

**PUBLIC SCHOOL RETIREMENT SYSTEM
OF THE CITY OF ST. LOUIS**
MINUTES OF THE BOARD OF TRUSTEES REGULAR MEETING
August 21, 2006

I. ROLL CALL AND ANNOUNCEMENT OF A QUORUM

The August meeting of the Board of Trustees of the Public School Retirement System of the City of St. Louis (PSRSSTL) was called to order at 4:40 p.m., Monday, August 21, 2006. The meeting was conducted in the PSRSSTL offices. Cynthia Warren, Co-Chairperson of the Board of Trustees, was the presiding officer.

Roll Call was taken and Trustees Joseph Clark, Marlene Davis, Katie Lamb, Katha McKinney, Lois Jean Turner and Cynthia Warren were present. Trustee Louis Cross joined the meeting after it was in progress. The Board of Trustees had a quorum for the meeting.

Trustees Christina Bennett, Donald Glenn and Paulette McKinney were absent.

Executive Director, Andrew Clark, Accounting Specialist, Marty Winters, PSRSSTL Attorney, Jeff Hartnett, PSRSSTL Actuary, Jim Rubie, and a variety of interested parties were also in attendance.

II. APPROVAL OF MINUTES OF LAST MEETING

Marlene Davis made a motion, seconded by Katha McKinney, to approve the minutes of the Board of Trustees Regular Meeting of June 19, 2006, Special Board of Trustees Meeting of June 29, 2006, and Special Board of Trustees Meeting of July 24, 2006.

A roll call vote was taken.

Joseph Clark	Yes	Marlene Davis	Yes	Katie Lamb	Yes
Katha McKinney	Yes	Lois Jean Turner	Yes	Cynthia Warren	Yes

With six yes votes, motion carried.

III. READING OF COMMUNICATIONS TO THE BOARD OF TRUSTEES

None

IV. PRESENTATIONS BY INTERESTED PARTIES

PSRSSTL retiree Al Katzenberger read a letter to the Board of Trustees concerning the new office building. The Executive Director will respond in writing to Mr. Katzenberger's letter.

V. CONSENT AGENDA

Lois Jean Turner made a motion, seconded by Katha McKinney, to approve the Retirements and Benefits, and the Refunds and Bills for June and July 2006.

A roll call vote was taken.

Joseph Clark	Yes	Marlene Davis	Yes	Katie Lamb	Yes
Katha McKinney	Yes	Lois Jean Turner	Yes	Cynthia Warren	Yes

With six yes votes, motion carried.

VI. UNFINISHED BUSINESS

None

VII. REPORT OF THE CHAIRPERSON

None

VIII. REPORT OF THE EXECUTIVE DIRECTOR

The Executive Director reported that the office is fully staffed and announced that the new Member Services Supervisor, Melody Lyles, started work on June 26, 2006. The Executive Director continued by pointing out that in addition to the new building project reports for June and July 2006 distributed to the Board of Trustees in the board packet that the August 2006 report was distributed to the Board of Trustees as well. The new building is nearing completion and the PSRSS'TL offices are expected to relocate to the new building on September 27, 2006. The offices are expected to be fully operational on October 3, 2006.

Trustees Louis Cross, Donald Glenn and Katha McKinney attended a Trustee Workshop sponsored by the National Council on Teachers Retirement (NCTR) in Park City, UT from July 29 to August 1, 2006. The NCTR Annual Convention will take place in Austin, TX from October 13 – 18. The Executive Director plans to attend. The deadline to avoid the late registration fee is September 15, 2006. The Executive Director encouraged those Trustees planning to attend the convention to register as soon as possible.

The next Board of Trustees Regular Meeting is scheduled for October 16, 2006, which is during the NCTR Annual Convention. The Co-Chairperson agreed to move the next Board of Trustees Regular Meeting to October 23, 2006.

The Insurance Benefits Specialist and the Executive Director are working on insurance plan renewals. So far the renewals are favorable with the exception of United Healthcare's Medicare Complete plan. The Executive Director will contact the Benefits Committee Chair and the Chairperson of the Board of Trustees to schedule meetings to review and approve the insurance plan renewals.

Trustee Turner had questions about Medicare D and the increase of the insurance subsidy from \$80 to \$100. There was further discussion with the Actuary on the insurance subsidy and it was agreed that the issue will be discussed in a Benefits Committee meeting. Trustee Davis informed the Trustees that staff created a document that lays out the history of the insurance subsidy issue that it has been distributed to the Trustees. There was further discussion between the Trustees, the Executive Director and the Actuary on the issue to be discussed in a Benefits Committee meeting in September 2006.

IX. REPORT OF THE INVESTMENT CONSULTANT

None

X. REPORT OF THE ACTUARY

None

XI. REPORTS OF COMMITTEES OF THE BOARD OF TRUSTEES

The Co-Chairperson asked for reports from the Chairs of the various committees of the Board of Trustees.

Benefits Committee

None

Budget Committee

None

Investment Committee

Marlene Davis, Chair of the Investment Committee, reported on the Investment Committee meeting of August 17, 2006. The Chair informed the Board of Trustees of the asset reallocation recommendation made in the meeting.

Marlene Davis made a motion, seconded by Lois Jean Turner, to accept the Investment Committee's recommendation to move 2% from small cap equities to large cap value equities and to reallocate 2/3 to Chicago Equity Partners and 1/3 to Edgar Lomax.

A roll call vote was taken.

Joseph Clark	Yes	Louis Cross	Yes	Marlene Davis	Yes
Katie Lamb	Yes	Katha McKinney	Yes	Lois Jean Turner	Yes
Cynthia Warren	Yes				

With seven yes votes, motion carried.

Office Relocation Committee

Marlene Davis, Chair of the Office Relocation Committee, informed the Board of Trustees that there had not been a meeting lately but that the Board of Trustees is kept up-to-date on the new building project through regular monthly reports provided by the Executive Director. The Board of Trustees and interested parties were informed that questions about the project from interested parties are welcomed and will be addressed by the Executive Director.

There were questions from Trustee Turner about the delay in the completion date for the project. The Executive Director answered the questions satisfactorily. There was discussion about minority participation on the project.

Personnel & Professional Committee

Cynthia Warren, Co-Chair of the Personnel & Professional Committee, reported on the Personnel & Professional Committee meeting of August 15, 2006. The Co-Chair informed the Board of Trustees of the recommendation made in the meeting.

Louis Cross made a motion, seconded by Katha McKinney, to accept the Personnel & Professional Committee's recommendation to approve the Goals & Objectives as modified and to use the Employee Performance Appraisal and Development (PAD) as the tool to evaluate the Executive Director.

A roll call vote was taken.

Joseph Clark	Yes	Louis Cross	Yes	Marlene Davis	Yes
Katie Lamb	Yes	Katha McKinney	Yes	Lois Jean Turner	Yes
Cynthia Warren	Yes				

With seven yes votes, motion carried.

Rules & Regulations Committee

None

Trustee Travel Commission

None

XII. NEW BUSINESS

There was discussion on an upcoming conference sponsored by an investment firm.

XIII. REPORT OF THE ATTORNEY

None

XIV. ADJOURNMENT

Katha McKinney made a motion, seconded by Louis Cross, to adjourn the meeting.

By voice vote, motion carried and the meeting adjourned at 5:20 p.m.

Attachments:

Letter from Retiree Alfred J. Katzenberger dated August 21, 2006 with response
Retirements, Refunds & Bills Paid June and July 2006
Board of Trustees Regular Meeting Schedule Calendar Year 2006 (revised)