

TUCSON SUPPLEMENTAL RETIREMENT SYSTEM BOARD OF TRUSTEES

DATE: Thursday, June 5th, 2014
TIME: 8:30 a.m.
PLACE: Finance Department Conference Room, 5th floor
City Hall, 255 West Alameda
Tucson, Arizona 85701

A. Call to Order

B. Consent Agenda Ratification for May 29th meeting

1. Approval of April 24th Board Meeting Minutes
2. Retirement ratifications for the month of May 2014
3. December 31, 2013 and March 31, 2014 TSRS Financial Statements
4. May 2014 TSRS Expenses

C. Administrative Discussions

1. **Callan's 2014 Asset Allocation and Liability Study: Phase 1**
 - a. General Overview of the Study
 - b. Callan's Capital Market Return Expectations during the next 5 -10 years
 - c. Impact of Maintaining Current Contribution Rates for Extended Period
 - d. Discussion of Current Asset Classes and Policy Targets
 - e. Discussion of New Asset Classes, Targets, Opportunities
2. **2014 Actuarial Historical Experience Study¹**
 - a. Highlights of Recommended Assumptions
 - b. Adoption of Demographic Assumptions for Valuations dated July 1, 2014
 - c. Projected Effect of Change in Investment Return Assumption on Unfunded Liabilities, Contribution Rates, Funded Ratio
 - d. Adoption of Investment Return Assumption for Valuations dated July 1, 2014

D. Investment Activity Report

1. 03/31/13 Investment Performance – Executive Summary Review – Callan Associates
2. TSRS Portfolio composition, transactions and performance review for April, 2014

E. Call to Audience

F. Future Agenda Items

1. June 5th meeting: Actuarial Historical Experience Study & Asset Liability Study Results
2. Philosophy of contribution rates discussion – Board retreat item

G. Adjournment

¹ As of the date this agenda was distributed, this item was not available

Please Note: Legal Action may be taken on any agenda item

*Pursuant to ARS 38-431.03(A)(3) and (4): the board may hold an executive session for the purposes of obtaining legal advice from an attorney or attorneys for the Board or to consider its position and instruct its attorney(s) in pending or contemplated litigation. The board may also hold an executive session pursuant to A.R.S. 38-431.03(A)(2) for purposes of discussion or consideration of records, information or testimony exempt by law from public inspection.