

BOARD MEETING MINUTES

NOVEMBER 19, 2009

MEMBERS PRESENT

JUDITH C. MARCUS, ACTING CHAIRMAN
BARBARA DAVIS BLUM
JOSEPH M. BRESS
DIANA K. BULGER
DEBORAH HENSLEY
EDWARD C. SMITH
THOMAS N. TIPPETT
MICHAEL J. WARREN
LASANA MACK, EX-OFFICIO

DCRB STAFF PRESENT

ERIC STANCHFIELD, EXECUTIVE DIRECTOR
ERIE SAMPSON, GENERAL COUNSEL
THOMAS ANDERSON
SHEILA MORGAN-JOHNSON
JOAN PASSERINO
JASON OSTROSKI
DONNIE BRYANT
DEBORAH REAVES
SHARON JEFFRIES
DENICE MCSEARS

MEMBERS NOT PRESENT

DARRICK O. ROSS, CHAIRMAN
LYLE M. BLANCHARD
JOSEPH W. CLARK
GEORGE R. SUTER

OTHERS PRESENT

GREG STUMP, EFI
BRENDA MATHIS, OCFO

ROLL CALL

Acting Chairman Marcus called the meeting to order at 2:00 p.m. Ms. Reaves called the roll.

APPROVAL OF MINUTES

Acting Chairman Marcus made the following motion, which was seconded:

Motion #1: To approve the October 15, 2009, Open Board Meeting minutes, as revised.
A voice vote was called and the motion was approved 8-0.

INVESTMENT COMMITTEE REPORT

The Investment Committee Chair, Ms. Blum, did not have any action items to report.
No action items were recommended by the Committee.

OPERATIONS COMMITTEE REPORT

In the absence of Committee Chairman Mr. Clark, Ms. Bulger referred to the written Operations Committee report, which provided an update on the following:

- Retired teacher trustee election
- Annual financial audit
- Fiduciary liability insurance coverage

Motion #2: To recommend a renewal of the Board's fiduciary liability insurance policy.
A voice vote was called and the motion was seconded and approved 8-0.

Motion # 3: To approve the FY 2009 contract for the Quality Process Control consultant.

A voice vote was called and the motion was seconded and approved 7-1.

Acting Chairman Marcus made the following motions, each of which were seconded:

Motion # 4: To enter into Executive Session (D.C. Code § 1-909.05(e), (f)) at 2:30 p.m.

A voice vote was called and the motion was approved 8-0.

Executive Session ended 2:45 p.m.

Motion # 5: To approve the FY 2010 contract price on a time-and-materials basis for the Quality Process Control consultant. Further, by July 1, 2010, the Executive Director will present a status report to the Board on progress towards filling the vacant CFO position and recommended course of action.

A voice vote was called and the motion was seconded and approved 7-0.

Motion # 6: To approve a rulemaking to establish a supplemental 401(a) defined contribution retirement plan (“Supplemental Plan”) for Board staff and authorize the Executive Director to design and implement a Supplemental Plan into which the Board may make discretionary contributions on behalf of all full-time DCRB employees and employees may elect voluntary after-tax contributions.

A voice vote was called and the motion was seconded and approved 7-0.

Ms. Bulger gave recognition for DCRB’s receipt of The Certificate of Achievement for Excellence in Financial Reporting and congratulated

Mr. Sebastian Podesta, Budget Analyst, for preparing the award winning report. Lastly,

Ms. Bulger announced that the staff will soon release the RFP to create a disaster recovery program.

Mr. Stump presented the Board’s actuarial valuation report as of September 30, 2009 for FY 2011.

Mr. Stump also stated that he is scheduled to testify at the hearing November 24, 2009, on the actuarial funding method change. The proposed legislation would require the Board to establish a funding and amortization policy.

Further, Mr. Stump noted that the employer contribution to the Teachers Retirement Plan for FYs 2010, 2011, and 2012 will be \$3 million, the installment payments to correct the teacher coding errors.

BENEFITS COMMITTEE REPORT

Ms. Joan Passerino gave an update on the following projects:

- The Program Management Office has completed the Pension Interim Repository and it has contacted and is negotiating with Human Resources offices to access personnel paper folders so the data gathering and cleansing can begin.

Acting Chairman Marcus informed the Board that the Consumer Price Indexes (CPI) were released on November 18, 2009. The Bureau of Labor Statistics reported that both CPUs are up by .3%.

LEGISLATIVE COMMITTEE REPORT

The written report was referred to.

There was a discussion about the upcoming hearing on the proposed legislation to change the actuarial funding method. The Executive Director stated that the Washington Teachers Union would be sending a letter in support of the Entry Age Normal method. Erie Sampson told the Board that emails from trustees in support of the change will be submitted to Councilmember Cheh.

EXECUTIVE DIRECTOR REPORT

Mr. Stanchfield reported on the following:

- Department of Treasury costs for the Star System
- Reconciliation – cost accounting personnel review
- Distribution of the International Foundation cards to trustees with listings of CAP programs, investment conferences and public employee conferences
- Benchmark visit from Puerto Rico Administrator

OTHER BUSINESS

Mr. Stanchfield stated that the DCRB Newsletter has been distributed to announce the benefits calculator.

Ms. Passerino clarified that there have been 261 visits on the benefits calculator through the end of October 2009 since it went live on September 15, 2009.

ADJOURNMENT

Motion #7: Acting Chairman Marcus moved to adjourn the meeting at 3:36 p.m. The motion was seconded.

A voice vote was called and the motion was approved 6-0.

**DISTRICT OF COLUMBIA RETIREMENT BOARD
RECORD OF OFFICIAL BOARD ACTION**

MOTION #1			DATE: NOVEMBER 19, 2009		
MEMBERS	AYE	NAY/ OPPOSE	NO VOTE/ ABSTAIN	NO VOTE/ RECUSE	ABSENT
ROSS, DARRICK O.					√
BLANCHARD, LYLE M.					√
BLUM, BARBARA DAVIS	√				
BRESS, JOSEPH M.	√				
BULGER, DIANA K.	√				
CLARK, JOSEPH W.					√
HENSLEY, DEBORAH	√				
MARCUS, JUDITH C.	√				
SMITH, EDWARD C.	√				
SUTER, GEORGE R.					√
TIPPETT, THOMAS N.	√				
WARREN, MICHAEL J.	√				

MOTION #2			DATE: NOVEMBER 19, 2009		
MEMBERS	AYE	NAY/ OPPOSE	NO VOTE/ ABSTAIN	NO VOTE/ RECUSE	ABSENT
ROSS, DARRICK O.					√
BLANCHARD, LYLE M.					√
BLUM, BARBARA DAVIS	√				
BRESS, JOSEPH M.	√				
BULGER, DIANA K.	√				
CLARK, JOSEPH W.					√
HENSLEY, DEBORAH	√				
MARCUS, JUDITH C.	√				
SMITH, EDWARD C.	√				
SUTER, GEORGE R.					√
TIPPETT, THOMAS N.	√				
WARREN, MICHAEL J.	√				

MOTION #3			DATE: NOVEMBER 19, 2009		
MEMBERS	AYE	NAY/ OPPOSE	NO VOTE/ ABSTAIN	NO VOTE/ RECUSE	ABSENT
ROSS, DARRICK O.					√
BLANCHARD, LYLE M.					√
BLUM, BARBARA DAVIS		√			
BRESS, JOSEPH M.	√				
BULGER, DIANA K.	√				
CLARK, JOSEPH W.					√
HENSLEY, DEBORAH	√				
MARCUS, JUDITH C.	√				
SMITH, EDWARD C.	√				
SUTER, GEORGE R.					√
TIPPETT, THOMAS N.	√				
WARREN, MICHAEL J.	√				

MOTION #4			DATE: NOVEMBER 19, 2009		
MEMBERS	AYE	NAY/ OPPOSE	NO VOTE/ ABSTAIN	NO VOTE/ RECUSE	ABSENT
ROSS, DARRICK O.					√
BLANCHARD, LYLE M.					√
BLUM, BARBARA DAVIS	√				
BRESS, JOSEPH M.	√				
BULGER, DIANA K.	√				
CLARK, JOSEPH W.					√
HENSLEY, DEBORAH	√				
MARCUS, JUDITH C.	√				
SMITH, EDWARD C.	√				
SUTER, GEORGE R.					√
TIPPETT, THOMAS N.	√				
WARREN, MICHAEL J.	√				

MOTION #5			DATE: NOVEMBER 19, 2009		
MEMBERS	AYE	NAY/ OPPOSE	NO VOTE/ ABSTAIN	NO VOTE/ RECUSE	ABSENT
ROSS, DARRICK O.					√
BLANCHARD, LYLE M.					√
BLUM, BARBARA DAVIS	√				
BRESS, JOSEPH M.	√				
BULGER, DIANA K.	√				
CLARK, JOSEPH W.					√
HENSLEY, DEBORAH	√				
MARCUS, JUDITH C.	√				
*SMITH, EDWARD C.					√
SUTER, GEORGE R.					√
TIPPETT, THOMAS N.	√				
WARREN, MICHAEL J.	√				
*NOT PRESENT WHEN MOTION WAS VOTED ON					

MOTION #6			DATE: NOVEMBER 19, 2009		
MEMBERS	AYE	NAY/ OPPOSE	NO VOTE/ ABSTAIN	NO VOTE/ RECUSE	ABSENT
ROSS, DARRICK O.					√
BLANCHARD, LYLE M.					√
BLUM, BARBARA DAVIS	√				
BRESS, JOSEPH M.	√				
BULGER, DIANA K.	√				
CLARK, JOSEPH W.					√
HENSLEY, DEBORAH	√				
MARCUS, JUDITH C.	√				
*SMITH, EDWARD C.					√
SUTER, GEORGE R.					√
TIPPETT, THOMAS N.	√				
WARREN, MICHAEL J.	√				
*NOT PRESENT WHEN MOTION WAS VOTED ON					

MOTION #7			DATE: NOVEMBER 19, 2009		
MEMBERS	AYE	NAY/ OPPOSE	NO VOTE/ ABSTAIN	NO VOTE/ RECUSE	ABSENT
ROSS, DARRICK O.					√
BLANCHARD, LYLE M.					√
BLUM, BARBARA DAVIS	√				
BRESS, JOSEPH M.	√				
BULGER, DIANA K.	√				
CLARK, JOSEPH W.					√
HENSLEY, DEBORAH	√				
MARCUS, JUDITH C.	√				
*SMITH, EDWARD C.					√
SUTER, GEORGE R.					√
TIPPETT, THOMAS N.	√				
*WARREN, MICHAEL J.					√
*NOT PRESENT WHEN MOTION WAS VOTED ON					