

**Monroe County Employees Retirement
System Board of Trustees
MINUTES**

Special meeting of the Monroe County Employees Retirement System Board of Trustees held on July 22, 2010 at 5:00 P.M. in the Board of Commissioners Meeting Room at 125 East Second Street, Monroe, Michigan.

PRESENT: Nancy Colpaert, James Davies, John Fowler, George Jondro, Anne McCarthy, James Morgan and David Thompson.

ABSENT: William Myers and William Sisk, excused

ALSO PRESENT: Sandy Calkins, Retirement Specialist, Royce Maniko, Secretary, Sam Galanis and Michael Cho, Consultants and Thomas Michaud, Legal Counsel

With a quorum being present, Chairman Thompson called the meeting to order at 5:00 P.M.

Motion by George Jondro, supported by John Fowler to approve the agenda as submitted. Motion carried.

Citizens Time – None

Presentations – Invesco – Keri Hepburn and Douglas Gooding

Keri Hepburn introduced herself as the Senior Director at Invesco and Douglas Gooding as the Head of Client Portfolio Management. She stated that Invesco's headquarters are in Atlanta, GA and uses an "investors first" approach. Currently Invesco's Global Assets under management are \$580.8 billion. Invesco has approximately 5,500 employees worldwide and investment expertise in 11 countries.

Mr. Gooding discussed Invesco's investment philosophy. Invesco believes that a company's demonstrated financial results are the best indicator of its future prospects, the inefficiency of global equity markets routinely provides investment opportunities when these prospects are not fully reflected in stock prices, bottom-up stock selection, combining quantitative analysis and fundamental research, enables us to take advantage of these opportunities over the long-term, and risk should be assessed at both the security and portfolio level.

Next, Mr. Gooding discussed the investment process, including quantitative and fundamental research and reviewed a sample portfolio.

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In conclusion Mr. Gooding discussed the fee schedule, which is 1.10 of 1% on the first \$25 million.

Presentations – Lazard – Frank Sposato

Frank Sposato introduced himself as the Director of Lazard. He has been with the company for 13 years. He stated that Lazard's headquarters are in New York, NY. Currently Lazard has \$121.8 billion in assets under management and approximately 550 employees worldwide.

Mr. Sposato discussed Lazard's investment philosophy. Lazard believes that bottom-up, value-driven investing leads to uniform portfolios that outperform in the long term, they focus on those companies that are financially productive and inexpensively valued and add value through stock selection and portfolio management.

Next, Mr. Sposato discussed the investment process. He stated Lazard's investment process for research and portfolio construction is neither static nor sequential, but ongoing.

In conclusion Mr. Sposato discussed the fee schedule, which is .75%.

Presentations – Wells Capital Management – Rick Bisignano and Derrick Irwin

Rick Bisignano introduced himself as the Sales Director at Wells Capital Management and Derrick Irwin as an Analyst. He stated that Wells Capital Management's headquarters are in Boston, MA and currently manages approximately \$349 billion.

Mr. Bisignano discussed Wells Capital Management's investment philosophy. Wells Capital Management seeks to invest in quality companies at prices below their intrinsic value.

Next, Mr. Bisignano discussed the investment process. He stated Wells Capital Management's investment process involves four steps: quality pool maintenance, fundamental research, portfolio construction and monitoring and sell decisions.

In conclusion Mr. Bisignano discussed the fee schedule, which is 1.10% on the first \$50 million.

Presentations – Eaton Vance – Chris Sunderland and Stuart Shaw

Stuart Shaw introduced himself as the Vice President at Eaton Vance and Chris Sunderland as the Vice President, Director of Equity Product Management. He stated that Eaton Vance's headquarters are in Seattle, WA and currently manages \$32.9 billion in assets.

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Mr. Sunderland discussed Eaton Vance's investment philosophy. Eaton Vance seeks broad exposure to the emerging markets equity asset class with potentially less risk and higher return versus capitalization weighted indices.

Next, Mr. Sunderland discussed the investment process. He stated Eaton Vance utilizes a structured and disciplined approach to exploit the unique characteristics of the emerging markets equity asset class.

In conclusion Mr. Sunderland discussed the fee schedule, which is 1.0%.

Motion by James Davies, supported by John Fowler to adjourn. Motion carried. Meeting adjourned at 6:30 P.M.

Respectfully Submitted,

David Thompson, Chairman
Monroe County Employees Retirement System
Board of Trustees