



Public Employee Retirement System of Idaho

PUBLIC EMPLOYEE RETIREMENT SYSTEM OF IDAHO  
607 North 8th Street  
BOISE, IDAHO 83702

MINUTES  
OF  
MEETING OF RETIREMENT BOARD

The Board of the Public Employee Retirement System of Idaho met at the PERSI Administration Building, 607 North Eighth Street in Boise, Idaho at 8:30 a.m., January 24, 2012. The following members were present:

- Jody Olson
- Bill Deal
- Joy Fisher
- Kirk Sullivan
- Jeff Cilek

Executive Director Don Drum, Chief Investment Officer Bob Maynard, Investment Officer Richelle Sugiyama, Deputy Director Ray Polzin, Financial Officer James Monroe, Deputy Attorney General Joanna Guilfoy and Management Assistant Cheri Campbell were also in attendance. Other persons attending portions of the meeting were:

Charlie Brown	REAL	Cecile McMonigle	PERSI
Bruce Reeder	MPIA	Patrice Perow	PERSI
Mark Olleman	Milliman	Rose Marie Sawicki	PERSI
Jim Coleman	REAL	Wayne Ellis	PERSI
Kevin Jones	Harmonic	Daryl King	PERSI
Jay Kealey	MPIA	Diane Kaiser	PERSI
Dennis Fitzpatrick	DBF	Debbie Buck	PERSI
Brandon Fitzpatrick	DBF	Mike Young	PERSI
Karl Mallot	ID Fire Chief Assoc		
Drew Black	DBFI		
Rod MacKinnon	MPIA		
Bill Palumbo	MPIA		
Cody Barney	DBF		
Tom Kealey	EFIB		
Eoin Gill	BNY Mellon		
Chris Halverson	EFIB		

EXECUTIVE SESSION

Citing Idaho Code 67-2345(1)(f) Trustee Deal made a motion to go into Executive Session Trustee Sullivan seconded the motion which was approved unanimously via roll call vote.

Upon returning to regular session Trustee Deal made a motion to authorize counsel to proceed toward reaching agreements to sue Vivendi in France related to losses involved in Vivendi stock. Any such agreement will be subject to final Board approval. Trustee Sullivan seconded the motion which was approved unanimously.

## MINUTES

Approval of the Minutes: Trustee Fisher made a motion to approve the minutes of the December 6, 2011 meeting as written. Trustee Cilek seconded the motion, which passed unanimously.

## PORTFOLIO

Monthly Investment Report: Chief Investment Officer Bob Maynard gave a short update on the current status of the fund and presented a PowerPoint regarding retirement and investing. The presentation covered how much an individual would need to invest in order to replace various percentages of final salary at retirement.

Investment Advisor Contract Amendment: Investment Officer Richelle Sugiyama asked the Trustees for authorization to amend the contracts with Alban Rowe, LLC, Robert Storer and Chartwell Consulting LLC to include assisting staff in overseeing the portfolio, including private equity and private real estate portfolios. Trustee Sullivan made a motion to approve the staff recommendation, which was seconded but Trustee Deal and approved unanimously.

Investment Manager Comments: The Investment Managers who were present shared their opinions and predictions for the current market situation.

## DIRECTOR UPDATES

Deputy Director Update: Deputy Director Ray Polzin reviewed the 4<sup>th</sup> quarter PERSI metrics and gave an update on the IT project. The project team has scheduled a kickoff meeting with the PERSI staff on February 2<sup>nd</sup>.

New Employers: Post Falls Urban Renewal Agency, A & B Irrigation District, Wilder Rural Fire Protection District and Falls Irrigation District have each requested entry into PERSI effective February 1, 2012. Trustee Deal made a motion to accept all four new employers into the PERSI system effective February 1, 2012. The motion was seconded by Trustee Fisher and passed unanimously.

Appeal of Staff Decision: Gordon Sanders has filed an appeal related to staff's determination of a disability offset pursuant to Idaho Code section 59-1353(3) and PERSI Disability Rule 401. Trustee Deal made a motion to uphold the staff's decision. The motion was seconded by Trustee Fisher and approved unanimously.

## LEGAL

Rules – Contribution Rates: Deputy Attorney General Joanna Guilfoy asked the Board to adopt the temporary rule delaying the rate increase and when the rule moratorium is over as pending if no comments are received. Trustee Sullivan made a motion to accept the staff recommendation. The motion was seconded by Trustee Deal and approved unanimously.

## FISCAL

Fiscal Update: Chief Financial Officer Jim Monroe reviewed his Fiscal Update memo dated January 17, 2012. He reviewed and commented on the December expense reports for administration and portfolio and the quarterly travel report. He also updated the Board on the FY2013 budget request.

Adjournment: There being no further business to come before the Board, meeting adjourned at 10:05 a.m.

Donald D. Drum  
Executive Director

Jody B. Olson  
Chairman