



City of Austin Employees' Retirement System

**MINUTES**  
**CITY OF AUSTIN EMPLOYEES' RETIREMENT SYSTEM**  
**SPECIAL CALLED BOARD MEETING**  
**Friday, February 20, 2009**  
**418 E. Highland Mall Boulevard, Austin, Texas 78752**

**Board Members Present**

Art Alfaro  
Janet Bartles  
Reagan David  
Francine Gertz  
Ed Golden  
Elizabeth S. Gonzales  
Anthony B. Ross, Sr.

**Absent**

Eyna Canales-Zarate  
Sam Jones  
Mark Monteith  
Mayor Will Wynn

**Staff and Guests Present**

Stephen C. Edmonds, Executive Director  
Donna Boykin, Finance Manager  
Rhonda Helm, Operations Manager  
Rosaree Koepsel, Administrative Supervisor  
Barney Knight, General Counsel  
Kirk Stebbins, Chief Investment Officer

The meeting was called to order at 12:08 p.m. by Board Chair, E.S. Gonzales.

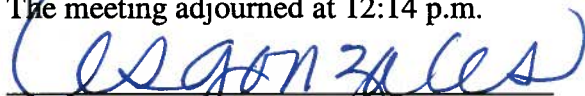
- 1. Ratification and approval of agreement with the Travis County Healthcare District regarding recognition of proportionate service credit


S. Edmonds reported that the attorneys and administrators for the Travis County Healthcare District (District) and COA ERS are all in accord as to the elements of an agreement to implement the special proportionate retirement program between the two entities.

The main feature is that all employees who are members of COA ERS will be employed by the District itself, rather than employed directly by the Austin/Travis County Community Health Centers, which is being organized as a 501(c)3 organization. COA ERS had been concerned that proceeding to implement the proportionate program without a determination that the 501(c)3 organization was an "agency or instrumentality" of the District could pose a significant potential risk to the tax qualified status of COA ERS. Tax counsel has advised that the proposed agreement would eliminate that concern.

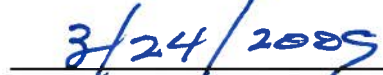
The District board approved the agreement on February 12, 2009; a copy was provided to the Board for consideration. R. David made a motion to ratify and approve the agreement. F. Gertz seconded the motion. Motion passed unanimously.

The meeting adjourned at 12:14 p.m.

  
Elizabeth S. Gonzales, Board Chair

  
Date

  
Stephen C. Edmonds, Executive Director

  
Date