

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, July 29, 2010. The following members, staff and observers participated:

Members Present: Lenore Croudy, Community College Trustee
 Jonathon Fielbrandt, Active Classroom Teacher Member
 Edwin Martinson, Reporting Unit Board of Control Member
 Susan Meston, Active Superintendent Member
 John Olekszyk, Retiree Member
 Timothy Raymer, Finance/Operations Member,
 Non-superintendent
 Michael Ringuette, General Public Member, Actuarial
 Experience

Via phone: Paul Lerg, Retired Finance/Operations Member and as
 a representative of the largest retiree organization

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

Others Present: Bonnie Carpenter, Marie Wilkerson, Les Nixon, D. Johns, and Joe Curtin of the Michigan Association of Retired School Personnel; Richard Schaper of Western Michigan University; Rob Spagnuolo of Waverly Community Schools; Carly Todd of Capitol Services Inc.; Branco Bojicic, and Patricia Soyemi of Blue Cross Blue Shield of Michigan; Mary Ann Knowles and Paula Brawdy of Priority Health; Carol Nolan of EyeMed; Lisa Eggert of Delta Dental; Richard Williams and Krista Davis of Williams & Co.; Ben Louagie of Gabriel, Roeder, Smith and Co.; Thomas Schimpf of the Office of Attorney General; and Laurie Hill and Tim McCormick of the Office of Retirement Services.

Call to Order

Vice Chair John Olekszyk called the meeting to order at 10:40 a.m.

Excusing of Absent Members

Lenore Croudy moved, Edwin Martinson supported, to excuse the absence of Ivy Bailey, Steven Jagusch and Diana Osborn. The motion carried unanimously.

Edwin Martinson moved, Timothy Raymer supported to excuse the absence of Michael Flanagan. The motion carried unanimously.

Approval of Agenda

Edwin Martinson moved, Jonathon Fielbrandt supported, to approve the revised agenda as presented. The motion carried unanimously.

Approval of Minutes

Lenore Croudy moved, Susan Meston supported, to approve the minutes of the June 10, 2010, meeting as presented. The motion carried unanimously.

Nominating Committee for September Board Elections

The members of the Nominating Committee are Edwin Martinson, Michael Ringuette and John Olekszyk.

Administrative Hearings

Proposal for Decision – Docket 2010-20959 PSRS

The Board considered the case materials. Edwin Martinson moved, Lenore Croudy supported, that the Board adopt as its own the recommendations of the Presiding Officer in the May 5, 2010 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.

Proposal for Decision – Docket 2009-8826 PSRS

The Board considered the case materials. Edwin Martinson moved, Timothy Raymer supported, that the Board adopt as its own the recommendations of the Presiding Officer in the May 10, 2010 PFD, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner's request for surviving spouse benefits retroactive to September 2003. The motion passed on a roll call vote with 6 yes votes, and 2 no votes.

Lenore Croudy	No	Jonathon Fielbrandt	Yes
Paul Lerg	Yes	Edwin Martinson	Yes
Susan Meston	No	John Olekszyk	Yes
Timothy Raymer	Yes	Michael Ringuette	Yes

Proposal for Decision – Docket 2009-16135 PSRS

The Board considered the case materials. Jonathon Fielbrandt moved, Lenore Croudy supported, that the Board adopt as its own the recommendations of the Presiding Officer in the April 27, 2010 PFD, including the proposed Findings of Fact and Conclusions of Law, and grant Petitioner's request to continue her daughter, Danielle, as a health insurance dependent with the following conditions. Petitioner's daughter shall be reexamined no later than June 30, 2011, to determine her continued eligibility for dependent health coverage and, at that time, Petitioner is to provide all medical reports concerning her daughter's health. Petitioner is also directed to provide to Respondent the status of Petitioner's daughter's appeal of the denial for Social Security benefits. The motion carried unanimously.

New Business

Public Act 77 of 2010 – 115 Trust Agreement for the Retiree Health Care Fund

Assistant Attorney General Tom Schimpf provided background information and Alan Wilk of Dykema provided an overview of the trust agreement. Following discussion, Susan Meston moved, Michael Ringuette supported that the Board adopt the 115 trust agreement as presented. The motion carried unanimously.

Colin Powell Academy School System Non-Payment

The Board reviewed the materials provided. Edwin Martinson moved, Lenore Croudy supported for the Board to authorize the Director of the Office of Retirement Services to provide notice to the State Treasurer and Superintendent of Public Instruction to withhold the payment of State funds payable from the State Aid Act appropriate to the Colin Powell Academy School System to obtain payment for all delinquencies pursuant to MCL 38.1342. The motion carried unanimously.

Executive Secretary Comments

Phil Stoddard provided updates on the retirement incentive and the hybrid plan. He also noted that staff have been working on the National Health Care Reform Act as it pertains to the retirement system looking for opportunities that may exist. Phil clarified that the Title 1 provisions in the Act do not apply to retiree only plans. The federal government will not require MPSERS to extend health insurance coverage to their retirees' adult children until age 26. A retiree's

dependents will need to qualify under MCL 38.1391(15) to continue health care insurance coverage.

Board Comments

Susan Meston requested clarification on people retiring after July 1, 2010, and then returning to work. Additional information will be provided to the Board.

Paul Lerg requested a resolution be drafted to acknowledge ORS staff for their hard work during the retirement incentive.

Lenore Croudy thanked Phil for presenting at the Michigan Community College Association's annual meeting.

Timothy Raymer commended ORS staff for all of their efforts and problem-solving approach during the retirement incentive.

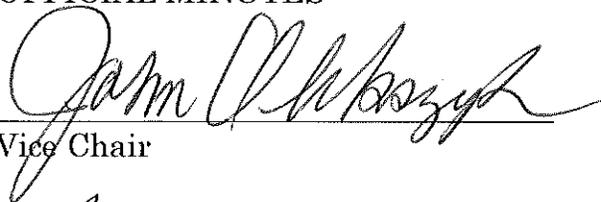
Public Comments

Comments were received from Marie Wilkerson.

Adjournment

Edwin Martinson moved, Lenore Croudy supported, to adjourn the meeting at 11:35 a.m. The motion carried unanimously.

OFFICIAL MINUTES



Vice Chair



Executive Secretary