

**MINUTES OF THE
WV CONSOLIDATED PUBLIC RETIREMENT BOARD
ACCOUNTING & INVESTMENT COMMITTEE
MEETING OF MAY 25, 2011**

A meeting of the West Virginia Consolidated Public Retirement Board's Accounting & Investment (A & I) Committee was held in the Consolidated Public Retirement Board's Legal Conference Room, 4101 MacCorkle Avenue, SE, Charleston, West Virginia, and was called to order at 9:00 a.m. by Chairman David Fletcher.

A silent roll call was taken.

Committee Members present were:

David Fletcher, Chairman

Diana Stout, *representing Treasurer John Perdue*

Andrew Richardson, Esquire

Thomas Bradley

Those Committee members not present:

Cabinet Secretary Robert Ferguson

Others present were:

Terasa L. Miller, CPRB Acting Executive Director

Kris Morton, Great West

Andrew Wyne, Great West

Lori Cottrill, CPRB Accounting Manager

Paula Van Horn, CPRB TDC Manager

Brittany Smith, CPRB PERS Membership

Due notice had been posted.

Item #1: Approval of the April 13, 2011 Meeting Minutes

Mr. Richardson made a motion to approve the April 13, 2011 minutes. The motion was seconded by Ms. Stout. The motion carried unanimously.

Item #2: TDC Revenue Sharing Summary Quarter ending 3/31/11

Paula Vanhorn reviewed with the A & I Committee the Teachers' Defined Contribution Retirement System (TDC) Revenue Sharing Summary through March 31, 2011. She informed the Committee the account started out with approximately 2.8 million with 5,447 TDC members. The account ended the quarter with over 3 million dollars in the TDC revenue sharing account. Acting Executive Director Miller reported the new fees of 12 basis points of the assets will begin effective January 1, 2011.

Secretary Ferguson arrived at 9:02 a.m.

Item #3: TDC Returns and Weighted Average Returns for Quarter ending 3/31/11

Paula Vanhorn reviewed with the Committee the TDC Returns and Weighted Average Returns ending March 31, 2011.

Item #4: Third Party Administrator Response & Contract Update

Acting Executive Director Miller reminded the Committee at the last meeting we reviewed a letter received from ING and asked Great West Retirement Services to respond. A response letter has been received and was shared with the Committee.

Acting Executive Director Miller also informed the Committee that she, Jeaneen Legato, Board Counsel, and Paula Vanhorn, TDC Manager, met regarding the TDC Contract and are in the process of getting some proposed changes back to Great West.

Item #5: TDC Investment Changes Update

a. Letter to TDC Members

Acting Executive Director Miller provided the Committee with the final letter that is ready to go out to all TDC Members setting forth the TDC investment changes. In addition, a letter was sent out to TDC members by CPRB around April 26, 2011, notifying them of various seminars that would be held throughout the state pertaining to the upcoming TDC investment changes.

b. Collective Investment Trust Agreement

Acting Executive Director Miller provided the Committee a copy of the signed Collective Investment Trust Agreement in order to implement the Target Date Funds and the Secure Foundation Balanced Fund. The 22 basis points mentioned on page B-1 is part of the total fee for these funds as was previously disclosed.

c. Revenue Sharing Account

Acting Executive Director Miller reviewed with the Committee the TDC Revenue Sharing Account. Acting Executive Director Miller discussed with the Committee whether it should be invested in the PIMCO Total Return Fund or VALIC. She explained the PIMCO Total Return Fund is not guaranteed but has the potential for higher returns; whereas, VALIC is guaranteed at 4.5%. The TDC Revenue Sharing Account is used to pay for the TDC administrative expenses. The Committee discussed the differences between the two accounts.

Ms. Stout made a motion the Committee have the TDC Revenue Sharing

Account be invested in the PIMCO Total Return Fund effective June 23, 2011. The motion was seconded by Secretary Ferguson. The motion carried unanimously.

Item #6: TDC Fund Change Seminars (Andrew Wyne, Great West)

Mr. Wyne with Great West reviewed with the Committee the seminars Great West has been conducting for all TDC members. Mr. Wyne reported 9 of 11 seminars have been completed with the total attendance of 134 participants so far.

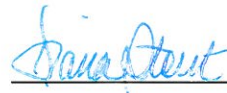
Item #7: 2011 Strategic Partnership Plan for TDC & Great-West

Kris Morton from Great West reviewed with the Committee the 2011 Strategic Partnership Plan for the TDC Plan. Improving the Plan, sitting down with the Committee and going over ideas for the Plan. During 2010, there were 109 educational meetings with 906 individual meetings with participants relating to the Plan. The Committee discussed the possibility of considering a voluntary increase in the employee contribution amount in the future up to 8%. This would have to be done via proposed legislation. Acting Executive Director Miller informed the Committee she would look into the possibility.

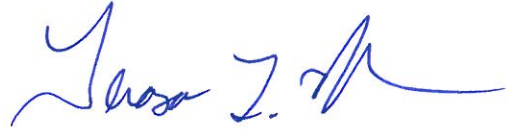
Item #8: Other Business

Chairman Fletcher asked the Committee if there was any other business to bring before the Committee and none was heard. Chairman Fletcher adjourned the A & I Committee at 10:00 a.m.

Respectfully submitted,



Diana Stout
Acting Chairman



Terasa L. Miller
Acting Executive Director