

**Monroe County Employees Retirement
System Board of Trustees
MINUTES**

A regular meeting of the Monroe County Employees Retirement System Board of Trustees was held on July 26, 2010 at 5:00 P.M. in the Board of Commissioners Meeting Room at 125 East Second Street, Monroe, Michigan.

PRESENT: Nancy Colpaert, James Davies, John Fowler, George Jondro, Anne McCarthy, James Morgan, William Myers and David Thompson.

ABSENT: William Sisk excused.

ALSO PRESENT: Sandy Calkins, Retirement Specialist, Royce Maniko, Secretary, Sam Galanis and Michael Cho, Consultants and Thomas Michaud, Legal Counsel

With a quorum being present, Chairman Thompson called the meeting to order at 5:00 P.M.

Motion by James Morgan, supported by George Jondro to approve the minutes of the June 28, 2010 regular meeting. Motion carried.

Motion by Nancy Colpaert, supported by James Davies to approve the agenda as submitted. Motion carried.

Citizens Time – None

Presentations – Renaissance International & Large Growth – Michael Fedorovich

Mr. Fedorovich introduced himself as Vice President, Regional Manager for Renaissance Investment Management. He stated the firm is based in Cincinnati, Ohio and manages approximately \$4.3 billion in assets.

Mr. Fedorovich reviewed the investment philosophy and stated that Renaissance believes that a disciplined process of constructing portfolios that exhibit good fundamental growth characteristics, strong earnings momentum and reasonable valuations will result in rates of return significantly better than comparable benchmarks over time.

After discussing the portfolio characteristics, portfolio sector weightings and investment performance results, Mr. Fedorovich assured the Retirement Board that moving forward in 2010 Renaissance is positioned well.

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Motion by James Davies, supported by William Myers to approve the consent agenda as listed below.

A. Retirements

Marilyn Beste, Employment & Training July 31

B. Financial Reports – On File with Retirement Specialist

1. Comerica Bank Consolidated Statement, Cash Account Statement, Anchor Capital Advisors, Boyd Watterson Asset Management, Brandywine Asset Management Global, Eagle Global Advisors, NWQ Investment Management and International Value Equity, Pacific Income Advisors, Renaissance Investment Company and International Equity, Smith Group Asset Management and Templeton Portfolio Advisors for the period of 06/01/10 through 06/30/10 and Securities Lending Statement for May, 2010.
2. Alpine Investor Statement for the period of January 1, 2010 – June 30, 2010.
3. Alpine Semi-Annual Report for the period ended April 30, 2010.
4. Boyd Watterson Asset Management Client Statement for the period ended June 30, 2010.
5. Brandywine Global Investment Management Global Fixed Income Portfolio for June 2010.
6. Brandywine Global Investment Management Global Fixed Income Portfolio for the Second Quarter 2010.
7. Diamond Hill Statement for the period of January 1, 2010 – June 30, 2010.
8. Highbridge Semi-Annual Report for the period ended April 30, 2010.
9. J.P. Morgan Asset Management Quarterly Statement for the period of April 1, 2010 – June 30, 2010.
10. Morgan Stanley Smith Barney Client Statement for, Anchor Capital Advisors, Eagle Global Advisors, NWQ LCV and International, Renaissance Investment Advisors and International, Smith Group Asset Management and Templeton Portfolio Advisors for the period ended June 30, 2010.

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11. Pacific Income Advisers Portfolio Appraisal for the period ended June 30, 2010.
12. Renaissance Investment Management International Equity Strategy for the Second Quarter 2010.
13. Renaissance Investment Management Large Cap Growth Strategy for the Second Quarter 2010.
14. Smith Group Asset Management Monthly Portfolio Summary for the period ended June 30, 2010.

C. Communication

1. Renaissance proxy reports the second quarter of 2010.
2. Smith Group Asset Management Market Perspectives for July 2010.

Motion Carried.

Invoices

Motion by James Davies, supported by John Fowler to approve for payment the following invoices, subject to house audit:

1. Invoice #1717 dated June 28, 2010 in the amount of \$19,744.38 from the County of Monroe Finance Department for charges for services rendered to the Retirement Board for April – June 2010.
2. Invoice #1724 dated July 1, 2010 in the amount of \$53.23 from the County of Monroe Finance Department for June 2010 postage.
3. Invoice #112022 dated June 28, 2010 in the amount of \$4,625.00 from Gabriel Roeder Smith & company for regular actuarial services performed for the quarter from April 1, 2010 – June 30, 2010.
4. Invoice dated July 9, 2010 in the amount of \$11,198.79 from Renaissance Investment Management for investment services rendered for the period of April 1, 2010 – June 30, 2010.
5. Invoice dated July 9, 2010 in the amount of \$13,900.77 from Renaissance Investment Management for investment services rendered for the period of April 1, 2010 – June 30, 2010.

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6. Invoice dated July 26, 2010 in the amount of \$4,007.50 from Vanoverbeke, Michaud & Timmony, P.C. for legal services rendered for the period of April 1, 2010 – June 30, 2010.
7. Overpayment payable to Jennie Stanger for \$1,468.74 for the purchase of 5 years of Universal Service Credit.

Motion carried.

Refunds

Motion by William Myers, supported by James Davies to approve the following refunds:

| | |
|---------------------------------------|-------------|
| 1. Jane Appleman, District Court | \$16,335.88 |
| 2. Steven Dussia, County Agency | \$10,420.38 |
| 3. Ernest Green, Sheriff's Office | \$19,396.95 |
| 4. David Kottke, Sheriff's Office | \$31,296.76 |
| (Edward Jones: FBO David Kottke) | \$35,750.28 |
| 5. Cheryl Perhatch, Register of Deeds | \$ 1,980.81 |
| (Nationwide: FBO Cheryl Perhatch) | \$ 4,257.38 |
| 6. Thomas Redmond, Sheriff's Office | \$43,233.57 |
| (Edward Jones: FBO Thomas Redmond) | \$75,070.87 |

Motion carried.

Retirement Payments

Motion by Nancy Colpaert, supported by James Morgan to approve the following retirement payments:

| | |
|--------------------------------------|-------------|
| 1. Jane Appleman, District Court | \$ 4,893.67 |
| **May \$225.87, June \$2,333.90 | |
| 2. Steven Dussia, County Agency | \$ 7,604.38 |
| **May \$1,056.20, June \$3,274.09 | |
| 3. Ernest Green, Sheriff's Office | \$ 4,336.20 |
| **June \$1,971.00 | |
| 4. David Kottke, Sheriff's Office | \$ 8,145.98 |
| **May \$129.30, June \$4,008.34 | |
| 5. Louise Lietaert, Library System | \$ 2,490.78 |
| **May \$39.54, June \$1,225.62 | |
| 6. Frances Longworth, District Court | \$ 3,441.67 |
| **May \$158.85, June \$1,641.41 | |

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| | |
|---|-------------|
| 7. Cheryl Perhatch, Register of Deeds **May \$881.10, June \$2,731.56 | \$ 6,344.22 |
| 8. Beverly Pierce, District Court **May \$244.38, June \$2,525.12 | \$ 5,294.62 |
| 9. Thomas Redmond, Sheriff's Office ** May \$2,021.02, June \$2,021.02 | \$ 6,063.06 |
| 10. Deanna Terrasi, District Court **May \$352.14, June \$1,819.33 | \$ 3,990.80 |

Motion carried.

Communications

Motion by George Jondro, supported by James Davies to accept and place on file the following applications for Purchase of Universal Service Credit:

1. Todd Anderson, Sheriff's Office
2. Aundrea Armstrong, Human Resources
3. Ina Arnold, Prosecuting Attorney
4. Leslie Bowen, Central Dispatch
5. Jason Childress, Health Department
6. Gary Clawson, County Agency
7. Jeffrey Corie, Sheriff's Office
8. Lucy Cucinella, Central Dispatch
9. Anthony DeSilvis, District Court
10. Cora Lucy DeSilvis, District Court
11. David Diekman, County Agency
12. Kenneth Dobbs, Sheriff's Office
13. Steven Dunham, Probate Court
14. Jeffrey Dusseau, Probate Court
15. Terry Elinski, District Court
16. Jacqueline Ellis, Youth Center
17. Jennifer Ewen, Prosecuting Attorney
18. Brian Francisco, Sheriff's Office
19. Matthew Frazer, Sheriff's Office
20. Daniel Frebes, Sheriff's Office
21. Timothy George, Sheriff's Office
22. Linda Hammac, Circuit Court
23. John Hohman, Probate Court
24. Joseph Joly, Sheriff's Office
25. Leland Jordan, Sheriff's Office
26. Geoffrey Kovenich, Sheriff's Office

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27. Lois Kubik, District Court
28. Douglas Kuras, Employment & Training
29. Ruth Lape, Sheriff's Office
30. Nicole Long, Circuit Court
31. James McCoy, Information Technology
32. Gail McGregor, Circuit Court
33. Floreine Mentel, Board of Commissioners
34. Robin Miller, County Clerk
35. Kathy Mitteff, Sheriff's Office
36. Brian Narweski, Equalization
37. William Nichols, Prosecuting Attorney
38. Tod O'Lone, Sheriff's Office
39. Kevin Raymo, Central Dispatch
40. Karen Raymond, Circuit Court
41. Lynn Reaume, Museum
42. Brenda Schering, District Court
43. Janis Smith, Central Dispatch
44. Ronald Stevens, Buildings & Grounds
45. Kenneth Swinkey, Prosecuting Attorney
46. Kenneth Wassus, District Court
47. Rosemary West, Sheriff's Office
48. Michael Woolford, Equalization

Motion carried.

Motion by Nancy Colpaert, supported by Anne McCarthy to accept and place on file the following application for Service Retirement:

49. Marilyn Beste, Employment & Training

Motion carried.

Motion by William Myers, supported by Nancy Colpaert to accept and place on file the following application for Deferred Retirement:

50. Dianna Giarmo-Lajiness, Mental Health

Motion carried.

51. Medical report dated July 2, 2010 from Steven Dovitz, M.D. regarding independent medical evaluation of Johnna Althouse.

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Motion by George Jondro, supported by James Davies to accept and place on file.
Motion carried.

52. Medical report dated June 18, 2010 from Steven Dovitz, M.D. regarding independent medical evaluation of Jerome VanSlambrouck.

Motion by James Davies, supported by John Fowler to accept and place on file.
Motion carried.

53. Communication dated July 12, 2010 from Comerica Bank regarding Securities Lending Revenue Split Increase and Selection of Cash Collateral Investment Pool.

Motion by William Myers, supported by Anne McCarthy to schedule Felecia Relief from Comerica Bank for the September meeting. Motion carried.

Proposed Resolutions

Motion by James Davies, supported by John Fowler to accept and place on file the following application for Service Retirement resolution:

1. Marilyn Beste, Employment & Training

Motion carried.

Motion by James Davies, supported by John Fowler to accept and place on file the following application for Deferred Retirement resolution:

2. Dianna Giarmo-Lajiness, Mental Health

Motion carried.

Motion by James Davies, supported by John Fowler to accept and place on file the following Disability Retirant Re-examination resolutions:

3. Johnna Althouse, Register of Deeds
4. Jerome VanSlambrouck, County Agency

Motion carried.

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Motion by James Davies, supported by John Fowler to accept and place on file the following Service Retirement resolutions:

5. Jane Appleman, District Court
6. Steven Dussia, County Agency
7. Ernest Green, Sheriff's Office
8. David Kottke, Sheriff's Office
9. Louise Lietaert, Library System
10. Frances Longworth, District Court
11. Cheryl Perhatch, Register of Deeds
12. Beverly Pierce, District Court
13. Thomas Redmond, Sheriff's Office
14. Deanna Terrasi, District Court

Motion carried.

Motion by James Davies, supported by John Fowler to accept and place on file the following Purchase of Universal Service Credit resolutions: Trustee Jondro abstained from item 34.

15. Laura Borawski, Information Technology
16. Robert Breisacher, Sheriff's Office
17. Matthew Brodie, Sheriff's Office
18. Kevin Bron, Youth Center
19. Geraldine Bruck, Sheriff's Office
20. James Christensen, Central Dispatch
21. Delinda Cooner, Youth Center
22. Joseph Costello Jr., Circuit Court
23. Tilman Crutchfield, Sheriff's Office
24. Paula Czapich, Probate Court
25. Melissa Draganic, Extension
26. Donald Duncan, Sheriff's Office
27. Lisa Dussia, Youth Center
28. Steven Dussia, County Agency
29. Martha Falkenberg, Treasurer
30. Robert Fleeman, Sheriff's Office
31. Teresa Fraunhoffer, Sheriff's Office
32. Diana Goodridge, Treasurer
33. Colleen Hinzmann, Information Technology
34. George Jondro, Buildings & Grounds
35. Doris Kavanagh, District Court
36. Vickie Koczman, Board of Commissioners

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37. Andrew Kohler, Sheriff's Office
38. Dave LaMontaine, Sheriff's Office
39. Antonina Lewis, Probate Court
40. Vanessa Longworth, County Clerk
41. Diane Michaud, Extension
42. Pamela Moskwa, Probate Court
43. Charles Myers, Sheriff's Office
44. Maureen Pfund, Health Department
45. Dana Phipps, Probate Court
46. Beverly Pierce, District Court
47. Diana Powell, Youth Center
48. Louise Proctor, Health Department
49. Stevan Richardville, Sheriff's Office
50. Gary Robinson, Sheriff's Office
51. Gail Rochowiak, Probate Court
52. Betty Roosenberg, Employment & Training
53. Jack Smith, Buildings & Grounds
54. Patricia Standifer, Fairview
55. Jennie Stanger, Extension
56. Vicky Terrasi, Commission on Aging
57. Frances Toth, Sheriff's Office
58. Constance Velliquette, Board of Commissioners
59. Barbara Verran, Employment & Training
60. Dean West, Sheriff's Office
61. Jane Winkelman, District Court

Motion carried.

Attorney Report

Motion by James Morgan, supported by George Jondro to go into closed session to discuss a disability retiree. Motion carried.

Motion by James Morgan, supported by George Jondro to go into open session. Motion carried.

Consultant Report

Mr. Galanis reviewed the valuation report for month ending June 30, 2010. The fund is valued at \$161,373,767.61 down \$1,059,806.52 from the previous month.

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The Total Fund was down .67%. Boyd Watterson was up 1.34% and Pacific Income was up 1.20%. The current asset allocation includes 54.37% in fixed income, 41.26% in equity, and 4.37% in cash.

Mr. Galanis discussed the four Emerging Market Managers and the Retirement Board will review and make a decision at the August meeting.

Old Business

- Legal contract – Trustees are reviewing.

New Business - None

Trustee Comments - None

Motion by James Morgan, supported by George Jondro to adjourn. Motion carried.
Meeting adjourned at 6:35 P.M.

Respectfully Submitted,

David Thompson, Chairman
Monroe County Employees Retirement System
Board of Trustees