TEACHERS’ AND STATE EMPLOYEES’ RETIREMENT SYSTEM
& LOCAL GOVERNMENTAL EMPLOYEES’ RETIREMENT SYSTEM
BOARD OF TRUSTEES MEETING
State Treasurer Dale R. Folwell, CPA, Chair
Wednesday, January 29, 2020
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

<table>
<thead>
<tr>
<th>Agenda Item</th>
<th>Presenter</th>
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<tbody>
<tr>
<td>GENERAL BUSINESS</td>
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<td>(9:30 a.m. – 10:30 a.m.)</td>
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<tr>
<td>I. Call to Order</td>
<td>Dale R. Folwell, CPA, Chair</td>
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<td>II. Ethics Act</td>
<td>Dale R. Folwell, CPA, Chair</td>
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<td>1. Ethics Awareness and Identification of Conflicts or Potential Conflicts of Interest</td>
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<td>2. Statements of Economic Interest (Attachment: TSERS Cover Page w/SEI Evaluations)</td>
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<td>III. Teachers’ and State Employees’ Retirement System Minutes from the October 31, 2019, Meeting (Attachment: State Minutes)</td>
<td>Dale R. Folwell, CPA, Chair</td>
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<td>ACTION REQUIRED: Approval of Minutes (State)</td>
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<td>IV. Local Governmental Employees’ Retirement System Minutes from the October 31, 2019, Meeting (Attachment: Local Minutes)</td>
<td>Dale R. Folwell, CPA, Chair</td>
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<td>ACTION REQUIRED: Approval of Minutes (Local)</td>
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V. RSD Administration Update  
   (Attachment: Administration Update)  
   Richard Lopez,  
   Director of Operations  
   Vicki Roberts,  
   Director of Member Services  
   Patrick Kinlaw,  
   Director of Policy, Planning & Compliance

VI. Annual Report on Supplemental Retiree Insurance  
    (Attachment: Annual Report on Supplemental Insurance Memo)  
    ACTION REQUIRED: Vote to accept report by State Board  
    ACTION REQUIRED: Vote to accept report by Local Board  
    Thomas G. Causey,  
    Executive Director

VII. Update on the Investment Advisory Committee (IAC) Meetings  
     Lentz Brewer and Greg Patterson, IAC Members

VIII. Review and update on the 2019 Session of the North Carolina General Assembly  
      Sam Watts,  
      Legislative Liaison

IX. Increase in the Amount of Reemployment Earnings Before Suspension of Retirement Allowance  
    (Attachment: Reemployment Earnings)  
    ACTION REQUIRED: Approval by State Board  
    ACTION REQUIRED: Approval by Local Board  
    Thomas G. Causey,  
    Executive Director

STATE SYSTEM  
(10:30 a.m. – 11:00 a.m.)

X. Actuarially Determined Employer Contribution (ADEC) Projections for State System  
   (Attachment: State ADEC Projections)  
   Larry Langer and Jonathan Craven,  
   Cavanaugh Macdonald Consulting LLC

XI. Presentations on the 2020 Alternatives for the General Assembly for:  
    - Teachers’ and State Employees’ Retirement System (TSERS)  
    - Legislative Retirement System (LRS)  
    - Consolidated Judicial Retirement System (CJRS)  
    - Disability Income Plan of North Carolina (DIPNC)  
    - Budget Recommendations for National Guard  
      (Attachment: State 2020 Alternatives)  
      Patrick Kinlaw,  
      Director of Policy, Planning & Compliance
LOCAL SYSTEM
(11:00 a.m. – 11:30 a.m.)

XII. Actuarially Determined Employer Contribution (ADEC) Projections for Local System (Attachment: Local ADEC Projections) Larry Langer and Jonathan Craven, Cavanaugh Macdonald Consulting LLC

XIII. Presentations on the 2020 Alternatives for the Local Governmental Employees’ Retirement System Board for:

▪ Local Governmental Employees’ Retirement System (LGERS)
▪ Firefighters’ and Rescue Squad Workers’ Pension Fund (FRSWPF)
▪ Registers of Deeds’ Supplemental Pension Fund (Attachment: Local 2020 Alternatives) Patrick Kinlaw, Director of Policy, Planning & Compliance

XIV. Court Cost Offset for Law Enforcement Officers (Attachment: LEO Court Cost Offset) Thomas G. Causey, Executive Director

STATE AND LOCAL – ESTABLISH RATES
(11:30 a.m. – noon)

XV. Public comment – please sign in. Dale R. Folwell, CPA, Chair

XVI. Setting of Employer Contribution Rates Effective July 1, 2020, and Recommendations to the North Carolina General Assembly for: Dale R. Folwell, CPA, Chair

1. TSERS Employer Contribution Rate (Attachment: TSERS 2020 Alternatives) ACTION REQUIRED: Decision by State Board

2. LRS Employer Contribution Rate (Attachment: TSERS 2020 Alternatives) ACTION REQUIRED: Decision by State Board

3. CJRS Employer Contribution Rate (Attachment: TSERS 2020 Alternatives) ACTION REQUIRED: Decision by State Board

4. DIPNC Employer Contribution Rate (Attachment: TSERS 2020 Alternatives) ACTION REQUIRED: Decision by State Board

5. National Guard Appropriation Recommendation (Attachment: TSERS 2020 Alternatives)
ACTION REQUIRED: Decision by State Board

6. LGERS Employer Contribution Rate  
   (Attachment: LGERS 2020 Alternatives)

   ACTION REQUIRED: Decision by Local Board

7. Firefighters’ and Rescue Squad Workers’ Pension Fund  
   Appropriation Recommendation  
   (Attachment: LGERS 2020 Alternatives)

   ACTION REQUIRED: Decision by Local Board

BOARDS OF TRUSTEES COMMENTS

STAFF COMMENTS

APPENDIX
- 2019 NC Comprehensive Annual Financial Report
- Bona Fide Separation from Service Memorandum from Groom Law Group

DATES OF FUTURE MEETINGS
- Thursday, April 23, 2020 at 9:30 a.m. EST
- Thursday, July 30, 2020 at 9:30 a.m. EST
- Thursday, October 29, 2020 at 9:30 a.m. EST

ADJOURNMENT
(12:00 p.m.)

Agenda times are tentative, subject to change and are for Board use only. 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.