

MEETING AGENDA – Pursuant to Article 11.04 of MECRS By-Laws

October 14, 2008

8:30 a.m.

1045 Elm Street

Suite 403

Approval of the Minutes of the Previous Board Meeting held September 16, 2008

Approval of the Immediate Meeting Agenda – (At the discretion of the Chairman, events on the agenda may be taken out of order to accommodate board members and visitors).

Chairperson Comments

Citizen's Comments

Report of the Executive Director

Report of Investment Committee

Report of Administrative & Accounting Committee

Report of the Benefits Committee

Reports of Special Committees

Previous Business

Consent Agenda Items

If a trustee desires to remove any of the following items from the Consent Agenda for separate consideration, please so indicate. Barring a trustee request for removal, a single motion will be taken on the Consent Agenda as a whole.

1. Retirement Office Expenses – Expense report for the period ending September, 2008 as approved by the Administrative Committee
2. Budget and Expense – Budget and expense figures for the period ending September 30, 2008
3. Pension Payroll – Reconciliation for the month ending September 30, 2008
4. Financial Statements – Change in net assets available and statement of net assets available for benefits for the month ending August 2008
5. Staff Payroll Reports – Payroll report for month ending September 30, 2008
6. Request for Pension - Joan Boufford Deferred from SFNS
7. Refund & Rollover Reconciliation Report – Month ending August, 2008
8. August, 2008 Bank Reconciliation of Members First Credit Union Account

9. Expense Reconciliation Report – September, 2008

Presentations to the Board

New Business

1. NEPC Presentation – NEPC will be present to review preliminary third quarter performance numbers and to discuss fine tuning the MECRS Equity Portfolio. The equity discussions are expected to focus on a possible reallocation between midcap and small/mid or “Smid” cap. NEPC Representative Mr. Kevin Leonard will also address the System’s future investment allocation to real estate and comment on public announcements that another NEPC client is seeking to terminate a manager currently in the MECRS portfolio.
2. NEPC Discussion on Manager Distribution Practices – In light of changes made by three MECRS Money Managers, on the levels and timing of allowed withdrawals or distributions, Mr. Leonard will discuss the implications of these changes in order for the board to better understand the actions taken.
3. Request for Motion – The board is asked to approve a transfer of appropriated funds to cover a small budget deficit for Independent Medical Evaluations.
4. Attorney Client Privileged Session. The Chairman will adjourn the meeting to meet privately with legal counsel.
5. Scheduling the November Board Meeting – Because the second Tuesday in November is a holiday it will be necessary to hold the board meeting on an alternate date. Wednesday Nov 12th and Tuesday Nov. 18th have been considered however a poll of the board indicates that the entire board will be unable to make either of those days. The board should determine the optimal date for its meeting.

Other Business

Next Meeting Schedule

Day: _____

Time: _____

Place: _____

Motion to Adjourn

Informational Items

1. Net Assets Available For Benefits – By Category
2. AIG Update From PIANH
3. Attalus Capital – Client Memorandum
4. Mellon Capital Mgmt. – Client Advice
5. Gottex Fund Management – Investor Letter
6. Prudential – To Our Clients and Their Consultants

Investment Managers Reports

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|-----------------------------------|------------------------------|
| City of London | Gottex Portable Alpha |
| Loomis ♦ Sayles | Benchmark Plus |
| Prudential Financial | Cadence Capital/Allianz |
| Causeway Capital Mgmt. | State Street Global Advisors |
| Attalus Multi-Strategy Fund, Ltd. | |

