

**Spokane Employees' Retirement System (SERS)
Board Meeting Minutes
July 26, 2012**

Bill Todd called the regular monthly meeting to order at 12:33 pm in the 5th Floor Conference Room at City Hall.

Present: Bill Todd, Brian Brill, Dean Kiefer, Jerry McFarlane, Steve Sather and Jon Snyder

Absent: Mike Coster

Staff: Leo Griffin, Christine Ellingson, Donald Brown and Tim Szambelan

Guests: Bill Dowd, Joe Cavanaugh, Mike Cavanaugh, Dave Hanshaw, Richard Czernik, Joan Hamilton and John Bjork

Actuarial Presentation

Bill Dowd from SageView Consulting presented Plan Design Strategies and Funding Projections for SERS. Options discussed included longer vesting, later retirement age, reduction for early retirement, longer average compensation period, base vs. total compensation, lower multiplier, defined contribution plan, and a hybrid plan. Mr. Dowd presented 20-year projections for possible benefit changes for new hires. Mr. Dowd commented that any future changes to the Plan would take a long period of time to realize material positive financial changes since the scenarios were based on possible changes to new hires only. The Board discussed the scenarios with Mr. Dowd. Mr. Dowd will be running additional scenarios, which may be available in September.

Minutes of the June 27, 2012 Meeting

Steve Sather moved and Jon Snyder seconded the motion to approve the minutes of the June 27, 2012 meeting as distributed. The motion passed unanimously.

Service Retirements

Name	Age	Retirement Date	Years of Service	Option	30-day Notice
Kristy A. Pettit	50	08/08/2012	27.6	D	Y
Pam Schroeder	62	07/24/2012	5.8	D	N

Jon Snyder moved and Dean Kiefer seconded the motion to approve the retirements as presented on the July Retirement Transaction Report. The motion passed unanimously.

Withdrawals for July 2012

Name	Termination Date
Melissa D. Owen	05/17/2012
James P. Dillon	08/31/2011
Renae Banks	04/01/2011
Todd Babcock	06/01/2012

Steve Sather moved and Jon Snyder seconded the motion to approve the requests for withdrawal as presented on the July Retirement Transaction Report. The motion passed unanimously.

Vesting

Name	Department	Years of Service
Wendy Corbin	MIS	8.8

Deaths

Name	Date of Death	Age	Information
Lydia Sims	06/23/2012	92	No Further Benefits
Barry P. DeLong	06/27/2012	66	Benefits Continue Option E
John L. Greenwood	07/05/2012	61	No Further Benefits
George E. Zigler	07/17/2012	78	No Further Benefits
Richard E. Saty	07/17/2012	87	No Further Benefits

Vesting and death information were provided to the Board for review.

Director's Report

Expenditure Summary Report – June 2012

The Expenditure Summary Report was presented to the Board and discussed. Mr. Griffin noted that year-to-date expenditures, through June 30, 2012, were 8.4% less than last year.

Jerry McFarlane moved and Jon Snyder seconded the motion to approve the June 2012 Expenditure Summary Report. The motion passed unanimously.

Schedule of Investments – June 2012

The monthly investment report was presented to the Board for review. The market value of the SERS portfolio on June 30, 2012 was \$231.7 million.

2013 Budget

Based on the City's revised budget schedule, the SERS Board is expected to vote on the budget in August or September.

There being no other business, the meeting adjourned at 1:49 pm.

/s/

Leo F. Griffin, Retirement Director