

**BOARD OF INVESTMENT TRUSTEES
MONTGOMERY COUNTY EMPLOYEE RETIREMENT PLANS**

MINUTES – OPEN SESSION

July 26, 2013

101 Monroe Street, 9th floor
Rockville, Maryland

Board Members Present: Joseph Adler
Arjan Berkelaar
Jeffrey Buddle
Jennifer Hughes
David Locke
Stephen Farber (via telephone)
Sunil Pandya
Gino Renne
George Willie

Staff: Linda Herman
Marc Esen
Stuart Potter
Brad Stelzer
John Feketekuty
Akiko Kawashima
Pat Paoli
Carey Couto
Amy Wang

Others Present: Mark Brubaker, Wilshire Associates
Brad Atkins, Franklin Park
Jim Gasperoni, Flag Capital Management
Steve Kennedy, Albourn
Amy Moskowitz, Counsel to the Board

CALL TO ORDER

Mr. Willie called the open session of the Board to order at 11:03 a.m.

DETERMINATION OF MEETING

The Board unanimously approved a motion to move into closed session at 11:03 a.m. for the purpose of discussing the investment of public funds, pursuant to Maryland Code, State Government Article, 10-508(a)(5).

Mr. Willie called the open session of the Board to order at 12:02p.m.

Approval of Minutes: Mr. Adler moved, and Mr. Berkelaar seconded, and the Board unanimously approved, the minutes of the May 17, 2013 meeting.

Amendment-Governance Manual: Ms. Herman presented an amendment to the Governance Manual which changes the procedure for approval of Staff due diligence and continuing education. After discussion, Mr. Adler moved, and Ms. Hughes seconded, and the Board approved the following resolution.

1307-03 Resolved, that the Board amends the Governance Manual, as amended, as presented.

Review-Updated Business Continuity Plan: Ms. Herman referenced the Board's business continuity plan.

Continuing Education Request: Ms. Herman presented one request for continuing education. Ms. Herman also noted the Board's Continuing Education Report. Mr. Adler moved, and Berkelaar seconded, and the Board approved the request. Mr. Buddle and Mr. Renne opposed.

Annual Report to Council-Sudan: Mr. Esen discussed the annual report regarding Sudan investments being transmitted to the County Council.

Annual Report to Council-Emerging Managers: Mr. Stelzer discussed the annual report regarding emerging managers being transmitted to the County Council. Ms. Herman noted that Staff and Council had received inquiries regarding investments in fossil fuel.

Proxy Voting Record-2012: Ms. Kawashima presented the investment managers' proxy voting record for 2012.

Proposed Legislation: Ms. Moskowitz discussed proposed legislation that would delete the current requirement of the County Code that investments made by the Board maintain U.S. indicia of ownership. After discussion, Mr. Renne moved, Mr. Pandya seconded and the Board unanimously approved the following resolution:

1307-04 Resolved, that the Board requests that the County Executive submit the legislation, as presented, to the County Council.

Open Forum/Workplan: Ms. Herman discussed the Board's workplan.

There being no further business of the Board, the open meeting session adjourned at 12:23 p.m.

Respectfully submitted,

Jennifer Barrett, Secretary