

June 25, 2009
6th Floor Conference Room
County Tower Building

The June 25, 2009 Regular Meeting of the Jackson County Employees' Retirement System Board of Trustees was called to order at 8:30 a.m. by Chairperson Steele. The following Trustees were present: Best, Cyrocki, Murch, Raymond, Shotwell, Steele. Absent: Mahoney. Quorum present. Also in attendance were Matt Augustine – Smith Barney; Kelli Collier – Pension Coordinator; Steve Lutenski – Smith Barney; Jack Timmony – VanOverbeke Michaud and Timmony.

PUBLIC COMMENT: None.

An Investment Update for State Street Global Advisors was presented by Greg Balewicz.

MOTION: Moved by Best, supported by Cyrocki to receive the Investment Update as presented by State Street Global Advisors. Motion carried.

An Investment Update for Calamos Asset Management was presented by Chad Schroeder.

MOTION: Moved by Best, supported by Cyrocki to receive the Investment Update as presented by Calamos Asset Management. Motion carried.

MOTION: Moved by Shotwell, supported by Best to receive the minutes of May 28, 2009 as presented. Motion carried.

MOTION: Moved by Murch, supported by Shotwell to receive the May Financial Report as presented by Trustee Cyrocki. Motion carried.

MOTION: Moved by Shotwell, supported by Murch to concur with the Consent Agenda:

- A. Receive Comerica Bank Custodial Statements of Account for May 2009.
- B. Approve Refunds of Contributions #8455-8456.
- D. Approve Application(s) for Retirement:
 - Patricia Zyla, General, Eff. 6/1/09
- E. Approve Application(s) for entrance into the Deferred Retirement Option Plan (DROP):
 - Donna Quinn, General, Eff. 7/1/09
- G. Receive Correspondence:
 - 1. SSGA (5/6/09) Re: ERISA Report Filing
 - 2. Gabriel Roeder Smith & Co. (May 2009) Re: GRS Insight
 - 3. SSGA (4/30/09) Re: Account Summary
 - 4. Lazard Asset Management (4/30/09) Re: Account Summary
 - 5. C.S. McKee (6/15/09) Re: Form ADV Part II and Privacy Policy
 - 6. Davis Hamilton (May 2009) Re: Newsletter

Roll Call vote. Motion carried unanimously, 6 – yes.

John Steele reported on behalf of the Investment Manager Review Committee regarding their review of Davis Hamilton Jackson & Associates. It was the consensus of the Committee that DHJ&A continue to provide the investment services that they were hired to provide and there were no problems with their services to report.

Board Legal Counsel Jack Timmony reported to the Trustees that his firm, VanOverbeke Michaud & Timmony had not completed their review of facts regarding the Securities Lending issues with Sigma Finance in the Comerica Bank Securities Lending account. He anticipates having a conclusion and recommendation for the Board at the July meeting. Additionally, he will review the State Street Global Advisors S&P 500 Account contract in regards to Securities Lending and will report to the Board on that matter at the July meeting.

Matt Augustine and Steve Lutenski of Smith Barney presented a draft Investment Objective for approval by the Board regarding the International Equity Manager, Wentworth Hauser and Violich. The Investment Objectives in their entirety will be presented to the Board for review at the July meeting. Additionally, the Smith Barney representatives expect to discuss asset reallocation with the Board in July.

Mr. Augustine responded to a question regarding the sale of Smith Barney to Morgan Stanley and the effect on the relationship with the Retirement System. He stated that the sale and name change to Morgan Stanley Smith Barney would have no effect on the relationship in place, and that he did not anticipate any changes regarding the local office.

Mr. Lutenski discussed the index funds of State Street Global Advisors in regards to value added to the Jackson County funds overall.

MOTION: Moved by Shotwell, supported by Best to approve the Investment Objectives for International Equity Manager as presented by Smith Barney. Motion carried.

MOTION: Moved by Shotwell, supported by Best to acknowledge receipt of the order purporting to be an Eligible Domestic Relations Order regarding Tonya Hill (Member) v. Robert Hill (Alternate Payee), Circuit Court File No. 08-1709-DM on April 24, 2009 and refer said order to Board Legal Counsel Jack Timmony for review for compliance with plan provisions and applicable law. Motion carried.

The following Applications for Public Member were reviewed by the Trustees:

- Robert Smith
- Sharon Best
- Paul Haas

Shotwell nominated Sharon Best, supported by Murch for the Public Member Trustee position for the term 7/1/09 – 6/30/10.

MOTION: Moved by Shotwell, supported by Murch to close the nominations and cast a unanimous ballot for Sharon Best for the Public Member Trustee position for the term 7/1/09 – 6/30/10. Motion carried.

The meeting was adjourned at 10:05 a.m. by Chairperson Steele.

Chairperson

Pension Coordinator