

A regular meeting of the State of Michigan Retirement Board was held at 1:30 p.m. on Thursday, May 19, 2016, in the Board Room, First Floor of the Stevens T. Mason Building, 530 W. Allegan Street, Lansing, Michigan.

Members Present: Judge Mark T. Boonstra, representing the General Public
Robert Brackenbury, representing the State Treasurer
Matthew Fedorchuk, representing State Employee and Retiree members
John Gnodtke, representing the State Personnel Director
Laurie Hill, representing State Employee and Retiree members
Molly Jason, representing the Attorney General
Craig Murray, representing the Auditor General
David H. Sawyer, representing the Judges
LTC John Wojcik, representing the Military

Staff Present: Laurie Mitchell, Executive Secretary
Marcy Best, Recording Secretary

Others Present: Chelsea Locke, ORS Director's Office; Mita Drazilov of Gabriel Roeder Smith & Company; Louise Gates of Gabriel Roeder Smith & Company; Kathy Markman of the Attorney General's Office; Cheryl Streberger, SERA; Mary Pollock, SERA; & Carla Dubie of Capital Services, Inc.

Call to Order

Chair Laurie Hill called the meeting to order at 1:35 p.m. and welcomed new board member Judge David H. Sawyer.

Approval of Agenda

Mark Boonstra moved, Craig Murray supported, to approve the Agenda as presented. The motion carried unanimously.

Approval of Minutes

John Gnodtke moved, Robert Brackenbury supported, to approve the regular session of the State of Michigan Retirement Board minutes of February 11, 2016. The motion carried unanimously.

Special Reports

Mita Drazilov of Gabriel Roeder Smith & Company presented highlights of the SERS and MRS Actuarial Pension Valuation for the period ending September 30, 2015 to Board members and answered questions.

Louise Gates of Gabriel Roeder Smith & Company presented highlights of the SERS Actuarial Health Valuation for the period ending September 30, 2015 to Board members and answered questions.

New Pension Recipients

Informational payroll statistics lists were provided to the Board. There was no discussion on these items.

Administrative Hearings

Proposal for Decision – Docket 2015-049246-ORS

The Board considered the case material. John Gnodtke moved, Molly Jason supported, that the Board adopts as its own the recommendations of the Presiding Officer as set forth in the January 11, 2016 Proposal for Decision except for the following clarifications and corrections:

- a. All references to sections 21 and 24 of the State Employees' Retirement Act, MCL 28.21 and MCL 38.24 shall be changed to section 67a, MCL 38.67a, which is the applicable provision under which Petitioner's application for disability retirement benefits has been reviewed and decided;
- b. The record in this matter indicates that Petitioner does not satisfy the requirements for a non-duty disability retirement under MCL 38.67a; specifically, no medical advisor has certified that Petitioner is totally and permanently disabled. To the contrary, the medical advisor has certified that Petitioner is not totally and permanently disabled;
- c. Furthermore, having considered the record, together with the Presiding Officer's January 11, 2016 PFD, the Board concludes as a matter of fact, that the medical advisor's findings are supported by the medical evidence and so decides, as a matter of law, that Petitioner's application for non-duty disability retirement is denied under MCL 38.67a

Therefore, Petitioner's application for duty or non-duty disability retirement is denied under section 67a, MCL 38.67a. The motion carried unanimously.

New Business

Resolution for Board Consideration and Approval

Mark Boonstra moved, Robert Brackenbury supported, that the Board adopt the Resolution honoring Judge Diane D'Agostini as presented. The motion carried unanimously.

Legislative Report

A report was provided for the Board's information.

Executive Secretary Comments

Laurie Mitchell thanked Vice-Chair Mark Boonstra for assisting her to find a replacement for Judge Diane D'Agosti.

Board Comments

Judge Mark Boonstra requested an update on the efforts for prefunding the judges.

Public Comments

Comments were received from Mary Pollock.

Adjournment

John Gnodtke moved, David Sawyer supported, that the meeting be adjourned. The motion carried unanimously. The Chair adjourned the meeting at 2:47 p.m.

OFFICIAL MINUTES

Signature on file

Chair

Signature of file

Executive Secretary