

**NORTH CAROLINA SUPPLEMENTAL RETIREMENT  
BOARD OF TRUSTEES MEETING  
State Treasurer Janet Cowell, Chair**

**Thursday, September 17, 2015, 9 a.m.**

Call-In Number: 888-251-2909 Access Code: 9255075

**LOCATION:**

**3200 Atlantic Avenue, Raleigh, North Carolina 27604  
Dogwood Conference Room**

**Agenda Item**

**Presenter**

**GENERAL**

(9 – 10:35 a.m.)

- |      |  |  |
|------|--|--|
| I.   | Welcome and Introductions  | Janet Cowell, <i>Chair</i>                                   |
| II.  | Ethics Awareness and Identification of Conflicts or Potential Conflicts of Interest  | Janet Cowell, <i>Chair</i>                                   |
| III. | Approval of Minutes from June 18, 2015 Board Meeting (Tab: 1)<br><b><u>ACTION REQUIRED: Act upon Recommendation</u></b>                                | Janet Cowell, <i>Chair</i>                                   |
| IV.  | Approval of Minutes from August 11, 2015 Special Board Meeting (Tab: 2)<br><b><u>ACTION REQUIRED: Act upon Recommendation</u></b>                      | Janet Cowell, <i>Chair</i>                                   |
| V.   | Legislative Update   | Anthony Solari,<br><i>Director Government Relations, OST</i> |
| VI.  | Plan Transition Update   |  |
|      | 1. Recordkeeping and Communication / Custodian Transition Update (Tab: 3)  | Mary Buonfiglio,<br><i>Deputy Director, SRP</i>              |
|      | 2. Recordkeeper Fee Structure (Tab: 4)<br><b><u>ACTION REQUIRED: Act upon Recommendation</u></b>   | Mary Buonfiglio,<br><i>Deputy Director, SRP</i>              |
|      | 3. Investment Consultant Role & Responsibilities Update  | Steve Toole,<br><i>Director, RSD</i>                         |
|      | 4. Unbundling Legal Documentation Update and Proposal to Combine Stable Value Funds (Tab: 5)<br><b><u>ACTION REQUIRED: Act upon Recommendation</u></b> | Mary Laurie Cece,<br><i>Assistant General Counsel, DST</i>   |
| VII. | CEM Fee Benchmarking Report (Tab: 6)   | Alan Torrance,<br><i>CEM Benchmarking Inc.</i>               |

VIII. Budget Update (Tab: 7) Steve Toole,  
**ACTION REQUIRED: Act upon Recommendation** Director, RSD

IX. Compensation Study Update (Tab: 8) Kristen Bierline,  
Director Human Resources, OST  
Thomas Wright, Human Resources Consultant  
Jon Mason and Josh Wilson, Mercer

## **Break**

## **403(b) PROGRAM**

(10:45 – 11:15 a.m.)

### **Subcommittee Reports**

X. Approval of Special Meeting of Investment Subcommittee Melinda Baran,  
Minutes from August 27, 2015 (Tab: 9) Investment  
**ACTION REQUIRED: Act upon Recommendation** Subcommittee, Chair

XI. Approval of Special Meeting of Investment Subcommittee Melinda Baran,  
Minutes from September 3, 2015 (Tab: 10) Investment  
**ACTION REQUIRED: Act upon Recommendation** Subcommittee, Chair

### **Investments**

XII. Custom Portfolio Implementation Update (Tab: 11) Liana Magner &  
**ACTION REQUIRED: Act Upon Recommendation** Kelly Henson, Mercer  
James Simone, TIAA CREF

XIII. 2<sup>nd</sup> Quarter Investment Performance Report (Tab: 12) Liana Magner &  
Kelly Henson, Mercer

### **Administration**

XIV. 2<sup>nd</sup> Quarter Administrative Report (Tab: 13) James Simone,  
TIAA-CREF

## **401(k)/457(b) PLANS**

(11:15 a.m. – 12:00 p.m.)

### **Subcommittee Reports**

XV. Approval of Audit Subcommittee Meeting Walter Gray,  
Minutes from July 30, 2015 (Tab: 14) Audit Subcommittee,  
**ACTION REQUIRED: Act upon Recommendation** Member

XVI. Approval of Investment Subcommittee Meeting Melinda Baran,  
Minutes from August 13, 2015 (Tab: 15) Investment  
**ACTION REQUIRED: Act upon Recommendation** Subcommittee, Chair

## **Investments**

XVII. Recommendation for Prudential Investment (Tab: 16) Melinda Baran,  
Management Portfolio Structure in Unbundled Environment *Investment*  
**ACTION REQUIRED: Act upon Recommendation** *Subcommittee, Chair*

XVIII. Recommendation for Sweep Options (Tab: 17) Melinda Baran,  
**ACTION REQUIRED: Act upon Recommendation** *Investment*  
*Subcommittee, Chair*

XIX. 2<sup>nd</sup> Quarter Investment Performance Report (Tab: 18) Liana Magner &  
Kelly Henson, *Mercer*

## **Administration**

XX. 2<sup>nd</sup> Quarter Administrative Report (Tab: 19) Michael McCann,  
*Prudential*

## **Final Comments**

### **Board Members Questions / Comments**

### **Public Questions /Comments**

(12:05 p.m.)

### **Adjournment**

(12:10 p.m.)

## **Appendix**

- ❖ NC 401(k) Plan Document (*Tab: A*)
- ❖ NC 457 Plan Document (*Tab: B*)
- ❖ NC 457 Adoption Agreement (*Tab: C*)
- ❖ Organization Chart (*Tab: D*)
- ❖ Board Members & Contact Information (*Tab: E*)

## **NEXT MEETING**

The next meeting of the Supplemental Retirement Board of Trustees will be on December 10, 2015. The meeting will be held at 3200 Atlantic Avenue, Raleigh, North Carolina, 27604, Dogwood Conference Room, from 9 a.m. – 12 p.m.

Questions regarding items on the agenda should be addressed to the Department of State Treasurer, Retirement Systems Division by email at [supplementalboard@nctreasurer.com](mailto:supplementalboard@nctreasurer.com)