



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

BOARDS OF TRUSTEES MEETING

State Treasurer Dale R. Folwell, CPA, Chair

Thursday, January 28, 2021

9:30 AM

Department of State Treasurer

Dogwood Conference Room

3200 Atlantic Avenue

Raleigh, NC 27604

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Agenda Item

Presenter

GENERAL BUSINESS

(9:30 AM – 10:30 AM)

- | | | |
|-----|---|--|
| I. | Call to Order | <i>Dale R. Folwell, CPA,
Chair</i> |
| II. | Ethics Awareness and Identification of Conflicts or Potential Conflicts of Interest <ul style="list-style-type: none"> • Ethics Awareness and Identification of Conflicts or Potential Conflicts of Interest • Statements of Economic Interest
(Attachment: LGERS Cover Page w/SEI Evaluations) | <i>Dale R. Folwell, CPA,
Chair</i> |

- III. Teachers' and State Employees' Retirement System Minutes from the October 29, 2020, Board of Trustees' Meeting
(Attachment: 10/29/20 TSERS BOT Minutes) *Dale R. Folwell, CPA,
Chair*
- ACTION REQUIRED: Approval of Minutes by State Board**
- IV. Teachers' and State Employees' Retirement System Minutes from the December 9, 2020 Special-called Meeting
(Attachment: 12/9/20 TSERS Special Meeting Minutes) *Dale R. Folwell, CPA,
Chair*
- ACTION REQUIRED: Approval of Minutes by State Board**
- V. Local Governmental Employees' Retirement System Minutes from the October 29, 2020, Board of Trustees' Meeting
(Attachment: 10/29/20 LGERS BOT Minutes) *Dale R. Folwell, CPA,
Chair*
- ACTION REQUIRED: Approval of Minutes by Local Board**
- VI. Local Governmental Employees' Retirement System Minutes from the December 9, 2020 Special-called Meeting
(Attachment: 12/9/20 LGERS Special Meeting Minutes) *Dale R. Folwell, CPA,
Chair*
- ACTION REQUIRED: Approval of Minutes by Local Board**
- VII. Consulting Actuary's Presentation of 2020 Experience Study
(Attachment: Dashboard Summary of 2020 Experience Study)
(Attachment: 2020 Experience Study Report) *Larry Langer and
Jonathan Craven,
Cavanaugh
Macdonald Consulting*
- VIII. PUBLIC COMMENTS *Dale R. Folwell, CPA,
Chair*
- IX. Adoption of Proposed Assumptions as set in 2020 Experience Reviews *Dale R. Folwell, CPA,
Chair*
1. Assumptions Applicable to TSERS, CJRS, LRS, DIPNC, NCNGPF, and Death Benefit Plans
(Attachment: 2020 Experience Study Report)
(Attachment: Suggested Motions)
- ACTION REQUIRED: Acceptance of report and adoption of assumptions by State Board**
2. Assumptions Applicable to LGERS, FRSWPF, RODSPF, and Death Benefit Plans
(Attachment: 2020 Experience Study Report)
(Attachment: Suggested Motions)
- ACTION REQUIRED: Acceptance of report and adoption of assumptions by Local Board**
- X. Operations, Member Services and Compliance Updates
(Attachment: Operations Update)
(Attachment: Actuarial Audit from GRS) *Rick Lopez, Director
of Operations*

(Attachment: 2020 NC CAFR)
(Attachment: Letter from Gov. Cooper, Speaker Moore, Sen. Berger
on NPPC award)

*Vicki Roberts, Director
of Member Services*

*Patrick Kinlaw, FSA,
Director of Policy,
Planning &
Compliance*

XI. Legislative Update

*Sam Watts
Legislative Liaison*

XII. Increase in the Amount of Reemployment Earnings Before
Suspension of Retirement Allowance
(Attachment: Reemployment Earnings)

*Thomas G. Causey
Executive Director
Retirement Systems
Division*

ACTION REQUIRED: Approval by State Board
ACTION REQUIRED: Approval by Local Board

XIII. Update on the Investment Advisory Committee (IAC) Meetings

*Greg Patterson, IAC
Member*

STATE SYSTEM

(10:30 AM – 11:00 AM)

XIV. Application of Charter School for Full Participation in State System
(Attachment: Discovery Charter School)

*Patrick Kinlaw, FSA,
Director of Policy,
Planning &
Compliance*

ACTION REQUIRED: Decision by State Board

XV. Actuarially Determined Employer Contribution (ADEC) Projections for
State System
(Attachment: State ADEC Projections)

*Larry Langer and
Jonathan Craven,
Cavanaugh
Macdonald
Consulting*

XVI. Presentations on the 2021 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)
- N.C. National Guard Pension Fund (NCNGPF)
(Attachment: State 2021 Alternatives)
(Attachment: Suggested Motions)

*Patrick Kinlaw, FSA,
Director of Policy,
Planning &
Compliance*

ACTION REQUIRED: Decision by State Board

XVII. Informational Update on Board Policies for:
- Employer Contribution Rate Stabilization Policy for TSERS
- State Contribution Rate Stabilization Policy for NCNGPF
(Attachment: State Stabilization Update)

*Patrick Kinlaw, FSA,
Director of Policy,
Planning &
Compliance*

LOCAL SYSTEM

(11:00 AM – 11:30 AM)

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

XIX. Presentations on the 2021 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 (RODSPF)
(Attachment: Local 2021 Alternatives)
(Attachment: Suggested Motions) *Patrick Kinlaw, FSA, Director of Policy, Planning & Compliance*

ACTION REQUIRED: Decisions by Local Board

- 1. LGERS Employer Contribution Rate
- 2. FRSWPF Appropriation Recommendation

XX. Court Cost Offset for Law Enforcement Officers
(Attachment: LEO Court Cost Offset) *Thomas G. Causey Executive Director Retirement Systems Division*

XXI. Informational Update on Board Policies for:
- Employer Contribution Rate Stabilization Policy for LGERS
- State Contribution Rate Stabilization Policy for FRSWPF
(Attachment: Local Stabilization Update) *Patrick Kinlaw, FSA, Director of Policy, Planning & Compliance*

STATE AND LOCAL

(11:30 AM – 11:50 AM)

XXII. **BOARDS OF TRUSTEES COMMENTS**

XXIII. **STATE & LOCAL SYSTEM ADJOURNMENT (12:00 PM)**

APPENDIX: Expected Return and Pension Administration
(Attachment)

UPCOMING MEETING SCHEDULE:
Thursday, April 29, 2021, at 9:30 AM EDT
Thursday, July 29, 2021, at 9:30 AM EDT
Thursday, October 28, 2021, at 9:30 AM EDT

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.