

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, November 13, 2014. The following members, staff, and observers participated:

Members Present: Ivy Bailey, Active Classroom Teacher Member
 C. Dan Christner, Retiree Member
 Mike Engle, Active Classroom Teacher Member
 Stephen Epstein, General Public Member, Investment Experience
 Scott Koenigsknecht, Active Superintendent Member
 Timothy Nelson, Community College Administrator/Trustee Member
 Kevin Philipps, Representing Finance/Operations, non-Superintendents
 Michael Ringuette, General Public Member, Actuarial Experience
 Charles Thomas, Representing Finance/Operations, Retirants, Member of largest retirant organization
 Larry Ward, Reporting Unit Board of Control Member

Staff Present: Phil Stoddard, Executive Secretary
 Laurie Hill, Acting Executive Secretary
 Chanda Donnan, Recording Secretary

Others Present: Branko Bojicic of Blue Cross Blue Shield of Michigan; Judy Foster, Earl Hagstrom and Chuck Agerstrand of MEA-Retired; Joe Curtin, Mark Guastella, Chuck Abshagen of the Michigan Association of Retired School Personnel; Paula Brawdy of Priority Health; Virginia Gibson, Ben Louagie and Brian Morris of Towers Watson; Ronda Dougherty, Tom Weatherup and Mike Curtiss with Truven Health; Lisa Eggert of Delta Dental; Cara Dobie of Capital Services; Mike Herbach of Office of Retirement Services; Patrick Fitzgerald of the Office of Attorney General

Call to Order

Chair Scott Koenigsknecht called the meeting to order at 10:29 a.m.

Excusing of Absent Members

Michael Ringuette moved, Larry Ward supported, to excuse the absence of Michael Flanagan and Christine Veld. The motion carried unanimously.

Approval of Agenda

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

Approval of Minutes

Charles Thomas moved, Ivy Bailey supported, to approve the regular session meeting minutes of September 18, 2014. The motion carried unanimously.

Application Extension Requests for the Board's Consideration

Michael Ringuette moved, Timothy Nelson supported, that the Board grant requests 1-2 as presented in the Supplemental Information to the Agenda 7A for an extension of time to apply for a non-duty disability retirement allowance under MCL 38.1386 on the basis that "extenuating circumstances" have been established to the satisfaction of the Board. The motion carried unanimously.

Administrative Hearings

Proposal for Decision – Docket 2013-000423-ORS

The Board considered the case materials. Stephen Epstein moved, Ivy Bailey supported, that the Board adopt as its own the recommendations of the Presiding Officer in the July 2, 2014 Proposal for Decision, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner's application for non-duty disability retirement under MCL 38.1386. The motion carried unanimously.

Proposal for Decision – Docket 2014-002203-ORS

The Board considered the case materials. Stephen Epstein moved, Timothy Nelson supported, that the Board adopt as its own the recommendations of the Presiding Officer in the June 24, 2014 Proposal for Decision, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner's application for non-duty disability retirement under MCL 38.1386. The motion carried unanimously.

Proposal for Decision – Docket 2014-004554-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 July 23, 2014 Proposal for Decision, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner's request to change her retiree healthcare election under Section 91a. The motion carried unanimously.

Proposal for Decision – Docket 2014-000909-ORS

The Board considered the case materials. Stephen Epstein moved, Charles Thomas supported, that the Board adopt as its own the recommendations of the Presiding Officer in the June 11, 2014 Proposal for Decision, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner's application for non-duty disability retirement under MCL 38.1386. The motion carried unanimously.

Proposal for Decision – Docket 2014-006861-ORS

The Board considered the case materials. Stephen Epstein moved, Timothy Nelson supported, that the Board adopt as its own the recommendations of the Presiding Officer in the March 13, 2014 Proposal for Decision, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner's application for non-duty disability retirement under MCL 38.1386. The motion carried unanimously.

Proposal for Decision – Docket 2014-002665-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 August 14, 2014 Proposal for Decision, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner's application for non-duty disability retirement under MCL 38.1386. The motion carried unanimously.

Proposal for Decision – Docket 2014-005315-ORS

The Board considered the case materials. Michael Ringuette moved, Dan Christner supported, that the Board adopt as its own the recommendations of the Presiding Officer in the June 19, 2014 Proposal for Decision, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner's request to change her retiree healthcare plan election under Section 91a. The motion carried unanimously.

New Business

Resolution for Board consideration and approval

Stephen Epstein moved, Charles Thomas supported, that the Board adopt the Resolution honoring Laurie Hill as presented. The motion carried unanimously.

Review of Interest and Penalty Charges on Late Payments from Reporting Units

Scott Koenigsknecht reviewed the background of this issue and summarized the memorandum addressed to the Board. Following discussion, Michael Ringuette moved, Stephen Epstein supported, that the Board adopt the late fee and interest policy as presented in the memorandum dated November 10, 2014, from Phil Stoddard to the Board. The motion carried unanimously.

*Laurie Hill stepped in to serve as Executive Secretary at this time (11:25 a.m.).

Special Reports

Michael Curtiss of Truven Health Analytics presented the Health Care Plan Management Report to Board members and answered questions.

Brian Morris of Towers Watson presented the Annual Health and Pension Financial Report to Board members and answered questions.

Standing Reports

Health Care – The committee met prior to the board meeting to review reports.

Legislative Summary - The Board received the current report.

Executive Secretary Comments

Laurie Hill thanked the presenters for a job well done, shared her appreciation to the Board for the Resolution and for their support through the years.

Board Comments

Scott Koenigsknecht thanked Laurie Hill for her role served with the retirement boards and wished her well.

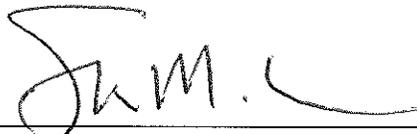
Public Comments

None

Adjournment

Stephen Epstein moved, Timothy Nelson supported, that the meeting be adjourned. The motion carried unanimously. The meeting adjourned at 11:57 a.m.

OFFICIAL MINUTES



Chair



Executive Secretary

