



Exhibit A-1

BOARD OF TRUSTEES FOR THE MARYLAND TEACHERS & STATE EMPLOYEES SUPPLEMENTAL RETIREMENT PLANS MINUTES OF THE October 13, 2009 Conference Call

*Maryland
Teachers & State Employees
Supplemental Retirement Plans*

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*William Donald Schaefer Tower
Suite 200
6 Saint Paul Street
Baltimore, Maryland
21202-1608*

*Telephone: 410-767-8740
Toll-Free: 1-800-543-5605*

*TTY: Use 711 in Md.
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The Board of Trustees of the Maryland Teachers and State Employees Supplemental Retirement Plans convened a special briefing session via conference call at 2:00 pm on October 13, 2009. A quorum was present.

Members Present

Ms. T. Eloise Foster
Mr. Robert Black
Treasurer Nancy Kopp
Ms. Linda Tanton
Mr. William Whitescarver
Ms. Marcia Zercoe

Members Absent

Ms. Sabrina Bass

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I. Update on Audit of Investment Contract Pool (ICP)

A special review of the ICP was undertaken by the Legislative Auditors last fall as a result of an allegation left on the Auditor's "Fraud, Waste and Abuse" hotline. The allegation charged that there was a possible lack of disclosure of losses incurred by the ICP. An initial meeting was held with the auditors, the board and the MSRP staff in February, 2009. The legislative auditors issued a first draft of their discussion notes in March, 2009.

MSRP undertook an emergency procurement in April, 2009 and awarded a contract to Breidenbach Capital Consulting, LLC in May, 2009. Breidenbach Capital Consulting, LLC issued their report on July 7th and MSRP shared the consultant's report with the Office of Legislative Audits (OLA) in late July. The Auditors issued their draft report on September 16 and MSRP submitted its responses on October 7th.

The Secretary of Budget and Management and the State Treasurer met with Bruce Myers, Chief of OLA to express concern that the cover of the report stated that the ICP had experienced a \$48 million loss as of 12/31/09. Advance copies of the report are being sent to legislators and the Governor this week. Copies will be sent to the press files on October 19, 2009.

Treasurer Kopp and the Secretary met with the Speaker to discuss this matter. Additional meetings are planned for this week with the President of the Senate, chairs of the Joint Audit Committee and the Pension Committees. The Governor's Chief of Staff and Deputy Chief of Staff have been advised accordingly.

II. Next Steps

Any press calls about the report are to be referred to Mike Halpin and Eloise Foster.

III. Employee Evaluation

The members were requested to complete Mr. Halpin's evaluation and to return the materials to the Department of Budget and Management.

IV. Adjournment

A motion to adjourn was made at 2:32 p.m., seconded, and carried unanimously.