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5 TEACHERS' RETIREMENT BOARD MEETING

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14 HELD AT:

15 55 WATER STREET
NEW YORK, NEW YORK

16

17 OCTOBER 21, 2010
3:34 P.M. TO 3:52 P.M.

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19 B E F O R E:

20 MELVYN AARONSON, ACTING CHAIRMAN

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24 REPORTED BY:
LIZ SANCHEZ-PAZ
25 EXECUTIVE ASSISTANT TO NELSON SERRANO

2 A P P E A R A N C E S:

3 TRS:

4 NELSON SERRANO, Executive Director
5 PATRICIA REILLY, Deputy Executive Director

6 MELVYN AARONSON, Teachers' Trustee
7 MONA ROMAIN, Teachers' Trustee
8 SANDRA MARCH, Teachers' Trustee

9 COMPTROLLER'S OFFICE:

10 THAD McTIGUE, Trustee

11 CORPORATION COUNSEL:

12 KEITH SNOW, Law Department

13 OFFICE OF THE ACTUARY:

14 ROBERT C. NORTH JR., Chief Actuary

15 MAYOR'S APPOINTEE:

16 ELIZABETH BOTWIN, Alternate Trustee

17 DEPARTMENT OF EDUCATION:

18 JAMIE SMARR, Alternate Trustee

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2 TRS STAFF:

3 CARMELA CRIVELLI

JOEL GILLER

4 MARC KATZ

RENEE PEARCE

5 PAUL RAUCCI

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8 OTHER ATTENDEES:

9 WILL GREENE, Loop Capital

TIM SHERIDAN, Citigroup

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1 TRS Regular Board Meeting, OCTOBER 21, 2010

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

3 MR. SERRANO: Good afternoon. We will begin the
4 October 21, 2010 regular meeting of the Teachers' Retirement
5 Board by calling the roll.

6 MR. SERRANO: Melvyn Aaronson?

7 MR. AARONSON: Here.

8 MR. SERRANO: Jamie Smarr representing Kathleen Grimm?

9 MR. SMARR: Present.

10 MR. SERRANO: Tino Hernandez? Please note that Tino is
11 not present.

12 Thad McTigue representing the Comptroller?

13 MR. MCTIGUE: Here.

14 MR. SERRANO: Sandra March?

15 MS. MARCH: Here.

16 MR. SERRANO: Liz Botwin representing the Mayor's Office?

17 MS. BOTWIN: Here.

18 MR. SERRANO: Mona Romain?

19 MS. ROMAIN: Here.

20 MR. SERRANO: We have a quorum. We need to elect an
21 Acting Chairperson.

22 MS. ROMAIN: I nominate Mel Aaronson.

23 MR. MCTIGUE: Second.

24 MR. SERRANO: All those in favor please say aye.

25 (Whereupon all those present so indicated.)

1 TRS Regular Board Meeting, OCTOBER 21, 2010

2 MR. SERRANO: Any opposed? Any abstentions? Hearing
3 none, we will continue. The next item on the Agenda is
4 Update on TRS Operations. Patricia has a few updates for us.

5 MS. REILLY: 1,615 retirements were filed for the month
6 of July. TRS has already finalized 1,081 retiree's initial
7 benefits. In addition, 52 cases will be finalized for the
8 November payroll. Our goal is to process 85% of non-pended
9 service retirements for final benefits within four months
10 of the effective retirement month. We have already exceeded
11 that goal by completing 87.8% as of October 18th.

12 233 retirements were filed for the month of August. TRS
13 began paying Advanced Payments for these retirees and we have
14 already finalized 29 retirees' initial benefits. In addition,
15 7 more cases have already been certified for the November
16 payroll.

17 TRS began mailing "No Benefit" letters to 24,000 retirees
18 who were part of the class in the Nager vs. the Teachers'
19 Retirement System lawsuit that states that we must include
20 per-session pay as pensionable for anyone who retired prior
21 to November 24, 1998. We are mailing 1,000 letters per day and
22 to-date, we have mailed 13,000 letters out of 24,000. The
23 "No Benefit" letters contain the procedure for retirees to
24 appeal our finding of "No Benefit".

25 MR. SERRANO: Thank you Patricia for the updates.

1 TRS Regular Board Meeting, OCTOBER 21, 2010

2 The next item is the Executive Director's Report. The
3 first item there is the Next Meeting. It has been suggested
4 that the next regular meeting of the Teachers' Retirement
5 Board be held on the third Thursday of the month,
6 November 18, 2010.

7 The second item, which has been laid over, is regarding
8 the resolution concerning the Annual Meeting where we elect a
9 Chairperson.

10 MS. MARCH: Lay it over again please.

11 MR. SERRANO: The third item regards the Coverages
12 Implementation Resolution.

13 MS. ROMAIN: Move to the Resolved.

14 MR. SERRANO: Resolved, that to implement the
15 October 18, 2007 resolution, the Board directs TRS to apply
16 the algorithms developed by the Actuary in order to
17 recalculate the final average salaries of those members who:
18 (i) earned coverages compensation; (ii) retired prior to the
19 March 1, 2010 date that collection of contributions for
20 coverages compensation commenced and (iii) had not, prior to
21 the date of this resolution, had their final average salaries
22 recalculated to reflect coverages compensation; and be it
23 further

24 Resolved, that the Board directs TRS to calculate the
25 benefits and contributions owed by members who retire on or

1 TRS Regular Board Meeting, OCTOBER 21, 2010

2 after March 1, 2010 in accordance with the provisions of
3 the October 18, 2007 resolution.

4 MS. ROMAIN: So moved.

5 MR. McTIGUE: Second.

6 MR. AARONSON: All those in favor please say aye.

7 (Whereupon all those present so indicated.)

8 MR. AARONSON: Any opposed? Any abstentions? Hearing
9 none, we will continue.

10 MR. SERRANO: That concludes the Executive Director's
11 Report. The next item on the Agenda is the Calendar. The
12 first item on the Calendar is the matter of the approval of
13 the Minutes for the regular meeting held on September 17, 2010.

14 MS. ROMAIN: So moved.

15 MR. McTIGUE: Second.

16 MR. AARONSON: All those in favor please say aye.

17 (Whereupon all those present so indicated.)

18 MR. AARONSON: Any opposed? Any abstentions? Hearing
19 none, let us continue.

20 MR. SERRANO: The next item is the approval of Items
21 1 through 16 on pages 1 through 164 respectively.

22 MS. MARCH: So moved.

23 MS. ROMAIN: Second.

24 MR. AARONSON: All those in favor please say aye.

25 (Whereupon all those present so indicated.)

1 TRS Regular Board Meeting, OCTOBER 21, 2010

2 MR. AARONSON: Any opposed? Any abstentions? Hearing
3 none, we will continue.

4 MR. SERRANO: The next item on the Agenda is any Other
5 Business before the Board. There does not seem to be any
6 other business before the Board. The last item on the Agenda
7 is any Questions/Comments from the Public. We have two visitors
8 today, Will Greene from Loop Capital and Tim Sheridan from
9 Citigroup. Neither of our visitors have any questions or
10 comments for the Board today. Thank you. That concludes the
11 Executive Director's Report.

12 MR. AARONSON: Do I have a motion to go into Executive
13 Session to discuss a matter of proposed Investments in
14 securities and a matter under on-going investigation.

15 MS. ROMAIN: So moved.

16 MR. McTIGUE: Second.

17 MR. AARONSON: All in favor please say aye.

18 (Whereupon all those present so indicated.)

19 MR. AARONSON: Any opposed? Any abstentions? Hearing
20 none, we are in Executive Session.

21 (Whereupon at this time, the meeting went into Executive
22 Session.)

23 MR. AARONSON: Do I have a motion to return to Public
24 Session?

25 MS. MARCH: So moved.

1 TRS Regular Board Meeting, OCTOBER 21, 2010

2 MS. ROMAIN: Second.

3 MR. AARONSON: All those in favor please say aye.

4 (Whereupon all those present so indicated.)

5 MR. AARONSON: Any opposed? Any abstentions? Hearing
6 none, we will continue. We are now out of the Attorney/Client
7 Privilege session. During the Executive Session, the Board
8 discussed two (2) issues. One of the items, discussed during
9 Attorney/Client privilege, concerns an on-going investigation.
10 The other matter discussed regards a resolution that refers to
11 the investment of securities. The resolution will be made
12 public upon the successful completion of the appropriate
13 agreements.

14 Do we have any other business up for discussion? Hearing
15 none, do I have a motion to adjourn this meeting?

16 MS. MARCH: So moved.

17 MS. ROMAIN: Second.

18 MR. AARONSON: All those in favor please say aye.

19 (Whereupon all those present so indicated.)

20 MR. AARONSON: Any opposed? Any abstentions? Hearing
21 none, the meeting is adjourned. Thank you.

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