SERS BOARD MEETING APRIL 18, 2013

BOARD TRAVEL POLICY

Valerie Rodgers, Executive Director of SERO, Adele Matias, OEA-R, and an SERS retired member, and Ohio Rep. Lynn Wachtmann addressed the SERS Board concerning the cost of travel by board members. The concern expressed was triggered by a trip to Hawaii two board members will be taking in May to attend an annual conference. The board members, Barbara Phillips (entering her third 4 year term) and Cathy Moss (entering her fourth 4 year term) feel the perception of the SERS members can not influence their decision to attend out of state conferences and training. Rep. Watchmann also addressed the board concerning their behavior as board members, (boardmanship) and commented on the respect he has for SERS Exec. Director, Lisa Morris.

The Ohio Retirement Study Council requested the SERS Board look at revising their travel policy and present a revised policy at the next ORSC meeting. The Board voted to fund each Board member an annual maximum of \$8,000 and a limit of 3 trips annually for training and conferences. A draft budget must be presented to ORSC before their next meeting (Date to be determined).

EXECUTIVE SESSION

The SERS Board met in executive session to discuss issues some Board members had with Exec. Dir. Lisa Morris.

After the lengthy meeting the Board announced it was pleased with Ms. Morris.

APPOINTMENT

Gov. Kasich appointed Daniel Wilson of Beachwood to the SERS Board. He replaces Richard Sensenbrenner whose term expired. Wilson was sworn in today and his term runs through Sept. 27, 2016. Wilson has more than 39 years of public service to school districts in Ohio. See the SERS website for more information.

FUND

The SERS fund value as of Feb. 13, 2013 is 11.24 billion.

Summary of Investment Transactions

	Approx. cost (in millions)
US Equities	\$148.2
Non-US Equities	332.9
Fixed Income	297.8
REITS	4.3

Hedge Funds	25.0
Private Equity Cap. Calls	2.4
Real Estate Cap. Calls	0.7
Short-term	104.2

N	et proceeds	Approx. Gain/Loss in millions
US Equities	\$145.9	\$17.7
Non-US Equities	370.1	24.4
Fixed Income	309.6	4.1
REITS	3.4	0.7
Hedge Funds	32.6	5.1
Private Equity distribution	s 7.4	N/A
Real Estate distributions	1.6	N/A
Short term	98.4	N/A

HEALTH CARE

Brent Greenwood, a principal with OptumHealth Care Solutions, Inc., addressed the Board to discuss expected changes to healthcare in 2014. He discussed the SERS strategic healthcare plan and offered insights into the plan for a changing future.

CALENDAR DATES FOR MAY BOARD MEETINGS

The Board will meet May 15, 2013 for the purpose of asset allocation. The next regular monthly SERS meeting will be held May 16 and 17, 2013.