

A regular meeting of the **Michigan Public School Employees' Retirement System Board** was held through Microsoft Teams Meeting, on Wednesday, June 10, 2020. The following members and staff participated:

Members Present: Fred Baker, General Public Member, Health Insurance/Actuarial Science Experience
 Dr. Patricia Chatman, Community College Administrator/Trustee Member
 Liz Eastway, Non-Certified Educational Support Member
 Mike Engle, Active Classroom Teacher Member
 Anne Hamming, Reporting Unit Board of Control Member
 Scott Koenigsknecht, Chair, Michigan Department of Education
 Jeff Mills, Representing School Superintendents Member
 Kevin Philipps, Representing Finance/Operations, non-Superintendents
 Timothy Raymer, Representing Finance/Operations, Retirants, Member of largest retirant organization
 John Solecki, General Public Member, Investment Experience

Staff Present: Anthony Estell, Executive Secretary
 Lisa Reimbold, Recording Secretary

Call to Order

Chair Scott Koenigsknecht called the meeting to order at 10:31 a.m.

Excusing of Absent Members

Fred Baker moved, Patricia Chatman supported, to excuse the absence of John Solecki. The motion carried unanimously, although John Solecki was able to join the meeting during the presentations of the annual reports.

Approval of Agenda

Kevin Philipps moved, Mike Engle supported, to approve the agenda. The motion carried unanimously.

Approval of Minutes

Liz Eastway moved, Jeff Mills supported, to approve the regular session meeting minutes of January 23, 2020. The motion carried unanimously.

Special Reports

The Annual Investment Report was presented to members of the board and Greg Parker from Department of Treasury, Bureau of Investments gave a brief summary and was available for questions. No questions were asked.

The Pension Valuation Report was presented to Board members and Mita Drazilov from Gabriel Roeder Smith & Company gave a brief summary of the report and was available to answer questions. No questions were asked

The Health Valuation Report was presented to Board members and Louise Gates from Gabriel Roeder Smith & Company gave a brief summary of the report and was available to answer questions. No questions were asked.

The 2018 Health Management Report was presented to Board members and Angela Hua from IBM Watson Health gave a brief summary of the report and was available to answer questions. No questions were asked.

New Business

Chair Scott Koenigs knecht stated that at the last meeting, the Board considered and clarified the board's original understanding and intent of the payroll growth rate approved by the board in 2018 following the results of the most recent 5-year experience study and the actuary's recommendations. Based on inquires made regarding the clarification, Office of Retirement Services Director Anthony Estell has recommended that the Board execute an updated approval memorandum that explicitly reflects the Payroll Growth Assumption rates that are to be incorporated in each annual valuation beginning with the FY 2018 valuation. Liz Eastway moved, Timothy Raymer supported, that the Board approve the schedule as outlined in the memorandum. The motion carried unanimously.

Administrative Hearings

Proposal for Decision – Docket 19-011557-ORS

The Board considered the case materials. Timothy Raymer moved, Liz Eastway supported, that the Board adopt as its own the recommendations of the Administrative Law Judge in the February 28, 2020, Proposal for Decision, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner's application for non-duty disability retirement. The motion carried unanimously.

Nominations Committee for May elections

Executive Secretary Anthony Estell indicated that Liz Eastway and Jeff Mills will be on the committee for chair and vice chair nominations. Mr. Estell requested

that all board members wishing to nominate a chair and/or vice chair, to send their nominations to either Liz Eastway or Jeff Mills by June 30, 2020, for the election at the July board meeting.

Standing Reports

Legislative Summary - The Board received the current report.

Executive Secretary Comments

Executive Secretary Anthony Estell thanks everyone for their patience in conducting the board meeting virtually. He also gave a special thanks to Lisa Reibold, Nick Soucy and Tim McCormick for their work in getting the meeting set up virtually.

Board Comments

Scott Koenigsknecht welcomed new board members, Dr. Patricia Chatman, Anne Hamming, Fred Baker and John Solecki to the board and congratulated Kevin Philipps on his reappointment.

Public Comments

Royce Humm from MARSP commented saying nice work to all involved in making the virtual meeting happen.

Adjournment

Fred Baker moved, Kevin Philipps supported, that the meeting be adjourned. The motion carried unanimously, and Chair Scott Koenigsknecht adjourned the meeting at 11:19 a.m.

OFFICIAL MINUTES

Chair

Executive Secretary