1. Call to Order; Roll Call; Opening remarks ..........................................................Mr. Brian Tobin Chairman

Chairman Tobin called the meeting to order at 1:00 pm and thanked the Staff for a productive Annual Meeting held September 21 and 22, 2011.

2. Appropriate Action for approval of the Consent Agenda (documentation concerning the matters on the consent agenda may be reviewed at the PSPRS office). Any matter on the Consent Agenda will be removed from the Consent Agenda and discussed as a regular agenda item upon the request of any member of the Board of Trustees.

a. Acceptance of Elected Officials’ Retirement Plan of normal benefit of Edgar Acuna
b. Acceptance of Elected Officials' Retirement Plan of termination of survivor benefit of Maxine Baker

c. Acceptance of Elected Officials' Retirement Plan of termination of guardian benefit of Catherine Dorgan

d. Acceptance of Elected Officials' Retirement Plan of adjustment of guardian benefit of Thomas Dorgan

e. Acceptance of Elected Officials' Retirement Plan of termination of survivor benefit of Micki Doyle

f. Acceptance of Elected Officials' Retirement Plan of termination of survivor benefit of Ernest Kiser

g. Acceptance of Elected Officials' Retirement Plan of termination of early benefit of Joseph M. Livermore

h. Acceptance of Elected Officials' Retirement Plan of early benefit of Peggy Neely

i. Acceptance of Transfer Between State Retirement Systems of Tim Wiedemann

j. Acceptance of Transfer Between State Retirement Systems of Terry Brophy

k. Acceptance of Transfer Between State Retirement Systems of Benjamin Hackstadt

l. Acceptance of Transfer Between State Retirement Systems of Sean Stoermer

m. Acceptance of Transfer Between State Retirement Systems of Thelma Gallardo

n. Acceptance of Transfer Between State Retirement Systems of Adam Brotzman

o. Acceptance of Transfer Between State Retirement Systems of Brian Godbehere

p. Acceptance of Transfer Between State Retirement Systems of Michael Walsh

q. Acceptance of Transfer Between State Retirement Systems of Pamela Kafer

r. Acceptance of Transfer Between State Retirement Systems of Lonnie Morris

s. Acceptance of Transfer Between State Retirement Systems of Matthew Murray

t. Acceptance of Transfer Between State Retirement Systems of Mark Boulanger

u. Acceptance of Transfer Between State Retirement Systems of Peter Lucchese

v. Acceptance of Transfer Between State Retirement Systems of Eric Barnes

w. Acceptance of Transfer Between State Retirement Systems of Michael Hoggard

x. Acceptance of Transfer Between State Retirement Systems of Christopher Scott

y. Acceptance of Transfer Between State Retirement Systems of David Patrizi

z. Acceptance of Transfer Between State Retirement Systems of George Good

aa. Acceptance of Transfer Between State Retirement Systems of Stephen Beuerlein

bb. Acceptance of Transfer Between State Retirement Systems of Robert Curley

c. Acceptance of Transfer Between State Retirement Systems of Aimee Willcoxson

d. Acceptance of Transfer Between State Retirement Systems of Pamela Swearingin

e. Acceptance of Transfer Between State Retirement Systems of Gregory Taylor

ff. Acceptance of Transfer Between State Retirement Systems of Lori Hutchinson

gg. Acceptance of Transfer Between State Retirement Systems of Robert Kappler

hh. Acceptance of Transfer Between State Retirement Systems of Michael Lyon

ii. Acceptance of Transfer Between State Retirement Systems of Thomas Dauphin

jj. Acceptance of Transfer Between State Retirement Systems of James Kearney

kk. Acceptance of Transfer Between State Retirement Systems of Mark de Bruyckere

ll. Acceptance of Transfer Between State Retirement Systems of Brent Bundy
MOTION: 10-47-11  At 1:03 p.m.
Motion: To approve the Consent Agenda as presented
Moved by: Mr. Ferguson
Seconded by: Mr. McHenry
Discussion: None
In Favor: Unanimous
Motion: Passes

3. Appropriate Action regarding the Minutes of the September 21 and 22, 2011 Meeting of the PSPRS Board of Trustees ................................................................. Mr. Brian Tobin

MOTION: 10-48-11  At 1:04 p.m.
Motion: To approve the Minutes of the September 21 and 22 meeting of the PSPRS Board of Trustees as presented.
Moved by: Mr. Ferguson
Seconded by: Ms. Stein
Discussion: None
In Favor: Unanimous
Motion: Passes

3.1 The Board of Trustees may vote to go into Executive Session (which will not be open to the public) to discuss matters pursuant to A.R.S. §§ 38-431.03(A) (1), (2), (3), (4) and (7) including to obtain legal advice from the Board’s attorney on any matter listed on the agenda, including:

a. Discussion regarding the annual review of the performance of the Administrator James Hacking by the Board of Trustees and Appropriate Action regarding same.

b. Discussion with legal counsel (and possible recommendation to the Board of Trustees) about legal developments, claims and issues (including settlement discussions) involving investment-related public record requests as well as the Plans’ contracts and investments, including legal matters concerning the Plans’ custodians, lenders, securities lending agents, investment contracts, vendors, advisors, investment managers or joint venturers (as well as any investments managed by the Plans’ investment managers or joint venturers). The Board may vote to discuss these matters, wholly or in part, in Executive Session pursuant to A.R.S. §§ 38-431.03(A) (2), (3), (4) & (7). Matters discussed may include claims by Bank of America, Stroh Ranch Development, The Pivotal Group, Apex Capital, U.S. Bank and/or Millard and Scott Seldin.

c. Discussion and consultation with legal counsel and Staff regarding ongoing or threatened legal action involving the Plans, including internal investigations, public record requests, and actual or potential litigation and claims based on contract, tort or statute, including those involving Huggins, Cross, Martin, judges Thompson and Hall, retired judges Fields and Lankford, and Loftus pursuant to A.R.S. §§ 38-431.03(A) (2), (3) and (4).
MOTION: 10-49-11

At 1:06 p.m.

Motion: To recess Open Session and enter Executive Session agenda items 3.1 a, b, c.

Moved by: Mr. Ferguson
Seconded by: Mr. McHenry

Discussion:
Attending Executive Session: Mr. Ferguson, Mr. McHenry, Mr. Petrenka, Ms. Stein, Mr. Tobin, Mr. Hacking, Mr. Parham, Mr. David, Mr. Smout, Mr. Lieberman

In Favor: Unanimous

Motion: Passes

MOTION: 10-50-11

At 1:37 p.m.

Motion: To take action in conformance to matters discussed in Executive Session regarding Apex Capital Funds I and II.

Moved by: Mr. Ferguson
Seconded by: Ms. Stein

Discussion: None

In Favor: Unanimous

Motion: Passes

4. Discussion of, and possible Action with respect to, three draft legislative proposals for the 2012 legislative session ................................................................. Mr. Jim Hacking ................................................................. Administrator

Mr. Doug Cole of HighGround announced that Mr. Brian McNeill has joined Public Policy Partners. November 15, 2011 is the deadline to open Agency folders and PSPRS will open five folders. At this point in time, PSPRS is proposing three pieces of legislation. One is an Administrative Bill which clarifies a variety of items. Another bill will clarify changes in the Iran/Sudan and Immigration statues and the third proposal will propose to exempt PSPRS from legislation that currently does not permit the use of swaps. Mr. McNeill suggested being very specific in the language regarding the Iran/Sudan and Immigration proposed bill.

Mr. Brian Tobin cautioned the Board and Staff to keep a close eye on bills resulting from SB1609 that have not originated from PSPRS. He stated he is attending the Study Committee Meeting that were authorized by SB1609 and will continue to do so. Also the Killed in Action statute language is being reviewed and revised to be brought before the Board again in November.

Report by Mr. Richard Petrenka, Chairman of the Investment Committee regarding agenda items 5 through 10 which were discussed at the Investment Committee meeting held today, October 26, 2011, on or after 10:00 a.m., and possible Action of the Committee’s recommendations to the Board regarding same.

5. Report by Investment Department Staff and discussion regarding the Month Ended and Fiscal Year-to-Date performance/portfolio update with an overview of the Credit Opportunities portfolio ......................................................... Mr. Mark Steed ................................................................. Senior Investment Analyst
Mr. Dana David informed the Board that a second is not required on matters brought before the Board from committee meetings. The “Seconded by:” notifies the Board Chair that the question is squarely before it.

Mr. Mark Steed stated for the month ended the fund performed at -3.50% compared to the benchmark performance of -3.81% reported Mr. Steed. Private equity was a -.08% compared to the benchmark of -7.61%. There is a disconnect in private equity, real estate, credit opportunities and real assets due to quarterly reporting lag between our draw down funds and the Russell 3000.

Regarding the Credit Opportunities portfolio overview, we are now at our 9% target. The goal is to capitalize on unique dislocations within the credit market. 45% of this portfolio is in real estate distressed securities, 16% in distressed corporate credit, 14% in distressed structure credit, and 27% in relative value (one security relative to another). 80% is a draw down structure within the U.S. with quality assets sold when in a distressed environment.

6. Presentation by Investment Department Staff and StepStone Group representatives (who may be participating by teleconference) and discussion and possible Action regarding an investment of up to $100 million in TPG Opportunities Partners II, L.P. or appropriate feeders, blockers, or associated or parallel funds of same ............................... Mr. Mark Steed  .................................................................................................................. Mr. Jay Rose  .................................................................................................................. Partner, StepStone Group

TPG is a special situations debt fund investing in global illiquid distressed credit, corporate dislocations and credit dislocations said Mr. Steed. Staff likes their leadership, robust operational and industry expertise, excellent reference and background. They have a 43% IRR (internal rate of return). Mr. Rose stated by teleconference the majority of their investments are within the U.S. with some European and Australian exposure.

**MOTION: 10-51-11**  At 2:12 p.m.

**Motion:** To approve the recommendation of an investment of up to $100 million in TPG Opportunities Partners II, L.P. or appropriate feeders, blockers, or associated or parallel funds of same.

**Moved by:** Mr. Petrenka  
**Seconded by:** Mr.  
**Discussion:** None  
**In Favor:** Unanimous  
**Motion:** Passes

7. Presentation by Investment Department Staff and Albourne America, LLC representative and discussion and possible Action regarding an investment of up to $25 million in Taylor Woods Master Fund Ltd. or appropriate feeders, blockers, or associated or parallel funds of same ............................... Mr. Paul Corens  .................................................................................................................. Senior Investment Analyst  .................................................................................................................. Messrs. Lincoln Smith and John Shearman  .................................................................................................................. Albourne America, LLC
Mr. Paul Corens introduced the Taylor Woods Master Fund, a commodities hedge fund portfolio that was approved by the Board of Trustees in 2009. They have 5-15 core positions and they look for pricing spreads of which they can take advantage. Their due diligence process is a robust review of risk and their monitoring processes include multiple steps.

**MOTION: 10-52-11** At 2:25 p.m

*Motion:* To approve the recommendation of an investment of up to $25 million in Taylor Woods Master Fund Ltd. or appropriate feeders, blockers, or associated or parallel funds of same.

*Moved by:* Mr. Petrenka

*Seconded by:* Mr.

*Discussion:* None

*In Favor:* Unanimous

*Motion:* Passes

8. Presentation by Investment Department Staff and Albourne America, LLC representatives and discussion and possible Action regarding an additional investment of up to $50 million in the All Weather Portfolio, LLC managed by Bridgewater Associates.

| Mr. Mark Steed |
| Messrs. Lincoln Smith and John Shearman |
| Partner, Albourne America, LLC |

The presentation for All Weather Portfolio, LLC, a risk parity portfolio, was given by Messrs. Steed, Smith and Shearman. Bridgewater Pure Alpha has done very well in the past, so we are asking for $50 million in addition to the $50 million we have already invested in the pure alpha side of the investment. The original pure alpha investment of $200 million is now worth $300 million and some money has been returned to investors. The Board has previously approved $70 million for All Weather and we wish to add another $50 million to this. Of the original $70 million, $40 million has been invested. The All Weather portfolio has a very low correlation to Bridgewater Pure Alpha.

**MOTION: 10-53-11** At 2:29 p.m

*Motion:* To approve the recommendation to invest an additional investment of up to $50 million in the All Weather Portfolio, LLC managed by Bridgewater Associates.

*Moved by:* Mr. Petrenka

*Seconded by:* Mr.

*Discussion:* None

*In Favor:* Unanimous

*Motion:* Passes

9. Report by Investment Department Staff regarding the redemption of assets (liquidation of its Class C and other limited partnership interests) from Bluegold Global Fund L.P. and possible Action regarding same. For now, here are the other two that were in the meeting binder .

| Mr. Paul Corens |

Mr. Corens stated PSPRS invested a small amount in Bluegold commodities fund in the spring of 2010. Due to their low performance this summer, most of the assets have been
moved into cash. Staff believes they have added risk instead of taking off risk. Following Staff’s and Albourne’s conversations with Bluegold, both Albourne and Staff have come to the same conclusion. Mr. Shearman added this has been extremely volatile and Bluegold has made various missteps so that events have not come out as they had forecast for this summer. It is not about their performance, but they seen to have lacked confidence in themselves as to what to do next in this unique and difficult market environment. We advise erring on the side of caution and to cut the risk.

**MOTION: 10-54-11**

**Motion:** At 2:38 p.m.

To ratify the redemption of assets (liquidation of its Class C and other limited partnership interests) form Bluegold Global Fund L.P.

**Moved by:** Mr. Petrenka

**Seconded by:**

**Discussion:** A request was made by the Board for a follow up report at the January meeting.

**In Favor:** 5 ayes, 0 nays – Mr. Kingry was excused.

**Motion:** Passes

10. Presentation by Investment Department Staff and Albourne America, LLC representatives and discussion and possible Action regarding an additional investment of up to $5 million in the Sunbeam Opportunities Fund, L.L.C. managed by Helios Associates

Mr. Paul Corens

Messrs. Lincoln Smith and John Shearman

Partner, Albourne America, LLC

A small amount was invested in the spring of 2010 and based on fundamentals; Staff and Albourne are comfortable with how Sunbeam Opportunities Fund has performed in this market environment.

**MOTION: 10-55-11**

At 2:40 p.m.

**Motion:** To approve the recommendation for an additional investment of up to $5 million in the Sunbeam Opportunities Fund, L.L.C. managed by Helios Associates.

**Moved by:** Mr. Petrenka

**Seconded by:** None

**Discussion:** None

**In Favor:** 5 ayes, 0 nays – Mr. Kingry was excused.

**Motion:** Passes

11. Presentation by Investment Department Staff and Albourne America, LLC representatives and discussion and possible Action regarding an additional investment of up to $12 million in the Viridian Fund, L.P. managed by Vermillion Asset Management

Mr. Paul Corens

Messrs. Lincoln Smith and John Shearman

Partner, Albourne America, LLC

A small amount was invested in this Fund in the spring of 2010 based on fundamentals. Staff and Albourne are comfortable with how Viridian Fund, L.P. managed by Vermilion Asset Management has performed in this market environment.
MOTION: 10-56-11 At 2:42 p.m.
Motion: To approve the recommendation for an additional investment of up to $12 million in the Viridian Fund, L.P. managed by Vermillion Asset Management.
Moved by: Mr. Petrenka
Seconded by: Mr. McHenry
Discussion: None
In Favor: 5 ayes, 0 nays – Mr. Kingry was excused.
Motion: Passes

12. Election of Officers of the PSPRS Board of Trustees

MOTION: 10-57-11 At 2:45 p.m.
Motion: To nominate Mr. Brian Tobin as Chairman of the Board of Trustees.
Moved by: Mr. McHenry
Seconded by: Ms. Stein
Discussion: None
In Favor: Unanimous
Motion: Passes

MOTION: 10-58-11 At 2:47 p.m.
Motion: To nominate Mr. Greg Ferguson as Vice Chairman of the Board of Trustees.
Moved by: Mr. McHenry
Seconded by: Ms. Stein
Discussion: None
In Favor: Unanimous
Motion: Passes

13. Presentation by Mr. Brian Murphy and Ms. Cathy Nage of Gabriel, Roeder Smith & Company (GRS) regarding the results of the FY 2011 actuarial valuations for the PSPRS, CORP and EORP.

Ms. Cathy Nage stated the June 30, 2011 valuation results reflect assumption and methodology changes since last year. The investment return assumptions adopted in March 2011 are 8.25%, the assumed wage inflation of 5.00% for PSPRS and CORP, 4.5% for EORP. Entry Age Normal was the funding method. GRS stochastic analysis indicated that given the recent changes to the COLA program, the investment return assumption should be lowered further. The economic assumptions will be analyzed during the experience study that will be prepared during fiscal year 2012. The June 30, 2011 valuation results reflect benefit changes since last year as a result of the new legislation are a lower COLA paid to EORP and CORP retirees that the 4% maximum, elimination of the COLA reserve for all three plans, and changes in member contributions. PSPRS is 9.55% for FY 2012-13 with maintenance of effort provision, CORP is 8.41% (7.96% for Dispatch) or a 50% split between member and employer rates whichever is lower with a minimum member rate of 7.65% and a minimum employer rate of 6%. EORP is 11.50% for FY 2012-13 with maintenance of effort provision. The total contribution requirement for PSPRS in 2010 was 22.68% as compared to 26.49% in 2011. The total contribution requirement for CORP in 2010 was 9.50% as compared to 11.31% in 2011.
The total contribution requirement for EORP in 2011 was 66.7% as compared to 62.1% in 2011. For all three plans, contributions for FY ending June 30, 2013 would be about 30% of payroll if Market Value was used.

In future valuations, COLA increases for both current and future retirees are more restrictive and the size of the COLA is tied to both the plan’s funded ratio and the investment return on the fund in the prior fiscal year. There is a new benefit package for members hired on or after January 1, 2012.

Contribution rates changed since the last actuarial valuation as a result of phase-in of prior investment losses for all plans based on a seven year asset smoothing, changes in actuarial assumptions and methods. Changes in benefit provisions are somewhat offset by liability gains as a result of lower than expected pay increases. The recently enacted benefit changes for current members will help lower the plan’s liabilities in the near term due to the restrictive COLA program and higher member contributions with maintenance of effort provisions. The recently enacted benefit changes for new hires will help lower the plan’s liabilities in the long term.

Mr. Hacking added that legislation may change so we need to keep the actuarial calculations as they were prior to the new legislation in SB1609. These calculations will be provided at the next meeting in order to see if there are material differences. A watch will be kept in order to see differences over time in actuarial costs versus market costs and a review of the mortality rates will be made.

14. Report by Investment Department Staff representatives and discussion regarding Risk …...............................................................Mr. Pascal Stalder ...........................................................Deputy Chief Investment Officer - Risk

General discussion of risk was led by Mr. Stalder who stated the PSPRS exposure to the dollar has increased slightly. A breakdown of the entire portfolio according to liquidity (the time structure of how quickly assets can be turned into cash) and time frames was presented to the Board. Equity positions can be sold in less than seven days, hedge fund assets can be sold in one to three months/three to twelve months, and drawdown funds can be sold in approximately one year. Another chart was presented displaying the dollar amounts in each of these different positions. Next month a more detailed analysis of our investments as compared to the general markets and to each other. Also to be discussed is how to determine when to exit an investment and the due diligence processes important to any investment.

15. Update by Investment Department Staff regarding the possible revisions to the Fixed Income Policy .....................................................................................................................................Mr. Mark Steed

Mr. Steed told the members of the board he will be working on a fixed income policy with Mr. Petrenka. Over time we will be spending down that portfolio and this report will be given to the Board at a later date.

16. Report by the System’s Internal Audit and Compliance Officer and discussion regarding investment compliance, holdings and transactions as of September 30, 2011.................................................................Ms. Bridget Feeley ...............................................................Internal Audit and Compliance Officer

As of September 30, 2011, Ms. Feeley stated two issues have been brought to her attention. One security still exceeds the 5% threshold and the real estate portfolio is now
at 12.15% which is slightly over the limit of 12%.

A discussion was held regarding how to handle a compliance report so as not to violate proprietary information and yet inform the Board. The report currently goes to outside counsel and is then passed directly to the Board as privileged information.

**Presentation by Mr. Gregory Ferguson, Chairman of the Operations, Governance Policy and Audit Committee regarding agenda items 17 through 21 which were discussed at the Operations, Governance Policy and Audit Committee meeting held today, October 26, 2011, on or after 10:00 a.m., and possible Action on the Committee’s recommendations to the Board regarding same.**

17. Report, discussion and possible **Action** regarding compliance and internal audit including review of the FY 2012 risk assessment and audit plan .................................. Ms. Bridget Feeley

The risk assessment and audit plan was presented to the Board which had no questions. Next month target completion dates will be added to the assessment and audit plan.

18. Presentation of the Month-to-Date Budget Report for FY 2011 and possible **Action**..........................Mr. John Hendricks

Manager of Finance and Accounting

Mr. Hendricks stated we are on track and projected to be below budget for the year.

19. Status report on the filling of vacant staff positions................................. Mr. Jim Hacking

We are in the final stage for filling the Benefits Department position and the report on in-house legal counsel will be given later in the agenda.

20. Introduction of Local Board Training Coordinator, Don Mineer ............. Mr. Robert Ortega

Neither Mr. Mineer nor Mr. Ortega was present.

21. Written update on the progress of the Local Board Training Program and discussion and possible **Action** regarding the same ................................. Mr. Robert Ortega

The written report was presented in the Board packet. There were no questions.

22. Review, discussion and appropriate **Action** regarding the October 2011 bill for legal services performed in September 2011 ........................................................................ Mr. Jim Hacking

<table>
<thead>
<tr>
<th>MOTION: 10-59-11</th>
<th>At 3:50 p.m.</th>
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<tbody>
<tr>
<td>Motion:</td>
<td>To approve the October 2011 bill for legal services performed in September 2011.</td>
</tr>
<tr>
<td>Moved by:</td>
<td>Mr. Ferguson</td>
</tr>
<tr>
<td>Seconded by:</td>
<td>Mr. McHenry</td>
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<tr>
<td>Discussion:</td>
<td>None</td>
</tr>
<tr>
<td>In Favor:</td>
<td>5 ayes, 0 nays, Mr. Kingry excused</td>
</tr>
<tr>
<td>Motion:</td>
<td>Passes</td>
</tr>
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23. Report, discussion and possible **Action** regarding the search for in-house legal counsel................. Mr. Jim Hacking
We have two well qualified candidates and the Ad Hoc Committee will be contacted to arrange another meeting said Mr. Hacking.

24. Review, discussion and appropriate Action regarding correction to the Board of Trustees Governance Manual deleting the references to “Special Advisers” .........Mr. Jim Hacking

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<tr>
<th>MOTION: 10-60-11</th>
<th>At 3:59 p.m.</th>
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<tbody>
<tr>
<td>Motion:</td>
<td>To delete references to “Special Advisers” from the Board of Trustees Governance Manual.</td>
</tr>
<tr>
<td>Moved by:</td>
<td>Mr. Ferguson</td>
</tr>
<tr>
<td>Seconded by:</td>
<td>Mr. McHenry</td>
</tr>
<tr>
<td>Discussion:</td>
<td>None</td>
</tr>
<tr>
<td>In Favor:</td>
<td>5 ayes, 0 nays, Mr. Kingry excused</td>
</tr>
<tr>
<td>Motion:</td>
<td>Passes</td>
</tr>
</tbody>
</table>

25. Discussion and consultation with legal counsel and Staff regarding ongoing or threatened legal action involving the Plans, including vendor disputes, public record requests, personnel matters and actual or potential litigation and claims based on contract, tort or statute, including those involving Bank of America, judges Thompson and Hall, retired judges Fields and Lankford, Huggins, Cross, Martin, the Pivotal Group, APEX Capital, U.S. Bank, the Seldins, Stroh Ranch Development, and Loftus. The Board may vote to discuss these matters in Executive Session pursuant to A.R.S. §§ 38-431.03(A) (1), (2), (3), (4) and (7) as set forth in item 26.

An Executive Session was not held.

26. [Intentionally Moved]

27. Call to the Public

This is the time for the public to comment. Members of the Board of Trustees may not discuss items that are not specifically identified on the agenda, except to address criticism from the public. Therefore, pursuant to A.R.S. § 38-431.01(H), the Board of Trustees' reaction to any public comment is limited to addressing criticism or recommending that the Board of Trustees or Staff respond or study such comment or schedule the subject matter for further consideration at a later date after appropriate notice.

Mr. Jim Mann, Executive Director of the Fraternal Order of Police Labor Council stated they have some concerns regarding the language in the proposed legislation and they want their position to be known. The language concerning law enforcement officers survivor’s not being able to get benefits if killed in action during a meal break or going to and from employment must be worded to encompass the realities of the job. Sometimes they must respond to certain situations instantaneously regardless of the fact they are off the clock.

Mr. Hacking informed Mr. Mann that we will make some revisions to that particular provision.

Mr. Tobin announced the Board is in receipt of a letter from the Town of Queen Creek written by Mr. Bruce Gardner regarding the alternative contribution rate’s unintended consequences. He directed Mr. Hacking to review the letter and report to the Operations,
Governance Policy and Audit Committee considering this subject.

Mr. Tobin announced the Operations, Governance Policy and Audit Committee will meet from now on at 11:00 a.m. unless otherwise notified.

28. Set the next meeting date. (Currently scheduled for Wednesday, November 30, 2011.)

29. Adjournment

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<tr>
<th>MOTION: 10-61-11</th>
<th>At 3:54 p.m.</th>
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<tbody>
<tr>
<td>Motion:</td>
<td>To adjourn the meeting.</td>
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<tr>
<td>Moved by:</td>
<td>Ferguson</td>
</tr>
<tr>
<td>Seconded by:</td>
<td>Ms. Stein</td>
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<tr>
<td>Discussion:</td>
<td>None</td>
</tr>
<tr>
<td>In Favor:</td>
<td>Unanimous</td>
</tr>
<tr>
<td>Motion:</td>
<td>Passes</td>
</tr>
</tbody>
</table>

___________________________________  Brian Tobin, Chairman
___________________________________  Gregory Ferguson, Trustee, Vice Chairman
___________________________________  Randie A. Stein, Trustee
___________________________________  Jeff Allen Mc Henry, Trustee
___________________________________  Richard J. Petrenka, Trustee
___________________________________  Lauren Kingry, Trustee