COBB COUNTY EMPLOYEES RETIREMENT PLAN
Board of Trustees
Meeting of August 23, 2006

Present: Virgil Moon, Chairman
Bill Hutson, Vice-Chairman and Cobb County Retiree
Brad Bowers, Trustee
Tony Hagler, Trustee
Ken Thigpen, Trustee
John Small, Southeastern Advisory Services
Arlene Whitley, Vice President, SunTrust
Ann Margaret Ulrich, Templeton

A meeting of the Board of Trustees of the Cobb County Employees Retirement Plan was called to order in the Support Services Conference Room, 100 Cherokee Street, Marietta, Georgia. The following items of business were discussed:

1. The minutes of the regular meeting of June 14, 2006 were presented for approval. Mr. Hutson moved that the minutes be approved and was seconded by Mr. Thigpen. Vote: 5 - 0

2. A motion was made by Mr. Moon and seconded by Mr. Bowers for the Board of Trustees to ratify the following payments of administrative service invoices, Vote: 5 – 0:

(1) Systematic Financial Management.....	$15,599.64
(2) Granahan Investment Management.....	$32,323.58
(3) Intech.....	$34,106.61
(4) Legg-Mason.....	$61,052.11

3. The Board of Trustees will make a recommendation to the Board of Commissioners to approve an amendment to the *Cobb County Employees' Pension Plan.* This amendment will increase the age requirements for the early retirement provision under the Rule of 80 to age 55 or 35 years of service. Approval of the required language will appear in the 2007/2009 Bi-Annual Budget Summary.

4. Arlene Whitley, Vice President of SunTrust presented the Trustee Report through July 31, 2006.

5. John Small of Southeastern Advisory Services presented the Investment Performance Analysis for the second quarter, ending June 30, 2006. A review of the plan assets was discussed to comply with the allocation requirements under state law for a pension plan that is less than 75% funded. Mr. Small will compare Cobb County's plan with a public fund investment universe. A motion was made by Mr. Moon and seconded by Mr. Hutson to bring forth a proposal for a change in the allocation investments before the end of the fiscal year. Vote: 5 – 0.

6. The annual Investment Policy Statement will be executed by Mr. Moon and an Annual Report of the Pension Trust will be reported to the Board of Commissioners on October 24, 2006 regular meeting of the Board.

7. The 2007 meeting date's calendar will be presented at the next meeting for a Board of Commissioners' approval on December 12, 2006.

8. Three bid proposals were received for fiduciary bond insurance. A motion was made by Mr. Bowers and seconded by Mr. Thigpen to increase the coverage level from $2 million to $5 million.
Vote: 5 - 0

9. On or about September 22, 2006, SunTrust Bank, Custodian of the Cobb County Employees' Pension Plan ("Investor"), was authorized to fund $10,000,000 in a new account with MBIA. A transfer of $9,000,000 from Legg Mason and $1,000,000 from the Vanguard Intermediate Bond Fund was made to set up the investment account.

The next meeting date will be Wednesday, October 25, 2006 at 8:00 a.m.

There being no further items of business, the meeting was adjourned at 9:25 a.m.

CERTIFIED CORRECT:

Tony Hagler
Secretary

Virgil Moon
Chairman