

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

**State Treasurer Janet Cowell, Chair**

**Thursday, January 17, 2013**

**9:30 a.m.**

**Teleconference Information: (919) 420-7945**

Department of State Treasurer

Dawson Conference Room

Albemarle Building, 325 North Salisbury Street

Raleigh, North Carolina

**Agenda Item**

**Presenter**

**STATE & LOCAL SYSTEMS**

(9:30 a.m. – 10:45 a.m.)

- |       |  |  |
|-------|--|--|
| I.    | Call to Order  | <i>Janet Cowell, Chair</i>                                   |
| II.   | Ethics Awareness and Identification of Conflicts or Potential Conflicts of Interest  | <i>Janet Cowell, Chair</i>                                   |
| III.  | Teachers' and State Employees' Retirement System Minutes from the October 18, 2012, Meeting<br>(Attachment: State Minutes)<br><b><u>ACTION REQUIRED: Approval of Minutes</u></b> | <i>Janet Cowell, Chair</i>                                   |
| IV.   | Local Governmental Employees' Retirement System Minutes from the October 18, 2012, Meeting<br>(Attachment: Local Minutes)<br><b><u>ACTION REQUIRED: Approval of Minutes</u></b>  | <i>Janet Cowell, Chair</i>                                   |
| V.    | Increase in the amount of reemployment earnings before suspension of retirement allowance<br>(Attachment: SL1)<br><b><u>ACTION REQUIRED: Approval of Increase</u></b>            | <i>Steve Toole,<br/>Director</i>                             |
| VI.   | Overview of Retirement Systems Legislative Agenda for 2013<br>(Attachment: SL 2)   | <i>Anthony Solari,<br/>Director Governmental<br/>Affairs</i> |
| VII.  | Death Benefit Plans and Disability Income Plan of North Carolina Funding Status & Investment Allocation  | <i>Larry Langer, Buck<br/>Consultants</i>                    |
| VIII. | 2012 Comprehensive Annual Financial Report<br>(Attachment SL 3)  | <i>Fran Lawrence, Chief<br/>Financial Officer</i>            |

## STATE SYSTEM

(10:45 a.m. – 11:30 p.m.)

- IX. Asset Liability Modeling Presentation and Actuarial Required Contribution (ARC) projections

*Larry Langer & Kai Peterson, Buck Consultants*

- X. 2014 Fiscal Year Alternatives for the General Assembly  
(Attachment: SS 1)

*Steve Toole, Director*

## LOCAL SYSTEM

(11:30 p.m. – 12:00 p.m.)

- XI. 2014 Fiscal Year Alternatives for the Board of Trustees  
(Attachment: LS 1)

*Steve Toole, Director*

- XII. Application of qualified political subdivision of the State to become participating employer with the System  
(Attachment: LS 2)

*Steve Toole, Director*

Burke County Tourism Development Authority

### **ACTION REQUIRED – Approval of New Local Employer**

## FISCAL YEAR ALTERNATIVES

(12:00 p.m. – 12:30 p.m.)

- XIII. Public comment by any association or organization that represents North Carolina public employees or retirees - please sign in.

*Janet Cowell, Chair*

- XIV. 2014 Fiscal Year Alternatives for the General Assembly

*Janet Cowell, Chair*

### **ACTION REQUIRED: Decision on State and Local Systems**

## DIRECTOR'S REPORT

(12:30 p.m. – 1:00 p.m.)

- ❖ Operations Update
  - ❖ Fraud, Waste and Abuse Review
- (Attachment: Director's Report)

*Steve Toole, Director*

## BREAK

(1:00 p.m. -1:15 p.m.)

## CONTESTED CASES

(1:15 p.m. -2:00 p.m.)

- XIV. Notification of the Recommended Decision of the Administrative Law Judge in the Contested Case of "James A. Layton, Petitioner, v. North Carolina Department of State Treasurer, Retirement Systems Division, Respondent."

*Janet Cowell, Chair*

### **ACTION REQUIRED FROM STATE BOARD: Approval of**

### **Postponement of Contested Case**

- XV. Notification of the Recommended Decision of the Administrative Law Judge in the Contested Case of “Phillip L. Watson, Petitioner, v. North Carolina Department of State Treasurer, Retirement Systems Division, Respondent.”

*Janet Cowell, Chair*

#### **ACTION REQUIRED FROM LOCAL BOARD: Approval of Postponement of Contested Case**

- XVI. Consideration of the Recommended Decision of the Administrative Law Judge in the Contested Case of “Brenda C. Hemphill, Petitioner, v. North Carolina Department of State Treasurer, Retirement Systems Division, Respondent.”

#### **ACTION REQUIRED FROM STATE BOARD: Final Agency Decision**

- XVII. Consideration of the Recommended Decision of the Administrative Law Judge in the Contested Case of “William R Tate, Petitioner, v. North Carolina Department of State Treasurer, Retirement Systems Division, Respondent.”

*Janet Cowell, Chair*

#### **ACTION REQUIRED FROM LOCAL BOARD: Final Agency Decision**

### **APPENDIX**

- ❖ Board Members
- ❖ Helpful Links

### **DATE OF NEXT MEETING**

- ❖ Thursday, April 18, 2013 at 9:30 a.m. EST

### **EXPIRING TERMS AND VACANCIES**

- ❖ Pearla Alston, term expired March 31, 2011(State) \*
- ❖ Mark L. Foster, term expired March 31, 2011 (State)\*
- ❖ Shirley Harris, term expired March 31, 2011 (State)\*
- ❖ Joyce Elliot, term expired June 30, 2011 (State)\*
- ❖ Harold T. Keen, term expired March 31, 2012 (State & Local)\*
- ❖ Paschal Swann, term expired March 31, 2012 (State & Local)\*

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

### **ADJOURNMENT**

(2:00 p.m.)

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)