


DENVER EMPLOYEES RETIREMENT PLAN

Minutes of the Retirement Board Monday, August 31, 2009 – Special Meeting #672

The 672nd meeting of the Board of the Denver Employees Retirement Plan was held in the conference room of the Retirement Plan located at 777 Pearl Street, Denver, Colorado, on Monday, August 31, 2009. Board Members present: Ms. Cheryl Cohen-Vader, Mr. Irving Hook, Mr. Bonney Lopez, Mr. Tom Migaki, and Mr. Robert Strenski. Advisory Committee Members present: Ms. Erma Zamora. Advisory Committee Members absent: Mr. Mike Aleksick and Dr. Adeniyi Kelani. Others present: Mr. Steven Hutt, Executive Director, Mr. Randy Baum, Chief Investment Officer, Ms. Stephanie Starns, Investment Analyst, and Ms. Vicki Halliday, General Counsel. Also present: Mr. Tim Sant, Vice President, Summit Strategies Group.

1. Mr. Hutt discussed with the Board the Retirement Incentive Program, which was announced by the Mayor that morning via City email. Approximately 1,100 employees are eligible for this program. City Council will begin its review and enactment process with the Finance Committee considering the program next week, and it should be enacted and signed by September 30, 2009. The window for employees to retire under this program will open October 1, 2009. Plan staff has made preparations to handle both the Retirement Incentive and Insurance Open Enrollment happening at the exact same time during the month of October.
2. Mr. Baum presented a summary of the four 2009 Small Cap International and Emerging Markets finalists to be interviewed.
3. Representatives from Mondrian Investment Partners presented their company to the Board.
4. Representatives from LSV Asset Management presented their company to the Board.
5. Representatives from Dimensional Fund Advisors presented their company to the Board. (They were a finalist for both positions.)
6. Mr. Baum summarized the strengths and weaknesses of the firms and offered his recommendations to the Board. Mr. Strenski added his views from the perspective of the Board member who participated with the DERP Investment Staff on all the on-site due diligence visits to the semi-finalists. He concurred with Mr. Baum's recommendations, as did Tim Sant from Summit Strategies.
7. The Board unanimously voted to hire Dimensional Fund Advisors as the incoming Small Cap International Manager.

8. The Board unanimously voted to hire LSV Asset Management as the incoming Emerging Market Manager.
9. Mr. Hutt reminded the Board that under the Plan's governing ordinance, the Mayor must approve the selection of any new investment managers. Mr. Hutt said he would promptly seek the Mayor's concurrence with the Board's selections of these two managers.
10. The next regularly scheduled Board Meeting will be on Friday, September 18, 2009 at 8:30 a.m. at the Denver Employees Retirement Plan.
11. The meeting was adjourned at 5:34 p.m.

Chairman Executive Director