

NEW YORK CITY TEACHERS' RETIREMENT SYSTEM.
REGULAR BOARD MEETING
Held on Thursday, October 19, 2017
at
55 Water Street
New York, New York

ATTENDEES:

JOHN ADLER, Chairperson, Trustee, Mayor's Office
PATRICIA REILLY, Executive Director, TRS
DEBRA PENNY, Trustee, TRS
DAVID KAZANSKY, Trustee, TRS
THOMAS BROWN, Trustee, TRS
SUSANNAH VICKERS, Trustee, Comptroller's Office
RAYMOND ORLANDO, Trustee
THADDEUS MCTIGUE, Deputy Executive Director, TRS
ANDREW BRADFORD, TRS
VALERIE BUDZIK, TRS
RENEE PEARCE, TRS
PAUL RAUCCI, TRS
LIZ SANCHEZ, TRS
SUSAN STANG, TRS
ROBERT BETHELMY, TRS
ANNETTE HANRAHAN, TRS
ANTHONY MEZZACAPPA, TRS
CARMELA CRIVELLI, TRS
SHERRY CHAN, Chief Actuary
MELVIN AARONSON
RENEE PEARCE, TRS
MARTA ROSS, Corporation Counsel

1 P R O C E E D I N G S

2 (Time noted: 3:37 p.m.)

3

4 MR. ADLER: Welcome to the Teachers'
5 Retirement System Board Meeting of October 19,
6 2017.

7 Patricia, will you call the roll?

8 MS. REILLY: John Adler?

9 MR. ADLER: Here.

10 MS. REILLY: Debra Penny?

11 MS. PENNY: Present.

12 MS. REILLY: David Kazansky?

13 MR. KAZANSKY: Here.

14 MS. REILLY: Thomas Brown?

15 MR. BROWN: Here.

16 MS. REILLY: Susannah Vickers?

17 MS. VICKERS: Here.

18 MS. REILLY: Raymond Orlando?

19 MR. ORLANDO: Here.

20 MS. REILLY: We do have a quorum.

21 CHAIRPERSON ADLER: Take us away,
22 please.

23 MS. REILLY: Next on the agenda is an
24 update on TRS operations, and Thad McTigue will
25 give is that update.

1 MR. McTIGUE: Thank you.

2 For the accountant statements,
3 preparations are underway to send out the third
4 quarter 2017 statements. The quarterly account
5 statements for members currently in service or on
6 leave is expected to begin mailing the week of
7 November 13 to an estimated population of 123,600
8 members.

9 Statements will be mailed to
10 approximately 108,000 members, and an additional
11 15,300 members who elected to view their statements
12 online only.

13 Online posting of PDA quarterly
14 statements for participants in TDA deferral status
15 is expected to begin the week of November 6,
16 concurrently with statements being printed.

17 The estimated population is 53,400.
18 Approximately 4,800 will be printed and mailed, and
19 an additional 4,480 members have elected to view
20 their statements online only.

21 The next item is QPP inactive expired
22 RMB. TRS has sent out 483 notices second week of
23 September to inactive and non-vested members. Most
24 have lost their tier rights, who must take a
25 minimum distribution from their QPP membership

1 balances with this tax year. The notice includes
2 information for the member to make their RMD
3 elections, as well as withdraw and roll over
4 election forms that should enable these members to
5 close their membership accounts.

6 And the third item is membership
7 expiration. TRS has mailed 1,270 letters at the
8 end of September, to members that have been active
9 for seven consecutive school years, advising that
10 their membership has expired.

11 MS. REILLY: Thank you, Thad.

12 Next is the report from the Actuary on
13 the GASB 74/75 report dated September 15, 2017; and
14 the GASB 67/68 report dated September 29, 2017.

15 MS. CHAN: Thank you, Patricia.

16 This year there was two GASB reports
17 that were issued by my office to the Comptroller
18 for the CAFR. One had to do with OPEC and the new
19 government accounting standards statement, it's 74.

20 And 75 is for the plan, and that we
21 decided at the City to early implement 75. So
22 first year for 74 and also first year for 75, but
23 we early implemented that.

24 The report is available on the OA's
25 website. And for the pension side this is GASB

1 77/78 report, also available on our website. And
2 details are that report, we have a TRS section for
3 the pension report.

4 These are very -- again, just to remind
5 everybody, these are accounting figures, so these
6 liabilities aren't the same necessarily as the ones
7 that would be used for funding purposes for the
8 pension contribution.

9 MS. REILLY: Thank you.

10 CHAIRPERSON ADLER: Questions for
11 Sherry?

12 (No response.)

13 Thank you.

14 MS. REILLY: Next on the agenda is the
15 executive director's report. And the first item is
16 the next meeting. It's been suggested that the
17 next regular meeting of the Teachers' Retirement
18 Board be held on the third Thursday of the month,
19 November 16, 2017.

20 The second item on the executive
21 director's report is attendance at a conference.
22 And the following resolution is presented for
23 consideration and possible adoption.

24 Resolved, that the trustees of the
25 Teachers' Retirement Board hereby approve the

1 attendance and participation of the executive
2 director and/or her designee and any interested
3 trustees, at the 21st annual New York NASP
4 Symposium, from November 16 through November 17,
5 2017.

6 CHAIRPERSON ADLER: Is there a motion to
7 approve that resolution?

8 MR. KAZANSKY: So moved.

9 CHAIRPERSON ADLER: Is there a second?

10 MS. PENNY: Second.

11 CHAIRPERSON ADLER: Thank you, Ms.
12 Penny.

13 Any discussion?

14 (No response.)

15 All in favor of the resolution to approve
16 attendance at the 21st Annual New York NASP
17 Symposium, please say "Aye."

18 (A chorus of "Ayes.")

19 All opposed say "Nay."

20 Any abstentions?

21 (No response.)

22 Motion carries.

23 MS. REILLY: Next is the calendar. The
24 first item on the calendar is the matter of
25 approval of the month of September 28, 2017 board

1 meeting minutes.

2 CHAIRPERSON ADLER: Is there a motion to
3 approve the board meeting minutes for September 28,
4 2017?

5 MR. BROWN: So moved.

6 CHAIRPERSON ADLER: Is there a second?

7 MS. PENNY: Second.

8 CHAIRPERSON ADLER: Any discussion?

9 (No response.)

10 All in favor of approving the minutes
11 for the board meeting of September 28, 2017 please
12 say "Aye."

13 (A chorus of "Ayes.")

14 All opposed say "Nay."

15 Any abstentions?

16 (No response.)

17 Motion carries.

18 MS. REILLY: Next item on the calendar,
19 you all should have received an electronic version
20 of the calendar and reviewed that.

21 MR. KAZANSKY: Could you please waive
22 the reading of the calendar.

23 CHAIRPERSON ADLER: So, is there a
24 motion to approve the calendar?

25 MR. KAZANSKY: So moved.

1 CHAIRPERSON ADLER: Is there a second?

2 MS. VICKERS: Second.

3 CHAIRPERSON ADLER: Discussion?

4 All in favor of the motion to approve
5 the calendar, please say "Aye."

6 (A chorus of "Ayes.")

7 All opposed say "Nay."

8 Any abstentions?

9 (No response.)

10 Motion carries.

11 Other business? Is there any other
12 business before the board today?

13 (No response.)

14 MR. McTIGUE: Mr. Chairman, this is more
15 continuation of old business, just for completeness
16 of our calendar. We did have minutes on the
17 adoption, specifically the board meeting of
18 September 7th; the investment meeting June 21, and
19 the CIM minutes of September 20. We'll lay those
20 over if it pleases the board, and take them up next
21 month.

22 CHAIRPERSON ADLER: Any objections?

23 (No response.)

24 Sounds good. Thank you.

25 MR. McTIGUE: Thank you.

1 CHAIRPERSON ADLER: I think we're up to
2 questions or comments from the public.

3 Any questions or comments from the
4 public?

5 (No response.)

6 That concludes the agenda for today's
7 public session?

8 MS. REILLY: It does.

9 CHAIRPERSON ADLER: We have some
10 executive session business.

11 Would there be a motion to enter into
12 executive session?

13 MS. PENNY: I move, pursuant to Public
14 Officers Law Section 105 to go into executive
15 session for discussion regarding specific
16 investment matters.

17 CHAIRPERSON ADLER: Is there a second?

18 MR. KAZANSKY: Second.

19 CHAIRPERSON ADLER: Discussion?

20 (No response.)

21 All in favor of the motion to enter
22 executive session please say "Aye."

23 (A chorus of "Ayes.")

24 All opposed say "Nay."

25 Any abstentions?

1 (No response.)

2 Motion carries.

3 We are in executive session.

4 (Whereupon, the Board entered executive
5 session.)

6 (Whereupon, the Board returned to public
7 session.)

8 CHAIRPERSON ADLER: Susan, would you
9 report out of executive session?

10 MS. STANG: A resolution concerning two
11 investment managers was presented and discussed.
12 Consensus reached, which will be announced at the
13 appropriate time.

14 There was discussion about a next step
15 in a consulting contract.

16 CHAIRPERSON ADLER: Thank you very much.
17 That concludes our business for today.
18 Is there a motion to adjourn.

19 MR. BROWN: So moved.

20 MS. VICKERS: Second.

21 CHAIRPERSON ADLER: Discussion?

22 (No response.)

23 All in favor of the motion to adjourn
24 please say "Aye."

25 (A chorus of "Ayes.")

1 All opposed say "Nay."
2 Any abstentions?
3 We're adjourned.
4 (Time noted: 4:40 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, October 19, 2017, at the
8 offices of the NEW YORK CITY TEACHERS RETIREMENT
9 SYSTEM, 55 Water Street, New York, New York, and
10 that this is an accurate transcription of these
11 proceedings.

12 IN WITNESS WHEREOF, I have hereunto set
13 my hand this 21st day of October, 2017.

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19 JEFFREY SHAPIRO

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