



CITY EMPLOYEES SUPPLEMENTAL RETIREMENT SYSTEM BOARD OF TRUSTEES

NOVEMBER 20, 2008

LEGAL ACTION REPORT

- A. Call to order
- B. Consent Agenda
 - 1. Approval of October 23rd, 2008 Board meeting minutes
 - 2. Approval of October 24th, 2008 Board meeting minutes
 - 3. Service & disability retirement ratification – October 2008 (Note 1)
Motion to approve the consent agenda, passed 6 to 0 (Frank Abeyta absent, excused).
- C. Disability Retirement Applications - Executive Session Discussion or consideration of records exempt by law from public inspection A.R.S. 38-431.03[2] and discussion or consultation for legal advice with attorney for the TSRS Board A.R.S. 38-431.03 (A [3 & 4]).
 - 1. Patricia Duarte
Motion to deny disability retirement, passed 5 to 1 (John O'Hare voted nay, Frank Abeyta absent, excused).
 - 2. Ann Pudvah
Motion to approve disability retirement with a one year review pending approval of Social Security Disability, passed 6 to 0 (Frank Abeyta absent, excused).
- D. Annual Investment Manager Review – Artio (Julius Baer)
Report received, no action taken.
- E. Investment Activity / Status Report
 - 1. Portfolio composition, transactions and performance
Report received, no action taken.
 - 2. Liquidity issues
Report received, no action taken.
 - 3. September 30, 2008 Hewitt PRIME report
Report received, no action taken.
 - 4. Infrastructure Update
Update received, no action taken.
- F. Follow-up on securities lending issues
 - 1. Securities lending income summary
Report received, no action taken.
 - 2. Discussion on Securities lending – Renee Rawls with Mellon Bank
Motion to approve putting a lending cap on the securities lending program based on historical average plus a 15% margin, with no more than \$35.7 million loaned at any given time, passed 6 to 0 (Frank Abeyta absent, excused).
- G. Election Committee Reports
 - 1. City of Tucson Retirees Association
Report received, no action taken.

- H. Reconsideration of, August 28, 2008 Agenda Item F.2., "Post Retirement Benefit Increase Policy" and TSRS Board's motion to recommend Ad-Hoc Increase to Mayor and Council
Report received, no action taken.

- I. Consideration of applied interest issue
 - 1. Interest added to member accounts
Report received, no action taken.
 - 2. Interest charged on member accounts
Report received, no action taken.

- J. Future Agenda Items

- K. Adjournment