

MINUTES

KANSAS PUBLIC EMPLOYEES RETIREMENT SYSTEM BOARD OF TRUSTEES

August 13, 2004

The meeting was called to order by Chairperson Michael Braude at 2:04 p.m., in the Kansas Public Employees Retirement System Boardroom, Topeka, Kansas.

Board members present:

- Michael Braude, Chairperson - by phone
- Liz Miller, Vice Chairperson - by phone
- Jody Boeding - by phone
- Jarold Boettcher - by phone
- Bruce Burditt - by phone
- Don Steffes - by phone
- Marjorie Lee Webb - by phone
- Doug Wolff - by phone

Manna Pro Sale Update

The Chairperson recognized Rob Woodard, Chief Investment Officer. Mr. Woodard presented his report on the proposed Manna Pro sales transaction. Mr. Woodard introduced Paul Crotty of Portfolio Advisors who briefly reviewed his recommendation for the sale of Manna Pro. Mr. Woodard and Mr. Crotty responded to Board questions on various aspects of the proposed transaction.

Liz Miller moved that the Board authorize staff to effect transfer of ownership of Manna Pro per the stock transfer arrangement as discussed. Jarold Boettcher seconded the motion. Motion passed 8-0, Bruce Burditt abstained.

Project Management Services for Information Systems Replacement Project

The Chairperson recognized John Oliver, Chief Information Officer. Mr. Oliver presented the Procurement Negotiating Committee recommendation for the Project Management Services on the Information Systems Replacement Project and responded to questions. Mr. Oliver informed the Board that on August 12, 2004 the State's Chief Information Technology Officer approved the KPERS Information Systems Replacement Project.

Liz Miller moved that the Board authorize staff to contract with MTG Management Consultants for Project Management Services on the Information Systems Replacement Project. Bruce Burditt seconded the motion. Motion passed.

Litigation Status Report

Chairperson recognized Glenn Deck, Executive Director, who recommended that the Board go into Executive Session to discuss the General Counsel's litigation status report.

Jody Boeding moved that the Board go into Executive Session for 10 minutes with both Glenn Deck and Laurie McKinnon in attendance to discuss the litigation status report. Lynn Jenkins seconded the motion. Motion passed.

The Board recessed into Executive Session at 2:28 p.m. and returned to open session at 2:38 p.m.

Liz Miller moved and Jody Boeding seconded that the Board go into Executive Session for 5 additional minutes. Motion passed.

The Board recessed into Executive Session at 2:38 p.m. and returned to open session at 2:43 p.m.

Liz Miller moved and Bruce Burditt seconded that the Board provide KPERS' General Counsel, Laurie McKinnon, with the authority to participate in the Carlson v. KPERS settlement conference and to recommend such settlement to the Board for approval. Motion failed 2-yes 7-no (Jody Boeding, Jarold Boettcher, Michael Braude, Lynn Jenkins, Don Steffes, Marjorie Lee Webb, and Doug Wolff).

Jarold Boettcher moved and Marjorie Lee Webb seconded that the Board provide KPERS' General Counsel, Laurie McKinnon, with the authority to participate in the Carlson v. KPERS settlement conference and to accept such settlement as the parties and the Judge deem appropriate. Motion passed 7-yes 2-no (Liz Miller and Bruce Burditt).

The meeting adjourned at 2:50 p.m.