

**MINUTES OF THE
WV CONSOLIDATED PUBLIC RETIREMENT BOARD
MEETING OF AUGUST 4, 2010**

A meeting of the West Virginia Consolidated Public Retirement Board of Trustees was held at the Board Conference Room, 4101 MacCorkle Avenue, SE, Charleston, West Virginia 25304 and was called to order at 10:00 a.m. by Chairman David Wyant.

Roll Call was taken and trustees present were:

David Wyant, Esquire, Chairman
Meredith George, Esquire, *representing Governor Joe Manchin, III*
Mack Parsons, *representing Auditor Glen Gainer*
Diana Stout, Esquire, *representing Treasurer John Perdue*
F/LT Michael Corsaro
Drema Evans
David Fletcher
Charles Lanham
Joe Lynch
Sgt. Tony Payne
Andrew Richardson, Esquire

Trustees not present:

Gene Davis
Todd Murray

A quorum was present. Due notice had been posted.

Also in attendance were:

Erica M. Mani, Esquire, Executive Director, CPRB
Terasa L. Miller, Deputy Executive Director, CPRB
Anita Brewster, Executive Assistant, CPRB
Jeaneen Legato, CPRB General Counsel
Lenna Chambers, Esquire, Bowles Rice McDavid Graff and Love
Jack DeBolt, Esquire, Hearing Officer
Barbara Haddad, CPRB Chief IT/Information Officer
Harry Mandel, CPRB Board Actuary
Melody Bailey, CPRB Actuary Assistant
Lisa Trump, CPRB PERS Manager
Deana Gose, CPRB Uniformed Services Manager
Jeffrey Fleck, CPRB Compliance Officer
Mark Miller, CPRB Chief Financial Officer
Craig Slaughter, Esquire, WVIMB Executive Director
Brent Neese, Great West Eastern Region Vice-President
Kris Morton, Great West Regional Manager
Andrew Wyne, Great West Outreach Officer
Cindy Boyd, Internal Auditor, CPRB
Candace Moore, CPRB Compliance Assistant
Eric Stringer, CPRB IT
Misty Peal, WVEA
David K. Hendrickson, Esquire, Eckert Seamans Cherin & Mellott

Sandra Mihok, Esquire, Eckert Seamans Cherin & Mellott
Lesley Russo, Esquire, Bowles Rice McDavid Graff and Love
Tom Heywood, Esquire, Bowles Rice McDavid Graff and Love
Melody Simpson, Esquire, Bowles Rice McDavid Graff and Love
Erin Bailey, Esquire, Bowles Rice McDavid Graff and Love
John Galloway, Gibbons and Kawash
John Hussell, Esquire, Dinsmore & Shohl
Staci Criswell, Esquire, Dinsmore & Shohl
Helena Darrow, Esquire, Dinsmore & Shohl

Tab #1: Approval of the June 23, 2010, Meeting Minutes

F/Lt. Corsaro moved to approve the June 23, 2010, minutes of the Consolidated Public Retirement Board and the motion was seconded by Mr. Parsons. The motion carried unanimously. The minutes are behind Tab #1.

Donna Lipscomb, representing Secretary Ferguson arrived at 10:04 a.m.

Tab# 2: Reports of the Chairman and Executive Director

The Board heard the report from Executive Director Mani which included the following information:

1. Retirement Numbers:
Director Mani reviewed with the Board the historical retirement numbers for PERS and TRS;
2. New Employees:
Director Mani informed the Board CPRB welcomed one new employee, David McCauley, TRS Retirement Advisor;
3. 25% TDC Service Purchase:
Director Mani reviewed with the Board the number of members purchasing the 25% TDC Service pursuant to the 2010 Legislation;
4. Reality Investing:
Director Mani informed the Board documents outlining the Reality Investing Statistics and the TDC Outreach sessions were available in their Board books and if they had any questions Mr. Wyne was available to answer them. Director Mani also introduced Brent Neese, Vice-President of the Great West Eastern Region;
5. TRS Fall Outreach:
Director Mani informed the Board the schedule for the TRS Outreach Seminars for

last of September and the first of October was being finalized;

6. PERS Outreach Survey Statistics:

Director Mani reviewed with the Board the survey statistics for the PERS Outreach Seminars which had been held this summer;

7. Uniformed Service Disability Certifications

Director Mani informed the Board the Trooper recertifications that F/LT Corsaro and Deana Gose, Manager of the Uniformed Services Retirement System, had been working on were mailed out in July;

8. DOP Training:

Director Mani informed the Board the Managers had completed another Division of Personnel workshop;

9. Trip Reports:

Director Mani informed the Board as requested by the Board at the June 23, 2010 meeting she had attended the 2010 Legislative Summit in Louisville, Kentucky. Director Mani also informed the Board they would find trip reports for Cynthia Boyd, Internal Auditor, who had attend the Association of Public Pension Fund Auditors Conference in Denver Colorado; Mark Miller, Chief Operating Officer, who had attended the government Finance Officers Association Annual Conference in Atlanta, Georgia; and a trip report for several CPRB Staff members with the PERS and TRS Retirement Systems who had attended the Certificate of Achievement in Public Plan Policy Conference (CAPPP) in Chicago, Illinois;

10. Fenwick Contract Renewal:

Director Mani informed the Board she had renewed the Fenwick Contract as directed at the June 23, 2010 Board meeting;

11. RFP Updates:

Director Mani informed the Board the TDC TPA RFP was at Purchasing and would be in the bulletin on August 6, 2010 and the Bid Opening was scheduled for September 15, 2010.

12. June and July 2010 Budget:

Director Mani reviewed with the Board the Budget figures for June and July 2010;

13. Debt Reduction Money:

Director Mani informed the Board that CPRB had received an update on the debt reduction monies being deposited by the State Budget office into TRS and she had been informed this would be the last debt reduction monies CPRB would receive;

14. Legislative Update;

Director Mani informed the Board during the July Interims the West Liberty University severance plan had been discussed. Director Mani also informed the Board the five (5) legislative rules had been filed by the deadline;

15. 2010 Edition of Code Books:

Director Mani informed the Board the 2010 Code Books should be available by the September Board Meeting;

16. PEIA Premium Changes:

Director Mani informed the Board PEIA premium changes had caused a large volume of telephone calls to the retirement board.

The Director's full report is behind Tab #2.

Chairman Wyant at this time moved from the Agenda to Item #4 Gibbons and Kawash, Financial Auditors.

Tab #4: Gibbons and Kawash, Financial Auditors

John Galloway reviewed with the Board the process for the financial audit. He informed the Board Gibbons and Kawash would begin the field work in September and should complete the field work in October.

Tab #5: Plans Investment Data

Craig Slaughter, Executive Director of the West Virginia Investment Management Board, reviewed with the Board the WVIMB data for the period through June 2010. Discussion followed.

Kris Morton, Regional Manager with Great West reviewed with the Board the current investment information.

Tab #3: Outside Legal Counsel Presentations

Chairman Wyant informed the Board that there were legal issues, contractual issues, medical issues, Change Order issues and personnel matters which would need to be discussed in Executive Session.

Mr. Richardson made a motion that the Board go into Executive Session to discuss these matters as allowed by West Virginia Code § 6-9A-4. The motion was seconded by Ms. Lipscomb

and carried unanimously. The Board went into Executive Session at 10:35 a.m.

Director Mani departed Executive Session at 10:35 a.m.

Director Mani returned to Executive Session at 11:50 a.m.

Secretary Ferguson arrived during Executive Session at 12:03 p.m.

Secretary Ferguson departed during Executive Session at 12:48 p.m.

The Board reconvened the Public Session of the August 4, 2010, meeting of the Consolidated Public Retirement Board at 12:55 p.m.

Director Mani wanted it placed on the record that she was not present during Executive Session while the Outside Legal Counsel presentations were being presented.

Chairman Wyant announced that no decisions were made during the Executive Session.

Sgt. Payne made a motion the Board award the Outside Legal Services Contract to the firm of Bowles Rice McDavid Graff and Love. The motion was seconded by Mr. Lynch. The motion passed unanimously with Mr. Richardson abstaining from the vote.

Tab #6: Consideration of Current Disability Retirement Applications

In the absence of Mr. Davis, Chairman of the Disability Committee, F/LT Corsaro reviewed the disability report with the Board. He stated that the Committee met prior to this Board meeting and offered the following recommendations:

System	Yes	No	Total
PERS	23	2	25
PLAN A	1	0	1
TDC	2	0	2
TDC/TRS	3	0	3
TRS	4	0	4
TOTAL	33	2	35

Mr. Parsons moved that the Board accept the Disability Committee's recommendations

concerning the retirement disability applications. The motion was seconded by Mr. Fletcher. The motion carried. The disability list is behind Tab #6.

Tab #7: Consideration of Appeals to Hearing Officers

Hearing Officer DeBolt addressed the appeal of the City of Martinsburg and Nannette Stevens. Mrs. Evans moved to accept the recommendation of the Hearing Officer and deny the appeal of the City of Martinsburg. The motion was seconded by Mr. Mr. Lanham. The motion carried unanimously with Mr. Wyant abstaining from the vote.

Hearing Officer DeBolt addressed the appeal of Gary Lanham. F/LT Corsaro moved the Board accept the recommendation of the Hearing Officer and deny the appeal of Gary Lanham. The motion was seconded by Sgt. Payne. The motion carried unanimously with Mr. Lanham abstaining from the vote.

Hearing Officer DeBolt addressed the appeals of Ralph Lewis and Gerald Corbin. Mr. Richardson moved the Board accept the recommendation of the Hearing Officer and deny the appeals of Ralph Lewis and Gerald Corbin. The motion was seconded by Mr. Fletcher. The motion carried unanimously.

Hearing Officer DeBolt addressed the appeal of Delores Preece. Mr. Fletcher moved the Board accept the recommendation of the Hearing Officer and deny the appeal of Delores Preece. The motion was seconded by F/LT Corsaro. The motion carried unanimously.

Tab #8: Work in Progress Reports from Legal Counsel

In-House Legal Counsel Jeanen Legato gave a report to the Board concerning all pending legal matters. Discussion followed.

F/LT Corsaro moved the Board instruct In-House Legal Counsel to proceed with the proper procedure to terminate the retirement account of Gwen Conley as a result of Less Than Honorable Service. The motion was seconded by Mr. Fletcher. The motion carried unanimously.

F/LT Corsaro moved the Board instruct In-House Legal Counsel to proceed with the proper procedure to terminate the retirement account of Amy Mick as a result of Less Than Honorable Service. The motion was seconded by Mr. Lynch. The motion carried unanimously.

Mr. Fletcher moved the Board instruct In-House Legal Counsel to proceed with the proper procedure to terminate the retirement account of Stephanie Walker as a result of Less Than Honorable Service. The motion was seconded by Sgt. Payne. The motion carried unanimously.

Ms. Stout moved the Board instruct In-House Legal Counsel to proceed with the proper procedure to terminate the retirement account of James Swordman as a result of Less Than Honorable Service. The motion was seconded by Sgt. Payne. The motion carried unanimously.

Report of In House Legal Counsel is behind Tab #8.

Mr. Richardson moved the Board instruct In-House Counsel to proceed with collections from Green Acres and that Outside Legal Counsel should serve as Co-Counsel in this collection matter. The motion was seconded by F/LT Corsaro. The motion carried unanimously.

Outside Legal Counsel Lenna Chambers gave a report to the Board concerning all pending legal matters. Discussion followed.

Report of Outside Legal Counsel is behind Tab #8.

Tab #9: Committee Updates

Mr. Fletcher informed the Board the Accounting and Investment Committee Meeting had met prior to the Board Meeting on August 4, 2010 at 9:00 a.m. and the Committee was recommending to the Board they approve the transfer of funds in the amount of \$32, 656.38 for fiscal year 2008 and \$165,171.82 for fiscal year 2009 from the TDC Revenue Sharing Account to the Administrative Fund account to cover TDC administrative fees expended during fiscal year 2008 and fiscal year 2009. The motion was seconded by Mr. Richardson. Discussion followed. The motion passed unanimously.

Ms. Lipscomb informed the Board the Actuarial Assumptions Review Committee had met on August 2, 2010 and had Mr. Mandel had reviewed with the Committee the Summary of Historical Return Rates by Plan for years June 30, 1991 through June 30, 2010 and the Study of the Impact of Possible Interest Rate Reductions on July 1, 2009.

Mr. Fletcher informed the Board that the Computer System Update Committee had met on July 29, 2010 and was recommending to the Board they approve the time lines set forth in the draft

RFP and that an Evaluation Committee made up of five (5) CPRB Staff members to be named by the Executive Director be appointed with open involvement for Board members if they desire to participate. The motion was seconded by Mr. Parsons. The motion passed unanimously.

Mr. Lanham departed the meeting at 1:47 p.m.

Mr. Fletcher informed the Board the Committee had reviewed the need for a Data Cleansing Project and was recommending to the Board they allow the Executive Director and staff the authority to proceed with the data cleansing change order with L.R. Wechsler and to give the Executive Director the option to include the software tool if deemed necessary after further investigation. The motion was seconded by Mr. Richardson. Discussion followed. The motion passed unanimously.

Ms. Lipscomb informed the Board that the Internal Audit Committee had met on August 2, 2010 and was recommending that Cynthia Boyd be named the Project Manager for the Computer System Update as a lateral move with no pay increase unless additional monies is recommended by the Department of Personnel. Mr. Parsons moved the Board name Cynthia Boyd as the Project Manager for the Computer System Update Project as a lateral move with no pay increase unless recommended by Division of Personnel. The motion was seconded by Mr. Fletcher. Discussion followed. The motion passed unanimously.

Tab #10: Other, Old Business

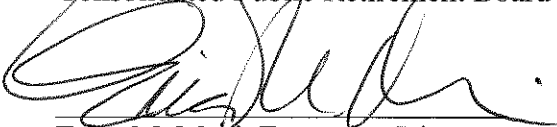
Chairman Wyant asked for old business and none was heard.

Tab #11: Other, New Business

Chairman Wyant asked for new business and none was heard. Chairman Wyant adjourned the public meeting of the West Virginia Consolidated Public Retirement Board at 1:57 p.m.



David Wyant, Chairman
Consolidated Public Retirement Board



Erica M. Mahi, Executive Director
Consolidated Public Retirement Board