

A regular meeting of the Michigan Public School Employees Retirement System Board was held at the General Office Building, 7150 Harris Drive, Conference Room A, Dimondale, Michigan, on Thursday, June 11, 2009. The following members, staff and observers participated:

Members Present: Lenore Croudy, Community College Trustee
 Michael Flanagan, Superintendent of Public Instruction
 Steven Jagusch, General Public Member, Investment Experience
 Paul Lerg, Retired Finance/Operations Member and as a representative of the largest retiree organization
 Edwin Martinson, Reporting Unit Board of Control Member
 Richard Montcalm, Finance/Operations Member, Non-superintendent
 John Olekszyk, Retiree Member
 Diana Osborn, Non-Certified Support Member
 Michael Ringuette, General Public Member, Actuarial Experience

Via Conference

Phone: Susan Meston, Active Superintendent Member

Staff Present: Phil Stoddard, Executive Secretary
 Terry Rideout, Recording Secretary

Others Present: Bonnie Carpenter, Marie Wilkerson, Don Miller, Iris Arthur, Robert Arthur, and Joe Curtin of the Michigan Association of Retired School Personnel; Earl Hagstrom of MEA-Retired; Richard Schaper of Western Michigan University; Robert Dwan of the Michigan School Business Officials; Barbara Murphy, Branco Bojicic, and Patricia Soyemi of Blue Cross Blue Shield of Michigan; Carol Nolan of EyeMed; Lisa Eggert of Delta Dental; Krista Davis of Priority Health; Richard Williams and Mark Williamson of Williams & Co.; Alan Sonnanstine and Ben Louagie of Gabriel, Roeder, Smith and Co.; Thomas Schimpf of the Attorney General's Office; Laurie Hill and Brian McLane of the Office of Retirement Services.

Call to Order

Chair Diana Osborn called the meeting to order at 10:30 a.m.

Excusing of Absent Members

Edwin Martinson moved, Lenore Croudy supported, to excuse the absence of Ivy Bailey. The motion carried unanimously.

Approval of Agenda

Richard Montcalm moved, John Olekszyk supported, to approve the agenda as presented. The motion carried unanimously.

Approval of Minutes

John Olekszyk moved, Lenore Croudy supported, to approve the minutes of the April 23, 2009, meeting as presented. The motion carried with Richard Montcalm and Michael Flanagan abstaining.

Administrative Hearings

Proposal for Decision – Docket 2008-28808 PSRS

The Board considered the case materials. John Olekszyk moved, Steven Jagusch supported, that the Board adopt as its own the recommendation of the Presiding Officer in the February 13, 2009 PFD, including the proposed Findings of Fact and Conclusions of Law except for the changes requested by Respondent, and deny Petitioner's request to repurchase a year of maternity service credit or, instead receive interest on the refund of her service credit purchase or damages for lower retirement benefits, using the form of decision and order offered by Respondent. The motion carried unanimously.

Proposal for Decision – Docket 2008-10562 PSRS

The Board considered the case materials. Richard Montcalm moved, Steven Jagusch supported, that the Board adopt as its own the recommendation of the Presiding Officer in the February 12, 2009 PFD, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner's request to revoke his election to be in the Optional Retirement Plan at Western Michigan University and be reinstated in MPSERS, using the form of decision and order offered by Respondent. The motion carried unanimously.

Proposal for Decision – Docket 2009-1190 PSRS

The Board considered the case materials. Edwin Martinson moved, John Olekszyk supported, that the Board adopt as its own the recommendation of the Presiding Officer in the March 31, 2009, PFD, including the proposed Findings of Fact and Conclusions of Law except for the changes requested by Respondent, and deny Petitioner's application for non-duty disability retirement benefits, using the form of decision and order offered by Respondent. The motion carried unanimously.

Proposal for Decision – Docket 2009-3780 PSRS

The Board considered the case materials. Edwin Martinson moved, Lenore Croudy supported, that the Board adopt as its own the recommendation of the Presiding Officer in the March 12, 2009 PFD, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner's application for duty disability retirement benefits. The motion carried unanimously.

Proposal for Decision – Docket 2009-3777 PSRS

The Board considered the case materials. John Olekszyk moved, Richard Montcalm supported, that the Board adopt as its own the recommendation of the Presiding Officer in the March 25, 2009 PFD, including the proposed Findings of Fact and Conclusions of Law except for the changes requested by Respondent, and deny Petitioner's application for non-duty disability retirement benefits, using the form of decision and order offered by Respondent. The motion carried unanimously.

New Business

Motion for Reconsideration – Docket 2008-21485 PSRS

John Olekszyk moved, Richard Montcalm supported, that the Board grant Respondent's Motion for Reconsideration and adopt the decision and order offered by Respondent, which grants Petitioner's request to reinstate her 2002 TDP agreement through the payment of \$3,978.97. The motion carried unanimously.

Waiver of Spousal Signature

Richard Montcalm moved, John Olekszyk supported, that the Board waive the applicant's spousal signature requirement of MCL 38.1385(3) "for extenuating circumstances." The motion carried unanimously.

Resolutions for William Lawson, Richard Montcalm, and Martha Pichla

Chair Diana Osborn read the resolution for William Lawson. Following Board member comments, Richard Montcalm moved, Lenore Croudy supported to adopt the resolution as presented. The motion carried unanimously.

Chair Diana Osborn read the resolution for Richard Montcalm. Following Board member comments, Michael Flanagan moved, Edwin Martinson supported to adopt the resolution as presented. The motion carried unanimously.

Chair Diana Osborn read the resolution for Martha Pichla. Following Board member comments, Edwin Martinson moved, Lenore Croudy supported to adopt the resolution as presented. The motion carried unanimously.

Special Reports

Actuarial Pension Valuation – Alan Sonnanstine of Gabriel Roeder Smith & Company provided highlights of the pension valuation for the period ending September 30, 2008, and responded to questions.

Actuarial Health Care Valuation – Alan Sonnanstine of Gabriel Roeder Smith & Company provided highlights of the health care valuation for the period ending September 30, 2008, and responded to questions.

2010 Health Care Initiative – Ben Louagie of Gabriel Roeder Smith & Co., and Barbara Murphy of Blue Cross Blue Shield of Michigan presented and responded to questions.

Standing Reports – Committee Reports

Health Insurance Committee – Diana Osborn noted that the Committee was scheduled to meet following the Board meeting.

Executive Secretary Comments

Phil Stoddard reminded the Board and the public that the Office of Retirement Services will be closed on 6/19, 7/6, 7/24, 8/7, 8/21, and 9/4, which are state furlough days.

Board Comments

No comments were received.

Public Comments

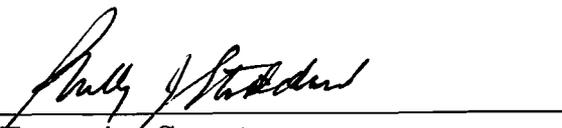
Comments were received from Earl Hagstrom.

Adjournment

Edwin Martinson moved, Lenore Croudy supported, to adjourn the meeting at 12:58 p.m. The motion carried unanimously.

OFFICIAL MINUTES


Chair


Executive Secretary