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NEW YORK CITY TEACHERS' RETIREMENT SYSTEM
BOARD MEETING
Held on Thursday, November, 20, 2014
at 3:41 p.m.
55 Water Street
New York, New York

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ATTENDEES:

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MELVYN AARONSON, Chairman, Trustee
SANDRA MARCH, Trustee
CAROLYN WOLPERT, Trustee
THOMAS BROWN, Trustee
SUSANNAH VICKERS, Trustee
KATHLEEN GRIMM, Trustee
PATRICIA REILLY, Teachers' Retirement System
THAD McTIGUE, Comptroller's Office
SUSAN STANG, Teachers' Retirement System
VALERIE BUDZIK, Teachers' Retirement System

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ATTENDEES (Continued):
ELLEN DeLEO, Teachers' Retirement System
JENNIFER MALDONADO, Teachers' Retirement System
PAUL RAUCCI
RENEE PEARCE
LIZ SANCHEZ
ANTHONY MEZZACAPPA
ANNETTE HANHARAN
CARMELA CRIVELLI
CAROL HASDAY

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MS. REILLY: Good afternoon. We will

2 begin the November 20, 2014 regular meeting of
3 the Teachers' Retirement Board by calling the
4 role.

5 Melvyn Aaronson?

6 MR. AARONSON: Here.

7 MS. REILLY: Thomas Brown?

8 MR. BROWN: Here.

9 MS. REILLY: Kathleen Grimm?

10 MS. GRIMM: Here.

11 MS. REILLY: Sandra March?

12 MS. MARCH: Present.

13 MS. REILLY: Susannah Vickers?

14 MS. VICKERS: Here.

15 MS. REILLY: Carolyn Wolpert?

16 MS. WOLPERT: Here.

17 MS. REILLY: Okay. So we do have a
18 quorum so we will proceed.

19 The next item is an update on TRS
20 operations. Ellen DeLeo has some updates for
21 us.

22 MS. DeLEO: I have two quick updates. I
23 have the final report for summer retirement.

24 TRS received a total of 1,999
25 retirements for the June 30, 2014 retirement

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1 date and 631 retirements for July and August
2 for a total of 2,630 summer retirement cases.

3 TRS and the Office of the Actuary were
4 able to finalize 1,479 summer retirement cases
5 by the October payroll, and an additional 529
6 cases are targeted for the November payroll
7 for a total of 2,008 retirees. The remaining
8 622 cases are in various stages of completion.

9 TRS will be completing the processing of
10 required minimum distributions due to
11 approximately 20,000 retirees for the tax year
12 2014 that have deferred annuitization of their
13 TDA balances and are mandated to receive an
14 RMD. Roughly 57 percent or 11,453 retirees
15 have opted to receive their distribution in
16 December of this year. Approximately 524
17 additional beneficiaries that participate in
18 our TDA-B program will also receive RMDs next
19 month.

20 MS. REILLY: Thank you, Ellen.

21 Next is the executive director's report.
22 The first item there is the next meeting, and
23 it's been suggested that the next regular
24 meeting of the Teachers' Retirement Board be
25 held on the third Thursday of the month,

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1 December 18, 2014.

2 MR. AARONSON: Everyone mark their
3 calendars, please.

4 MS. REILLY: So the next item is
5 resolution for the TRS modernization program.
6 MR. AARONSON: That resolution we would
7 like to hold off voting on until Wednesday of
8 next week. We have had some requests that we
9 do that, and I would like to move that we do
10 not vote on that motion until next Wednesday
11 before the close of business.

12 MS. MARCH: Can I ask the chair a
13 question? That would be done by telephone
14 vote?

15 MS. REILLY: Usually by e-mail. Send an
16 e-mail.

17 MS. MARCH: And we will respond to you,
18 and no, we are not having a meeting.

19 MS. REILLY: So the next item is
20 appointment of acting chief actuary.
21 "Whereas, following the retirement of Robert
22 C. North, Junior, on October 31, 2014, there
23 is a desire to appoint a full-time successor
24 to the position of actuary, and whereas" --

25 MR. AARONSON: Why don't we waive the
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1 reading of the whereases and go to the
2 resolveds, please.

3 MS. REILLY: "Resolved that Robert C.
4 North, Junior shall continue to perform the
5 duties and functions of the actuary as set
6 forth in the relevant provisions of the
7 Administrative Code of the City of New York
8 and as directed by the Board of Trustees for
9 the period commencing November 1, 2014 and
10 ending December 31, 2014.

11 And be it further resolved that during
12 this time period, Mr. North shall be known as
13 the Acting Chief Actuary except where for
14 purposes of executing preprogrammed benefit
15 certifications and related documents he shall
16 be authorized to sign as Chief Actuary".

17 MS. MARCH: So moved.

18 MS. WOLPERT: Second.

19 MR. AARONSON: Any discussion? So now
20 instead of calling him Mr. North, we have to
21 call him Mr. Acting Chief Actuary.

22 MS. REILLY: Except when he is signing
23 documents.

24 MR. AARONSON: Are we ready for a vote?
25 All those in favor? Aye.

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1 MR. BROWN: Aye.

2 MS. GRIMM: Aye.

3 MS. MARCH: Aye.

4 MS. VICKERS: Aye.

5 MS. REILLY: Aye.

6 MS. WOLPERT: Aye.
7 MR. AARONSON: Any opposed? Carried.
8 MS. REILLY: Next resolution is the per
9 session Bridge Population.
10 MS. MARCH: Move to resolve waiving the
11 reading of the whereases.
12 MS. REILLY: "Resolved, the Board
13 authorizes and directs TRS to implement
14 benefit recalculations for the Bridge
15 Population in accordance with the methodology
16 recommended by the actuary".
17 MR. AARONSON: Do I hear a second to
18 that resolution?
19 MS. WOLPERT: Second.
20 MR. AARONSON: And is there any
21 discussion? Seeing no discussion, ready to
22 vote?
23 Whoever is in favor, please say aye.
24 Aye.

25 MR. BROWN: Aye.

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1 MS. GRIMM: Aye.
2 MS. MARCH: Aye.
3 MS. VICKERS: Aye.
4 MS. REILLY: Aye.
5 MS. WOLPERT: Aye.
6 MR. AARONSON: Anybody opposed please
7 say no.
8 It's carried.
9 MS. REILLY: So that concludes the
10 executive director's report, and the next item
11 on the agenda is the calendar. Each board
12 member should have received the calendar sent
13 to them listing our transactions and payments
14 for the month so I will go over a quick
15 summary.
16 First is the matter of the approval of
17 minutes for the regular board meeting held on
18 October 23, 2014.
19 MR. AARONSON: Do I hear a motion to
20 accept the minutes?
21 MS. MARCH: So moved.
22 MR. AARONSON: Second?
23 MS. WOLPERT: Second.
24 MR. AARONSON: Any discussion? Seeing
25 none, those in favor say aye. Aye.

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1 MR. BROWN: Aye.
2 MS. GRIMM: Aye.
3 MS. MARCH: Aye.
4 MS. VICKERS: Aye.
5 MS. REILLY: Aye.
6 MS. WOLPERT: Aye.
7 MR. AARONSON: Those opposed? Minutes

8 are carried. Accepted.

9 MS. REILLY: So pages 1 to 14,
10 inclusive, are the monthly periodic payroll of
11 TDA excess and loan payments. Page 15 is
12 payroll summary, accounts payables, new
13 retirees, and TDA accounts. Page 16 through
14 42, inclusive, is the transfer of active
15 TDA-deferred to annuity payments. Pages 43
16 through 97, inclusive, are fractional
17 payments. Pages 98 to 114, inclusive, for
18 uncollected checks for deceased members.
19 Pages 115 through 126, inclusive, are
20 beneficiary continuing option payments. Pages
21 127 through 138, inclusive, are conversions to
22 pop-up payments. Pages 139 through 200,
23 inclusive, are the beneficiaries who receive
24 one-time payment from the QPP and TDA
25 accounts. Pages 201 to 203, inclusive, are
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1 returned net accumulated salary deductions.
2 Page 204 is the transfer of funds between
3 banks. Pages 205 through 209, inclusive, are
4 purchases and sales of securities transactions
5 from the passport funds. Page 210 through 211
6 is the successive installments for deceased
7 members. Pages 212 through 220, inclusive,
8 are outstanding checks. Pages 221 through
9 238, inclusive, are revisions, including those
10 under class coverage. Pages 239 through 241,
11 inclusive, are leaves of absence without pay.
12 Pages 242 through 244 are payments for service
13 credit. Page 245 through 248, inclusive, are
14 restorations to active service. Page 249 are
15 denied accident disability benefits. Page 250
16 are denied ordinary disability payment
17 benefits. Page 251 are minimum accumulations,
18 and page 252 are new service retirement
19 payments.

20 MR. AARONSON: Thank you for reporting
21 on the calendar.

22 MS. REILLY: So that concludes the
23 calendar.

24 MR. AARONSON: We adopt the calendar?

25 MS. MARCH: So moved.

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1 MR. AARONSON: Motion to adopt the
2 calendar.

3 Do I hear a second?

4 MS. GRIMM: Second.

5 MR. AARONSON: Motion seconded. Is
6 there any discussion? Seeing none, ready to
7 vote? All those in favor of adopting the
8 calendar say aye. Aye.

9 MR. BROWN: Aye.

10 MS. GRIMM: Aye.
11 MS. MARCH: Aye.
12 MS. VICKERS: Aye.
13 MS. REILLY: Aye.
14 MS. WOLPERT: Aye.
15 MR. AARONSON: Any opposed? Calendar is
16 adopted. Okay.
17 MS. REILLY: So the next item is if
18 there is any other business before the Board
19 today.
20 MR. AARONSON: Anybody on the Board or
21 staff have any business that they would like
22 to bring up? Seeing none --
23 MS. REILLY: Any comment or questions
24 from the public?
25 MR. AARONSON: I don't see anybody from
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1 the public so we can go on.
2 MS. REILLY: Well, that ends --
3 MR. AARONSON: Do I hear a motion to
4 move into executive session?
5 MS. MARCH: Resolved to move into
6 executive session pursuant to Public Office of
7 Laws, Section 105, for discussions regarding
8 the purchase and sales of securities and
9 matters relating to the retention of the
10 specific investment manager.
11 MS. GRIMM: Second.
12 MR. AARONSON: Okay. All those in favor
13 of moving into executive session, say aye.
14 Aye.
15 MR. BROWN: Aye.
16 MS. GRIMM: Aye.
17 MS. MARCH: Aye.
18 MS. VICKERS: Aye.
19 MS. REILLY: Aye.
20 MS. WOLPERT: Aye.
21 MR. AARONSON: Any opposed?
22 We are now in executive session.
23 Anybody who is not involved in investment
24 matters may please leave.
25 (Recess taken.)

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2 MR. AARONSON: Is there any other business before us?
3 Seeing none, do I hear a motion to go into
4 regular session?
5 MS. MARCH: I move that we go out of
6 executive session.
7 MS. WOLPERT: Second.
8 MR. AARONSON: And is there any
9 discussion?
10 Those in favor of leaving executive
11 session, say aye. Aye.

12 MR. BROWN: Aye.
13 MS. GRIMM: Aye.
14 MS. MARCH: Aye.
15 MS. VICKERS: Aye.
16 MS. REILLY: Aye.
17 MS. WOLPERT: Aye.
18 MR. AARONSON: Good. It looks like it's

19 unanimous. We are now out of executive
20 session, and we have to wait for Liz.

21 (Recess taken.)

22 MR. AARONSON: We had an executive
23 session where we voted on an issue and had
24 consensus on another. Can you tell us what
25 the issues are?

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1 MS. STANG: In executive session, the
2 resolution regarding the hiring of two new
3 managers in the International Composite
4 Variable A and Variable C was passed by a
5 consensus. It will be announced at the
6 appropriate time. Also, there was an oral
7 report on a real estate investment in the
8 pension fund. Consensus was reached, which
9 will be announced at the appropriate time.

10 MR. AARONSON: Was the first issue
11 consensus or vote?

12 MS. BUDZIK: There was a vote.

13 MS. STANG: Okay. There was a vote.

14 MR. AARONSON: Okay. Is there any other
15 business before us?

16 Do I hear a motion to adjourn?

17 MS. MARCH: So moved.

18 MR. AARONSON: Second?

19 MR. BROWN: Second.

20 MR. AARONSON: Those in favor of
21 adjourning, say aye. Aye.

22 MR. BROWN: Aye.

23 MS. GRIMM: Aye.

24 MS. MARCH: Aye.

25 MS. VICKERS: Aye.

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1 MS. REILLY: Aye.

2 MS. WOLPERT: Aye.

3 MR. AARONSON: Opposed?

4 We are adjourned.

5 (Time noted 3:57 p.m.)

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C E R T I F I C A T E
STATE OF NEW YORK)
: ss.
COUNTY OF QUEENS)

I, YAFFA KAPLAN, a Notary Public
within and for the State of New York, do
hereby certify that the foregoing record of
proceedings is a full and correct
transcript of the stenographic notes taken
by me therein.

IN WITNESS WHEREOF, I have hereunto
set my hand this 23rd day of November,
2014.

YAFFA KAPLAN