

TUCSON SUPPLEMENTAL RETIREMENT SYSTEM BOARD OF TRUSTEES LEGAL ACTION REPORT

DATE: Thursday, March 31, 2016
TIME: 8:30 a.m.
PLACE: Finance Department Conference Room, 5th floor
City Hall, 255 West Alameda
Tucson, Arizona 85701

Members Present: Robert Fleming, Chairman
Betsey Conroy, Deputy HR Director
Silvia Amparano, Director of Finance
Michael Coffey, Elected Representative
John O'Hare, Elected Retiree Representative

Staff Present: Dave Deibel, Deputy City Attorney
Neil Galassi, Pension Administrator
Silvia Navarro, Treasury Administrator
Art Cuaron, Treasury Finance Manager
Dawn Davis, Administrative Assistant

Guests Present: Ronald Taylor, T. Rowe Price
Kenneth Brooks, T. Rowe Price
Ethan Hugo, Fidelity Investments
Sue Curran, Fidelity Investments

Absent/Excused: Kevin Larson, City Manager Appointee
Jorge Hernández, Elected Representative

Chairman Fleming called the meeting to order at 8:33 AM.

A. Consent Agenda

1. Approval of February 25th, 2016 TSRS Board Meeting Minutes
2. Retirement ratifications for February 2016
3. Retirement ratifications for March 2016
4. February 2016 TSRS Budget Vs Actual Expenses

Chairman Fleming asked for a vote on the approval of the Consent Agenda. The Consent Agenda was approved by a vote of 4-0 (Kevin Larson and Jorge Hernandez absent/excused, Chairman Fleming did not vote).

B. Investment Activity Report

1. Annual Manager Review – Fidelity – Ethan Hugo, CFA & Sue Curran

Presentation given, discussion held. No formal action taken.

2. Annual Manager Review – T-Rowe Price – Ronald H. Taylor & L. Kenneth Brooks

This item was taken out of order and considered after item A4. Presentation given, discussion held. No formal action taken.

3. TSRS Portfolio Composition, Transactions and Performance Review for 02/29/16

Report given, discussion held. No formal action taken.

4. Review and Approval of New Portfolio Composition, Transaction, and Performance Reports
Discussion was held. Chairman Fleming asked staff to bring this item back for approval at the meeting scheduled for 4/28/2016.

C. Administrative Discussions

1. Annual TSRS Budget Approval for FY 2017

A motion to approve the TSRS FY 2017 Budget was made by John O'Hare, 2nd by Michael Coffey, and passed by a vote of 4-0 (Kevin Larson and Jorge Hernandez absent/excused, Chairman Fleming did not vote).

2. Report from Board Member on 2015 Fall Public Funds Forum

John O'Hare requested this item be moved to the meeting scheduled for 4/28/2016.

D. Articles for Board Member Education / Discussion

1. PIMCO Cyclical Outlook 2016 – Calmer C's Ahead

E. Call to Audience – None heard.

F. Future Agenda Items

1. 50/50 Split Employee/Employer Contributions for New Hires
2. Education Plan for New Staff and Trustees
3. Duties and Selection of Advisory Board
4. Hiring an Intern to Free Staff for Education
5. TSRS Board Annual Evaluation of Staff and Consultants
6. Formal Evaluation of Active Managers – 1.5% over benchmark over a given period
7. RFQ for Actuarial Services
8. Action Plan for Black Swan Events
9. Would It Be Better to Index the Whole Fund

The Board decided to add items F1 and F2 to the agenda for 4/28/2016.

G. Adjournment – 10:22 AM