



NORTH CAROLINA  
DEPARTMENT OF STATE TREASURER



*Dale R. Folwell, CPA*  
STATE TREASURER OF NORTH CAROLINA  
DALE R. FOLWELL, CPA

## TEACHERS' AND STATE EMPLOYEES' RETIREMENT SYSTEM LOCAL GOVERNMENTAL EMPLOYEES' RETIREMENT SYSTEM

### BOARDS OF TRUSTEES MEETING

State Treasurer Dale R. Folwell, CPA, Chair

Thursday, October 25, 2018

9:30 AM

Department of State Treasurer

Dogwood Conference Room

3200 Atlantic Avenue

Raleigh, NC 27604

#### Agenda Item

#### Presenter

#### GENERAL BUSINESS

(9:30 AM – 10:45 AM)

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|------|---|---|
| I.   | Call to Order, Ethics Awareness and Identification of Conflicts or Potential Conflicts of Interest  | <i>Dale R. Folwell,<br/>CPA, Chair</i>  |
| II.  | Teachers' and State Employees' Retirement System Minutes from the July 26, 2018, Board of Trustees' Meeting<br><b>ACTION REQUIRED: Approval of Minutes by State Board</b> | <i>Dale R. Folwell,<br/>CPA, Chair</i>  |
| III. | Local Governmental Employees' Retirement System Minutes from the July 26, 2018, Board of Trustees' Meeting<br><b>ACTION REQUIRED: Approval of Minutes by Local Board</b>  | <i>Dale R. Folwell,<br/>CPA, Chair</i>  |
| IV.  | Operations, Member Services and Compliance Updates  | <i>Steve Toole,<br/>Executive Director</i><br><br><i>Vicki Roberts,<br/>Deputy Director<br/>of Member Services</i><br><br><i>Patrick Kinlaw, FSA,<br/>Director of Policy,<br/>Planning &amp;<br/>Compliance</i> |

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| V.    | Update on the Investment Advisory Committee (IAC) Meetings  | <i>Greg Patterson,<br/>Lentz Brewer,<br/>Members of the IAC</i>  |
| VI.   | Annual Report on Supplemental Retiree Insurance<br><b>ACTION REQUIRED: Vote to accept report by State Board</b><br><b>ACTION REQUIRED: Vote to accept report by Local Board</b> | <i>Steve Toole,<br/>Executive Director</i>   |
| VII.  | Retirement Online Preview   | <i>Steve Toole,<br/>Executive Director</i><br><br><i>Karah Manning,<br/>RSD<br/>Communications<br/>Manager</i> |
| VIII. | Policy and Legislative Update   | <i>Patrick Kinlaw, FSA,<br/>Director of Policy,<br/>Planning &amp;<br/>Compliance</i>                          |

## STATE SYSTEM

(10:45 AM – 12:15 PM)

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| IX.   | Closed Session Pursuant to N.C.G.S. §143-318.11(a)(3) to consult with legal counsel regarding pending litigation involving Johnston, Wilkes, Union and Cabarrus Boards of Education<br><b>ACTION REQUIRED: Vote to close the meeting (State Board)</b><br><br><b>ACTION REQUIRED: Vote to reopen meeting</b> | <i>Jody Newsome,<br/>NC DOJ, Special<br/>Deputy Attorney<br/>General</i>                |
| X.    | Presentation by the Consulting Actuary on the Principal Results of Actuarial Valuations, as of December 31, 2017, for the Teachers' and State Employees' Retirement System<br><b>ACTION REQUIRED: Vote to accept report by State Board</b>   | <i>Larry Langer and<br/>Jonathan Craven,<br/>Cavanaugh<br/>Macdonald<br/>Consulting</i> |
| XI.   | Presentation by the Consulting Actuary on the Principal Results of Actuarial Valuations, as of December 31, 2017, for the Consolidated Judicial Retirement System<br><b>ACTION REQUIRED: Vote to accept report by State Board</b>  | <i>Larry Langer and<br/>Jonathan Craven,<br/>Cavanaugh<br/>Macdonald<br/>Consulting</i> |
| XII.  | Presentation by the Consulting Actuary on the Principal Results of Actuarial Valuations, as of December 31, 2017, for the Legislative Retirement System<br><b>ACTION REQUIRED: Vote to accept report by State Board</b>  | <i>Larry Langer and<br/>Jonathan Craven,<br/>Cavanaugh<br/>Macdonald<br/>Consulting</i> |
| XIII. | Presentation by the Consulting Actuary on the Principal Results of Actuarial Valuations, as of December 31, 2017, for the Disability Income Plan of North Carolina   | <i>Larry Langer and<br/>Jonathan Craven,<br/>Cavanaugh</i>                              |

**ACTION REQUIRED: Vote to accept report by State Board**

*Macdonald  
Consulting*

- XIV. Presentation by the Consulting Actuary on the Principal Results of Actuarial Valuations, as of December 31, 2017, by Conduent for the North Carolina National Guard

**ACTION REQUIRED: Vote to accept report by State Board**

*Larry Langer and  
Jonathan Craven,  
Cavanaugh  
Macdonald  
Consulting*

**OTHER REPORTS**

(12:15 PM – 12:30 PM)

- XV. Presentation by the Consulting Actuary on the Principal Results of Actuarial Valuations, as of December 31, 2017, for the Death Benefit Plans

**ACTION REQUIRED: Vote to accept report by State Board**

**ACTION REQUIRED: Vote to accept report by Local Board**

*Larry Langer and  
Jonathan Craven,  
Cavanaugh  
Macdonald  
Consulting*

**PUBLIC COMMENT PERIOD – Please sign in**

**STATE SYSTEM ADJOURNMENT**

(12:30 PM)

**LOCAL SYSTEM**

(12:30 PM – 2:00 PM)

- XVI. Presentation by the Consulting Actuary on the Principal Results of Actuarial Valuations, as of December 31, 2017, for the Local Governmental Employees' Retirement System

**ACTION REQUIRED: Vote to accept report by Local Board**

*Larry Langer and  
Jonathan Craven,  
Cavanaugh  
Macdonald  
Consulting*

- XVII. Presentation by the Consulting Actuary on the Principal Results of Actuarial Valuations, as of December 31, 2017, for the Register of Deeds' Supplemental Pension Fund

**ACTION REQUIRED: Vote to accept report by Local Board**

*Larry Langer and  
Jonathan Craven,  
Cavanaugh  
Macdonald  
Consulting*

- XVIII. Presentation by the Consulting Actuary on the Principal Results of Actuarial Valuations, as of December 31, 2017, for the Firefighters' and Rescue Squad Workers' Pension Fund

**ACTION REQUIRED: Vote to accept report by Local Board**

*Larry Langer and  
Jonathan Craven,  
Cavanaugh  
Macdonald  
Consulting*

- XIX. Applications of qualified political subdivisions of the State to become participating employers with the System:

*Steve Toole,  
Executive Director*

Mocksville-Coolesmeed ABC Board  
Roxboro Housing Authority

**ACTION REQUIRED: Approval of new local employer by Local Board**

## **LOCAL SYSTEM ADJOURNMENT**

(2:00 PM)

## **APPENDIX**

- Actuarial Transition Summary Memo

## **2019 MEETING SCHEDULE**

- Thursday, January 31, 2019, at 9:30 AM EST
- Thursday, April 25, 2019, at 9:30 AM EST
- Thursday, July 25, 2019, at 9:30 AM EST
- Thursday, October 31, 2019, at 9:30 AM EST

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](mailto:tsersboard@nctreasurer.com) or  
[lgersboard@nctreasurer.com](mailto:lgersboard@nctreasurer.com).