

**TUCSON SUPPLEMENTAL RETIREMENT SYSTEM
BOARD OF TRUSTEES
Legal Action Report**

DATE: Thursday, April 25, 2019
TIME: 8:30 a.m.
PLACE: Human Resource Conference Room, 3rd floor East
City Hall, 255 West Alameda
Tucson, Arizona 85701

Members Present: Mark Rubin, Chairman
Ana Urquijo, HR Director
James Wysocki, Elected Retiree Representative
Jorge Hernández, Elected Representative
Kevin Larson, City Manager Appointee

Staff Present Art Cuaron, Pension & Benefits Administrator
Tina Gamez, Administrative Assistant

Guests Present Catherine Langford, Yoder & Langford – TSRS Legal Counsel (via Telephone)
Dave Deibel, Deputy City Attorney
Pete Saxton, Pension Manager
Aaron Williams, Principal Internal Auditor
Robert Kulze, Principal Internal Auditor
Paul Erlendson, Callan LLC (via Facetime)

Absent/Excused: Joyce Garland, Finance Director
Michael Coffey, Elected Representative

Chairman Mark Rubin called the meeting to order at 8:30am

A. Consent Agenda

1. Retirement Ratifications for April 2019
2. March 2019 TSRS Budget Vs. Actual Expenses
3. March 2019 Board Meeting Minutes
4. TSRS March Investment Measurement Service Monthly Review

A motion to approve the Consent Agenda was made by Kevin Larson, 2nd by Jorge Hernandez.

Ana Urquijo moves to modify and approve items 1, 3 & 4 from the Consent Agenda, 2nd by Kevin Larson. A motion was made to approve item 2 by James Wysocki, 2nd by Ana Urquijo, passes unanimously (Joyce Garland & Michael Coffey absent/excused).

B. Call to Audience

None heard

C. Disability Application*

1. Leon Howell

A motion to enter executive session was made by Ana Urquijo, 2nd by Kevin Larson, and passed by a vote of 5-0 (Joyce Garland & Michael Coffey absent/excused).

A motion to return to regular session was made by Kevin Larson, 2nd by Jorge Hernandez and passes unanimously (Joyce Garland & Michael Coffey absent/excused).

A motion was made by James Wysocki to approve Leon Howell Disability Application, 2nd by Jorge Hernandez. The Disability Application of Mr. Howell was approved unanimously (Joyce Garland & Michael Coffey absent/excused).

Break: 9:41 AM

Returned: 9:46 AM

D. Asset/Liability Model Report

1. Discuss ALM Survey Results- Callan

Presentation given by Paul Erlendson, discussion held. No formal action taken.

E. Administrative Discussions

This item was taken out of order and discussed after item C.

1. Revision to the Ratification Report

A motion to approve the new report was made by Kevin Larson, 2nd by Ana Urquijo. James Wysocki wants to modify the proposed report, motion fails 2-3 (Jorge Hernandez, James Wysocki and Kevin Larson dissented, Ana Urquijo and Mark Rubin were in favor).

A Motion to approve the report subject to the modification of the service credits and age column were made by James Wysocki, 2nd by Ana Urquijo, passed by a vote of 5-0 (Joyce Garland & Michael Coffey absent/excused).

2. 2019 Disability Audit

Discussion held, no formal action taken.

3. Internal Audit Update – Aaron Williams – City of Tucson Internal Audit

Presentation given by Aaron Williams, discussion held. No formal action taken.

F. Articles & Readings for Board Member Education / Discussion

1. Why the Longest Bull Market Has Failed to Fix the Nation's Public Pensions
2. Why There Is Too Much Emphasis on Recession and the Inverted Yield Curve in 2019
3. Largest DB Plan Sponsors Adjust Policies to Manage Risks

G. Future Agenda Items

1. TSRS Rules and Regulations
2. Consideration to Hire External Legal Counsel
3. Internal Audit Update
4. Study Session to Discuss Post Retirement Benefit Increase Policy
5. Asset Liability Model Report
6. Quarterly Performance Review
7. Investment Manager Review Causeway

H. Adjournment

A motion to adjourn the meeting was made by James Wysocki, 2nd by Ana Urquijo, and passed by a vote of 5 to 0.

Adjourned 10:46 AM