

**TEACHERS' AND STATE EMPLOYEES' RETIREMENT SYSTEM
& LOCAL GOVERNMENTAL EMPLOYEES' RETIREMENT SYSTEM
BOARD OF TRUSTEES MEETING**

State Treasurer Janet Cowell, Chair

Thursday, January 21, 2016

9:30 a.m.

Teleconference Information: (866) 434-5269, Access code: 6936334

LOCATION:

*Department of State Treasurer
Dogwood Conference Room, 1st Floor
3200 Atlantic Avenue
Raleigh, NC 27604*

<u>Agenda Item</u>	<u>Presenter</u>
GENERAL BUSINESS (9:30 a.m. – 10:00 a.m.)	
I. Call to Order	<i>Janet Cowell, Chair</i>
II. Ethics Awareness and Identification of Conflicts or Potential Conflicts of Interest	<i>Janet Cowell, Chair</i>
III. Teachers' and State Employees' Retirement System Minutes from the October 22, 2015, Meeting (Attachment: State Minutes) <u>ACTION REQUIRED: Approval of Minutes</u>	<i>Janet Cowell, Chair</i>
IV. Teachers' and State Employees' Retirement System Minutes from the December 7, 2015, Special-called Meeting (Attachment: State Minutes) <u>ACTION REQUIRED: Approval of Minutes</u>	<i>Janet Cowell, Chair</i>
V. Local Governmental Employees' Retirement System Minutes from the October 22, 2015, Meeting (Attachment: Local Minutes) <u>ACTION REQUIRED: Approval of Minutes</u>	<i>Janet Cowell, Chair</i>
VI. Local Governmental Employees' Retirement System Minutes from the December 7, 2015, Special-called Meeting (Attachment: Local Minutes) <u>ACTION REQUIRED: Approval of Minutes</u>	<i>Janet Cowell, Chair</i>
VII. Increase in the Amount of Reemployment Earnings Before Suspension of Retirement Allowance (Attachment: GB 1) <u>ACTION REQUIRED: Approval of Increase</u>	<i>Steve Toole, Director</i>

VIII. Presentation by the Chief Investment Officer on the Projected North Carolina Retirement System Investment Returns Under Current Asset Allocation Policy
(Attachment: GB 2)

*Kevin SigRist,
Chief Investment Officer*

PUBLIC COMMENT by any association or organization that represents North Carolina public employees or retirees - please sign in.

LOCAL SYSTEM

(10:00 a.m. – 11:15 a.m.)

IX. Annual Required Contribution (ARC) Projections for Local System
(Attachment: LS 1)

*Larry Langer &
Michael Ribble,
Buck Consultants*

X. Analysis of Stabilization of Employer Contribution Rates for the Local System
(Attachment: LS 2)

*Larry Langer &
Michael Ribble,
Buck Consultants*

XI. Court Cost Offset for Law Enforcement Officers
(Attachment: LS 3)

Steve Toole, Director

XII. Adoption of Proposed Assumptions as set in December 31, 2014 Experience Reviews
▪ Local Governmental Employees' Retirement System
▪ Firefighters' and Rescue Squad Workers' Pension Fund
**Register of Deeds' Supplemental Pension Fund and Death Benefit Plan adoption of assumptions deferred to April meeting*
(Attachment: LS 4)

Steve Toole, Director

ACTION REQUIRED: Adoption of Assumptions by Local Board

ACTION REQUIRED: Adoption of the Stabilization of Employer Contribution Rates Board Policy

XIII. Presentations on the 2016 Fiscal Year Alternatives:
▪ Local Governmental Employees' Retirement System
▪ Firefighters' and Rescue Squad Workers' Pension Fund
**Options for Registers of Deeds' Supplemental Pension Fund and death benefit funds deferred to April meeting*
(Attachment: LS 5)

Steve Toole, Director

ACTION REQUIRED: Adoption of the 2016 Fiscal Year Alternatives

STATE SYSTEM

(11:15 a.m. – 12:30 p.m.)

XIV. Presentation from the Committee on Entry and Exit Procedures for Charter Schools
(Attachment: SS 1)

*Michael Mebane,
Committee Chair*

- XV. Annual Required Contribution (ARC) Projections for State System
(Attachment: SS 2) *Larry Langer & Michael Ribble, Buck Consultants*
- XVI. Analysis of Stabilization of Employer Contribution Rates for the State System
(Attachment: SS 3) *Larry Langer & Michael Ribble, Buck Consultants*
- XVII. Adoption of Proposed Assumptions as set in December 31, 2014 Experience Reviews *Steve Toole, Director*
- Teachers' and State Employees' Retirement System
 - Consolidated Judicial Retirement System
 - Legislative Retirement System
 - North Carolina National Guard
- * Disability Income Plan of North Carolina and Death Benefit plan adoption of assumptions deferred to April meeting*
(Attachment: SS 4)
ACTION REQUIRED: Adoption of Assumptions by State Board
- ACTION REQUIRED: Adoption of the Stabilization of Employer Contribution Rate Board Policy**
- XVIII. Presentations on the 2016 Fiscal Year Alternatives for the General Assembly for: *Steve Toole, Director*
- Teachers' and State Employees' Retirement System
 - Legislative Retirement System
 - Consolidated Judicial Retirement System
 - Budget Recommendations for National Guard
- *Disability Plan of North Carolina Employer Contribution Rate recommendation and discussion of death benefits deferred to April meeting*
(Attachment: SS 5)
ACTION REQUIRED: Adoption of Recommendations to the General Assembly

BREAK – WORKING LUNCH

(12:30 p.m. – 12:45 p.m.)

EXPERIENCE REVIEWS

(12:45 p.m. – 1:30 p.m.)

XIX. Presentation by the Consulting Actuary on the Results of the Experience Investigation and Recommending Revised Table for Adoption by the Boards of Trustees, Prepared as of December 31, 2014, for the following systems:

- Disability Income Plan of North Carolina (State System)
- Register of Deeds Supplemental Pension Fund (Local System)
- Death Benefit Plans (State and Local Systems)

(Attachment: EXP: DIPNC, ROD, DB)

ACTION REQUIRED: Vote to accept Experience Reviews for State and Local Systems

*Larry Langer and
Michael Ribble,
Buck Consultants*

GENERAL BUSINESS – CONT.

(1:30 p.m. – 2:00 p.m.)

XX. RSD Operations Update
(Attachment: GB 3)

*Thomas Causey, Deputy
Director of Operations*

*Vicki Roberts, Deputy
Director of Member Services*

XXI. Presentation by the Chief Financial Officer on the 2015 Comprehensive Annual Financial Report
(Attachment: GB 4)

*Fran Lawrence,
Chief Financial Officer*

APPENDIX

- ❖ Board Members
- ❖ Calendar of Board Meetings
- ❖ Helpful Links

DATE OF NEXT MEETING

- ❖ Thursday, April 21, 2016 at 9:30 a.m. EST

ADJOURNMENT

(2:00 p.m.)

Questions relating to items on the Agenda should be addressed to the Department of State Treasurer, Retirement Systems Division by email at tsersboard@nctreasurer.com or lgersboard@nctreasurer.com