

## MINUTES

### Regular Meeting Board of Trustees

September 10, 2001

*The Board of Trustees of the Arkansas Teacher Retirement System met on Monday, September 10, 2001, at 2:00 p.m. The meeting was held in the ATRS Board Room, 1400 West Third Street, Little Rock, Arkansas.*

#### Members of the Board Present:

Linda Parsons, Chair  
Charles Vondran, Vice Chair  
Winfred Clardy  
Hazel Coleman  
Charles Dyer  
Dr. Paul Fair  
John Fortenberry  
Ann Harbison  
Mary Harris  
Betty McGuire  
Louis Midkiff  
Gus Wingfield

#### Members of the Board Absent:

Raymond Simon  
Jimmie Lou Fisher  
Frank White

#### Members of the Staff Present:

Bill Shirron, Executive Director  
Angelo Coppola, Deputy Director  
Tammy Medlock, Administrative Assistant  
George Snyder, Chief Fiscal Officer

#### Others Present:

Neilson Brown, Invesco  
Bill Conrad, A.G. Edwards  
Diana Crenshaw, Credit Suisse  
John Feeney, Hyperion Capital  
John Flake, Flake & Kelley  
Jay Gadberry, Morgan Keegan  
Peter Grauer, Credit Suisse  
Steve Gruber, Oakhill Capital Partners  
Robert Horton, Salomon Smith Barney  
Paul Jacob, Hyperion Capital  
Lisa McDaniel, Regions Capital Management  
James McGuire, Guest of Betty McGuire  
Johnny Taylor, Stephens, Inc.  
Leonard Venable, Office of the State Treasurer

**Others Present (cont'd):**

David Weil, Credit Suisse  
Julie Young, Invesco

**I. Roll Call**

The minutes were recorded by Tammy Medlock of the Teacher Retirement staff.

**II. Adoption of Agenda**

Mrs. Coleman made a motion to adopt the agenda as presented. The motion carried.

**III. Minutes of May 14-15, 2001 and Called Meeting June 19, 2001**

Mr. Wingfield made a motion to adopt the minutes of July 9-10, 2001 as presented. The motion carried.

Mrs. Coleman made a motion to adopt the minutes of July 11, 2001 as presented. The motion carried.

Mr. Vondran made a motion to adopt the minutes of August 21, 2001 as presented. The motion carried.

**IV. Next Regular Meeting Date(s)**

The next regular meeting of the Board was tentatively scheduled for November 5-6, 2001.

**V. Performance Measurement – George Snyder, Chief Fiscal Officer**

Mr. Snyder presented the investment performance report as of June 30, 2001.

**VI. Retirement Village & Victory Building Updates – Dr. Angelo Coppola, Deputy Director**

Dr. Coppola presented a report on the future marketing efforts for the retirement village. He reported the system had received 65 payments of \$1,000 to reserve a space in the retirement village. He stated the deposits were refundable if the individuals decided not to enter the village. By common consent the board requested that Dr. Coppola put the deposits in an interest-bearing account. An open house for the village will be held on October 20. Dr. Coppola stated they should have the projected costs to enter the village in time for the open house.

Dr. Coppola presented a report on the Victory Building progress (*Attachment A*).

Dr. Coppola presented a report on management fees for the various ATRS-owned properties (*Attachment B*). Dr. Coppola reported ATRS would lease 7,000 climate-controlled square feet in the Harvest Foods building for off-site storage.

## VII. Investment Program Reports

- A. Credit Suisse Mezzanine, Real Estate Capital Partners, Merchant Banking III – Peter Grauer, David Weil, Diana Crenshaw
- B. Hyperion Capital Management – Paul Jacob, John Feeney
- C. Invesco Capital Management – Neilson Brown, Julie Young  
  
Mr. Brown reported the portfolio “manager” for ATRS is a team of three people: Michael Kren (Team Leader), Kevin Burke, and Art Barry
- D. Oak Hill Capital Partners – Steve Gruber

### **In other business:**

**Riley Financial Statements.** Regarding the information Michael Johns was to provide the board following the regular July meeting, Mr. Snyder reported the financials for Riley are still not in order, but he will check on their progress.

*The meeting recessed at 6:30 p.m.*