

OPEN BOARD MEETING MINUTES

OCTOBER 18, 2007, 1:00 PM

MEMBERS PRESENT

BRIAN LEE, CHAIRMAN
BARBARA BLUM
MARY COLLINS
GEORGE SUTER
THOMAS TIPPETT
LYLE BLANCHARD
SHIREEN DODSON

DCRB STAFF PRESENT

ERIC STANCHFIELD
SHEILA MORGAN-JOHNSON
CONSTANCE DONOVAN
JOAN PASSERINO
IMRAN CHAUDHRY
RHONDA O'NEAL
YOLANDA SMITH

MEMBER NOT PRESENT

LASANA MACK, EX OFFICIO
JUDITH MARCUS
DARRICK ROSS
MICHAEL WARREN

OTHERS PRESENT

BRENDA MATHIS, OCFO
WILLIAM DEWALT, WATSON WYATT
CHRIS REH, MTG CONSULTING
ROBERT MARLATT, MTG CONSULTING

ROLL CALL

Mr. Lee called the meeting to order at 1:45 p.m.

APPROVAL OF MINUTES

Motion #1: Ms. Dodson moved to approve the October 18, 2007 Open Board Meeting minutes with a correction. Ms. Collins seconded the motion. The motion was passed with a voice vote of 7-0.

GENERAL COUNSEL REPORT

Ms. Donovan updated the Board on a revision to the proposed Sudan divestiture legislation which is currently before the City Council. The Board has submitted comments to the City Council and Ms. Donovan noted that the revised version relieves the Board of following common law or statutory obligations when making a divestiture of assets held in Sudan. There is a carve out for private equity and DCRB has provided comments (essentially stating that the Board would invest consistent with its fiduciary duties) to the City Council. Final reading on the Bill is scheduled for early November. Ms. Blum suggested that the agency testify before the Committee, and Mr. Lee concurred.

Ms. Donovan then gave an update on the teacher correction project. She mentioned that OPRS and DCPS are cooperating with EFI to provide the necessary information to finalize an actuarial analysis on the loss to the Fund. DCPS is considering several firms as outside legal counsel to write an opinion on the correction procedures, costs and the development of a procurement procedure once costs have been finalized.

Finally, Ms. Donovan mentioned that the FERS legislation has been forwarded to the appropriate Council committees. The legal assistant to City Councilmember Carol Schwartz will meet with

Mr. Stanchfield, Ms. Passerino and Ms. Donovan to discuss the legislation before it goes forward for approval.

INVESTMENT COMMITTEE REPORT

Ms. Blum made the following motions:

Motion #2: To invest a combined \$100 million in two infrastructure funds in accordance with the recommendation of The Townsend Group. Ms. Dodson seconded the motion. The motion was passed with a voice vote of 6-1.

Motion #3: To invest \$50 million in Babcock & Brown Infrastructure Fund North America and \$50 million in Macquarie Infrastructure Partners II, subject to contract negotiations and, in the case of Macquarie, registering as an investment advisor. The motion was passed with a voice vote of 6-1.

OPERATIONS COMMITTEE REPORT

There was no report.

BENEFITS COMMITTEE REPORT

Ms. Collins introduced Chris Reh and Robert Marlatt of MTG Management Consultants (MTG) to present an update on the Technology Roadmap Project to the Board. Highlights of the presentation included: determining the business needs of the agency, identifying challenges, and developing technology initiatives based on those needs and industry best practices. MTG provided key recommendations to DCRB stating that in order to achieve desired outcomes, namely better servicing members, a paradigm shift is required towards becoming a full service retirement system. MTG provided cost estimates of the proposed technology and related-business initiatives. Mr. Stanchfield requested cost information be presented at the next Board meeting.

LEGISLATIVE COMMITTEE REPORT

Mr. Blanchard informed the Board that there are no further opportunities for testifying before the City Council Committee on Sudan legislation. However, a letter may still be forwarded to the City Council or a meeting may be set up with Councilmember Jack Evans, Chair of the Committee on Financing and Revenue.

OTHER BUSINESS

Motion #4: Mr. Lee made a motion to authorize trustee travel, which was passed with a voice vote of 7-0.

Motion #5: Mr. Lee moved to enter into Executive session (D.C. Code §1-909.05(e), (f)). Ms. Collins seconded the motion. The motion was passed with a voice vote of 7-0.

[Executive Session 2:05 p.m. – 2:17 p.m.]

Motion #6: The motion to return to open session was passed with a voice vote of 7-0.

ADJOURNMENT

Motion #7: Mr. Lee motioned to adjourn the meeting. Ms. Collins seconded the motion. The motion was passed with a voice vote of 7-0. Mr. Lee adjourned the meeting at 2:20 p.m.

**DISTRICT OF COLUMBIA RETIREMENT BOARD
RECORD OF OFFICIAL BOARD COMMITTEE ACTION**

MOTION #1			DATE: 10/18/07		
MEMBERS	AYE	NAY/ OPPOSE	NO VOTE/ ABSTAIN	NO VOTE/ RECUSE	ABSENT
LEE, BRIAN	✓				
BLANCHARD, LYLE	✓				
BLUM, BARBARA	✓				
COLLINS, MARY	✓				
DODSON, SHIREEN	✓				
MARCUS, JUDITH					✓
ROSS, DARRICK					✓
SUTER, GEORGE	✓				
TIPPETT, THOMAS	✓				
WARREN, MICHAEL					✓

MOTION #2			DATE: 10/18/07		
MEMBERS	AYE	NAY/ OPPOSE	NO VOTE/ ABSTAIN	NO VOTE/ RECUSE	ABSENT
LEE, BRIAN	✓				
BLANCHARD, LYLE	✓				
BLUM, BARBARA	✓				
COLLINS, MARY	✓				
DODSON, SHIREEN	✓				
MARCUS, JUDITH					✓
ROSS, DARRICK					✓
SUTER, GEORGE	✓				
TIPPETT, THOMAS		✓			
WARREN, MICHAEL					✓

MOTION #3			DATE: 10/18/07		
MEMBERS	AYE	NAY/	NO VOTE/	NO VOTE/	ABSENT

		OPPOSE	ABSTAIN	RECUSE	
LEE, BRIAN	✓				
BLANCHARD, LYLE	✓				
BLUM, BARBARA	✓				
COLLINS, MARY	✓				
DODSON, SHIREEN	✓				
MARCUS, JUDITH					✓
ROSS, DARRICK					✓
SUTER, GEORGE	✓				
TIPPETT, THOMAS		✓			
WARREN, MICHAEL					✓

MOTION #4			DATE: 10/18/07		
MEMBERS	AYE	NAY/ OPPOSE	NO VOTE/ ABSTAIN	NO VOTE/ RECUSE	ABSENT
LEE, BRIAN	✓				
BLANCHARD, LYLE	✓				
BLUM, BARBARA	✓				
COLLINS, MARY	✓				
DODSON, SHIREEN	✓				
MARCUS, JUDITH					✓
ROSS, DARRICK					✓
SUTER, GEORGE	✓				
TIPPETT, THOMAS	✓				
WARREN, MICHAEL					✓

MOTION #5			DATE: 10/18/07		
MEMBERS	AYE	NAY/ OPPOSE	NO VOTE/ ABSTAIN	NO VOTE/ RECUSE	ABSENT
LEE, BRIAN	✓				
BLANCHARD, LYLE	✓				
BLUM, BARBARA	✓				
COLLINS, MARY	✓				
DODSON, SHIREEN	✓				
MARCUS, JUDITH					✓
ROSS, DARRICK					✓
SUTER, GEORGE	✓				
TIPPETT, THOMAS	✓				
WARREN, MICHAEL					✓

MOTION #6			DATE: 10/18/07		
MEMBERS	AYE	NAY/ OPPOSE	NO VOTE/ ABSTAIN	NO VOTE/ RECUSE	ABSENT
LEE, BRIAN	✓				
BLANCHARD, LYLE	✓				
BLUM, BARBARA	✓				
COLLINS, MARY	✓				
DODSON, SHIREEN	✓				
MARCUS, JUDITH					✓
ROSS, DARRICK					✓
SUTER, GEORGE	✓				
TIPPETT, THOMAS	✓				
WARREN, MICHAEL					✓

MOTION #7			DATE: 10/18/07		
MEMBERS	AYE	NAY/ OPPOSE	NO VOTE/ ABSTAIN	NO VOTE/ RECUSE	ABSENT
LEE, BRIAN	✓				
BLANCHARD, LYLE	✓				
BLUM, BARBARA	✓				
COLLINS, MARY	✓				
DODSON, SHIREEN	✓				
MARCUS, JUDITH					✓
ROSS, DARRICK					✓
SUTER, GEORGE	✓				
TIPPETT, THOMAS	✓				
WARREN, MICHAEL					✓