

**MINUTES  
BOARD OF TRUSTEES OF THE  
INDIANA STATE TEACHERS' RETIREMENT FUND  
150 West Market Street, Suite 300  
Indianapolis, IN 46204**

**April 21, 2010**

**REGULAR SESSION**

**Board Members Present**

Ryan Kitchell, President  
Greg Hahn, Vice President  
Steve Overmyer, Trustee  
Bret Swanson, Trustee

**Others Present**

Pete Keliuotis, SIS  
Andy Thomas, IRTA

**TRF Staff Present**

Steve Russo, Executive Director  
Erin Hankins, Executive Assistant  
Tom Davidson, General Counsel  
Andrea Unzicker, Chief Compliance Officer  
Jaclyn Brinks, Legal Services Provider  
Tim Walsh, Chief Investment Officer  
Julia Pogue, Chief Financial Officer  
Joy Smith, Director of Administration

The meeting was called to order at 10:08 a.m. by President Kitchell.

**I. Approval of Minutes**

**MOTION** duly made and carried to approve the minutes from the February 3, 2010 Board meeting.

*Proposed by: Greg Hahn  
Seconded by: Bret Swanson  
Votes: 4 in favor, 0 opposed*

**II. Financial Update**

Julia Pogue presented the financial update. Ms. Pogue reviewed financial highlights for January, February, and March of 2010, actual and forecast expenses, and a statement of fiduciary net assets for March 31, 2010.

### III. **Risk Management Update**

Andrea Unzicker presented the risk management update. Ms. Unzicker reviewed recent efforts to implement enterprise-wide risk management and provided a tentative course of action for risk assessment, training, and remediation. The Board asked for more detail on risk management as it relates to investments, and Tim Walsh provided information about the BlackRock risk monitoring system that is being developed. The Board requested more information be provided on this risk management tool, including portfolio coverage and resources needed, at a future Board meeting.

### IV. **Indiana Administrative Code Adoption**

Andrea Unzicker detailed Board Resolution No. 2010-04-02, which proposed the adoption of new, amended, and renewed rules to Title 550 of the Indiana Administrative Code. The Board affirmed all rules, except proposed rules setting a target date fund as the default ASA option. The Board sought more discussion on this proposal and asked that more information be provided by investment advisors prior to changing the default.

**MOTION** duly made and carried to adopt Board Resolution No. 2010-04-02, contingent upon the removal of rules pertaining to the target date fund.

*Proposed by: Greg Hahn*

*Seconded by: Bret Swanson*

*Votes: 4 in favor, 0 opposed*

### V. **Investments Update**

Tim Walsh presented the investments update. Mr. Walsh reviewed the asset class and Annuity Savings Account performance summaries, manager performance detail, asset allocation implementation, and staff progress on action items from the February 3, 2010 Board meeting. The Board asked that additional information be provided at a future board meeting on TRF's real estate investments, securities lending program, and manager mandate compliance.

In compliance with Indiana Code 5-10.2-10, Mr. Walsh also reported on TRF divestment from companies doing business with state sponsors of terror and introduced a scrutinized company list, noting that notification letters were sent to scrutinized companies in March.

### VI. **Executive Director's Report**

Steve Russo presented a legislation update, summary of member communications on ASA modernization, and metrics.

### VII. **Adjournment**

The meeting was adjourned at 12:45 p.m. by President Kitchell.