

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

State Treasurer Janet Cowell, Chair

Thursday, April 18, 2013

9:30 AM

Department of State Treasurer

Dawson Conference Room

Albemarle Building, 325 North Salisbury Street

Raleigh, North Carolina

Agenda Item

Presenter

STATE & LOCAL SYSTEMS

(9:30 AM – 10:30 AM)

- | | | |
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| I. | Call to Order, Ethics Awareness and Identification of Conflicts or Potential Conflicts of Interest | <i>Janet Cowell, Chair</i> |
| II. | Teachers' and State Employees' Retirement System Minutes from the January 17, 2013 Meeting (Attachment: State Minutes) <u>ACTION REQUIRED: Approval of Minutes</u> | <i>Janet Cowell, Chair</i> |
| III. | Teachers' and State Employees' Retirement System Minutes from the February 5, 2013 Special Meeting (Attachment: State Minutes) <u>ACTION REQUIRED: Approval of Minutes</u> | <i>Janet Cowell, Chair</i> |
| IV. | Local Governmental Employees' Retirement System Minutes from the January 17, 2013 Meeting (Attachment: Local Minutes) <u>ACTION REQUIRED: Approval of Minutes</u> | <i>Janet Cowell, Chair</i> |
| V. | 2013 Retirement Systems Division Legislative Updates (Attachment: SL 1) ❖ Retirement Governance Changes Act of 2013 ❖ Retirement Fiscal Integrity Act of 2013 ❖ Fire and Rescue Retirement Revisions of 2013 ❖ Retirement Administrative Changes Act of 2013 ❖ Retirement Technical Corrections | <i>Anthony Solari, Director of Government Relations</i> |
| VI. | New GASB funding policy discussion | <i>Sam Watts, Policy Development Analyst and Joan Fontes, FOD, Deputy Director</i> |
| VII. | Federal issues affecting retirement (Attachment: SL 2) | <i>Sam Watts, Policy Development Analyst</i> |

LOCAL SYSTEM

(10:30 AM – 11:00 AM)

VIII. Local System ARC forecast

ACTION REQUIRED – Vote to accept the report

*Larry Langer and
Mike Ribble, Buck
Consultants*

IX. Applications of qualified political subdivisions of the State to become participating employers with the System

*Steve Toole,
Director*

Butner Public Safety
Town of Warrenton

(Attachment: LS 1)

ACTION REQUIRED – Approval of New Local Employers

X. Firemen's and Rescue Squad Workers' Pension Fund

*Steve Toole,
Director*

❖ Operations Update

❖ Forecast

❖ Legislation (Governance & Operations re-write)

DIRECTOR'S REPORT

(11:00 AM – 11:15 AM)

XI. Quarterly Report

*Steve Toole,
Director*

❖ Operations Update

❖ Fraud, Waste & Abuse Review

❖ RTW Employer Penalty

(Attachment: Director's Report)

PUBLIC COMMENT PERIOD – Please sign in

(11:15 AM – 11:30 AM)

CONTESTED CASES

(11:30 AM – 12:15 PM)

XII. Consideration of the Recommended Decision of the Administrative Law Judge and oral arguments in the Contested Case of "James A. Layton, Petitioner, v. Department of State Treasurer Retirement Systems Division, Respondent".

Janet Cowell, Chair

(Attachment: Layton)

ACTION REQUIRED – Final Agency Decision from State System

XIII. Consideration of the Recommended Decision of the Administrative Law Judge and oral arguments in the Contested Case of "Phillip L. Watson, Petitioner, v. Department of State Treasurer Retirement Systems Division, Respondent".

Janet Cowell, Chair

(Attachment: Watson)

ACTION REQUIRED – Final Agency Decision from Local System

APPENDIX

- ❖ Board Members
- ❖ Helpful Links

DATE OF NEXT MEETING

- ❖ Thursday, July 18, 2013 at 9:30 AM EST

EXPIRING TERMS AND VACANCIES

| <u>Name</u> | <u>Pension System</u> | <u>Term Expiration</u> | <u>Appointed by</u> |
|---------------------|-----------------------|------------------------|-----------------------|
| Pearla Alston * | State | March 31, 2011 | Governor |
| Mark L. Foster * | State | March 31, 2011 | Governor |
| Shirley Harris * | State | March 31, 2011 | Governor |
| Joyce Elliott * | State | June 30, 2011 | Governor |
| Harold T. Keen * | State/Local | March 31, 2012 | Governor |
| Paschal Swann * | State/Local | March 31, 2012 | Governor |
| Randy Sales | State/Local | Retired April 1, 2012 | Governor |
| Dennis Ducker * | State/Local | March 31, 2013 | Governor |
| Sam Barefoot * | State/Local | June 30, 2013 | President Pro Tempore |
| Loris Colclough * | State/Local | June 30, 2013 | Speaker of the House |
| Dr. Harold Martin * | State | June 30, 2013 | Governor |
| Sterling Primus * | State | June 30, 2013 | Governor |

* Those members with expired terms serve on the Board until otherwise replaced or term renewed

ADJOURNMENT

(12:15 PM)

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