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1 NEW YORK CITY TEACHERS' RETIREMENT SYSTEM  
REGULAR BOARD MEETING  
2 Held on Thursday, March 16, 2017  
at  
3 55 Water Street  
New York, New York

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ATTENDEES:

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JOHN ADLER, Chairperson, Trustee, Mayor's Office  
7 PATRICIA REILLY, Executive Director, TRS  
DEBRA PENNY, Trustee, TRS  
8 DAVID KAZANSKY, Trustee, TRS  
THOMAS BROWN, Trustee, TRS  
9 SUSANNAH VICKERS, Trustee, Comptroller's Office  
RAYMOND ORLANDO, Trustee  
10 THADDEUS MCTIGUE, Deputy Executive Director, TRS  
ANDREW BRADFORD, TRS  
11 VALERIE BUDZIK, TRS  
RENEE PEARCE, TRS  
12 PAUL RAUCCI, TRS  
LIZ SANCHEZ, TRS  
13 SUSAN STANG, TRS  
KAVITA KANWAR, TRS  
14 MELVIN AARONSON, TRS  
ROBERT BETHELMY, TRS  
15 ELLEN DELEO, TRS  
ANNETTE HANRAHAN, TRS  
16 ANTHONY MEZZACAPPA, TRS  
CARMELA CRIVELLI, TRS  
17 SHERRY CHAN, Chief Actuary  
AMY CASSIDY, Corporation Counsel  
18 MARTA ROSS, Corporation Counsel

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P R O C E E D I N G S

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(Time noted: 3:35 p.m.)

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5 CHAIRPERSON ADLER: Welcome to the  
6 Teachers Retirement System Board meeting for March  
7 16, 2017.

8

Patricia, please call the roll.

9

MS. REILLY: John Adler?

10 CHAIRPERSON ADLER: Here.  
11 MS. REILLY: Thomas Brown?  
12 MR. BROWN: Here.  
13 MS. REILLY: David Kazansky?  
14 MR. KAZANSKY: Present.  
15 MS. REILLY: Ray Orlando?  
16 (No response.)  
17 MS. REILLY: Debra Penny?  
18 MS. PENNY: Here.  
19 MS. REILLY: Susannah Vickers?  
20 MS. VICKERS: Here.  
21 MS. REILLY: We do have a quorum.  
22 CHAIRPERSON ADLER: Thank you very much.  
23 Next on the agenda.  
24 MS. REILLY: There's an update on TRS  
25 operations from Ellen DeLeo.

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1 MS. DELEO: As a follow-up to our TDA  
2 fall campaign, TRS will be conducting the TDA  
3 spring campaign in early April, using an e-mail  
4 blast for new members that have joined TRS on or  
5 after December 1, 2016.  
6 The theme is the same as the TDA fall  
7 campaign, and the e-mail blast will be going out to  
8 approximately 972 members.  
9 2017 is TRS' centennial year. One way  
10 that we are recognizing this milestone is by  
11 sending special birthday cards to TRS members who  
12 are also turning 100 during 2017. There are  
13 approximately 80 members in this group.  
14 We are happy to report that one of these  
15 members contacted our call center just to thank TRS  
16 for sending the lovely card.  
17 MS. REILLY: Thank you, Ellen.  
18 Next is the executive director's report,  
19 and the matter of the next meeting.  
20 It's been suggested that the next  
21 regular meeting of the Teachers' Retirement Board  
22 be held on the third Thursday of the month, April  
23 20, 2017.  
24 Then we have a resolution for the  
25 authorization to the Comptroller of the City of New

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1 York to invest certain funds. At its meeting on  
2 December 22, 2016, the Teachers' Retirement Board  
3 authorized the Comptroller to invest certain funds  
4 of the Teachers' Retirement System --  
5 MR. KAZANSKY: Waive the reading,  
6 please.  
7 MS. REILLY: Thank you.  
8 CHAIRPERSON ADLER: We'll waive the  
9 whole reading, okay.  
10 We need a motion to approve the  
11 resolution for authorization to the Comptroller to

12 invest certain funds.  
13 MR. BROWN: So moved.  
14 MR. KAZANSKY: Second.  
15 CHAIRPERSON ADLER: Is there any  
16 discussion?  
17 (No response.)  
18 All in favor of the motion please say  
19 "Aye."  
20 (A chorus of "Ayes.")  
21 All opposed say "Nay."  
22 Abstentions?  
23 (No response.)  
24 The motion carries.  
25 MS. REILLY: Next is the authorization

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1 to the Comptroller of the City of New York to  
2 invest certain tax deferred annuity funds.  
3 MR. KAZANSKY: Please waive the reading.  
4 CHAIRPERSON ADLER: Thank you.  
5 We need a motion to authorize the  
6 Comptroller to invest certain tax deferred annuity  
7 funds.  
8 Is there such a motion?  
9 MR. KAZANSKY: So moved.  
10 CHAIRPERSON ADLER: Is there a second?  
11 MS. PENNY: Second.  
12 CHAIRPERSON ADLER: Any discussion?  
13 (No response.)  
14 All in favor of the motion to authorize  
15 the Comptroller to invest certain tax deferred  
16 annuity funds please say "Aye."  
17 (A chorus of "ayes.")  
18 Any opposed say "Nay."  
19 Any abstentions?  
20 (No response.)  
21 Motion carries.  
22 MS. REILLY: Next is the actuary's  
23 recommendation for preliminary fiscal year 2018  
24 employer contribution to the Teachers' Retirement  
25 System of the City of New York.

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1 "Whereas, the Actuary, in a letter dated  
2 March 8, 2017, recommended that the retirement  
3 board request a preliminary employer contribution  
4 of \$3,850,783,556 for fiscal year 2018, from July  
5 1, 2017 through June 30, 2018.  
6 "And whereas the retirement board has  
7 reviewed the recommendation. Therefore be it  
8 resolved that the retirement board hereby approved  
9 the preliminary fiscal year 2018 employer  
10 contribution to the Teachers' Retirement System of  
11 the City of New York of \$3,850,783,556.  
12 CHAIRPERSON ADLER: Is there a motion to  
13 approve the Actuary's recommendation for the

14 preliminary FY 18 employer contribution?  
15 MR. BROWN: So moved.  
16 MS. VICKERS: Second.  
17 CHAIRPERSON ADLER: Any discussion?  
18 I have a question for Sherry.  
19 I believe your memo said that this  
20 contribution represented approximately \$30 million  
21 -- what's the comparison of this fiscal year  
22 contribution to last year's fiscal year  
23 contribution?

24 MS. CHAN: Last year preliminary '17  
25 employer contribution was about \$3.88 billion. So  
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1 it's a reduction of \$37 million and change.  
2 CHAIRPERSON ADLER: Can you summarize  
3 why the contribution is going down?  
4 MS. CHAN: There was a gain. A large  
5 majority of that was due to either the unit value  
6 decreasing in the variable fund, or the salary  
7 gain; meaning that the negotiated contract settled  
8 for less than what we assumed. And the rest of  
9 that was regular actuarial gain/loss, and that  
10 amounted to actually less than 1 percent, 0.6  
11 percent gain.

12 CHAIRPERSON ADLER: Thank you.  
13 Any further discussion?  
14 (No response.)  
15 A motion's been made and seconded.  
16 All in favor of the motion of the  
17 Actuary's recommendation for preliminary fiscal  
18 year 2018 employer contribution please say "Aye."  
19 (A chorus of "ayes.")  
20 Opposed say "Nay."  
21 Any abstentions?  
22 (No response.)  
23 The motion carries.

24 MS. REILLY: Next is the Actuary's  
25 fiscal year 2016 reimbursement calculation  
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1 resulting from Chapter 41 of the laws of 2016.  
2 MR. KAZANSKY: Please skip to the  
3 resolves.

4 MS. REILLY: "Resolved, that the TRS  
5 Board of Trustees approves a voucher in the amount  
6 of SS\$365,661 for fiscal year 2016 to be submitted  
7 to the State Comptroller for audit, warrant and  
8 payment to TRS, as reimbursement for carrying out  
9 the provisions of Chapter 41."

10 CHAIRPERSON ADLER: Is there a motion to  
11 approve this resolution?

12 MS. PENNY: So moved.  
13 CHAIRPERSON ADLER: Is there a second?  
14 MS. VICKERS: Second.  
15 CHAIRPERSON ADLER: Any discussion?

16 (No response.)  
17 All in favor of the motion to approve  
18 the resolution regarding the 2016 reimbursement  
19 calculation resulting from Chapter 41 of the laws  
20 of 2016 please say "Aye."  
21 (A chorus of "ayes.")  
22 All opposed say "nay."  
23 Abstentions?  
24 (No response.)  
25 Motion carries.

0009

1 MS. REILLY: Next is the calendar. All  
2 the Trustees should have received an electronic  
3 version of the full calendar.

4 And the first item on the calendar is  
5 the matter of the approval of the minutes of the  
6 regular meeting held February 16, 2017.

7 CHAIRPERSON ADLER: Is there a motion to  
8 approve the minutes for the meeting of February 16,  
9 2017?

10 MR. BROWN: So moved.

11 CHAIRPERSON ADLER: Is there a second?

12 MS. VICKERS: Second.

13 CHAIRPERSON ADLER: Any discussion?

14 (No response.)

15 All in favor of the motion to approve  
16 the minutes for the meeting of February 26, 2017  
17 please say "Aye."

18 (A chorus of "Ayes.")

19 Any opposed say "Nay."

20 Abstentions?

21 (No response.)

22 Motion carries.

23 MS. REILLY: Now the items on the  
24 calendar.

25 Pages 1 through 14 inclusive are the

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1 monthly periodic payroll of TDA excess and loan  
2 payments.

3 Page 15 is the payroll summary, accounts  
4 payable, new retirees and TDA accounts.

5 Page 16 through 36 inclusive is the  
6 transfer of active TDA deferred annuity payments.

7 Pages 37 through 78 inclusive are  
8 fractional payments.

9 Pages 79 through 88 inclusive are  
10 uncollected checks of deceased members.

11 Pages 89 to 104 inclusive are the  
12 beneficiary continuing option payments.

13 Pages 105 to 113 inclusive are  
14 conversion to pop up payments.

15 Pages 114 through 145 inclusive are  
16 beneficiaries who receive one time payments from  
17 QPP and TDA accounts.

18 Pages 146 through 148 is the return net  
19 accumulated salary deductions.  
20 Page 149 inclusive is the transfer of  
21 funds between banks.  
22 Pages 115 through 154 inclusive is the  
23 purchase and sales of securities transacted from  
24 the passport fund program.  
25 Page 155 inclusive are successive  
0011 installments.  
2 Pages 156 through 164 are outstanding  
3 checks.  
4 Pages 165 through 225 inclusive are  
5 revisions including those under class coverage.  
6 Page 226 inclusive are layoffs without  
7 pay.  
8 Pages 227 through 228 inclusive are  
9 payments for service credit.  
10 Page 229 inclusive are denied accident  
11 disabilities.  
12 Page 230 inclusive are denied ordinary  
13 disabilities.  
14 Page 231 inclusive are minimum  
15 accumulations.  
16 Page 232 inclusive are rules and  
17 regulations for life insurance coverage.  
18 Page 233 inclusive are new service  
19 retirement payments.  
20 That concludes the calendar.  
21 CHAIRPERSON ADLER: Is there a motion to  
22 approve the calendar?  
23 MR. KAZANSKY: So moved.  
24 MS. VICKERS: Second.  
25 CHAIRPERSON ADLER: Any discussion?  
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1 (No response.)  
2 All in favor of approval of the calendar  
3 say "Aye."  
4 (A chorus of "ayes.")  
5 Opposed?  
6 Abstentions?  
7 (No response.)  
8 Motion carries.  
9 MS. REILLY: Next on the agenda is any  
10 other business.  
11 CHAIRPERSON ADLER: Any other business?  
12 (No response.)  
13 I don't think there is.  
14 MS. REILLY: Questions or comments from  
15 the public.  
16 CHAIRPERSON ADLER: Questions or  
17 comments from the public?  
18 (No response.)  
19 CHAIRPERSON ADLER: I think that

20 concludes the agenda for today.  
21 Is there a motion to adjourn?  
22 MR. BROWN: So moved.  
23 MR. KAZANSKY: Second.  
24 CHAIRPERSON ADLER: Discussion?  
25 All in favor of the motion to adjourn

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1 say "Aye."  
2 (A chorus of "Ayes.")  
3 Any opposed say "Nay."  
4 Abstentions?  
5 (No response.)  
6 Motion carries. We are adjourned.  
7 (Time noted: 3:51 p.m.)  
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1 C E R T I F I C A T I O N  
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3 I, Jeffrey Shapiro, a Shorthand  
4 Reporter and Notary Public, within and for the  
5 State of New York, do hereby certify that I  
6 reported the proceedings in the within-entitled  
7 matter, on Thursday, March 16, 2017, at the offices  
8 of the NEW YORK CITY TEACHERS RETIREMENT SYSTEM, 55  
9 Water Street, New York, New York, and that this is  
10 an accurate transcription of these proceedings.  
11 IN WITNESS WHEREOF, I have hereunto set  
12 my hand this 20th day of March, 2017.  
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JEFFREY SHAPIRO

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