

MINUTES OF THE SPECIAL MEETING OF THE
BOARD OF TRUSTEES OF THE EMPLOYEES' RETIREMENT SYSTEM
OF THE STATE OF HAWAII

MARCH 25, 2015

CITY FINANCIAL TOWER
201 MERCHANT STREET, SUITE 1200
HONOLULU, HAWAII 96813

Trustees present: Ms. Pilialoa Lee Loy, Chair
Ms. Jackie Ferguson-Miyamoto
Mr. Patrick Frane
Mr. Wesley Machida
Mr. Jerome Rauckhorst

Trustees excused: Mr. Vincent Barfield, Vice Chair
Mr. Colbert Matsumoto
Mr. Emmitt Kane

Staff present: Ms. Kanoe Margol, Interim Executive Director
Mr. Karl Kaneshiro, Interim Deputy Executive Director
Mr. Vijoy Chattergy, Chief Investment Officer
Ms. Jaime Hirata, Recording Secretary
Ms. Wanda Kugiya, Secretary

Attorneys present: Mr. Brian Aburano, Deputy Attorney General (Counsel for the Board)
Ms. Diane Kishimoto, Deputy Attorney General (Counsel for the Board)

QUORUM/CALL TO ORDER A quorum being present, Chair Lee Loy, called the special meeting of the Board of Trustees (Board) of the Employees' Retirement System (ERS) to order at 10:30 a.m.

PUBLIC COMMENT There were no members of the public present.

EXTENSION OF REAL ESTATE CONSULTING CONTRACT WITH COURTLAND PARTNERS, LTD. ERS staff requested the Board's approval to exercise the ERS's option to extend the real estate investment consulting contract with Courtland Partners, Ltd. for one two-year period. The contract provides for the annual fees if the option is exercised.

On a motion made by Trustee Ferguson-Miyamoto, seconded by Trustee Rauckhorst, and unanimously carried, the Board approved extension of the term of the contract with Courtland Partners, Ltd. to March 31, 2017, on the terms and conditions set forth in the contract.

ENTER EXECUTIVE SESSION On a motion made by Trustee Ferguson-Miyamoto, seconded by Trustee Rauckhorst, and unanimously carried, the Board entered executive session pursuant to HRS § 92-5(a)(4), to consult with the Board's attorneys on questions and issues pertaining to the Board's powers, duties, privileges, immunities, and liabilities regarding possible participation in litigation against

Petroleo Brasileiro S.A. – Petrobras and other persons and entities.

EXECUTIVE SESSION TO
CONSULT WITH THE
BOARD’S ATTORNEYS ON
QUESTIONS AND ISSUES
PERTAINING TO THE
BOARD’S POWERS, DUTIES,
PRIVILEGES, IMMUNITIES,
AND LIABILITIES
REGARDING POSSIBLE
PARTICIPATION IN
LITIGATION AGAINST
PETROLEO BRASILEIRO S.A. –
PETROBRAS AND OTHER
PERSONS AND ENTITITES

EXIT EXECUTIVE SESSION

On a motion made by Trustee Rauckhorst, seconded by Trustee Ferguson-Miyamoto, and unanimously carried, the Board exited executive session.

Ms. Kanoe Margol, Interim Executive Director, reported that she had been contacted by Catherine Cruz of KITV news regarding the Petrobras matter. The Interim Executive Director referred Ms. Cruz to Deputy Attorney General Brian Aburano. Mr. Aburano reported that he has obtained the Attorney General’s approval to speak to Ms. Cruz and that he will therefore do so, unless there is any objection from the Board. The Trustees did not express any objections.

NEXT BOARD MEETING
- APRIL 13, 2015

Chair Lee Loy announced that the next Board meeting is scheduled for April 13, 2015.

ADJOURNMENT

On a motion made by Trustee Rauckhorst, seconded by Trustee Ferguson-Miyamoto, and unanimously carried, the Board adjourned the meeting at 10:56 a.m.

**REDACTED
SIGNATURE**

Kanoe Margol
Interim Executive Director

KM: jh