

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, August 3, 2017. The following members, staff, and observers participated:

Members Present: Charles "Dan" Christner, Retiree Member
 Liz Eastway, Non-Certified Educational Support Member
 Stephen Epstein, General Public Member, Investment Experience
 Scott Koenigsknecht, Active Superintendent Member
 Ann Kroneman, Community College Administrator/Trustee 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
 Larry Ward, Reporting Unit Board of Control Member
 Brian Whiston, Superintendent of Public Instruction

Staff Present: Laurie Mitchell, Acting Executive Secretary on behalf of Kerrie Vanden Bosch
 Lisa Reimbold, Recording Secretary

Others Present: Kathy Markman of the Attorney General's office; Ben Louagie, Brian Morris and Virginia Gibson of Willis Towers Watson; James Pearson of the MEA; Lisa Eggert of Delta Dental; Kelly Lahr and Rosalyn Slade of Priority Health; Tracy Stephenson of Optum; Michael Curtiss and Angela Hua of Truven Health; Joe Curtin, Chuck Abshagen and Mark Guastella of Michigan Association of Retired School Personnel; Cara Dobie and Courtney Austin of Capitol Services representing the Coalition for a Secure Retirement; Regina Jamerson of BCBSM; John Karagoulis and Elizabeth Harrison of the Office of Retirement Services.

Call to Order

Chair Scott Koenigsknecht called the meeting to order at 10:27 a.m.

Excusing of Absent Members

Larry Ward moved, Kevin Philipps supported, to excuse the absences of Ivy Bailey and Mike Engle. The motion carried unanimously.

Approval of Agenda

Brian Whiston moved, Dan Christner supported, to approve the agenda as presented. The motion carried unanimously.

Approval of Minutes

Stephen Epstein moved, Ann Kroneman supported, to approve the regular session meeting minutes of May 18, 2017. The motion carried unanimously.

Administrative Hearings

Proposal for Decision – Docket 16-007906-ORS

The Board considered the case materials. Timothy Raymer moved, Brian Whiston supported, that the Board adopt as its own the recommendations of the Presiding Officer in the October 19, 2016, Proposal for Decision, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner’s request for non-duty disability retirement with the following corrections made to the PFD:

- a. The third paragraph on page 5 is corrected as follows:
 - “IMA” in the first line should be “IMAs”.
 - “Henderson” in the second sentence should be “Bradley”.
 - Add “both Dr. Bradley and” before “Dr. Henderson” in last sentence. As corrected this sentence would read, “Therefore, both Dr. Bradley and Dr. Henderson concluded that the Petitioner is not eligible for nonduty disability retirement benefits.”
- b. In the first line on page 6, replace “shoed” with “showed”
- c. In the last line on page 6, delete “meeting/”
- d. In the signature block on page 7, delete the last two lines referring to the Director, Department of Health and Human Services.

The motion carried unanimously.

Proposal for Decision – Docket 16-009565-ORS

The Board considered the case materials. Michael Ringuette moved, Kevin Philipps supported, that the Board adopt as its own the recommendations of the Presiding Officer in the April 14, 2017, Proposal for Decision, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner’s request for non-duty disability retirement with the following corrections made to the PFD:

- e. In the second full paragraph on page 4, substitute “he” for “she” in lines 2 and 3 and substitute “his” for “her” in line 3.
- f. In the signature block on page 7, delete the last two lines referring to the Director, Department of Health and Human Services.

The motion carried unanimously.

Proposal for Decision – Docket 16-011231-ORS

The Board considered the case materials. Timothy Raymer moved, Brian Whiston supported, that the Board adopt as its own the recommendations of the Presiding Officer in the April 4, 2017, Proposal for Decision, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner’s request for non-duty disability retirement. The motion carried unanimously.

Proposal for Decision – Docket 16-011677-ORS

The Board considered the case materials. Michael Ringuette moved, Ann Kroneman supported, that the Board adopt as its own the recommendations of the Presiding Officer in the May 15, 2017, Proposal for Decision, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner’s request to report certain portions of his compensation above the Normal Salary Scheduled for the 2013-2014 school year to the retirement system. The motion carried unanimously.

Proposal for Decision – Docket 16-018823-ORS

The Board considered the case materials. Timothy Raymer moved, Liz Eastway supported, that the Board adopt as its own the recommendations of the Presiding Officer in the April 14, 2017, Proposal for Decision, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner’s request to recalculate her purchased Out-of-System Education Services, with the PDF to be corrected on page 12 to delete the last two lines of the signature block. The motion carried unanimously.

New Business

2018-2019 Health Strategic Initiative Package - Ben Louagie of Willis Towers Watson presented to Board members.

Michael Ringuette moved, Brian Whiston supported, that the Board adopt the 2018-2019 Health Care Strategic Initiative Package. The motion carried unanimously.

PA 92 Overview – John Karagoulis from the Office of Retirement Services presented to Board members.

Standing Reports

Legislative Summary - The Board received the current report.

Executive Secretary Comments

None.

Board Comments

Chair Scott Koenigsknecht shared with the Board comments made on the ORS Facebook page from a member thanking the Board for their work.

Public Comments

Mark Guastella of MARSF complimented ORS staff for their work in presenting facts to the legislature. He extended his gratitude to ORS and the Board for their work on PA 92. He mentioned there will be concern from the members for the \$1,500 out of pocket maximum cost increase for drug benefit.

Adjournment

Brian Whiston moved, Michael Ringuette supported, that the meeting be adjourned. The motion carried unanimously and Chair Scott Koenigsknecht adjourned the meeting at 11:26 a.m.

OFFICIAL MINUTES

Signature on file
Chair

Signature on file
Executive Secretary