

## **MINUTES**

### **KANSAS PUBLIC EMPLOYEES RETIREMENT SYSTEM BOARD OF TRUSTEES**

May 18, 2007

The meeting was called to order by Chairperson Jody Boeding at 9:00 a.m. in the Retirement System Boardroom, Topeka, Kansas.

Board members present:

- Jody Boeding, Chairperson
- Doug Wolff, Vice Chairperson
- Duane Anstine
- Jarold Boettcher
- Michael Braude
- Bruce Burditt
- Lynn Jenkins
- Lon Pishny
- Rachel Lipman Reiber

#### **Public Comment**

There were no public comments.

#### **Approval of Minutes**

It was moved by Doug Wolff and seconded by Lynn Jenkins that the minutes of the March 16, 2007, meeting be approved as submitted. Motion passed.

#### **Executive Director's Report**

The Chairperson recognized Glenn Deck, Executive Director. Mr. Deck provided a summary report on current issues including KITS implementation status and annual statement production. Mr. Deck provided a report on the 2007 Legislative Session and implementation of the bills that passed. Mr. Deck discussed potential interim studies and deferred compensation plan implementation and responded to questions.

#### **Investment Operations**

The Chairperson recognized Vince Smith, Chief Investment Officer. Mr. Smith reviewed the March 31, 2007, Investment Performance Report. He reported that the Retirement System had a total return of 12.7 percent (not annualized) for the fiscal year-to-date and 2.1 percent for the calendar year-to-date. Mr. Smith provided preliminary investment performance estimates as of April 30, 2007 and responded to questions.

#### **Investment Committee Report**

The Chairperson recognized Jarold Boettcher, Chairperson of the Investment Committee. Mr. Boettcher provided a report on the May 17, 2007 committee meeting.

### **Audit Committee Report**

The Chairperson recognized Bruce Burditt, Chairperson of the Audit Committee. Mr. Burditt provided a report of the May 18, 2007 committee meeting.

### **Retirement System Operations**

The Chairperson recognized Mary Beth Green, Member Services Officer. Ms. Green provided the operations report including information on field services activities, July retirements and that staff met its performance objectives.

### **Monthly Financial Report**

The Chairperson recognized Leland Breedlove, Chief Fiscal Officer. Mr. Breedlove reviewed the April 30, 2007 financial statements.

### **Employer Rate Certification**

The Chairperson recognized Leland Breedlove, Chief Fiscal Officer. Mr. Breedlove provided a report on the recommended employer contribution rates for fiscal year 2009 and responded to questions.

Doug Wolff made a motion that the Board certify employer contribution rates as specified in the attached report. Rachel Lipman Reiber seconded the motion. Motion passed.

### **Death and Disability Fund Actuarial Valuation**

The Chairperson recognized Leland Breedlove, Chief Fiscal Officer. Mr. Breedlove reviewed the final Death and Disability Fund Annual Report and GASB 43 Actuarial Valuation Report and responded to questions.

Doug Wolff made a motion that the Board accept the Annual Report and GASB 43 Actuarial Valuation of the KPERS Death and Disability Program as of June 30, 2006 along with the adoption of the assumptions and methods as described in Appendix C. Lynn Jenkins seconded the motion. Motion passed.

### **Appointment of Hearing Officer**

The Chairperson recognized Laurie McKinnon, General Counsel. Ms. McKinnon reviewed the request for the administrative appeal of Shawn Beadles.

Rachel Lipman Reiber moved that staff be authorized to contract with the Office of Administrative Hearings for assignment of a hearing officer, for the purpose of hearing the administrative appeal of Shawn Beadles. Doug Wolff seconded the motion. Motion passed.

**Old Business**

There was no old business.

**New Business**

There was no new business

**Board Evaluation**

The Board briefly discussed the meeting and status of several Board matters. The Board requested that the staff schedule the future Investment Committee meetings to alternate between presentations by staff and outside investment managers.

The meeting adjourned at 10:50 a.m.