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Proceedings

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3 NEW YORK CITY TEACHERS' RETIREMENT SYSTEM

4 BOARD MEETING

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7 Held on Thursday, September 17, 2015, at 55 Water

8 Street, New York, New York

9

10 ATTENDEES:

11 JOHN ADLER, Chairman, Trustee

12 SANDRA MARCH, Trustee

13 DAVID KAZANSKY, Trustee

14 THOMAS BROWN, Trustee

15 SUSANNAH VICKERS, Trustee

16 RAYMOND ORLANDO, Trustee

17 PATRICIA REILLY, Teachers' Retirement System

18 THAD McTIGUE, Teachers' Retirement System

19 SUSAN STANG, Teachers' Retirement System

20 VALERIE BUDZIK, Teachers' Retirement System

21

22 REPORTED BY:

23 YAFFA KAPLAN

24 JOB NO. 0194838

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- 1 ATTENDEES (Continued):
- 2 ELLEN DeLEO, Teachers' Retirement System
- 3 PAUL RAUCCI
- 4 RENEE PEARCE
- 5 LIZ SANCHEZ
- 6 ANTHONY MEZZACAPPA
- 7 ANNETTE HANHARAN
- 8 CARMELA CRIVELLI
- 9 ROBERT BETHELMY
- 10 MEGHAN McKENNA, ESQ., Law Department
- 11 KEITH SNOW, ESQ., Law Department
- 12 ANDREW BRADFORD
- 13 SHERRY CHAN, Chief Actuary
- 14 NATARAJAN KRISHNAMOORTHY
- 15 MELVYN AARONSON
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1 MR. ADLER: Good afternoon. Welcome to
2 the Teachers' Retirement System board meeting
3 for September 17, 2015.

4 MS. REILLY: We will start by calling
5 the roll. John Adler?

6 MR. ADLER: Here.

7 MS. REILLY: Thomas Brown?

8 MR. BROWN: Here.

9 MS. REILLY: David Kazansky?

10 MR. KAZANSKY: Here.

11 MS. REILLY: Sandra March?

12 MS. MARCH: Present.

13 MS. REILLY: Raymond Orlando?

14 MR. ORLANDO: I will be present as
15 well.

16 MS. REILLY: Good. Susannah Vickers?

17 MS. VICKERS: Here.

18 MS. REILLY: Okay. Thank you.

19 We do have a quorum so the next item is
20 an update for TRS operations. Each of you
21 have received the latest calendar of events,
22 and we have a few updates from Ellen DeLeo.

23 MS. DeLEO: TRS received a total of
24 1,778 summer retirement applications for the
25 period of June 30th to August 31st, with the

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1 majority, 1,289 members, electing to retire
2 effective July 1st. Of the remaining, 226
3 elected June 30th and 263 between July 2nd and
4 August 31st. Ninety-nine percent of the
5 summer retirees have been processed for
6 advance payment.

7 The 2014 annual benefits statements are
8 expected to begin mailing on September 25th
9 and continue until October 23rd.

10 Approximately 117,500 members with membership
11 statuses of active and on leave will receive a
12 statement by mail. Members can also use the
13 secure member area of our website to access an
14 electronic copy of this year's statement
15 starting in mid-October. A total of 4,500 new
16 members have been enrolled with TRS for the
17 new school year based on the data that TRS has
18 received to date from the Department of
19 Education. Welcome kits were mailed to these
20 new members last week.

21 During July and August, our Member
22 Education Unit conducted 16 sessions of
23 "Getting ready for retirement" and one each of
24 "Introduction to TDA and your TRS benefits and
25 services programs". In addition, Member

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1 Education conducted new hire presentations at
2 Queensborough Community College on August 25th
3 and September 2nd, hosted a table for the
4 benefits fair at Queens College on September
5 10th, and will be hosting a table at Brooklyn
6 College for their benefits fair on September
7 30th.

8 MS. REILLY: Thank you, Ellen.

9 The next item on the agenda is the
10 executive director's report and the first item
11 there is the next meeting and it's been
12 suggested that the next regular meeting of the
13 Teachers' Retirement Board be held on October
14 22, 2015. Just people should mark their
15 calendars.

16 Okay. Next is the authorization to the
17 Comptroller of the City of New York to invest
18 certain funds.

19 MS. MARCH: Waive the reading.

20 MR. ADLER: Is there a motion to pass
21 the authorization to the Comptroller of the
22 City of New York to invest certain funds?

23 MS. MARCH: So moved.

24 MR. ADLER: Second?

25 MR. KAZANSKY: Second.

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- 1 MR. ADLER: Any discussion? Okay.
- 2 All in favor, please say aye. Aye.
- 3 MR. BROWN: Aye.
- 4 MR. KAZANSKY: Aye.
- 5 MS. VICKERS: Aye.
- 6 MS. MARCH: Aye.
- 7 MR. ORLANDO: Aye.
- 8 MR. ADLER: All opposed? Abstentions?
- 9 The motion passes.
- 10 MS. REILLY: Okay. The next item is the
- 11 authorization to the Comptroller of the City
- 12 of New York to invest certain tax-deferred
- 13 annuity funds.
- 14 MS. MARCH: Waive the reading, please.
- 15 MR. ADLER: Okay. Any discussion? Is
- 16 there a motion to pass the authorization to
- 17 the Comptroller of the City of New York to
- 18 invest certain tax-deferred annuity funds.
- 19 MS. MARCH: Move.
- 20 MR. ADLER: Is there a second?
- 21 MR. KAZANSKY: Second.
- 22 MR. ADLER: It's been seconded. Any
- 23 further discussions? Okay.
- 24 All in favor, please say aye. Aye.
- 25 MR. BROWN: Aye.

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1 MR. KAZANSKY: Aye.

2 MS. VICKERS: Aye.

3 MS. MARCH: Aye.

4 MR. ORLANDO: Aye.

5 MR. ADLER: Opposed? Abstentions? The
6 motion passes.

7 MS. REILLY: The next item is
8 reappointment of a doctor to the Medical
9 Board. The following notification is
10 presented to the Teachers' Retirement Board.
11 The Medical Board of the Teachers' Retirement
12 Board is established pursuant to Section
13 13-519 of the Administrative Code of the City
14 of New York, which provides that one physician
15 shall be appointed by the members of the
16 Retirement Board who are contributors. This
17 position was previously held by Dr. Walter
18 Pizzi whose term expires on July 31, 2015.

19 The members of the Retirement Board who
20 are contributors hereby notify the Teachers'
21 Retirement Board on this date that Dr. Walter
22 Pizzi has been reappointed to fill a
23 three-year term, which expires July 31, 2018.

24 MR. ADLER: Thank you.

25 MS. REILLY: Next is the attendance at a

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1 conference. The following resolution is
2 presented for consideration and possible
3 adoption: That the trustees of the Teachers'
4 Retirement Board hereby approve the attendance
5 and participation of the Executive Director
6 and/or her designees and any interested
7 Trustee at the Council of Institutional
8 Investors' 2015 Fall Conference from September
9 30th to October 2, 2015.

10 MR. ADLER: Is there a motion to approve
11 this resolution?

12 MR. BROWN: Moved.

13 MS. VICKERS: Seconded.

14 MR. ADLER: Okay. Any discussion?

15 All in favor, please say aye. Aye.

16 MR. BROWN: Aye.

17 MR. KAZANSKY: Aye.

18 MS. VICKERS: Aye.

19 MS. MARCH: Aye.

20 MR. ORLANDO: Aye.

21 MR. ADLER: Opposed? Abstentions? The
22 motion passes.

23 MS. REILLY: Okay. The next item is the
24 following resolution is presented for
25 consideration and possible adoption:

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1 Resolved, that the trustees of the Teachers'
2 Retirement Board hereby approve the attendance
3 and participation of the Executive Director
4 and/or her designees and any interested
5 Trustee at the National Council on Teacher
6 Retirement's 93rd Annual Conference from
7 October 10th to the 15, 2015.

8 MR. ADLER: Is there a motion to pass
9 this resolution?

10 MS. MARCH: Moved.

11 MS. VICKERS: Second.

12 MR. ADLER: Moved and seconded. Any
13 discussion?

14 All in favor, please say aye. Aye.

15 MR. BROWN: Aye.

16 MR. KAZANSKY: Aye.

17 MS. VICKERS: Aye.

18 MS. MARCH: Aye.

19 MR. ORLANDO: Aye.

20 MR. ADLER: Opposed? Abstentions? The
21 motion passes.

22 MS. REILLY: The next item is attendance
23 at a conference. The following resolution is
24 presented for consideration and possible
25 adoption: Resolved, that the trustees of the

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1 Teachers' Retirement Board hereby approve the
2 attendance and participation of the Executive
3 Director and/or her designee and any
4 interested Trustee at the National Association
5 of Securities Professionals' 19th Annual
6 Symposium from October 19th to October 20,
7 2015.

8 MR. ADLER: Is there a motion to pass
9 this resolution?

10 MS. MARCH: Moved.

11 MS. VICKERS: Second.

12 MR. ADLER: Okay. Moved and seconded.

13 Any discussion?

14 All in favor, please say aye. Aye.

15 MR. BROWN: Aye.

16 MR. KAZANSKY: Aye.

17 MS. VICKERS: Aye.

18 MS. MARCH: Aye.

19 MR. ORLANDO: Aye.

20 MR. ADLER: Opposed? Abstentions?

21 Motion passes.

22 MS. REILLY: The next item is attendance
23 at a conference. The following resolution is
24 presented for consideration and possible
25 adoption: Resolved, that the trustees of the

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1 Teachers' Retirement Board hereby approve the
2 attendance and participation of the Executive
3 Director and/or her designees and any
4 interested Trustee at the Wharton University
5 of Pennsylvania's Investment Strategies and
6 Portfolio Management Program from October 26th
7 through the 30, 2015.

8 MR. ADLER: Is there a motion to pass
9 this resolution?

10 MS. MARCH: So moved.

11 MS. VICKERS: Second.

12 MR. ADLER: Any discussion?

13 All in favor, please say aye. Aye.

14 MR. BROWN: Aye.

15 MR. KAZANSKY: Aye.

16 MS. VICKERS: Aye.

17 MS. MARCH: Aye.

18 MR. ORLANDO: Aye.

19 MR. ADLER: Opposed? Abstentions? The
20 motion carries.

21 MS. REILLY: That concludes the
22 executive director's report, and the next item
23 is the calendar which each trustee should have
24 received a full calendar. And the first
25 matter on the calendar is the approval of the

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1 minutes from the regular meeting held on June
2 18, 2015.

3 MR. ADLER: Is there a motion to approve
4 the minutes from the regular meeting of June
5 18, 2015?

6 MR. BROWN: Moved.

7 MS. VICKERS: Second.

8 MR. ADLER: Moved and seconded. Any
9 discussion?

10 All in favor of approving the June 18,
11 2015 minutes, please say aye. Aye.

12 MR. BROWN: Aye.

13 MR. KAZANSKY: Aye.

14 MS. VICKERS: Aye.

15 MS. MARCH: Aye.

16 MR. ORLANDO: Aye.

17 MR. ADLER: Opposed? Abstentions? The
18 motion carries.

19 MS. REILLY: Okay. Now I will read the
20 calendar. The monthly periodic payroll of TDA
21 excess loan payments from page 1 through 14,
22 inclusive. Page 15 is the payroll summary,
23 accounts payable, new retirees, and TDA
24 accounts. Page 16 through 53 is the transfer
25 of active TDA deferral to annuity payments.

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1 Pages 54 through 137 are fractional payments.
2 Pages 138 through 154, inclusive, are the
3 uncollected checks for deceased members.
4 Pages 155 through 168, inclusive, are the
5 beneficiaries' continuing option payments.
6 Pages 169 through 181, inclusive, is the
7 conversion to pop-up payments. Pages 182 to
8 240, inclusive, is the beneficiaries who
9 receive one-time payments from their QPP and
10 TDA accounts. Pages 241 through 243,
11 inclusive, is the return net accumulated
12 salary deductions. Page 244 is the transfer
13 between banks. Pages 245 through 249 is the
14 purchase and sale of securities transactions
15 from the Passport Fund Program. Page 250
16 through 256 are outstanding checks. Pages 257
17 through 845 is the revisions including those
18 under class coverage. Page 846 through 853
19 are layoffs without pay. Page 854 through
20 856, inclusive, are payments for service
21 credit. Page 857 are denied accident
22 disability benefits. Page 858 are denied
23 ordinary disability benefits. Page 859 are
24 minimal accumulations. Page 860 is the
25 extension of life insurance plans. Page 861

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1 are new service retirement payments.

2 Page 862 through 875, inclusive, are the

3 monthly periodical payroll of TDA excess loan

4 payments. Page 876 are payroll summary

5 accounts payable to new retirees' TDA

6 accounts. Page 877 through 879, inclusive,

7 are the transfer of active TDA deferrals to

8 annuity payments. Pages 907 through 964 are

9 fractional payments. Pages 965 through 982,

10 inclusive, are the uncollected checks for

11 deceased members. Page 983 through 1,001 are

12 the beneficiaries' continuing options. Page

13 1,002 through 1,017, inclusive, is the

14 conversions to pop-up payments. Pages 1,018

15 through 1,070 are beneficiaries who receive

16 one-time payments from their QPP and TDA

17 accounts. Pages 1,071 through 1,073 is the

18 return net accumulated salary deductions.

19 Page 1,074 is the transfer of funds between

20 banks. Page 1,075 through 1,079 is the

21 purchase and sales of securities transacted

22 through the Passport Fund Program. Page 1,080

23 through 1,081 is the successive installment

24 payments. Page 1,082 through 1,100 are

25 outstanding checks. Page 1,101 through 1,111

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1 are revisions including those under class
2 coverage. 1,112 through 1,113 are layoffs
3 without pay. Page 1,114 are leaves of absence
4 without pay. Pages 1,115 through 1,117 are
5 payments for service credit. Page 1,118
6 through 1,121 are the restoration of active
7 service. Page 1,122 are denied accident
8 disability benefits. Page 1,123 are denied
9 ordinary death benefits. Page 1,124 are
10 minimum accumulations. Page 1,125, extensions
11 of life insurance plan. And Page 1,126 is new
12 service retirement payments. And I think I
13 have one more to go.

14 MR. ADLER: Do we need a resolution?

15 MS. REILLY: I didn't finish. You know,
16 this is three months' worth unfortunately.

17 Pages 1,127 through 1,140 are monthly
18 periodic payroll of TDA excess loans. Page
19 1,141 are payroll, AP, and new retirees' TDA
20 accounts. Page 1,142 through 1,159 are
21 transfer of active TDA deferrals to annuity
22 payments. Pages 1,160 to 1,189 are fractional
23 payments. Pages 1,190 to 1,208 are
24 uncollected checks for deceased members.
25 Pages 1,209 through 1,225 are beneficiaries'

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1 continuing options. Pages 1,226 through 1,236
2 are conversions to pop-up payments. Pages
3 1,237 through 1,265 are beneficiaries who
4 receive one-time payments from their QPP and
5 TDA accounts. Pages 1,266 through 1,268 is
6 the return net accumulated salary deductions.
7 Pages 1,269 is transfer between banks,
8 transfer of funds between banks. Page 1,270
9 through 1,274 is the purchase and sale of
10 securities transacted from the Passport Fund
11 Program. Pages 1,275 through 1,276 were
12 successive installment payments. Pages 1,277
13 through 1,279 are outstanding checks. Pages
14 1,280 to 4,133, inclusive, are revisions
15 including those under class coverage. Pages
16 4,134 through 4,135 are the payments for
17 service credit. Page 4,137 is denied accident
18 disability benefits. Page 4,138 are denied
19 ordinary disability benefits. Page 4,139 were
20 minimum accumulations. Page 4,140 is the
21 extension of life insurance plan. Page 4,141
22 are new service retirement payments.
23 And that concludes the calendar.
24 MR. ADLER: I didn't get that. Could
25 you -- is there a motion to approve the

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1 calendar?

2 MS. MARCH: So moved.

3 MR. ADLER: Second?

4 MS. VICKERS: Second.

5 MR. ADLER: Any discussion?

6 All in favor, please say aye. Aye.

7 MR. BROWN: Aye.

8 MR. KAZANSKY: Aye.

9 MS. VICKERS: Aye.

10 MS. MARCH: Aye.

11 MR. ORLANDO: Aye.

12 MR. ADLER: Opposed? Abstentions?

13 Okay. The motion carries.

14 MS. REILLY: The next item is any other

15 business before the Board.

16 MS. MARCH: I would just like to take

17 the opportunity to thank the staff for staying

18 to the calendar that they had told us they

19 would stay to in their revision of the

20 almost-15,000 retirees who have to be revised

21 due to the successful negotiations of a

22 contract. So thank you very much for doing

23 that.

24 MS. REILLY: Thank you. I just wanted

25 to introduce Natarajan Krishnamoorthy. He has

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1 been promoted to a director of TRS. He is the
2 director of our IT Enterprise Management
3 System so he will be joining us.

4 MR. ORLANDO: Good luck. We are
5 counting on you, all of us.

6 MR. ADLER: Ray, do you want to
7 introduce --

8 MR. ORLANDO: I would like you guys to
9 meet Michael Sohn. Michael is taking over
10 for Tisa who is going back to what I initially
11 hired her to do and Michael used to work at
12 OMB with me and he is going to be helping me
13 out on this assignment when I can't make it.

14 MS. REILLY: Then the last item on the
15 agenda is if there are any questions or
16 comments from the public.

17 MR. ADLER: Okay. So I think a motion
18 to adjourn would be in order.

19 MS. MARCH: So moved.

20 MR. ADLER: Second?

21 MS. VICKERS: Second.

22 MR. ADLER: All in favor, please say
23 aye. Aye.

24 MR. BROWN: Aye.

25 MR. KAZANSKY: Aye.

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1 MS. VICKERS: Aye.

2 MS. MARCH: Aye.

3 MR. ORLANDO: Aye.

4 MR. ADLER: Okay. The meeting is over.

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

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1 C E R T I F I C A T E

2 STATE OF NEW YORK)

3 : ss.

4 COUNTY OF QUEENS)

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6 I, YAFFA KAPLAN, a Notary Public

7 within and for the State of New York, do

8 hereby certify that the foregoing record of

9 proceedings is a full and correct

10 transcript of the stenographic notes taken

11 by me therein.

12 IN WITNESS WHEREOF, I have hereunto

13 set my hand this 25th day of September,

14 2015.

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17 _____
YAFFA KAPLAN

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