

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, December 16, 2010. The following members, staff and observers participated:

**Members Present:** Ivy Bailey, Active Classroom Teacher Member  
 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  
 Susan Meston, Active Superintendent Member  
 John Olekszyk, Retiree Member  
 Diana Osborn, Non-Certified Support Member  
 Michael Ringuette, General Public Member, Actuarial Experience

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

**Others Present:** Bonnie Carpenter of the Michigan Association of Retired School Personnel; Dan Rudd, Judy Foster, and Phyllis Rule of MEA-Retired; Richard Schaper of Western Michigan University; Ellen Hoekstra of Capitol Services, Inc. on behalf of the Coalition for Secure Retirement; Branco Bojicic and Patricia Soyemi of Blue Cross Blue Shield of Michigan; Carol Nolan of EyeMed; Lisa Eggert of Delta Dental; Janet Truant and Michelle Ryba of CatalystRx; Richard Williams and Krista Davis of Williams & Co.; Ben Louagie and Virginia Gibson of Gabriel, Roeder, Smith and Co.; Brian McLane, and Angela Muncy of Thomson Reuters; Frank Monticello of the Office of Attorney General; and Laurie Hill of the Office of Retirement Services.

### **Call to Order**

Chair Diana Osborn called the meeting to order at 10:33 a.m.

### **Excusing of Absent Members**

Lenore Croudy moved, Susan Meston supported, to excuse the absences of Jonathan Fielbrandt and Timothy Raymer. The motion carried unanimously.

## Approval of Agenda

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

## Approval of Minutes

John Olekszyk moved, Paul Lerg supported, to approve the minutes of the October 28, 2010, meeting as presented. The motion carried unanimously.

## Administrative Hearings

### Proposal for Decision – Docket 2010-20964 PSRS

The Board considered the case materials. Edwin Martinson moved, Susan Meston supported that the Board adopt as its own the recommendations of the Presiding Officer in the September 23, 2010 PFD, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner's request for duty and non-duty disability retirement benefits. The motion carried unanimously.

### Proposal for Decision – Docket 2010-36667 PSRS

The Board considered the case materials. John Olekszyk moved, Edwin Martinson supported, that the Board adopt as its own the recommendations of the Presiding Officer in the September 22, 2010 PFD, including the proposed Findings of Fact and Conclusions of Law, and grant Petitioner's request to cover her son under her retiree health insurance pursuant to Section 91 of the MPSERS Act. The motion carried unanimously.

### Proposal for Decision – Docket 2010-36581 PSRS

The Board considered the case materials. John Olekszyk moved, Michael Ringuette supported, that Petitioner's Closing Brief be stricken from the record as being replete with hearsay and that the proposed exhibits attached to the Brief were never entered into the administrative record at the hearing. The motion carried unanimously.

John Olekszyk moved, Michael Ringuette supported, that the Board adopt as its own the recommendations of the Presiding Officer in the September 22, 2010 PFD, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner's request for an exemption from the earnings limitation imposed by section 61 of the MPSERS Act, using the form of decision and order offered by Respondent. The motion carried unanimously.

### Proposal for Decision – Docket 2010-36689 PSRS

The Board considered the case materials. Michael Ringuette moved, John Olekszyk supported that the Board adopt as its own the recommendations of the Presiding Officer in the September 23, 2010 PFD, including the proposed Findings of Fact and Conclusions of Law, and affirm the determination made by ORS to exclude the remuneration in question from Petitioner's Final Average Compensation calculation. The motion carried with Susan Meston opposed.

### **Standing Reports**

#### Health Insurance Committee Report

Michael Ringuette stated that the Committee met prior to the Board meeting and received an update on Medicare Advantage and previewed the Health Care Plan Management Report.

### **Executive Secretary Comments**

Phil commented on the effectiveness of the Health Care Plan Management report as a tool for analyzing data and highlighting the effectiveness of the quality and cost containment measures that have been taken. He cautioned that much of the cost containment in the last few years has been predicated on federal revenue and policy that is ever changing, so the system must be ever vigilant.

Phil thanked Diana for her recent visit to the Office of Retirement Services to thank staff for their hard work on the recent retirement incentive.

Phil thanked Terry Rideout who is retiring, for her work as Recording Secretary for the Board.

### **Board Comments**

Comments were received from Lenore Croudy, Michael Flanagan, Susan Meston, and Diana Osborn.

### **Public Comments**

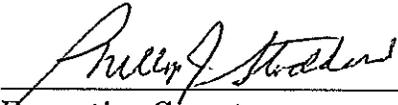
Comments were received from Bonnie Carpenter and Dan Rudd.

## Adjournment

Paul Lerg moved, Lenore Croudy supported, to adjourn the meeting at 11:27 a.m. The motion carried unanimously.

## OFFICIAL MINUTES

  
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Chair

  
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Executive Secretary