

MINUTES OF MEETING #398
BOARD OF TRUSTEES
KENTUCKY RETIREMENT SYSTEMS
SPECIAL CALLED MEETING JUNE 15, 2015 AT 9:00A.M.
1270 LOUISVILLE ROAD, FRANKFORT, KENTUCKY 40601

At the Special Called Meeting of the Board of Trustees held on June 15, 2015, the following members were present: Thomas Elliott (Chair), Joseph Hardesty, Keith Peercy, Mary Helen Peter, David Rich, Randy Stevens; Vince Lang and Secretary Timothy Longmeyer joined the meeting after roll call was taken. Also in attendance was Scott McKenzie (Proxy for Sec. Longmeyer). In addition, Staff members present were William Thielen, Karen Roggenkamp, Rebecca Stephens, David Peden, Brian Thomas, Connie Davis, Kathy Rupinen, Erica Bradley, Connie Pettyjohn, Brian Towles, Shaun Case, Lisa Perry, and Leigh Taylor. Also present were Larry Totten, Jim Carroll, and Russ Wright.

Mr. Elliott introduced the agenda item *Approval of Minutes*. Ms. Peter moved and was seconded by Mr. Lang to approve the minutes of the May 21, 2015 Meeting. The motion passed unanimously.

Mr. Elliott introduced the agenda item *Selection of Health Insurance Vendor to Provide Medicare Advantage Plans to KRS Medicare Eligible Retirees for Plan Year 2016 and Subsequent Years*. Mr. Elliott turned the meeting over to Mr. Hardesty (Chair, Retiree Health Plan Committee), who noted that the committee recommendation was to adopt Humana as the Medicare Advantage plan provider and to authorize a contract between KRS and Humana for the provision of Medicare Advantage plans for a three (3) year period with three (3) additional options to renew on an annual basis. Mr. Hardesty introduced Mike Morfe with AON via video conference for an overview of findings and scoring in the proposal process. A motion was made by Mr. Lang to accept Humana as Medicare Advantage contractor and was seconded by Ms. Peter. The motion passed unanimously. Mr. Thielen thanked Mr. Morfe for his time and he exited the meeting.

Mr. Elliott introduced the agenda item *KRS Interest Rate to be Assessed on Late Payments*. Mr. Thielen asked the board to establish an interest rate that is the same as the assumed rate of return on investments that will apply to all late payments by employers, including pension spiking payments. Following discussion, a motion was made by Mr. Hardesty and was seconded by Mr. Elliott to establish a late payment interest rate as requested by Mr. Thielen. Motion passed unanimously.

Mr. Elliott introduced the agenda item *Pending Litigation*. Mr. Elliott read the following statement: A motion having been made in open session to move into closed session for a specific purpose, and such motion having carried by majority vote in open, public session, the Board shall now enter closed session to consider litigation pursuant to KRS 61.810(1)(c), because of the necessity of protecting the confidentiality of the System's litigation strategy and preserving any available attorney-client privilege. The meeting moved into closed session.

All attendees excepting KRS Trustees, Executive Staff, and General Counsel exited the meeting.

Mr. Elliott called the meeting back into open session. No action was taken and, since there was no further business, the meeting adjourned at 10:00 a.m.

Copies of all documents presented are incorporated as part of the Minutes of the Board of Trustees as of 6.15.15.

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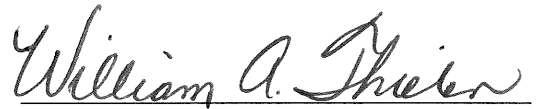
CERTIFICATION

I do certify that I was present at this meeting, and I have recorded the above actions of the Trustees on the various items considered by it at this meeting. Further, I certify that all requirements of KRS 61.805-61.850 were met in conjunction with this meeting.

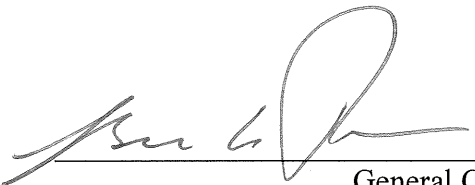

Recording Secretary

We, the Chair of the Board of Trustees of the Kentucky Retirement Systems and Executive Director of the Kentucky Retirement Systems, do certify that the Minutes of Meeting Number 398, held on June 15, 2015, were approved on September 10, 2015.


Chair of the Board of Trustees


Executive Director

I, Brian C. Thomas, have reviewed the Minutes of the June 15 2015, Board of Trustees Special Called Meeting for content, form, and legality.


General Counsel