

## MINUTES

### Called Meeting Board of Trustees

June 19, 2001

*The Board of Trustees of the Arkansas Teacher Retirement System met in a called meeting on Tuesday, June 19, 2001, at 10:20 a.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  
Charles Dyer  
Dr. Paul Fair  
John Fortenberry  
Ann Harbison  
Mary Harris  
Betty McGuire  
Frank White  
Gus Wingfield

#### **Members of the Board Absent:**

Winfred Clardy  
Hazel Coleman  
Lynda Hogue  
Jimmie Lou Fisher  
Raymond Simon

#### **Members of the Staff Present:**

Bill Shirron, Executive Director  
Angelo Coppola, Deputy Director  
Wayne Greathouse, Associate Director-Investments  
Tammy Medlock, Administrative Assistant  
George Snyder, Chief Fiscal Officer

#### **Others Present:**

Darrell Dover, Dover & Dixon, ATRS Counsel  
Michael Johns, Dover & Dixon, ATRS Counsel  
Ed Holman, Holman Management Services, Inc.  
James McGuire, Guest of Betty McGuire  
Leonard Venable, Office of the State Treasurer

**I. Roll Call**

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

**II. Riley Property Default**

Mr. Shirron stated the board had three choices about how to handle the Riley default after June 30, 2001:

- 1) Foreclose, leaving the system with two (2) nursing home properties; or
- 2) Agree to the settlement offer; ATRS would receive the title to four (4) properties: three (3) nursing homes and an office building; or
- 3) Litigation. Mr. Shirron indicated ATRS counsel has advised that such action would take a minimum of 2 years

Mr. Shirron, Mr. Dover, and Mr. Johns recommended the board agree to the settlement, and then the board could choose to either liquidate the properties, or improve and operate the properties from the settlement until they become income producing and are saleable at a profit.

Mrs. McGuire made a motion to allow Mr. Dover to go forward with accepting the settlement proposal as presented, and then make a presentation at the next board meeting in order for the board to make a decision about what to do with the properties. The motion carried. Mrs. Harris requested her "no" vote to be reflected in the minutes.

*As there was no further business to consider, Mr. Vondran made a motion to adjourn. The motion carried and the Board adjourned at 11:40 p.m.*

Linda Parsons  
Linda Parsons, Chair

Bill A Shirron  
Bill Shirron, Secretary to the Board

7-9-01  
Date