AGENDA

1. Elected Trustees
2. Appointed Trustees
   - Qualifications
3. Recent election statistics
4. Current Trustees (bios on our website*)
5. How elections work
6. KRS recommended change proposed for the 2019 General Assembly

*https://kyret.ky.gov/About/Meet_the_Board%20of%20Trustees/Pages/default.aspx
(1)(b) Three CERS members elected by their members

(1)(c) One SPRS member elected by their members

(1)(d) Two KERS members elected by their members
(1)(e) Ten Trustees appointed by the Governor

1. One knowledgeable about the impact of pensions on local government

2. One appointed by the Governor from a list of three submitted by Kentucky League of Cities

3. One appointed by the Governor from a list of three submitted by Kentucky Association of Counties

4. One appointed by the Governor from a list of three submitted by Kentucky School Board Association

5. Six shall have investment experience and be Governor appointees

(1)(a) The Secretary of the Personnel Cabinet
(5)(a) A portfolio manager acting as fiduciary

(5)(b) A professional securities analyst or investment consultant

(5)(c) A current or retired employee or principal of a trust institution, et al., acting in an investment-related capacity

(5)(d) A CFA in good standing

(5)(e) A university professor, teaching investments or related studies
CURRENT BOARD OF TRUSTEES

11 Governor

Appointed Members:

1. David L. Harris, *Chair*
   Investment Experience
2. W. Joe Brothers
   KY School Board Association
3. John E. Chilton
   Governor Appointment
4. William S. Cook
   Investment Experience
5. Kelly Downard
   Investment Experience
6. John R. Farris
   Investment Experience
7. J.T. Fulkerson
   KY League of Cities
8. David M. Gallagher
   KY Association of Counties
9. Matthew Monteiro
   Investment Experience
10. Neil P. Ramsey
    Investment Experience
11. Thomas B. Stephens
    Personnel Cabinet Ex-officio

6 Member

Elected Members:

12. Campbell Connell, KERS
13. Sherry Lynn Kremer, KERS
14. Keith Peercy, *Vice Chair*, SPRS
15. Betty Pendergrass, CERS
16. Jerry W. Powell, CERS
17. David Rich, CERS
Most are on at least two committees in addition to the regular Board

Most attend at least 14 meetings a year
  - The investment committee met 12 times over a 14 month period
  - All have a minimum of 2-3 hours of meeting preparation

Non-state employee members are compensated at $190/meeting
  - State employee members receive no compensation

All are fiduciaries and subject to personal liability

All are working together for the betterment of KRS
HOW ELECTIONS WORK

1. Executive Director notifies the Board in writing of the election procedures at the February meeting.

2. KRS distributes a notice to the membership seeking applications.

3. Applications are received. The cut-off is 7/31.
   - Submit application, resumé, and background check release

4. Informational meeting by 8/31.

5. Personal information forwarded to the Attorney General to determine Constitutional compatibility.

6. The Board may nominate up to three eligible candidates for each vacancy before 9/30.
HOW ELECTIONS WORK

7. Last day to file petition to be placed on the ballot is 11/30.

8. Ballots are prepared by 12/31.

9. Ballots are mailed 1/20.

10. Return ballots must be postmarked by 3/1 and mailed to the external auditor.


12. Winners begin to serve 4/1.
### Past Ballot Mailings

<table>
<thead>
<tr>
<th>System</th>
<th>Year</th>
<th>Eligible Voters</th>
<th>Returned</th>
<th>Voting %</th>
</tr>
</thead>
<tbody>
<tr>
<td>KERS</td>
<td>2018</td>
<td>132,551</td>
<td>11,310</td>
<td>9%</td>
</tr>
<tr>
<td>CERS</td>
<td>2017 (Special Election)</td>
<td>223,764</td>
<td>10,148</td>
<td>5%</td>
</tr>
<tr>
<td></td>
<td>2017 (Regular Election)</td>
<td>227,829</td>
<td>24,416</td>
<td>11%</td>
</tr>
<tr>
<td>SPRS</td>
<td>2011</td>
<td>2,521</td>
<td>907</td>
<td>23%</td>
</tr>
</tbody>
</table>
RECOMMENDED CHANGES
TO REDUCE COST AND IMPROVE PARTICIPATION

1. Have the three CERS elections on the same day
   • Move the 10/31 election to 3/31
   • This will save the cost of one election. The cost for the 2017 CERS election was $97,271.

2. Permit electronic balloting
   • Current email coverage about 50% and growing
   • Would initially save an estimated $25,000-$40,000 per election in mailing costs depending on if it is a KERS or a CERS election. SPRS savings would be minimal.