

PUBLIC EMPLOYEES' RETIREMENT BOARD
100 North Park Avenue, Room 201
Helena MT 59601

Thursday, June 9, 2016
8:30 am

ATTENDANCE

Board of Trustees

Sheena Wilson, President
Mike McGinley, Vice President
Julie McKenna, Member
Maggie Peterson, Member
Marty Tuttle, Member
Timm Twardoski, Member
Pepper Valdez, Member

MPERA Staff

Dore Schwinden, Executive Director
Melanie Symons, Chief Legal Counsel
Patricia Davis, Member Services Bureau Chief
Hollie Koehler, Fiscal Services Bureau Chief
Angela Riley, Information Technology Bureau Chief
William Holahan, Legal Counsel
Katherine Talley, Legal Counsel
Donna Bley, Financial Operation Supervisor
Jennifer Weigand, Education and Training Supervisor
Cynthia Pearson, Executive Assistant

Public

Anne Cappel, Bruce Dale, John Borne, Chris Heisel, Brett Fisher, Empower Retirement
Mike O'Connor, AMRPE
Tom Schneider, MPEA
Diane Fladmo, MEA-MFT
Jerry Williams, MPPA
Mark Murphy, MPPA
Blaine Cowan, Dave Maslowski, Keith Johnson, MSFA
Jessie Luther, AMT/MSPOA
Yvette Englert, Department of Administration-Human Resources
Frans Andersson, Department of Commerce
Holly Michels, Helena Independent Record

ACTIONS

VI.A. Consent Agenda

- Member Marty Tuttle moved to approve the consent agenda, as presented. Member Maggie Peterson seconded the motion, which passed unanimously.

VI.B. Media Request – Release of Retiree Benefit Amounts

- President Sheena Wilson moved to release the information requested by Lee Newspapers in its entirety. Vice President Mike McGinley seconded the motion, which failed 1-6. Vice President Mike McGinley, Member Julie McKenna, Member Maggie Peterson, Member Marty Tuttle, Member Timm Twardoski, and Member Pepper Valdez voted in opposition.
- Member Marty Tuttle moved to release the information requested by Lee Newspapers, with the exceptions of (1) no retiree names provided and (2) only retired members included—no beneficiaries, contingent annuitants, survivors, alternate payees, or other secondary benefit recipients. Member Maggie Peterson seconded the motion, which passed 4-3. President Sheena Wilson, Vice President Mike McGinley, and Member Julie McKenna voted in opposition.

VI.C. Policy Committee Action Items

- Member Julie McKenna moved to approve Board Gen Policy 02 - Confidential Information, as presented. Vice President Mike McGinley seconded the motion, which passed unanimously.
- Member Marty Tuttle moved to approve Board Admin Policy 03 - Interest Rates, with the STIP used as the basis for setting the interest rate. Member Julie McKenna seconded the motion, which passed unanimously.
- Member Marty Tuttle moved to approve Board Op Policy 03 - Family Law Orders – Excess Use of Staff Time, as presented with the addition of a set limit per case of 8 non-billable hours in a 12-month rolling period. Vice President Mike McGinley seconded the motion, which passed unanimously.

VI.D.1. EIAC Re-appointments

- President Sheena Wilson moved to accept the EIAC re-appointments of Jim Penner and Paul Spangler, as presented. Member Marty Tuttle seconded the motion, which passed unanimously.

VI.D.2. Add Mid-Cap Blend Fund to DC and 457(b) Investment Options

- Member Marty Tuttle moved to accept EIAC's recommendation to add Vanguard Mid-Cap Index Admiral Fund to the investment options of the DC and 457(b) plans, as presented. President Sheena Wilson seconded the motion, which passed unanimously.

VI.D.3. Annual DC and 457(b) Fee Review

- President Sheena Wilson moved to accept staff recommendation to maintain the Defined Contribution Retirement Plan fee at the current level of 17 basis points. Member Marty Tuttle seconded the motion, which passed unanimously.
- Vice President Mike McGinley moved to delay the Board decision regarding the 457(b) Plan fee until such time as EIAC can make a revised recommendation based on updated information. President Sheena Wilson seconded the motion, which passed unanimously.

VI.D.4. MAR Notice # 2-43-538: Notice of Adoption of Amendment of 2.43.3502 and 2.43.5102 – Adoption of DCRP Investment Policy Statement and Stable Value Fund Investment Guidelines and 457(b) Deferred Compensation Investment Policy Statement and Stable Value Fund Guidelines

- President Sheena Wilson moved to approve the proposed amendments to ARM 2.43.3502 and 2.43.5102 and approve submittal to the Secretary of State's office of the Notice of Amendment and Adoption Order. Member Marty Tuttle seconded the motion, which passed unanimously.

VI.D.5. MAR Notice # 2-43-537: Notice of Adoption of 2.43.3501 – Adoption of Revised Defined Contribution Plan Document

- President Sheena Wilson moved to approve the proposed amendment to ARM 2.43.3501 and approve submittal to the Secretary of State's office of the Notice of Amendment and Adoption Order. Member Marty Tuttle seconded the motion, which passed unanimously.

VI.D.6. Empower Contract Amendment

- President Sheena Wilson moved to approve the Addendum Number 2 to the Empower Retirement contract. Member Marty Tuttle seconded the motion, which passed unanimously.

VI.E. MPERAtiv Project Update / Approve Support Agreement

- President Sheena Wilson moved to approve the Addendum Number 7 to the Sagitec contract, including the PERIS Support Agreement. Member Marty Tuttle seconded the motion, which passed unanimously.

VI.F. Member Account Interest Rate

- President Sheena Wilson moved to maintain the current interest rate (0.25%) for the next six months. Member Marty Tuttle seconded the motion, which passed unanimously.

VI.G. FY 2016 Reserve MPERAtiv Program

- Member Marty Tuttle moved to accept staff recommendation regarding the FY 2016 dollars remaining under the statutory CAP. President Sheena Wilson seconded the motion, which passed unanimously.

VI.H. FY 2017 Budget Approval

- President Sheena Wilson moved to accept the FY 2017 budget, as presented. Member Maggie Peterson seconded the motion, which passed unanimously.

VI.I. Election of Board Officers

- Member Maggie Peterson moved to maintain the current slate of officers. Member Marty Tuttle seconded the motion, which passed unanimously.

VI.J. Board Committee Appointments

- The Board took no action. Committee appointments will remain as is.

Board Requests

- The Personnel Committee requested to meet on Tuesday, July 26, at 10 a.m.
- The Policy Committee requested to meet in conjunction with the Board's regular meeting in August 2016. The meeting is scheduled for Wednesday, August 10, at 3 p.m.
- The Audit Committee requested to meet in conjunction with the Board's regular meeting in October 2016. The meeting is scheduled for Thursday, October 6, at 7:30 a.m.