



AGENDA

Meeting of the Board of Trustees

Thursday, December 3, 2020

1:00 p.m.

TMRS Headquarters
1200 North IH 35
Austin, Texas

Zoom Link for Public:

<https://us02web.zoom.us/j/83295078018?pwd=akpFczQxVnREWS9vWVpzeE5VeTREUT09>

The Board may discuss any item on the Agenda at any time during the meeting.

Call to Order

Invocation

Pledge of Allegiance

Consent Agenda

1. **Consider and Act on Consent Agenda.** *Bill Philibert*
 - a. Approve Minutes from the October 22, 2020 Board of Trustees meeting
 - b. Quarterly Confirmation of Member Retirements
 - i. Service Retirements (660)
 - ii. Disability Retirements (4)
 - c. Quarterly Confirmation of Supplemental Death Benefit Payments
 - i. Active (21)
 - ii. Retired (124)
 - iii. Consider Granting Extended Supplemental Death Benefits Coverage (0)
 - d. Receive Quarterly Financial Statements as of September 30, 2020
 - i. Statements of Fiduciary Net Position
 - ii. Statements of Changes in Fiduciary Net Position
 - iii. Expense Fund Balance Sheet
 - iv. Expense Fund Schedule of Operating and Capital Expenditures

- e. Receive Seven-Year Inactive Members Report
 - i. Information on Transfer of Inactive Member Accounts to Endowment Fund
 - ii. Information on Transfer of Unclaimed Member Refunds to Endowment Fund
- f. Approve City Ordinances Adopted for Updated Service Credit and/or Annuity Increase

Executive Director Reports

- 2. **Executive Director's Report.** *David Wescoe*
- 3. **Senior Staff Quarterly Board Reports.** Chief Service Officer (*Eric Davis*), Actuarial Services (*Leslee Hardy*), City Services (*Anthony Mills*), Communications (*Michelle Mellon-Werch*), Finance (*Rhonda Covarrubias*), Governmental Relations (*Dan Wattles*), Human Resources (*Leslie Ritter*), Information Services (*Scott Willrich*), Internal Audit (*Sandra Vice*), Legal (*Christine Sweeney*), and Member Services (*Debbie Munoz*).
- 4. **Consider and Act on Election of Board Officers.** *Bill Philibert*
- 5. **Consider and Act on Board Committees Modification and Appointments for 2021.** *Bill Philibert*

Legal Report

- 6. **Governance Manual Update: Consider and Act on Possible Changes to Board Education Policy, Board Consultant Evaluation Policy and Other Governance Documents.** *Christine Sweeney*

Plan Benefit Design

- 7. **Consider and Act on Potential 2021 Legislation Concerning Return-to-Work and COLA Provisions.** *Eric Davis*

Advisory Committee on Benefit Design

- 8. **Consider and Act on Appointments to the Advisory Committee on Benefit Design.** *Eric Davis*

Finance Reports

- 9. **Consider and Act on Proposed 2021 Operating and PASMod Budgets.** *Rhonda Covarrubias*
- 10. **Consider and Act on Resolution Transferring Monies from Interest Reserve Account to Expense Fund.** *Rhonda Covarrubias*

Board Audit Committee Report

11. Report on Board Audit Committee December Meeting. *Sandra Vice*

Investment Reports

12. Chief Investment Officer's Report. *TJ Carlson*

13. Receive Private Market Investment Report. *David Wescoe and TJ Carlson*

14. Consider and Act on 2021 Investment Pacing Plan. *TJ Carlson*

15. Consider and Act on Investment Beliefs and Related Amendments to Investment Policy Statement. *TJ Carlson and Marcia Beard (RVK)*

16. Consider and Act on Investment Fee Policy. *TJ Carlson*

17. Consider and Act on Private Equity Manager Recommendation. *Tom Masthay*

18. Annual Asset Class Review: Fixed Income. *TJ Carlson and Jason Weiner*

19. RVK Quarterly Investment Report. *Marcia Beard (RVK)*

Executive Session

20. Executive Session. *Bill Philibert*

- a. In accordance with Section 551.074, Texas Government Code, the Board of Trustees may meet in executive session to deliberate personnel matters, including the appointment, employment, evaluation, compensation, performance, reassignment, duties, discipline, selection or dismissal of one or more public officers or employees, including without limitation, the Executive Director, the Internal Auditor and General Counsel, and thereafter may consider appropriate action in open session;
- b. In accordance with Section 551.071, Texas Government Code, the Board of Trustees may meet in executive session to seek and receive the advice of its attorney about pending or contemplated litigation, a settlement offer, or a matter in which the duty of the attorney to TMRS under the Texas Disciplinary Rules of Professional Conduct clearly conflicts with the Open Meeting law;

- c. In accordance with Section 855.007, Texas Government Code, the Board of Trustees may meet in executive session to (i) receive information from or question the employees, consultants, or legal counsel of the System or a third party relating to an investment or a potential investment; (ii) meet with the System's internal or external auditors to discuss any one or more of the matters set forth in Section 855.007(h); and /or (iii) consider and discuss evaluations or duties of Trustees or Board consultants, and self-evaluations of the Board as a whole; and
- d. In accordance with Section 551.072, Texas Government Code, the Board of Trustees may meet in executive session to deliberate the purchase, exchange, lease, or value of real property if deliberation in an open meeting would have a detrimental effect on the position of the governmental body in negotiations with a third person.

The Board may meet in Executive Session on any item listed above if authorized by the Texas Open Meetings Act or by the Texas Municipal Retirement System Act.

Future Board Agenda Items

21. Call for Future Agenda Items. *Bill Philibert*

Adjournment

In accordance with Texas Government Code Section 855.007, the Board may conduct the open and/or closed portions of the meeting by telephone conference call and/or by videoconference. The location of the meeting at which at least one Trustee of the Board will be physically present is the Texas Municipal Retirement System Headquarters, 1200 North IH 35, Austin, TX 78701. This location will be open and audible to the public during the open portions of the meeting: