

**MINUTES OF THE NEW MEXICO
PUBLIC EMPLOYEES RETIREMENT ASSOCIATION
RULES & ADMINISTRATION COMMITTEE MEETING**

August 31, 2017

This meeting of the Public Employees Retirement Board Rules & Administration Committee was called to order by Committee Chair James Maxon at approximately 10:10 a.m. on the above-cited date at the PERA Albuquerque Office, 2500 Louisiana Blvd., NE, Suite 400, Albuquerque, New Mexico.

Roll was called and a quorum was established as follows:

Members Present:

James Maxon, Chair
Claudia Armijo, Vice Chair
Dan Mayfield
John Reynolds
John Melia
Cathy Townes

Member(s) Absent:

None

Other Member(s) Present:

Loretta Naranjo Lopez
Dan Esquibel
Jackie Kohlasch

Staff Members Present:

Wayne Propst, Executive Director
Susan Pittard, Chief of Staff/General Counsel
Greg Trujillo, Deputy Director
Dominic Garcia, Chief Investment Officer
Jude Pérez, Deputy CIO
Karen Risku, Deputy General Counsel
Renada Peery-Galon, ASD Director
Dana David, Assistant General Counsel
Trish Winter, Executive Assistant
Joaquin Lujan, Director of Rates and Credit
LeAnne Larrañaga-Ruffy, Director of Equity
Karyn Lujan, Deferred Compensation Plan Manager
Christine Ortega, Portfolio Manager
Mark Montoya, Financial Analyst
Isaac Olaoye, Financial Analyst
Emily Lopez, Financial Specialist
Kristin Varela, Portfolio Manager of Real Returns
Marlena Riggs, Financial Budget Manager
Anna Murphy, Compliance Officer

Others Present:

Jennie Lusk, NM AG Office
Harvey Leiderman, Reed Smith, PERA Board Fiduciary Counsel
Tom Toth, Wilshire
Paul Cowie, Meketa,
Paul Lium, Nationwide
Andrew Hayward, Albourne
Mark White, Albourne
DL Heshley, FOP
Anna Hanika-Ortiz, LFC
Dianne Creser, Chapter 5
Isabel Clendenin, RPENM
Mike Clendenin, RPENM
John Rivers, RPENM
Steve Cogan, REDW
Jessica Bundy, REDW

2. APPROVAL OF AGENDA

Mr. Mayfield moved to approve the agenda as published. Mr. Melia seconded and the motion passed without opposition.

3. APPROVAL OF CONSENT AGENDA

Chair Maxon indicated that he reviewed the minutes and found them to be complete and accurate.

Mr. Reynolds moved to approve the consent agenda. Mr. Melia seconded and the motion passed by unanimous [6-0] voice vote.

4. CURRENT BUSINESS

A. Board Policies Review

Chair Maxon said the Board Policies govern the Board and it was his understanding that they have not been substantially reviewed in 17 years. He suggested that the recently contracted Board fiduciary counsel could work together with the Committee on the policies. He suggested that either an ad hoc committee be appointed to work with counsel or the entire committee work together on this item.

Ms. Armijo said she has reviewed the rules and finds they require work. She appreciated the Chair's suggestion to work with counsel since he has extensive experience with board policies to ensure best practices.

Ms. Naranjo Lopez expressed concern that the packet of information was not complete and lacked the referenced statutes; further, some of the recommendations appear to limit the Board's fiduciary responsibilities. The entire policy requires a great deal more discussion and should not have been listed as an action item.

Chair Maxon said he had not intended to take final action, rather to determine how best to proceed with the review process.

Ms. Townes agreed with Ms. Naranjo Lopez that citations should contain backup information. She preferred that the entire committee work on the review with the new Board counsel.

Mr. Esquibel appreciated the staff- provided information and concurred that working with Board counsel and the entire Committee would best benefit the PERA membership.

Mr. Reynolds was appreciative that this item is moving forward and thanked the Chair for that.

Chair Maxon requested that Board fiduciary counsel review PERA's Board Policies and Procedures and make recommendations based on his experience using the redline technique, and be prepared to discuss the issue at the next Rules & Administration Committee meeting. He hoped to have the review and recommendations completed by November for presentation to the Board.

Mr. Reynolds moved to tabled. His motion was seconded by Ms. Armijo and passed by unanimous voice vote.

5. **OTHER BUSINESS**

None were presented.

6. **ADJOURNMENT**

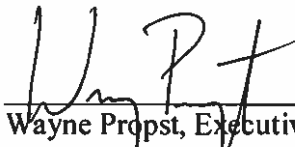
Having completed the agenda and with no further business to come before the Committee, Chair Maxon adjourned this meeting at approximately 10:10 a.m.

Approved by:



James Maxon, Chair
Rules & Administration Committee

ATTEST:



Wayne Propst, Executive Director