

**TEACHER RETIREMENT SYSTEM OF TEXAS MEETING  
BOARD OF TRUSTEES**

**AGENDA**

**July 13, 2023 – 8:00 a.m.**

**July 14, 2023 – 8:00 a.m.**

***TRS East Building, 5<sup>th</sup> Floor, Boardroom.***

*All or part of the July 13-14, 2023 meeting of the TRS Board of Trustees may be held by telephone or video conference call as authorized under Sections 551.130 and 551.127 of the Texas Government Code. The Board intends to have the presiding officer and a quorum physically present at the following location, which will be open to the public during the open portions of the meeting: **1000 Red River, Austin, Texas 78701 in the TRS East Building, 5<sup>th</sup> Floor, Boardroom.** Members of the public may provide virtual public comment by registering first with the Board Secretary by submitting an email to [publiccomment@trs.texas.gov](mailto:publiccomment@trs.texas.gov) identifying the name of the speaker and topic, no later than 5:00 pm on July 13, 2023.*

*The open portions of the July 13-14, 2023, Board meeting are being broadcast over the Internet. Access to the Internet broadcast of the Board meeting is provided at [www.trs.texas.gov](http://www.trs.texas.gov).*

*NOTE: The Board may take up any item posted on the agenda during its meeting on July 13-14, 2023, beginning at the time and place specified on this agenda.*

1. Call roll of Board members.
2. Consider the following administrative matters including approval of the May 2023 proposed meeting minutes – Jarvis V. Hollingsworth.
3. Review and discuss the Executive Director's report on the following matters – Brian Guthrie:
  - A. Review administrative operational matters, including updates on legislative, financial, audit, legal, staff services, special projects, investment matters, strategic planning, trustee elections, personnel matters, and Moving Forward Together Update.
  - B. Board operational matters, including a review of draft agendas for upcoming meetings.
  - C. Event notices or reminders; holiday and other schedules of interest; board member, employee or other individual recognitions; and expressions of thanks, congratulations, or condolences.
4. Receive an update regarding the 88<sup>th</sup> Regular Legislative Session – Merita Zoga and Addison Crank.

5. Receive TRS Quarterly Ombudsman's Report – Lori LaBrie.
6. Review and consider procurements and contracts, including the following – Shannon Gosewehr:
  - A. Receive Procurement and Contracts Update; and
  - B. Consider accepting the Procurement and Contracting Report.

***NOTE:*** *The Board meeting likely will recess after the last item above to conduct committee meetings and will resume in the afternoon to take up item listed below.*

7. Consider personnel matters, including the appointment, employment, evaluation, compensation, performance, duties, discipline, or dismissal of the Chief Audit Executive – Jarvis V. Hollingsworth.

***NOTE:*** *The Board meeting likely will recess after the last item above and will resume July 14, 2023, Friday morning, to take up items listed below.*

8. Provide an opportunity for public comment – Jarvis V. Hollingsworth.
9. Receive the report of the Strategic Planning Committee on its July 13, 2023 meeting – Committee Chair.
10. Receive the report of the Benefit Committee on its July 13, 2023 meeting and consider adoption, approval or acceptance of the following – Committee Chair:
  - A. Consider resolution directing staff to prepare for and issue the limited by age one time-stipend consistent with the provisions of Senate Bill 10 as passed by the 88<sup>th</sup> Texas Legislature Regular Session; Accept the Medical Board Meeting Minutes;
  - B. Consider the appointment of members of the Medical Board;
  - C. Consider the Benefit Payments for March 2023 – May 2023; and
  - D. Consider adoption of the plan design for the TRS-Care Standard Plan for FY 2024.
11. Receive the report of the Compensation Committee on its July 13, 2023 meeting – Committee Chair.
12. Receive the report of the Budget Committee on its July 13, 2023 meeting and consider adoption of the following: – Committee Chair.
  - A. Consider the adoption of the proposed fiscal year 2024 pension trust fund administrative operations budget, general provisions, and resolution authorizing transfer of pension trust funds to the TRS expense account to cover the expenses approved under the fiscal year 2024 budget.

- B. Consider the adoption of the proposed fiscal year 2024 administrative operations budgets and general provisions for the TRS health benefits funds (retired and active plans).
  - C. Consider the statutory certification of estimated state contributions to the State Comptroller of Public Accounts to be received by the retired school employees group health benefit fund for the fiscal year ending August 31, 2024.
- 13. Receive the report of the Policy Committee on its July 13, 2023 meeting and consider the following: – Committee Chair
  - A. Adoption of amendments to the Policy on Negotiated Rulemaking and Alternative Dispute Resolution; and
  - B. Adoption of the proposed amendments to the following TRS rules in Chapters 25, 29, and 47 of Title 34, Part 3 of the Texas Administrative Code:
    - 1. § 25.162. State Personal or Sick Leave Credit;
    - 2. § 25.302, relating to Calculation of Actuarial Costs of Service Credit;
    - 3. § 25.303, relating to Calculation of Actuarial Cost for Purchase of Compensation Credit;
    - 4. § 29.11, relating to Actuarial Tables;
    - 5. § 29.21, relating to Beneficiary Tables;
    - 6. § 29.71, relating to Tables;
    - 7. § 47.17, relating to Calculation for Alternate Payee Benefits Before a Member's Benefit Begins
- 14. Receive the report of the Investment Management Committee on its July 13, 2023 meeting – Committee Chair.
- 15. Receive the report of the Audit Committee on its July 14, 2023 meeting - Committee Chair.
- 16. Receive an update from the Deputy Director Update – Andrew Roth.
- 17. Receive an update on the TEAM Program – Andrew Roth, Chris Cutler, Billy Lowe, Jennifer Whitman, Adam Fambrough.
- 18. Receive a presentation from the TEAM Program Independent Program Assessment (IPA) Vendor – Laurie Patton, EY.
- 19. Receive quarterly update on TRS Data Protection and Security update – Frank Williams, Kristi Glasgall, Martin Cano and Beth Hallmark.

20. Consider the role, performance and engagement of Board Investment Advisor, Dr. Keith Brown including considering a finding that to deliberate or confer in open meeting would have a detrimental effect on the position of the retirement system in the negotiations with a third person – Brian Guthrie.
21. Consider an investment engagement with private equity manager, including considering a finding that deliberating or conferring in open meeting would have a detrimental effect on the position of the retirement system in negotiations with third parties or put the retirement system at a competitive disadvantage in the market – Eric Lang, Neil Randall and William Carpenter.
22. Review the report of the General Counsel on pending and contemplated litigation, including updates on litigation involving benefit-program contributions, retirement benefits, health-benefit programs, investment matters and open records and on legal or regulatory matters involving certain TRS vendors, investment managers, or other counterparties – Heather Traeger and J.R. Morgan.

The Board may convene in Executive Session under the following but not limited to:

- A. Texas Government Code, Section 551.071: Consultation with Attorney;
- B. Texas Government Code, Section 551.072: Deliberation Regarding Real Property;
- C. Texas Government Code, Section 551.074: Personnel Matters Relating to Appointment, Employment, Evaluation, Assignment, Duties, Discipline, or Dismissal of Officers or Employees including but not limited to the Executive Director, Chief Auditor Executive, Chief Investment Officer.
- D. Texas Government Code, Section 551.076: Deliberation Regarding Security Devices or Security Audits;
- E. Texas Government Code, Section 551.089: Deliberation Regarding Security Devices or Security Audits;
- F. Texas Government Code, Section 825.115: Applicability of Certain Laws;  
or
- G. Texas Government Code, Section 825.3011: Certain Consultations Concerning Investments.