

**State Pension Review Board
Minutes
April 3, 2013**

1. Meeting called to order (08:03)

The first meeting of 2013 of the State Pension Review Board (PRB) was called to order by Chair Paul Braden on Wednesday, April 3, 2013 at 10:32 AM, at the Employees Retirement System Building, in Austin, Texas.

2. Roll call of Board members (08:14)

Board Members Present:

Chair Paul Braden
Andrew Cable
J. Robert Massengale
Robert May
Wayne Roberts

A quorum being present, the meeting was called to order by Chair Braden.

Chair Braden announced that the Board would be taking agenda items out of order due to the time constraints of PRB members and the legislature.

The following items were taken out of order:

- 5A. Approval of the October 1, 2012 Board meeting minutes (9:21)
- 5B. Excusing the absence of Board members from the October 1, 2012 Board meeting (9:58)
- 6B. Noncompliant retirement systems requiring formal attention (10:30)
- 7C2. Agency name change from "State Pension Review Board" to "Texas Pension Review Board" (14:58)
- 8A2. "Understanding the Basics of Actuarial Methods" (19:45)
- 9A. Discuss and consider FY2013 Operating Budget (21:53)
- 10. Election of Vice Chair for 2013 (24:23)

3. Introduction of New Board Member and Recognition of Outgoing Board Members - Chair Braden (26:55)

Chair Braden welcomed Mr. Robert May to the Board, and noted he is serving in the position of the Board actuary.

The record will show at 11:00 AM, Chair Braden announced that with a quorum no longer present, no further action would be taken by the Board for the remainder of the meeting unless a quorum becomes available.

Chair Braden recognized outgoing Board member, Mr. Norman Parrish, for his years of service to the Board and the state of Texas. Chair Braden stated that Mr. Parrish has served on the Board for nearly two decades. Chair Braden noted that Mr. Parrish was first appointed to the Board in 1982 and served until 1995. He was reappointed in 2004, and served until February, 2013. Chair Braden noted that Mr. Parrish has served with distinction in several roles since his appointment to the Board's actuarial position as both vice chair and chair of the Board.

At this time Chair Braden presented Mr. Parrish with a resolution expressing the Board's highest regard, deep gratitude and appreciation for his devoted service to the Board and the state of Texas.

4. Comments From Outgoing Chairman Richard McElreath

Due to the absence of Mr. McElreath, the Board moved to the next item on the agenda.

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5. Discuss and Consider Board Administrative Matters, Including the Following – Chair Braden

A. Approval of the October 1, 2012 Board meeting minutes (*The record will show this item was taken out of order*) (9:21)

Chair Braden entertained a motion to suspend the reading of the Minutes of the PRB meeting held October 1, 2012 and to approve the Minutes as circulated.

Motion made by Mr. Massengale, seconded by Mr. Cable that the PRB suspend the reading of the Minutes of its meeting held October 1, 2012, and to approve the Minutes as circulated.

Chair Braden inquired if there were any comments or discussion from the Board. There being none, the motion carried unanimously to suspend the reading of the Minutes of its meeting held October 1, 2012 and to approve the Minutes as circulated.

MOTION CARRIED UNANIMOUSLY

B. Excusing the absence of Board members from the October 1, 2012 Board meeting (*The record will show this item was taken out of order*) (09:58)

Chair Braden entertained a motion to excuse Senator John Whitmire and himself from the October 1, 2012, Board meeting.

Motion made by Mr. Roberts, seconded by Mr. Massengale to excuse Senator John Whitmire and Mr. Paul Braden from the October 1, 2012 Board meeting.

Chair Braden inquired if there was any discussion from the Board. There being none, the motion carried unanimously to excuse Senator John Whitmire and Mr. Paul Braden from the October 1, 2012 Board meeting.

MOTION CARRIED UNANIMOUSLY

6. Actuarial Committee – Receive update from staff on the following matters – Chair Braden (29:37)

A. Public retirement system reporting and compliance – Chris Hanson (29:41)

Mr. Hanson pointed out that the updated compliance report in the meeting packet shows that compliance is at 90%, and these are some of the best compliance numbers the PRB has had in a long time. He noted that the plan's assets are continuing to rebound from the 2008 and 2009 downturn.

Mr. Hanson asked if there were any questions on the Compliance or the Total Assets reports.

Chair Braden inquired about what trends the PRB is seeing.

Mr. Hanson stated that as the stock market continues to rebound, so does the plan's asset value on a market basis. Mr. Hanson noted that the plans are not where they were prior to the 2008 crash, but the PRB has seen that the plan's asset values on a market basis continues to rebound. Mr. Hanson noted that due in part to the Board's policies and additional staff, compliance numbers are very strong.

Chair Braden inquired if there were any comments or questions from the Board. There being none, the Board moved to an update on the work of the Legislative Committee.

B. Noncompliant retirement systems requiring formal attention – Chris Hanson (*The record will show this item was taken out of order*) (10:30)

Mr. Hanson reported that the PRB has not received the 2010 Audited Financial Report nor the 2011 Audit Financial and Membership Report for the Greenville Firemen's Relief and Retirement Fund. He also reported that the PRB has not received the 2009, 2010, and 2011 Audited Financial Reports from the Waxahachie Firemen's Relief & Retirement Fund. Mr. Hanson explained that in accordance with the PRB's Noncompliance Policy, staff has sent certified letters to both plans. He noted that staff has also

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talked with the plans and both are expected to submit the necessary reports before the next PRB meeting.

Chair Braden entertained a motion to place both the Greenville Firemen's Relief and Retirement Fund and the Waxahachie Firemen's Relief and Retirement Fund on the agenda to appear before the Board at the next Board meeting if the required reports are not provided prior to the meeting.

Motion made by Mr. Roberts and seconded by Mr. Cable to place both the Greenville Firemen's Relief and Retirement Fund and the Waxahachie Firemen's Relief and Retirement Fund on the agenda to appear before the Board at the next meeting if the required reports are not provided prior to the next Board meeting.

Chair Braden inquired if there was any further discussion from the Board. There being none, the motion passed unanimously to place both the Greenville Firemen's Relief and Retirement Fund and the Waxahachie Firemen's Relief and Retirement Fund on the agenda to appear before the Board at the next Board meeting if the required reports are not provided prior to the next Board meeting.

MOTION CARRIED UNANIMOUSLY

C. Actuarial Valuation Report – Chris Hanson

There was no discussion or comments on this item.

7. Legislative Committee – Receive update from staff on the following matters – Wayne Roberts, Chair

A. 2011-2012 Biennial Report – Chris Hanson (31:34)

Mr. Hanson informed the Board that the Biennial Report was released and distributed to the legislature, the Governor, and other interested parties at the end of November. He noted that the 2011-2012 Biennial Report is available on the PRB's website. Mr. Hanson explained the report summarizes the work and findings of the Board during the preceding two years. He noted that the final version of the report was approved by the past Chair and the Chair of the Legislative Committee. There being no questions, the Board moved to the next item on the agenda.

B. "Guide to Public Retirement Systems", January 2013" – Chris Hanson (32:17)

Mr. Hanson explained that the PRB staff updates the "Guide to Public Retirement Systems" every legislative session in order to provide members with the most current background information on the statewide and municipal public retirement systems in Texas. He stated that the guide was a joint effort, and thanked the retirement systems for their assistance in providing the PRB with feedback. Mr. Hanson noted the January 2013 "Guide to Public Retirement Systems" was more comprehensive than those in the past. He informed the Board that an electronic version of the Guide with hot-links was made available for House Members and other individuals who might want to view it on an iPad. In concluding his report, Mr. Hanson noted that the PRB has received positive comments from the legislature and their staff on the 2013 "Guide to Public Retirement Systems".

Chair Braden inquired if there were any comments or questions from the Board. There being none, the Board moved to the next item on the agenda.

C. Discuss and consider 83rd Legislative Session – Chris Hanson

1. Report on PRB Sunset legislation – HB 2198/SB 200 (33:47)

Mr. Hanson reported SB 200 was heard in the Senate State Affairs Committee a few weeks ago and was voted out favorably. He noted SB 200 was considered by the full Senate yesterday and it passed to engrossment as amended. Mr. Hanson explained the amendment that removes the two legislative members from the Board, and reduces the Board to seven members. In concluding his report, Mr. Hanson stated SB 200 has passed in the Senate, and has been referred to the House.

Mr. Hanson reported that HB 2198 was heard by the House Pensions Committee on Monday, and is left pending with the committee.

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Mr. Hanson reiterated that staff will work with the appropriate legislative members to amend the name of the agency.

Chair Braden inquired if Senate Whitmire had filed the amendment to SB 200 removing the two legislative members. Mr. Hanson replied that it was Senator Whitmire who filed the amendment, and he noted there were no objections to the amendment.

Chair Braden asked if there was any discussion or questions from the Board. There being none, the Board moved to the next item on the agenda.

2. Agency name change from "State Pension Review Board" to "Texas Pension Review Board" (The record will show this item was taken out of order) (14:58)

After a brief discussion, a motion was made by Mr. Roberts, and seconded by Mr. May to request that the PRB staff work with the authors of the PRB's Sunset legislation and the legislature to change the name of the State Pension Review Board in statute to "Texas Pension Review Board" with the caveat that it does not disrupt the Sunset process.

Chair Braden asked if there was any further discussion from the Board. There being none, the motion carried unanimously to request the PRB staff to work with the authors of the PRB's Sunset legislation and the legislature to change the name of the State Pension Review Board in statute to "Texas Pension Review Board" with the caveat that it does not disrupt the Sunset process.

MOTION CARRIED UNANIMOUSLY

3. Report on Comptroller of Public Accounts report "Your Money and Pension Obligations" and HB 13 by Callegari/SB 13 by Duncan – Chris Hanson (35:50)

Mr. Hanson reported that HB 13/SB 13 is another significant bill which will affect the PRB. He explained this legislation was filed by the Texas Comptroller of Public Accounts as a result of her report "Your Money and Pension Obligations" published in December 2012. He pointed out a committee substitute has been filed, and a summary of the committee substitute to HB 13 is included in the Board packets.

Mr. Hanson summarized the significant changes of the committee substitute:

- 1) Clarification of the PRB's authority to access a fee for educational training and fees set by the Board would be reasonable to off-set the actual cost incurred by the Board to conduct the training classes
- 2) Adds the gross investment returns information be included in the investment returns report
- 3) Clarifies the language relating to the financial report/study the PRB submits to the legislature
- 4) Allows the PRB to adopt rules to define the scope of the study
- 5) Provides an opportunity to the retirement systems to provide feedback on the study
- 6) Extends the report's submission date to the legislature

Chair Braden inquired whether the various due dates and effective dates in the bill are reasonable in terms of the additional obligations and what the Board will need to do to become compliant.

Mr. Hanson noted that the various dates in the committee substitute are reasonable.

Mr. Hanson summarized the various due dates and effective dates:

- 1) Initial Financial Study for review by the retirement systems - September 1, 2014
- 2) Final Financial Study to the legislature - December 31, 2014
- 3) The Board will need to adopt rules to implement the training program as soon as practicable but not later than necessary to begin providing training on or before - September 1, 2014
- 4) PRB's reporting compliance for educational training requirements is on or before - January 1, 2015.

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Chair Braden inquired about whether the January 1, 2015 ethical standards and conflict of interest policies date is reasonable. Mr. Hanson replied the Board has already begun to work and explained it was in the Strategic Plan that was submitted last summer. Mr. Hanson noted the Board would like to get feedback from interested parties at the PRB's summer meeting.

In concluding his report, Mr. Hanson reported CSHB 13 has been reported favorably from the House Pensions Committee. He stated CSHB 13 has not been heard by the full House and SB 13 has not yet received a hearing. He noted in the Fiscal Note prepared for CSHB 13, the Board asked for one additional staff member to develop and administer the provisions of the educational training program and a one-time additional funding for professional services and equipment to enhance existing technology of the agency website and database.

There being no further discussion, the Board moved to the next item on the agenda.

4. Report on HB 2432 by Murphy relating to benefits from and administration of certain public retirement systems providing civil penalties – Chris Hanson (41:37)

Mr. Hanson stated HB 2432 by Murphy would also impact the PRB. He explained it requires the Board by rule to adopt guidelines for conflict of interest for both investment managers and advisors and rules for the procurement of investment managers and other persons who provide a public retirement systems with asset management and investment services. Mr. Hanson reported that HB 2432 is currently pending in the House Pensions Committee, and a committee substitute is currently being considered. He noted in the Fiscal Note for HB 2432, the Board requested an additional staff member and a one-time appropriation for equipment. He also noted the rules would need to be adopted by December 31, 2013.

There being no discussion or comments, the Board moved to the next item on the agenda.

5. PRB's House and Senate budget recommendations for 2014-2015 biennium – Chris Hanson (44:07)

Mr. Hanson referred to the current version of the General Appropriations Act (SB 1) in the meeting packet. He stated it is still very early in the budget process, and neither SB 1 nor HB 1 has been heard. Mr. Hanson noted the PRB's budget contains additional funding for two of the exceptional items, and requested regional educational seminars and restoration of some past budget reductions. He stated there is a six thousand dollar difference between the Senate and House versions. Mr. Hanson reiterated it is early in the budget process, and noted that he will keep the Board informed when the budget becomes the focus.

There being no further discussion or comments, the Board moved to the next item on the agenda.

6. PRB Legislative Calendar – Chris Hanson (46:20)

Mr. Hanson referred to the Legislative Calendar in the meeting packet, and explained that the calendar is used to track all pension related bills filed during session. He noted the calendar is updated daily and is available on the PRB website. Mr. Hanson called attention to various bills of interest on the Legislative calendar.

Chair Braden inquired if there were any discussion or comments from the Board. There being none, the Board moved to the next item on the agenda.

D. Discuss and consider PRB Seminars and Educational Programs – Chris Hanson (48:12)

1. Report on 2012 Annual Seminar

Mr. Hanson reported that the October 1, 2012 Annual Seminar received an overall satisfaction rating of 96.68%. He stated the Board decision to accept sponsors for this seminar helped to off-set some of the cost incurred for the seminar. Mr. Hanson noted that South Texas Money Management was a sponsor of the 2012 seminar. Mr. Hanson stated \$7,600 in seminar fees were collected in 2011, and \$11,650 in 2012. He reported there was some agency cost associated with the 2012 seminar but the agency was able to absorb the cost.

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Mr. Hanson noted that with the attendance numbers being lower than in previous years, and with the recommended changes to the PRB's educational focus, there has been some discussion by the Board to hold-off on the 2013 seminar. He stated the Board will be focusing on issues in both the Sunset and Comptroller's legislation. He explained this would ensure that should the legislature ask any specifics of the Board, the agency would have the appropriate resources.

Chair Braden inquired if there were any comments or discussion on the 2012 seminar. There being none, the Board moved to the next item on the agenda

2. Report on 2013 Legislative Seminar – Chris Hanson (50:11)

Mr. Hanson reported that the PRB held a Legislative Seminar in February for legislative staff on pension fundamentals and the PRB's role in the impact statement process. He noted there were approximately 20 attendees, and the PRB received positive feedback on the seminar.

3. 2013 Annual seminar and other educational programs (51:12)

Mr. Hanson stated the Sunset Advisory Commission has recommended clarifying the PRB authority to provide training using web-based tools such as webinars, in order to reach as many plans as possible and disseminate best practices. He reported during the review process, the Sunset Advisory Commission received feedback from the plans. He mentioned how some of the smaller plans noted in their responses that it is difficult to attend the annual seminar due to lack of time and resources.

Mr. Hanson explained that the Sunset Advisory Commission felt like some of the smaller plans needing training may not be getting it. He stated HB 13 would require the PRB to develop and administer educational training, which would include setting minimum training requirements and tracking educational compliance. Mr. Hanson reported that in light of these recommendations and possible changes, the Board has discussed holding off on the 2013 annual seminar.

After a brief discussion, the Board decided to hold off on the 2013 annual seminar in order to focus on the Sunset recommendations and HB 13 as they pertain to educational training.

E. Discuss and consider Agency Website – Chris Hanson (53:44)

1. Report on Partnership with the Texas Comptroller of Public Accounts on posting of high – value public data

Mr. Hanson reported the Comptroller's Public Pension Search Tool web page includes details on state and local pension plans in Texas, and is up and running. He noted in the first month there were thousands of hits to the page. Mr. Hanson stated the PRB staff will be sending monthly updates to the Comptroller. He noted the legislature finds this a valuable tool and comments have been positive. Mr. Hanson stressed if the plans have any information that is inaccurate to please let the PRB know. He noted legislation has been filed that would require the most recent data from reports to be posted on a publicly available website.

Chair Braden inquired if there was a link on the PRB's website to the Comptrollers' Pension Search Tool page. Mr. Hanson stated there is a link on both the PRB's homepage and the Resource Center page.

2. Report on PRB Website "User Groups" – Chris Hanson (56:53)

Mr. Hanson called attention to the proposed website reorganization contained in the meeting packet. He explained the proposed reorganization of the web site is an effort to make the website as useful and user friendly to as many constituents as possible. He noted the unique user groups that are being considered are Retirement System Members, Taxpayers, Trustees/Administrators, and Lawmakers/Policymakers. Mr. Hanson explained the user groups would be located on the Resource Center page of the website. He reiterated that the reorganization of the Resource Center page on the PRB website is an effort to make the website as useful and user-friendly to those unique constituents.

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In regards to the reorganization of the website, Chair Braden asked for feedback from those constituents who use the website.

For clarification purposes, Vice Chair Massengale asked if the website hits to the Pension Search Tool were to the PRB's website or to the Comptrollers. Mr. Hanson explained the hits to the Pension Search Tool were on the Comptroller's website.

Vice Chair Massengale inquired whether it would be an issue to change the wallpaper color on the website. Mr. Hanson stated changing the wallpaper would require contacting the web developer. He noted staff would look into what changes can be made in-house. Mr. Hanson stated the Board could consider taking a look at this during the summer if there are any appropriations remaining.

Vice Chair Massengale suggested adding pictures to the website of the various constituent groups such as firemen, policemen, etc. Mr. Hanson stated staff would look into what changes could be made in-house, what changes would require a web developer, and present the findings to the Board at the summer meeting.

Chair Braden inquired if there was any discussion from the Board. There being none, the board moved to the next item on the agenda.

8. Research Committee – Receive update from staff on the following matters – Paul Braden, Chair

A. Discuss and consider draft paper – Chris Hanson

1. "Retirement Benefits in the Public and Private Sectors - A Comparison of Trends, Regulatory Environments, and Related Issues" (01:00:23)

Mr. Hanson noted that the paper is still in the draft stage. He stated comparing public and private retirement compensation is a complex issue. He noted the paper will identify factors influencing employer choice of retirement plans in public and private sectors, and will discuss the history of retirement benefits and the evolution of the public and private sector regulatory environments. Mr. Hanson stated staff is seeking feedback from the Board prior to sending the paper out for peer review. He reported the outgoing Board actuary and the Chair of the Legislative Committee have reviewed the draft and provided some commentary. He noted the comments have been incorporated in the draft.

At this time, Chair Braden encouraged the Board members to review the paper, provide feedback, and requested staff to move forward with the peer review. He inquired if the peer review would be completed by the next meeting.

Mr. Hanson stated that staff would like to have the peer review completed by the summer meeting, but noted it is subjective to the comments received. He explained staff would like to present the final draft to the Board at the next meeting.

2. "Understanding the Basics of Actuarial Methods" - Chris Hanson (*The record will show this item was taken out of order*) (19:45)

At this time, Chair Braden called on Mr. Hanson for an update on the staff paper entitled "Understanding the Basics of Actuarial Methods". Mr. Hanson reported that the paper has been reviewed by the Board actuary, Norman Parrish, and the staff actuary, Daniel Moore. He reported that the paper has gone through the peer review process. He pointed out that only grammatical and technical comments were received on the paper during the peer review, and those changes have been incorporated into the paper. Mr. Hanson concluded his report on the paper, and informed the Board that it was ready for final adoption and distribution.

In response to Mr. Hanson's report on "Understanding the Basics of Actuarial Methods", Mr. May informed the Board that he had read/reviewed the paper, and recommended it for final approval.

Chair Braden asked if there were any other comments or questions. There being none, he entertained a motion to approve and distribute the paper entitled "Understanding the Basics of Actuarial Methods" as presented.

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Motion made by Mr. May and seconded by Mr. Cable to adopt and disturb the paper entitled "Understanding the Basics of Actuarial Methods" as presented.

Chair Braden asked if there were any comments or discussion. There being none, the motion carried unanimously to adopt and disturb the paper entitled "Understanding the Basics of Actuarial Methods" as presented.

MOTION CARRIED UNANIMOUSLY

B. Report on Governmental Accounting Standards Statements No. 67 and 68 and Plan Survey Results – Nick Ballard (01:05:01)

Chair Braden called on Mr. Nick Ballard, Investment Analyst for the PRB to present the report on "Governmental Accounting Standards Statements No. 67 and 68 and Plan Survey Results." Mr. Ballard outlined some of the more significant changes in accounting standards. He stated that Statement 67 replaces Statement 25, applies to pension plan reporting, and will be effective for fiscal years beginning after June 15th, 2013. He stated that Statement 68 replaces Statement 27, applies to pension plan reporting for the sponsoring state and local governmental entity, and will be effective for fiscal years beginning after June 15th, 2014. He provided further details on the significant changes relating to ARC, Net Pension Liability, Total Pension Liability, and Pension Expense. He drew the Board's attention to the Pension Review Board GASB 67 and 68 survey results and informed the Board that the survey was conducted regarding the new statements in January of this year. He stated the survey was administered to the 89 actuarially funded retirement systems in Texas. He noted of the 89 plans surveyed, 30 plans replied and briefly summarized the survey results for the Board.

C. Report on Pension Obligation Bonds in Texas – Chris Hanson (01:13:58)

Chair Braden called on Mr. Hanson to present the report on "Pension Obligation Bonds in Texas". Mr. Hanson informed the Board that the staff was unable to present this report at previous Board meetings due to time constraints. He stated the report outlines the various pension obligation bond issuances across the state and that staff worked with the Texas Bond Review Board to update the data on these issuances. He noted certain legislative members had expressed interest in obtaining information relating to Pension Obligation Bonds, and the report was updated going into the 83rd Legislative Session.

9. Administrative Committee – Receive update from staff on the following matters – Paul Braden, Chair

A. Discuss and consider FY2013 Operating Budget – Chris Hanson (*The record will show this item was taken out of order*) (21:53)

Chair Braden called on Mr. Hanson for the report on the FY2013 Operating Budget. Mr. Hanson called it to the attention of the Board that there have been some changes to the FY2013 Operating Budget due in part to the staff vacancies. Mr. Hanson pointed out that several bills have been filed during the Session that mandate some changes within the PRB. He noted that if the bills were to pass, some enhancements to the PRB database and website would be necessary. He stated additional funding has been requested, but noted the legislation could pass without any additional funding to the agency. Mr. Hanson informed the Board that some funds have been set aside to address the necessary issues during the summer in case additional funding is not received. Mr. Hanson concluded his report and stated the revised FY2013 Operating Budget presented at today's meeting reflects those considerations.

Mr. Hanson informed the Board that there will be some funds remaining in the FY2013 budget for continuing education for Board members. He noted the Board's Bylaws state that prior to incurring travel expenses; a member must submit a request with the chair for approval. He noted that the chair shall coordinate with the executive director to determine whether the requested expenses may be reimbursed, and the approval shall depend upon the availability of funds in the agency's Budget.

Chair Braden entertained a motion to approve the updated FY2013 Internal Operating Budget as presented.

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Motion made by Mr. Massengale seconded Mr. Roberts to approve the updated FY2013 Internal Operating Budget as presented.

Chair Braden asked if there were any comments or discussion from the Board. There being none, the motion carried unanimously to approve the updated FY2013 Internal Operating Budget as presented.

MOTION CARRIED UNANIMOUSLY

B. Update on PRB Staff Vacancies – Chris Hanson (01:14:56)

Chair Braden called on Mr. Hanson to update the Board on staff vacancies. Mr. Hanson informed the Board that the agency has lost two staff members, Emily Brandt and Cathy Overton-Johns. He noted the agency has delayed filling the vacancies due in-part to the busy session as well as to conserve some money in the event the agency does not receive adequate funding for the bills should they pass, which would mandate additional duties for the agency. Additionally, Mr. Hanson informed the Board that contingent upon the passage of these bills, the agency will need to reorganize various staff functions in order to meet new requirements; hence, he recommended keeping the option of hiring staff flexible going into the summer.

C. Report on the Governor's Executive Development Program Class XXXI – Chris Hanson (01:17:05)

Mr. Hanson thanked the Board for providing him with the opportunity to attend the Governor's Executive Development Program. He informed the Board that he successfully graduated from the program Class XXXI in December and stated that he was also attending some of the free follow up trainings.

10. Election of Vice Chair for 2013 (*The record will show this item was taken out of order*) (24:23)

Chair Braden explained that with his current appointment as Chair of the PRB, the Vice Chair position is now vacant. At this time Chair Braden opened the floor for nominations for Vice Chair of the PRB for 2013.

Motion made by Mr. Cable and seconded by Mr. Roberts to elect Mr. Massengale Vice Chair of the PRB.

Chair Braden inquired whether there were any further nominations or discussion from the Board. There being none, the motion carried unanimously that the PRB elect Mr. Massengale Vice Chair for 2013.

MOTION CARRIED UNANIMOUSLY

11. Committee Assignments for 2013- – Chair Braden (01:18:01)

Chair Braden made the following appointments to the four standing committees:

Actuarial Committee – Mr. Bob May (Chair), Mr. Robert Massengale, and Mr. Andrew Cable

Administrative Committee – Mr. Paul Braden (Chair), Mr. Robert Massengale and Mr. Wayne Roberts

Legislative Committee – Mr. Wayne Roberts (Chair), Senator John Whitmire and Mr. Paul Braden

Research Committee – Mr. Paul Braden (Chair), Mr. Richard McElreath, Ms. Leslie Greco-Pool

12. Call for future agenda items – Chair Braden (01:19:36)

Chair Braden asked that the Board email their requests for future agenda items to Mr. Hanson. The Board moved to the next item on the agenda.

13. Date of the next Board meeting – Chair Braden (01:19:52)

Chair Braden noted that there was discussion of an August meeting but a date has not yet been determined. At this time Chair Braden requested that staff poll the members for a date in August.

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14. Invitation for audience participation – Chair Braden (The record will show this item was taken out of order) (25:33)

Chair Braden informed the audience that Mr. Roberts would need to leave the meeting shortly to tend to legislative business. He noted that with a quorum no longer present, no action would be taken during the remainder of the meeting. Chair Braden asked for public comment. There being none, the record will show at 10:55 AM, Mr. Roberts left the meeting.

15. Adjournment (01:21:35)

With the business of the Board completed, Chair Braden adjourned the meeting at 11:45 AM.

In Attendance:

Staff:

Anumeha
Lynda Baker
Nickolas Ballard
Steven Crone
Joey Evans
Chris Hanson
Daniel Moore
John Perryman
Ashley Rendon

Guests:

Paul Brown, Texas Association of Public Employee Retirement Systems & Texas for Secure Retirement
Maria Eyna Canales-Zarate, Texas Association of Public Employee Retirement Systems
Todd Clark, Houston Firemen's Relief & Retirement Fund
Steve Edmonds, City of Austin Employees Retirement System
Mark Fenlaw, Rudd & Wisdom, Inc.
Leslee Hardy, Texas Municipal Retirement System
Lisa Ivie Miller, Self
Alva Littlejohn, Lubbock Fire Pension
Wade McDonald, Legislative Budget Board
Jason McElvaney, Texas County & District Retirement System
Max Patterson, Texas Association of Public Employee Retirement Systems
Nef Partida, Locke Lord
Garden Pate, Locke Lord
Bill Paxton, Fort Worth Employees' Retirement Fund
Rhonda Smith, Houston Municipal Employees Retirement System
Eddie Solis, Texas Association of Public Employee Retirement Systems
David Stacy, Midland Fire
Dan Wattles, Texas Municipal Retirement System
Yuniedth Midence Steen, Locke, Lord, LLP
William S. Nail, Employees Retirement System
Steven Ogle, Sunset Advisory Commission
Max Patterson, Texas Association of Public Employee Retirement Systems
Eddie Solis, Texas Association of Public Employee Retirement Systems
Joe Walraven, Sunset Advisory Commission



Chair Paul A. Braden