



COMMONWEALTH of VIRGINIA

*Joint Legislative Audit and Review Commission
Suite 1100, General Assembly Building, Capitol Square
Richmond, Virginia 23219*

*Philip A. Leone
Director*

(804) 786-1258

MINUTES

July 14, 2008

Attending

JLARC Members:

Delegate M. Kirkland Cox, Chairman; Delegate H. Morgan Griffith; Delegate Phillip A. Hamilton; Delegate Frank D. Hargrove, Sr.; Senator R. Edward Houck; Senator Janet D. Howell; Delegate Johnny S. Joannou; Delegate Dwight C. Jones; Delegate Harvey B. Morgan; Senator Thomas K. Norment, Jr.; Delegate Lacey E. Putney; Senator Walter A. Stosch; and Mr. Walter J. Kucharski, *ex officio*.

JLARC Staff:

Phil Leone, Director; Glen Tittermary, Deputy Director; Janice Baab, Trish Bishop, Justin Brown, Martha Erwin, Hal Greer, Joan Irby, Brad Marsh, Bob Rotz, Walt Smiley, Shannon White, Massey Whorley, and Christine Wolfe.

Others:

Marshall Acuff, Bob Schultze, Barry Faison, Charles Grant, Craig Burns, Patty Atkins-Smith, Jeanne Chenault, Larry Kicher, VRS; Jennifer Schreck, APA; Rob Jones, VEA; Mary Jo Fields, VML; Michael Jay, HAC; Dean Lynch, VACO; Carol Rauschberg, Rue White, DHRM; Richard Sliwoski, Joe Damico, DGS; Rob Lockridge, UVA; Glen Pond, VGEA; Jeff Schapiro, RTD; Bill Echelberger, Sarah Herzog, SFC; Chief Lettner, Capitol Police; Wayne Huggins, VSPA.

The meeting was called to order at 10:00 a.m. by Delegate Cox, Chairman. The first order of business was the election of a Vice-Chairman. Delegate Cox asked the Commission if there were any nominees. Senator Houck nominated Senator Colgan. A motion was made to elect Senator Colgan as the Vice-Chairman. The motion was seconded by Delegate Putney and approved unanimously by the Commission.

Following the election of the Vice-Chairman, Delegate Cox recognized Mr. Phil Leone, staff Director, who provided the Commission with an overview of the meeting agenda (Enclosure 1).

Mr. Leone introduced Ms. Trish Bishop, JLARC's VRS oversight analyst, who presented a briefing (Enclosure 2) of the VRS Semi-Annual Investment Report (Enclosure 3). At the conclusion of Ms. Bishop's presentation, Delegate Cox called for a motion to receive the report and authorize printing. Delegate Morgan made a motion, which was seconded by Delegate Hamilton and approved unanimously by the Commission.

Following Ms. Bishop's presentation, Mr. Marshall Acuff, Jr., Chairman of the VRS Board of Trustees presented an overview of VRS and recent appointments to the Board of Trustees, in addition to informing the Commission of the upcoming VRS Board Retreat (Enclosure 4). Mr. Acuff extended an invitation to the full Commission to attend the retreat. Mr. Acuff then introduced Mr. Charles Grant, Chief Investment Officer for VRS, who presented the Commission with the VRS investments overview. Mr. Grant then turned the presentation over to Mr. Robert Schultze, Director of VRS. Mr. Schultze provided an administration overview of VRS. Mr. Schultze responded to several questions from the Commission.

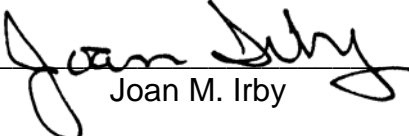
At the conclusion of Mr. Schultze's remarks, Mr. Leone then introduced Mr. Justin Brown who presented the Commission with a Status Report: Review of Compensation for State Employees (Enclosure 5). After responding to several questions from the Commission, Mr. Brown informed the Commission that a final report would be presented at the October meeting.

At this time, Delegate Cox recognized Senator Stosch who presented the Commission with the Internal Service Funds Subcommittee report (Enclosure 6). A motion was made by Delegate Hamilton to approve the DGS rates for the vehicle fleet and building maintenance labor as recommended by the subcommittee. The motion was seconded by Delegate Putney and approved unanimously by the Commission.

There being no further business, the Commission rose at 11:50 a.m.

Approved by: 
Philip A. Leone, Director

Date: July 17, 2008

Prepared by: 
Joan M. Irby