



Summary of TCDRS Board Meeting Held Dec. 2, 2021

The key events at the board meeting were as follows:

- The board approved the consent agenda, which included:
 - September 2021 regular board meeting minutes
 - Quarterly financial statements
 - Participation of eight new employers (Carson County Appraisal District, Gulf Coast Protection District, Lower Rio Grande Valley Development Council, Medina Emergency Services District #1, Nacogdoches Central Appraisal District, Northhampton Municipal Utility District, Young Central Appraisal District, and County Line Special Utility District)
 - Plan termination of Denton County Fresh Water Supply District 1A
 - Special vesting provisions for Harris County jail medical staff
 - Special service provisions for Brazos Valley Council of Governments.
- The board approved the Executive Director's and Chief Investment Officer's monitoring reports. These reports detailed compliance with the following executive limitations: Staff (EL3); Financial Activities (EL5); Emergency Director/Investment Officer Succession (EL6); Asset Protection (EL7) and, additionally for the Investments area — Investment Policies (EL11).
- The board approved amendments to the [TCDRS Investment Policy](#), which included adding the recently enacted prohibition against investments in financial companies that boycott certain energy companies and adopting clarifying amendments to the investment guidelines.
- The board considered reports on investment performance, including a presentation of the private markets annual plan for 2022, and a review of alternative investment portfolios. The board approved the resolution for the approval of investments.
- The board received a report from Cliffwater concerning the investments custodian and adopted the recommendation of the Chief Investment Officer, Deputy Investment Officer and Cliffwater to retain BYN Mellon as the custodian, securities lending agent and performance measurement analyst.



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- The board received a report from Milliman concerning the results of the investigation of experience study and adopted Milliman's recommended changes to demographic assumptions. The board also received a report concerning the independent reviewing actuary's audit of Milliman's 2020 annual valuation and investigation of experience.
- The board found the Executive Director and Chief Investment Officer to be in compliance with EL9 (Executive Limitation 9 - Communication and Support to the Board).
- KPMG conducted a pre-audit planning session.
- The board elected to maintain for 2022 the TCDRS retirement plan for staff with no plan changes, adopted an elected rate of 13.5%, adopted an 80% CPI-based COLA for retirees and a \$930,000 lump sum contribution, funded from 2021 budget savings to fund the retiree COLA.
- The board approved the budget and operating plan for 2022.
- The board approved a resolution to transfer \$25 million from the Endowment Fund to the Expense Fund to adequately fund 2022 operations.
- The board elected Mary Louise Nicholson as chair and elected Deborah Hunt as vice-chair for 2022.
- The board confirmed the following dates for the 2022 regular board meetings:
 - March 17, 2022
 - June 16, 2022
 - September 15, 2022
 - December 8, 2022

Note: The official meeting minutes will be posted after the board approves them at their next meeting on March 17, 2022.