

REGULAR MEETING
BOARD OF TRUSTEES
OF
THE PUBLIC SCHOOL RETIREMENT SYSTEM OF MISSOURI
AND
THE PUBLIC EDUCATION EMPLOYEE RETIREMENT SYSTEM OF MISSOURI

January 25, 2013

MEMBERS PRESENT

Aaron Zalis, Chair
Wayne Wheeler, Vice Chair
Jason Hoffman
Yvonne Heath
Scott Hunt
Susan McClintic
Donald Cupps

MEMBERS ABSENT

OTHERS PRESENT

M. Steve Yoakum, Executive Director
Dearld Snider, Asst. Exec. Dir., Oper.
Craig Husting, Asst. Exec. Dir., Invest.
Alan Thompson, General Counsel
Lori Woratzeck, Chief Finan. Officer
Mary Hiatte, Sr. Executive Advisor

**Meeting
Convened**

The meeting of the Board of Trustees convened at 7:30 a.m. at the Retirement System office in Jefferson City, Missouri. In attendance via telephone were Aaron Zalis, Wayne Wheeler, Don Cupps, Yvonne Heath, Jason Hoffman, Scott Hunt, and Susan McClintic, Board Members. Staff members present were M. Steve Yoakum, Executive Director; Craig Husting, Assistant Executive Director, Investments; Dearld Snider, Assistant Executive Director, Operations; Alan Thompson, General Counsel; Lori Woratzeck, Chief Financial Officer; various other PSRS/PEERS staff members; and Mary Hiatte, Senior Executive Advisor.

Investments

The purpose of the meeting was to share information on the commingling of PSRS/PEERS assets and request the Board adopt a resolution which allows Mr. Yoakum to execute the documents necessary to form the Missouri Education Pension Trust (MEPT). JP Morgan would like to implement by July 1, 2013 and, from an operations standpoint, a great deal of lead-time is needed for the transition.

Mr. Thompson indicated that the creation of MEPT does not create any additional liability for the Board or staff. The current Investment Policy applies to both PSRS and PEERS and will apply to MEPT. The Investment Policy will be amended to reflect the new trust name.

Mr. Cupps asked what happens when changes are made to the PSRS/PEERS Board. Mr. Cupps stated that he thought it was implied but not specifically stated in the document for it to automatically apply to new trustees. Mr. Thompson stated that the trustees of MEPT would automatically change when changes are made to the PSRS/PEERS Board.

Mr. Cupps also requested Mr. Thompson verify with outside counsel that the favorable legal venue statutes apply to MEPT the same as they do to PSRS/PEERS.

Following discussion, Mr. Cupps moved to adopt the following resolution:

**Board
Resolution**

WHEREAS, the Board of Trustees of The Public School and Education Employee Retirement Systems of Missouri serves as trustee to both The Public School Retirement System of Missouri and The Public Education Employee Retirement System of Missouri; and

WHEREAS, the Board holds the assets of the Systems in trust pursuant to the Missouri Revised Statutes, as amended (the "RSMo") sections 169.040.3 and 169.630.3, 16 CSR 10-3.010, 10-3.020, 10-6.020, 10-6.030, and PSRS Policy 2011-2 and PEERS Policy 2011-2; and

WHEREAS, the Board is authorized by RSMo sections 169.040.3 and 169.630.3 to commingle the corpus of such trusts in a group trust for investment purposes; and

WHEREAS, the Board wishes to create the Missouri Education Pension Trust as such a commingled trust; and

WHEREAS, the Board will act as trustee, under the terms and conditions of the Missouri Education Pension Trust, for all money or property that may be transferred to or received by it from time to time as the trustee.

NOW, THEREFORE, BE IT RESOLVED THAT, effective January 25, 2013 the Board establishes and adopts the Missouri Education Pension Trust;

BE IT FURTHER RESOLVED THAT, the Board shall act as trustee for the Missouri Education Pension Trust;

FURTHER RESOLVED THAT, as trustee for each System the Board hereby adopts the Missouri Education Pension Trust as part of The Public School Retirement System of Missouri and The Public Education Employee Retirement System of Missouri;

FURTHER RESOLVED THAT, the Board authorizes M. Steve Yoakum, Executive Director, to execute the Missouri Education Pension Trust Declaration of Trust **on its behalf**;

FURTHER RESOLVED THAT, the Board authorizes M. Steve Yoakum, Executive Director, to execute the Missouri Education Pension Trust Declaration of Trust **on behalf of the trustees of The Public School Retirement System of Missouri**;

FURTHER RESOLVED THAT, the Board authorizes M. Steve Yoakum, Executive Director, to execute the Missouri Education Pension Trust Declaration of Trust **on behalf of the trustees of The Public Education Employee Retirement System of Missouri**;

FURTHER RESOLVED THAT, the Board authorizes M. Steve Yoakum, Executive Director, **to execute the application for an IRS identification number and to execute any additional documents that may be necessary to effect the foregoing resolutions;**

THAT, the staff of The Public School Retirement System of Missouri and The Public Education Employee Retirement System of Missouri is authorized to take the actions necessary to establish and implement the Missouri Education Pension Trust.

PSRS4413
PEERS2651

Ms. Heath seconded the motion. Voting “Aye”—Zalis, Wheeler, Cupps, Heath, Hoffman, Hunt and McClintic; “Nay”—None. The motion carried unanimously.

Adjourn
PSRS4414
PEERS2652

Mr. Wheeler moved that the meeting adjourn. Ms. Heath seconded the motion. Voting “Aye”—Zalis, Wheeler, Cupps, Heath, Hoffman, Hunt and McClintic; “Nay”—None. The motion carried unanimously.