

KENTUCKY TEACHERS' RETIREMENT SYSTEM  
REGULAR QUARTERLY MEETING OF THE BOARD OF TRUSTEES  
MARCH 21, 2016

Minutes of Meeting:

After giving proper notice of a regular quarterly meeting, and a quorum being present, Chair Green called the KTRS Board of Trustees to order at 12:30 p.m., Monday, March 21, 2016 in the Board Room of the Kentucky Teachers' Retirement System Office, 479 Versailles Road, Frankfort, Kentucky.

Members present:

Arthur Green, Chair  
Jay Morgan, Vice Chair  
Mary Adams  
Ron Sanders  
Quin Sutton  
Allison Wright  
Charles Harman, Proxy for the Commissioner of Education

Others present:

Gary L. Harbin, Kentucky Teachers' Retirement System  
Robert Barnes, Kentucky Teachers' Retirement System  
Eric Wampler, Kentucky Teachers' Retirement System  
Tom Siderewicz, Kentucky Teachers' Retirement System  
Karen Ashby, Kentucky Teachers' Retirement System  
Mark Whelan, Kentucky Teachers' Retirement System  
Greg Hall, Kentucky Teachers' Retirement System  
Jane Gilbert, Kentucky Teachers' Retirement System  
Nate Van Sickel, Kentucky Teachers' Retirement System  
Felicia Penn, Kentucky Teachers' Retirement System  
Teresa Sanders, Office of the State Budget Director

1. Reports for Consent: Chair Green reviewed the draft minutes of the Quarterly Meeting of the Board of Trustees held on December 21, 2015 and asked the Board to take action on the minutes.

Board Action: The Board considered the minutes of the Quarterly Meeting of the Board of Trustees held on December 21, 2015. Upon motion duly made by Mr. Sanders, and seconded by Dr. Morgan, the minutes were unanimously approved by the Board as written.

Chair Green reviewed the draft minutes of the Special Meeting of the Board of Trustees held on January 21, 2016 and asked the Board to take action on the minutes.

Board Action: The Board considered the minutes of the Special Meeting of the Board of Trustees held on January 21, 2016. Upon motion duly made by Mr. Sutton, and seconded by Ms. Adams, the minutes were unanimously approved by the Board as written.

Chair Green reviewed the draft minutes of the Special Meeting of the Scholarship Committee held on December 21, 2015 and asked the Committee to take action on the minutes.

Committee Action: The Committee considered the minutes of the Special Meeting of the Scholarship Committee held on December 21, 2015. Upon motion duly made by Mr. Harman, and seconded by Dr. Morgan, the minutes were unanimously approved by the Committee as written.

Chair Green reviewed the draft minutes of the Special Meeting of the Legislative Committee held on December 21, 2015 and asked the Committee to take action on the minutes.

Committee Action: The Committee considered the minutes of the Special Meeting of the Legislative Committee held on December 21, 2015. Upon motion duly made by Ms. Adams, and seconded by Ms. Wright, the minutes were unanimously approved by the Committee as written.

Chair Green reviewed the draft minutes of the Special Meeting of the Benefits and Funding Committee held on January 21, 2016 and asked the Committee to take action on the minutes.

Committee Action: The Committee considered the minutes of the Special Meeting of the Benefits and Funding Committee held on January 21, 2016. Upon motion duly made by Mr. Harman, and seconded by Ms. Adams, the minutes were unanimously approved by the Committee as written.

Applications for Retirement and Annuity; Survivor Benefits; Life Insurance Benefits; and Refunds: Mr. Wampler reported to the Board regarding benefit payments. Chair Green asked the Board to take action on the report of benefit payments.

Board Action: Upon motion duly made by Dr. Morgan, and seconded by Mr. Sutton, the Applications for Retirement and Annuity; Survivor Benefits; Life Insurance Benefits; and Refunds were unanimously approved by the Board as reported.

Interim Financial Statements: The Board considered the report on the Interim Financial Statements for the quarter ended December 31, 2015. The report was informational and the Board took no action on the Interim Financial Statements.

2. Report of the Investment Committee: Mr. Siderewicz reported to the Board concerning the investment performance for the quarter ended December 31, 2015 and the Special Meeting of the Investment Committee held on February 25, 2016. Additionally, Mr. Siderewicz presented a report concerning the sale of investment assets to meet retiree payroll and the overall effect on the KTRS investment program.

Chair Green asked for questions or comments. Chair Green asked the Board to take action on the report of the Investment Committee.

Board Action: Upon motion duly made by Mr. Sanders, and seconded by Mr. Sutton, the Board voted unanimously to accept and ratify the Report of the Investment Committee.

3. Consideration of Personal Service Contracts for FY 2016-2017: Mr. Wampler reviewed the memorandum regarding the Annual Renewal of Contracts. The report concerned contracts for legal and auditing services.

Chair Green asked for questions or comments. Chair Green asked the Board to take action on the report regarding the Annual Renewal of Contracts for fiscal year 2016-2017.

Board Action: Upon motion duly made by Dr. Morgan, and seconded by Ms. Wright, the Board approved renewal of the contracts for legal and auditing services as reported. Mr. Sanders abstained from voting.

4. Legislative Report: Mr. Barnes reported on the 2016 regular session of the General Assembly. Mr. Barnes' report was informational, and the Board took no action.

5. Executive Secretary's Observations and Comments: Mr. Harbin reported to the Board on the KEA Nominating Committee meeting, Junita Losey Scholarship awards, recent KTRS meetings, the Pathway Project and Financial Disclosure Statements. The Executive Secretary's report was informational, and the Board took no action.

Adjournment: There being no further business to come before the Board of Trustees, and upon motion duly made by Mr. Sanders and seconded by Dr. Morgan, and by unanimous consent of the Board, Chair Green declared the meeting adjourned at 1:50 p.m.

#### CERTIFICATIONS

We, the Chair and the Executive Secretary of the Board of Trustees of the Kentucky Teachers' Retirement System, do certify that the Minutes of Meeting were approved by the Board on June 20, 2016.

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Arthur Green, Chair

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Gary L. Harbin, Executive Secretary

I, Robert B. Barnes, do certify adherence to the Kentucky Open Meetings Act, KRS 61.800 et seq., in the conduct of this meeting. I have reviewed the minutes for form, content, and legality.

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Robert B. Barnes, Deputy Executive Secretary  
and General Counsel

I, Felicia Penn, do certify that I was present at the meeting and duly recorded the actions of the Board of Trustees of the Kentucky Teachers' Retirement System at its meeting on March 21, 2016.

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Felicia Penn  
Recording Secretary