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TEACHERS' RETIREMENT BOARD MEETING

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HELD AT:
55 WATER STREET
NEW YORK, NEW YORK

NOVEMBER 17, 2011
3:37 P.M. TO 3:53 P.M.

B E F O R E:

MELVYN AARONSON, CHAIRMAN

REPORTED BY:
LIZ SANCHEZ
EXECUTIVE ASSISTANT TO NELSON SERRANO

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

TRS:

PATRICIA REILLY, Deputy Executive Director

MELVYN AARONSON, Teachers' Trustee
SANDRA MARCH, Teachers' Trustee
MONA ROMAIN, Teachers' Trustee

COMPTROLLER'S OFFICE:

THAD McTIGUE, Trustee

CORPORATION COUNSEL:

KEITH SNOW, Law Department

OFFICE OF THE ACTUARY:

ROBERT C. NORTH JR., Chief Actuary

MAYOR'S APPOINTEE:

CAROLYN WOLPERT, Alternate Trustee

DEPARTMENT OF EDUCATION:

JAMIE SMARR, Alternate Trustee

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2 TRS STAFF:

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ROBERT BETHELMY
ANDREW BRADFORD
CARMELA CRIVELLI
MARC KATZ
ELLEN MURPHY-DeLEO
RENEE PEARCE
PAUL RAUCCI
ROBERT SANTANGELO
MANGESH TARIBAGIL

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9 OTHER ATTENDEES:

10 HENRY GELFAND, Public
MATTHEW LASKOWSKI, TRS Employee
11 KATRINA McCANN,
RAY SAROLA, Mayor's Office

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1 TRS Regular Board Meeting, NOVEMBER 17, 2011

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

3 MS. REILLY: Good afternoon. We begin the regular meeting of
4 the Retirement System's Board by calling the roll. Melvyn Aaronson?

5 MR. AARONSON: Here.

6 MS. REILLY: Kathleen Grimm? Note that she is not present.
7 Sandra March?

8 MS. MARCH: Here.

9 MS. REILLY: Thad McTigue?

10 MR. McTIGUE: Here.

11 MS. REILLY: Lisette Nieves? Note that she is not present.

12 MS. REILLY: Mona Romain?

13 MS. ROMAIN: Present.

14 MS. REILLY: Carolyn Wolpert?

15 MS. WOLPERT: Present.

16 MS. REILLY: Great. We do have a quorum and we can move to
17 the next item on the Agenda which is an Update on TRS Operations.
18 Ellen DeLeo is going to give us the Updates.

19 MS. DeLEO: TRS has been working with JP Morgan Chase to
20 transfer Lockbox processing from the Bank of New York Mellon to
21 JP Morgan Chase by December 9th. Lockbox processing will include
22 the ability to support the deposit of funds into a newly
23 established JP Morgan Chase investment account. Once the contract
24 with JP Morgan has been signed, TRS is planning to send out loan
25 statements on December 1st with the new JP Morgan lockbox address.

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2 This date is in advance of the scheduled change of bank for
3 city agencies because Lockbox services are changing at Bank
4 of New York Mellon effective December 10th which prevents TRS
5 from continuing with their Lockbox service for the month of
6 December.

7 In support of the Checkbook NYC, TRS is finalizing the
8 requirements for providing a data feed of agency-related
9 disbursements that are needed on a monthly basis by the Office
10 of the Comptroller. TRS resources have been meeting with the
11 Office of the Comptroller on a regular basis to resolve
12 outstanding issues and create an implementation plan that will
13 allow TRS to meet the targeted implementation date of December 31st.
14 In addition to the work TRS must complete for a December 31st
15 implementation, the Comptroller's Office will be customizing the
16 feeds from the city's payroll system to identify the city portion
17 and variable portion of the payroll for use by Checkbook NYC.

18 MR. McTIGUE: Mr. Chairman, if I may, I just want to thank
19 the Trustees and the Board for their work with this initiative.
20 The Comptroller's Office recognizes the effort put in and
21 appreciates the cooperation.

22 MR. AARONSON: And that goes out to the staff as well who work
23 so hard.

24 MS. REILLY: Thank you.

25 MS. DeLEO: The distribution of this year's Annual Benefit

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2 Statement ("ABS") to a population of approximately 111,000
3 members, was completed on November 2nd.

4 For the Summer Retirements of 2011, for those members who
5 retired in July, approximately 1,970 retirements were filed.
6 As of October payroll, we have finalized the initial benefit
7 for 1,034 retirees. An additional 528 cases have been certified
8 for the November payroll. Our goal is to process 85% of
9 non-pended service retirement cases for final benefits within
10 five months of the effective retirement month (which for these
11 cases would be by the December 2011 payroll).

12 For August 2011 retirees, there were approximately 247
13 retirement filed. TRS began paying Advanced Payments to these
14 retirees. We have already finalized 14 retirees' initial benefit
15 (for October payroll) and an additional 84 cases have been
16 certified for the November payroll.

17 MS. REILLY: Thank you. The next item is the Executive
18 Director's Report. It has been suggested that the next regular
19 meeting of the Teachers' Retirement Board be held on the third
20 Thursday of the month, December 15, 2011.

21 MR. AARONSON: Will everybody please look at their calendars
22 and please confirm that day. Thank you.

23 MS. REILLY: This month, there are no resolutions, so we can
24 move to the Calendar.

25 Each of you have a full printed copy of the Calendar which

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2 identifies all payments and transactions made by TRS during
3 this month.

4 The first item is the approval of the Minutes for the
5 regular meeting held on October 20, 2011.

6 MR. AARONSON: Is there a motion?

7 MS. ROMAIN: So moved.

8 MR. AARONSON: We will wait until the end of the reading of
9 the Calendar, to vote.

10 MS. REILLY: Pages 1 through 13 inclusive, a monthly periodic
11 payroll of Tax-Deferred Annuity ("TDA"), Excess and Loan payments.
12 Page 14, the payroll summary of Advanced Payments, new retirees and
13 TDA annuitants. Page 15 through 37 is the transfer of active TDA
14 deferrals to the annuity payments. Pages 38 through 75 inclusive,
15 are the fractional payments. Pages 76 through 88 are the
16 uncollected checks for deceased members. Pages 89 through 113
17 inclusive, is the beneficiary continuing option payments. Pages
18 114 through 123 inclusive, is the conversion to pop-up payments.
19 Pages 124 through 149 inclusive, are the beneficiaries who receive
20 one-time payments for their Qualified Pension Plan ("QPP") or TDA
21 account. Page 152 is the transfer between banks. Pages 153
22 through 157 is the purchase and sales of securities transacted
23 during October 2011. Pages 158 through 161 is the receipt of
24 installment payments. Pages 162 through 172 are outstanding checks.
25 Pages 173 through 293 inclusive, is the revision including those

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2 under the classification of settlements. Pages 294 through 296
3 inclusive is the payment for service credit. Page 297 is new
4 service retirements for payments.

5 MR. AARONSON: Is there a motion?

6 MS. ROMAIN: Move the adoption.

7 MR. AARONSON: Is there a second?

8 MR. McTIGUE: Second.

9 MR. AARONSON: Any discussion on the Calendar? All those in
10 favor say aye.

11 (Whereupon, all those present so indicated.)

12 MR. AARONSON: Any opposed? Calendar is carried.

13 (Jamie Smarr joined the meeting in progress.)

14 MS. REILLY: Is there any other business before the Board
15 today?

16 MR. AARONSON: Any Board Member have any business? Any
17 staff member?

18 MS. REILLY: Any comments from the public? Hearing none, at
19 this point, I guess we will be moving to Executive Session.

20 MS. MARCH: I make a motion that pursuant to Public Offices
21 Law, Section 105, we go into Executive Session for the purposes
22 of discussing a matter regarding proposed, pending or current
23 litigations.

24 MR. AARONSON: Is there a second?

25 MS. WOLPERT: Second.

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2 MR. AARONSON: Any discussion? All those in favor of going
3 into Executive Session, signify by saying aye.

4 (Whereupon, all those present so indicated.)

5 MR. AARONSON: Any opposed? Hearing none, motion carries.

6 (Whereupon, the meeting went into Executive Session.)

7 MS. MARCH: Resolved, to move out of Executive Session.

8 MR. AARONSON: Is there a second?

9 MS. ROMAIN: Second.

10 MR. AARONSON: Is there any discussion? All in favor?

11 (Whereupon, all those present so indicated.)

12 MR.AARONSON: Any opposed? We are now out of Executive
13 Session.

14 MS. REILLY: We heard a presentation from the Law Department.
15 The Trustees concur with the recommendation made by the Law
16 Department and details will be made public upon completion of
17 contract negotiations.

18 MR. AARONSON: Thank you. Is there any other business before
19 the Board? Hearing none, do I hear a motion to adjourn?

20 MS. ROMAIN: So moved.

21 MR. AARONSON: Is there a second?

22 MS. WOLPERT: Second.

23 MR. AARONSON: Any discussion? All those in favor?

24 (Whereupon, all those present so indicated.)

25 MR. AARONSON: The meeting is adjourned. Thank you.