

A regular meeting of the **Michigan Public School Employees' Retirement System Board** was held at the Stevens T. Mason Building, 530 W. Allegan Street, First Floor Board Room, Lansing, Michigan, on Thursday, July 14, 2016. The following members, staff, and observers participated:

Members Present: Scott Koenigsknecht, Active Superintendent Member
 Kevin Philipps, Representing Finance/Operations, non-Superintendents
 Timothy Raymer, Representing Finance/Operations, Retirants, Member of largest retirant organization
 Michael Ringuette, General Public Member, Actuarial Experience
 Christine Veld, Non-Certified Educational Support Member
 Larry Ward, Reporting Unit Board of Control Member
 Ann Kroneman, Community College Administrator/Trustee Member
 Stephen Epstein, General Public Member, Investment Experience

Staff Present: Kerrie Vanden Bosch, Executive Secretary
 Lisa Reibold, Recording Secretary

Others Present: Ronda Daugherty of Truven Health; Ann Marie Reynolds of BCBSM; James Pearson, MEA Retired; Kim Young of Priority Health; Rosalyn Slade of Priority Health; Kelly Lahr of Priority Health; Ben Louagie of Towers Watson; Cara Dobie of Capitol Services; Virginia Gibson of Towers Watson; Lisa Eggert of Delta Dental; Kathy Markman of the Attorney General's office; Monica Valentine of Optum, Jocelyn Hain of Optum; and Anthony Estell of the Office of Retirement Services

Call to Order

Chair Scott Koenigsknecht called the meeting to order at 10:30 a.m.

Excusing of Absent Members

Larry Ward moved, Stephen Epstein supported, to excuse the absences of Ivy Bailey, Dan Christner, Mike Engle, and Brian Whiston. The motion carried unanimously.

Approval of Agenda

Timothy Raymer moved, Kevin Philipps supported, to approve the agenda as presented. The motion carried unanimously.

Approval of Minutes

Stephen Epstein moved, Larry Ward supported, to approve the regular session meeting minutes of May 26, 2016. The motion carried unanimously.

Administrative Hearings

Proposal for Decision – Docket 15-019763-ORS

The Board considered the case materials. Michael Ringuette moved, Christine Veld supported, that the Board adopts as its own the recommendation of the Presiding Officer in the April 29, 2016, Proposal for Decision, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner's application for non-duty disability retirement. The motion carried unanimously.

Proposal for Decision – Docket 15-036025-ORS

The Board considered the case materials. Christine Veld moved, Michael Ringuette supported, that the Board adopt as its own the recommendations of the Presiding Officer in the September 10, 2015, Proposal for Decision, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner's application for non-duty disability retirement. The motion carried unanimously.

Proposal for Decision – Docket 15-034498-ORS

The Board considered the case materials. Michael Ringuette moved, Christine Veld supported, that the Board adopt as its own the recommendations of the Presiding Officer in the September 2, 2015, Proposal for Decision, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner's application for non-duty disability retirement. The motion carried unanimously.

Proposal for Decision – Docket 15-039887-ORS

The Board considered the case materials. Christine Veld moved, Kevin Philipps supported, that the Board adopt as its own the recommendations of the Presiding Officer in the November 24, 2015, Proposal for Decision, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner's application for non-duty disability retirement. The motion carried unanimously.

Proposal for Decision – Docket 16-000012-ORS

The Board considered the case materials. Michael Ringuette moved, Christine Veld supported, that the Board accept as its own the recommendation of the Presiding Officer in the April 13, 2016, Proposal for Decision, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner's motion for summary disposition. The motion carried unanimously.

Proposal for Decision – Docket 15-052048-ORS

The Board considered the case materials. Christine Veld moved, Michael Ringuette supported, that the Board adopt as its own the recommendations of the Presiding Officer in the April 19, 2016, Proposal for Decision, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner's application for non-duty disability retirement. The motion carried unanimously.

New Business

Proposed Payment Plan from Pontiac City School District

Kerrie Vanden Bosch summarized a proposal for a new payment plan offered by the Pontiac City School District, which was laid out in materials provided to the board. Michael Ringuette made a motion, as follows:

Mr. Chair, I recommend that we, I move that we adopt the recommendation discontinuing the current withholding of the District's monthly state school aid and accept the 2016/2017 MPSEERS Balance Plan as presented and outlined in correspondence, including the provision to withhold the district's state school aid if the district does not meet the terms of the plan.

Stephen Epstein supported. The motion carried unanimously.

Special Reports

Annual Managed Prescription Drug Report – Jocelyn Hain of Optum presented the current report to the Board.

Standing Reports

Legislative Summary - The Board received the current report.

Executive Secretary Comments

Ms. Kerrie Vanden Bosch gave an update on the PA 75 court case regarding the 3% employee contributions toward retiree health care. The Court of Appeals ruled that the contributions are not constitutional and remanded the case to the lower court to issue instructions for refunding the contributions. Governor Snyder has decided to appeal to the Supreme Court. The Attorney General declined to represent the Governor in this case but has provided a Special Assistant Attorney General to do so.

Board Comments

None

Public Comments

None

Adjournment

Stephen Epstein moved, Larry Ward supported, that the meeting be adjourned. The motion carried unanimously and Chair Koenigsknecht adjourned the meeting at 11:32 a.m.

OFFICIAL MINUTES

Signature on file
Chair

Signature on file
Executive Secretary