KENTUCKY TEACHERS' RETIREMENT SYSTEM
MINUTES OF THE QUARTERLY MEETING OF THE BOARD OF TRUSTEES
March 15, 2010

Under authority of KRS 161.290(1), the Board of Trustees of the Teachers' Retirement System of the State of Kentucky convened in Regular Session in the Board Room of the Teachers' Retirement System Office, 479 Versailles Road, Frankfort, Kentucky, at 9:00 a.m., ET, Monday, March 15, 2010.

Board Called to Order

Barbara G. Sterrett, Chair, called the meeting to order.

Roll Call

Members present were:
Laura A. Zimmerman
Barbara G. Sterrett
Ruth Ann Sweazy
Ronald L. Sanders
Robert M. Conley
Jay Morgan
Tom Shelton
Todd Hollenbach, State Treasurer
Ruth Webb, Proxy for the Commissioner of Education

Others present were:
Gary L. Harbin, Kentucky Teachers' Retirement System
Eric Wampler, Kentucky Teachers' Retirement System
Robert Barnes, Kentucky Teachers' Retirement System
Sandra Shroat Bush, Kentucky Teachers' Retirement System
Leeann G. Uebel, Kentucky Teachers' Retirement System
Paul Yancey, Kentucky Teachers' Retirement System
Kevin Carrico, Kentucky Teachers' Retirement System
Mark Whelan, Kentucky Teachers' Retirement System
Erlynne Crowe, Kentucky Education Association-Retired
Fred Hester, Kentucky Education Association-Retired
Cebert Gilbert, Kentucky Retired Teachers Association

Item 1 – Reports for Consent:

Mr. Wampler reported to the Board regarding "Reports for Consent." Chair Sterrett asked for questions or comments. Chair Sterrett asked the Board to take action on the reports for consent.

BOARD ACTION:

Minutes of Last Quarterly Meeting

The Board considered the minutes of the previous meeting held December 21, 2009. Upon motion duly made by Mr. Hollenbach, and seconded by Dr. Morgan, the minutes were unanimously approved as written.

Governance and Audit Committee Meeting Held December 21, 2009

The Governance and Audit Committee considered the minutes of the Governance and Audit Committee Meeting held December 21, 2009. Upon motion made by Mr. Sanders, on behalf of the Governance and Audit Committee, the minutes were unanimously approved as written.

Scholarship Committee Meeting Held December 21, 2009

The Scholarship Committee considered the minutes of the Scholarship Committee Meeting held December 21, 2009. Upon motion made by Ms. Zimmerman, on behalf of the Scholarship Committee, the minutes were unanimously approved as written.

Personnel Committee Meeting Held August 28, 2009

The Personnel Committee considered the minutes of the Personnel Committee Meeting held August 28, 2009. Upon motion made by Mr. Sanders, on behalf of the Personnel Committee, the minutes were unanimously approved as written.

Reports for Consent: Applications for Retirement and Annuity, Survivor Benefits, Life Insurance Benefits, and Refunds

Upon motion duly made by Ms. Webb, and seconded by Ms. Sweazy, the Reports for Consent were unanimously approved by the Board as reported.

Interim Financial Statements: The Interim Financial Statements for the quarter ended December 31, 2009 were presented to the Board. The report was informational and the Board took no action on the Interim Financial Statements.

Item 2 – **Report of the Investment Committee**

The special meeting of the Investment Committee was held on February 18, 2010. Mr. Yancey reported to the Board concerning other activities of the Investment Committee and Investment Performance for the quarter ending December 31, 2009.

Chair Sterrett asked for questions or comments. Chair Sterrett asked the Board to take action on the "Report of the Investment Committee."

BOARD ACTION: Upon motion duly made by Ms. Zimmerman, and seconded by Mr.

Hollenbach, the Board unanimously approved the "Report of the Investment Committee" and ratified the actions of the Investment Committee.

Item 3 – Report of the Appeals Committee

Mr. Wampler reported to the Board regarding the cases considered by the Appeals Committee. Chair Sterrett asked for questions or comments. The report was informational and the Board took no action on the Report of the Appeals Committee.

Item 4 – Consideration of Personal Service Contracts for FY 2010-2011

Mr. Harbin reviewed the memorandum regarding the renewal of the Standard Investment Contracts. Mr. Harbin noted that he will provide a follow-up report to the Board regarding Standard Investment Contracts at the next quarterly meeting. Mr. Harbin's report was informational and the Board took no action on renewal of the Standard Investment Contracts.

Mr. Wampler reviewed the memorandum regarding the Annual Renewal of Contracts. The report concerned contracts for legal services, external auditor, information technology consultant, and an investigator.

Chair Sterrett asked for questions or comments. Chair Sterrett asked the Board to take action on Mr. Wampler's report regarding the Annual Renewal of Contracts for FY 2010-2011.

BOARD ACTION: Upon motion duly made by Mr. Conley, and seconded by Dr. Morgan, the Board unanimously approved renewal of the contracts for legal services, external auditor, information technology consultant, and investigator, as reported.

Item 5 –Legislative Report

Mr. Harbin and Mr. Barnes reported to the Board regarding the 2010 Regular Session of the General Assembly. Chair Sterrett asked for questions or comments. The report was informational and the Board took no action on the Legislative Report.

Item 6 - Executive Secretary's Observation and Comments

Mr. Harbin reported to the Board concerning the nominating committee for the forthcoming election for two positions on the Board. Mr. Harbin commented on issues related to the Scholarship Fund and the KEA Delegate Assembly. Mr. Harbin'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. Hollenbach, and seconded by Mr. Shelton, and by unanimous consent of the Board,

Chair Sterrett declared the meeting adjourned at 11:05 a.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 21, 2010.

Barbara Sterrett, Chair

Gary Harbison, 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.

Robert B. Barnes, Deputy Executive Secretary and General Counsel

I, Leeann Uebel, 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 15, 2010.

Leeann G. Uebel
Recording Secretary