

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, September 10, 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
 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, Marie Wilkerson, Don Miller, and Joe Curtin of the Michigan Association of Retired School Personnel; Chuck Agerstrand, Earl Hagstrom, Richard Hosking, Mary Christian, Roger Foster, Judy Foster, Dan Rudd, and Phyllis Rule of MEA-Retired; Richard Schaper of Western Michigan University; Mary Ellen Caldwell of Central Michigan University; Robert Dwan of the Michigan School Business Officials; Alyssa Roland of Capitol Services; Branco Bojicic of Blue Cross Blue Shield of Michigan; Chad Prittie of EyeMed; Lisa Eggert of Delta Dental; Krista Davis of Priority Health; Richard Williams and Josh Williams of Williams & Co.; Ben Louagie and Michelle Dwyer 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

Susan Meston moved, Paul Lerg supported, to approve the agenda as presented. The motion carried unanimously.

Election of Officers

Executive Secretary Phil Stoddard asked the Nominating Committee for nominations for the Office of Chair. John Olekszyk, on behalf of the Committee, nominated Diana Osborn for the Office of Chair. Mr. Stoddard asked if there were other nominations from the floor. Being there were no additional nominations a ballot was cast for Diana Osborn for the Office of Chair and approved unanimously.

Chair Diana Osborn asked the Nominating Committee for nominations for the Office of Vice Chair. Edwin Martinson, on behalf of the Committee, nominated John Olekszyk for the Office of Vice Chair. Chair Osborn asked if there were any other nominations from the floor. Being there were no additional nominations a ballot was cast for John Olekszyk for the Office of Vice Chair and approved unanimously.

Approval of Minutes

John Olekszyk moved, Susan Meston supported, to approve the regular session minutes and the closed session minutes of the July 23, 2009, meeting as presented. The motion carried unanimously.

Administrative Hearings

Proposal for Decision – Docket 2009-12789 PSRS

The Board considered the case materials. Susan Meston moved, Edwin Martinson supported, that the Board adopt as its own the recommendation of the Presiding Officer in the June 18, 2009 PFD, including the proposed Findings of Fact and Conclusions of Law except for the changes requested by Respondent, and deny Petitioner's request for duty or non-duty disability retirement benefits, using the form of decision and order offered by Respondent. The motion carried unanimously.

Proposal for Decision – Docket 2009-2797 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 May 19, 2009 PFD, including the proposed Findings of Fact and Conclusions of Law except for the changes requested by Respondent, and deny Petitioner's request for non-duty disability retirement benefits, using the form of

decision and order offered by Respondent. The motion carried unanimously.

Proposal for Decision – Docket 2009-4136 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 June 9, 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 2009-3776 PSRS

The Board considered the case materials. John Olekszyk moved, Edwin Martinson supported, that the Board adopt as its own the recommendation of the Presiding Officer in the June 26, 2009 PFD, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner's request to change the computation of her final average compensation. The motion carried unanimously.

Proposal for Decision – Docket 2009-2872 PSRS

The Board considered the case materials. Edwin Martinson moved, Steven Jagusch supported, that the Board adopt as its own the recommendation of the Presiding Officer in the July 1, 2009, PFD, including the proposed Findings of Fact and Conclusions of Law except for the changes requested by Respondent, and deny Petitioner's request for retirement benefits for July and August 2007, using the form of decision and order offered by Respondent. The motion carried unanimously.

Proposal for Decision – Docket 2009-12404 PSRS

The Board considered the case materials. John Olekszyk moved, Paul Lerg supported, that the Board adopt as its own the recommendation of the Presiding Officer in the May 28, 2009 PFD, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner's request for retirement benefits under MCL 38.1343b(b). The motion carried unanimously.

Proposal for Decision – Docket 2009-23984 PSRS

The Board considered the case materials. Edwin Martinson moved, Steven Jagusch supported, that the Board adopt as its own the recommendation of the Presiding Officer in the May 27, 2009 PFD, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner's application for non-duty disability retirement benefits. The motion carried unanimously.

Health Insurance Committee Report

Chair Diana Osborn reported that the Health Insurance Committee met prior to the Board meeting to receive an update on Medicare Advantage.

Ben Louagie from Gabriel Roeder Smith and Company provided an update to the full Board. Mr. Louagie noted that the first of two Health Initiative Review Committee (HIRC) meetings had been scheduled for October 5, 2009, from 10:00 a.m. to 12:00 p.m. at the General Office Building, Conference Room A to provide interested parties the opportunity to give public input on the 2010 Medicare Advantage Fee for Service Plan and review opportunities to address the cost gap.

Executive Secretary Comments

Phil Stoddard noted that processing the vast number of retirement applications received this summer had gone smoothly with staff working hard to compensate for time lost on the furlough days.

Board Comments

Lenore Croudy congratulated Diana and John on being elected Chair and Vice Chair respectively.

Susan Meston inquired whether a date had been set for the second HIRC meeting. (Note - this date once determined will be conveyed to interested parties).

Michael Flanagan noted that the Office of Retirement Services does a commendable job processing the large volume of work that comes their way.

Diana Osborn expressed her appreciation at being re-elected Chair.

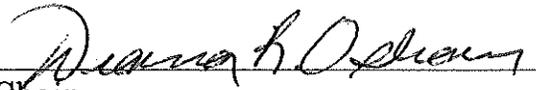
Public Comments

Comments were received from Earl Hagstrom, Don Miller, and Chuck Agerstrand.

Adjournment

Lenore Croudy moved, Edwin Martinson supported, to adjourn the meeting at 11:23 p.m. The motion carried unanimously.

OFFICIAL MINUTES


Chair


Executive Secretary