



AGENDA

Meeting of the Board of Trustees

Thursday, September 17, 2020 – 1:00 p.m.

Friday, September 18, 2020 – 9:00 a.m.

TMRS Headquarters

1200 North IH 35

Austin, Texas

Note: The Board may take up any item posted on the agenda at any time during its meeting on Thursday, September 17, 2020 or during the continuation of the meeting on the following day, Friday, September 18, 2020, for which a separate meeting notice has been posted. In the event the Board does not convene a meeting on Thursday or does not take up an item listed below at the meeting on Thursday, the Board may take up any or all items posted on the agenda during its meeting on Friday, September 18, 2020.

Call to Order

Invocation

Pledge of Allegiance

Consent Agenda

- 1. Consider and Act on Consent Agenda. *Bill Philibert***
 - a. Approve Minutes from the August 20, 2020 Board of Trustees meeting
 - b. Confirm Retirements
 - i. Service Retirements (928)
 - ii. Disability Retirements (15)

The Board of Trustees of the Texas Municipal Retirement System may meet in Executive Session on any item listed above if authorized by the Texas Open Meetings Act, Texas Government Code Ann. Ch 551, or by the Texas Municipal Retirement System Act, Texas Government Code Chs. 851-855

- c. Confirm Supplemental Death Benefit Payments
 - i. Active (28)
 - ii. Retired (213)
 - iii. Consider Granting Extended Supplemental Death Benefits Coverage (0)
- d. Receive Financial Statements
 - i. Statements of Fiduciary Net Position
 - ii. Statements of Changes in Fiduciary Net Positions
 - iii. Expense Fund Balance Sheet
 - iv. Expense Fund Schedule of Operating and Capital Expenditures

Executive Director Reports

- 2. **Executive Director Report.** *David Wescoe*
- 3. **Senior Staff Quarterly Reports:** Administration (*Eric Davis*), Actuarial Services (*Leslee Hardy*), Communications (*Bill Wallace*), 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*).

Legal Report

- 4. **Consider and Act on Amendments to Bylaws of the Board of Trustees and to the Charter for Advisory Committee on Benefit Design.** *Christine Sweeney*

Advisory Committee on Benefit Design Report

- 5. **Report on Advisory Committee on Benefit Design's September Meeting.** *Eric Davis*
 - a. Cost of Living Adjustment (COLA)
 - b. Return to Work

Internal Audit Committee Report

- 6. **Report on Internal Audit Committee September Meeting.** *Sandra Vice*

Investment Reports

- 7. **Chief Investment Officer Report.** *TJ Carlson*
- 8. **Receive Private Market Investment Report.** *David Wescoe and TJ Carlson*

The Board of Trustees of the Texas Municipal Retirement System may meet in Executive Session on any item listed above if authorized by the Texas Open Meetings Act, Texas Government Code Ann. Ch 551, or by the Texas Municipal Retirement System Act, Texas Government Code Chs. 851-855

9. Discussion of Investment Beliefs: Environmental, Social and Governance (ESG). *TJ Carlson and Marcia Beard (RVK)*

10. Consider and Act on Private Equity Manager Search Recommendation(s).
Tom Masthay

11. Annual Asset Class Review: Absolute Return. *Marc Leavitt*

Board Executive Session

12. 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; and
- 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.

Future Board Agenda Items

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

Adjournment

Note: In accordance with Texas Government Code Section 855.007, the Board of Trustees may conduct the open and/or closed portions of the meeting by telephone conference call and/or by videoconference. The location of the

The Board of Trustees of the Texas Municipal Retirement System may meet in Executive Session on any item listed above if authorized by the Texas Open Meetings Act, Texas Government Code Ann. Ch 551, or by the Texas Municipal Retirement System Act, Texas Government Code Chs. 851-855

meeting at which at least one Trustee of the Board will be physically present is set forth below, and such location will be open and audible to the public during the open portions of the meeting:

Texas Municipal Retirement System Headquarters, 1200 North IH 35, Austin, TX 78701.

The Board of Trustees of the Texas Municipal Retirement System may meet in Executive Session on any item listed above if authorized by the Texas Open Meetings Act, Texas Government Code Ann. Ch 551, or by the Texas Municipal Retirement System Act, Texas Government Code Chs. 851-855