following vote: 6 - 0.

There were no requests for Non-Duty Disability Retirement.

Karen Williams reported that there was one request for a refund of accumulated contributions from Mr. Kevin B. Reeves of \$22,799.36. He was a member of the City Clerk's Office, under the Mayor/Council Staff and he was not vested.

It was moved by Trustee Kraus and supported by Trustee Parker to approve the following request for Refund of Accumulated Contribution:

Kevin B. Reeves, City Clerk's Office/Mayor/Council Staff, \$22,799.36

Adopted by the following vote: 6 -0.

Karen Williams reported that Trustee Terri Taylor had contacted the Retirement Office that she would not be at the ERS meeting.

Trustee Parker reported that Trustee Scott Dedic requested an excuse for the meeting because he was delayed at the City Financial Health meeting.

It was moved by Trustee Parker and supported by Trustee Wood to excuse Trustee Dedic from the Employees Retirement System January Board Meeting.

Adopted by the following vote: 6 - 0

Karen Williams reported that there was a MAPERS One-Day conference scheduled for February 8. The MAPERS Spring Conference at Shanty Creek was scheduled for May 19 -21.

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It was moved by Trustee Wood and supported by Trustee Kraus to nominate, closed nominations and elect Trustee Scott Dedic as chairperson and Trustee Robert Rose as vice chairperson.

Adopted by the following vote: 6 - 0

The Employees Retirement System Board approved the following 2013 subcommittees:

Disability Committee:	Kraus, Taylor, Wood
Investment Committee:	Kraus, McCaffery, Parker, Rose, Taylor, Wood
Education Committee:	Dedic Parker, Munroe, Rose
Ordinance Changes Committee/ Special Projects:	Kraus, Rose, Munroe, Wood
Joint Ad Hoc Committee	
On Health Care:	Dedic, Parker, Rose, Wood
Outside Legal Services:	Dedic, Parker, Taylor, Wood

Attorney Ken Lane provided an update of the Employees Retirement System Ordinance. The City Attorney Office is waiting to incorporate the recent contract changes to Teamster 214 in the Ordinance. Attorney Lane will provide an updated version of the Retirement Ordinance for Board review.

Attorney Lane also reviewed the amendments to the Open Meeting Act to place the meeting schedule on the website and the new rules on posting meeting notices. The 18 hour regulations are only for business hours.

Attorney Ken Lane will provide a review of the changes of Public Act 314 and what is required for the website at next meeting.

Karen Williams requested that she is working to update the Retirement website. She recommended that a subcommittee or Trustee be available or appointed to approve additions or modifications to the website.

Karen Williams provided a sample of the new Asset Consulting Group streamlined quarterly reports.

It was moved by Trustee Wood and supported by Trustee Parker to accept the modification to the Asset Consulting Group quarterly reports.

Adopted by the following vote: 6 -0.

Karen Williams distributed a memo from Asset Consulting Group recommending that no action be taken regarding changes to Northern Trust Security Lending account. Northern Trust was modifying the Securities Lending Program regarding the way non-cash collateral is held for participants.

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It was moved by Trustee Kraus and supported by Trustee Munroe to accept the recommendation from Asset Consulting Group regarding no further action to the Northern Trust Security Lending account.

Adopted by the following vote: 6 – 0.

Ms. Karen Williams reported that the 911 Operators retirement funds have not been transferred.

Trustee Wood indicated that the Retirement Board has not seen the actuarial report and that funds could not be transferred until the Board's review and recommendation to City Council. Trustee Wood reported that two actuarial reports were completed, one by Ingham County and one by EFI. There has not been any progress pass this point.

Attorney Ken Lane provided a review of Public Act 314's requirement that the Board review the actuarial report.

Trustee Parker requested a progress report from Angela Bennett regarding the actuarial valuation of the 911 Center transfer.

Trustee Dedic inquired about the effect of Ingham County contract negotiations with the 911 employees and what impact that would have on the transfer of funds.

It was moved by Trustee Parker and supported by Trustee Munroe to request a progress report from EFI regarding the actuarial valuation. Trustee Munroe offered a friendly amendment accepted by Trustee Parker to request a progress report from the City Attorney's Office.

Adopted by the following vote: 7 – 0

Trustee Parker provided an update for Retirement Conference to be held Thursday, September 12, 2013 at the Lansing Center. Trustee Parker requested the Board's approval to add health care screenings to the Conference. Trustee Parker requested a budget of \$10,000 for the health care screenings.

It was moved by Trustee Wood and supported by Trustee Parker to add health care screening to the 2013 Retirement Conference and to allocate \$10,000 budget from Board's administrative account. Trustee Kraus offered a friendly amendment that was accepted by Trustee Wood to share the cost of the health screening budget with the Police and Fire Retirement System.

Adopted by the following vote: 7 -0

Trustee Parker also requested suggestions for speakers for the conference.

Trustee Rose reported that Pension Software project is moving into Phase II, data extraction and migration. Trustee Rose informed the Board that the Retirement System uses information from paper records, the old mainframe and the IFAS payroll system.

Trustee Rose stated that Tegrity is working with Finance and Retirement Staff to integrate these records into the Arrivos software.

Karen Williams distributed and reviewed the Securities Lending Report for the month of December, 2012.

Trustee Scott Dedic reviewed the City Financial Health Care Team and announced that a Public Hearing would be January 31, 2013 at 7:00 a.m. at Harry Hill Center.

The meeting adjourned at 10:37a.m.

Minutes approved on _____

Angela Bennett, Secretary
Employees= Retirement System

Scott Dedic, Chair
Employees' Retirement System