

TEACHERS' RETIREMENT SYSTEM OF THE STATE OF KENTUCKY
QUARTERLY MEETING OF THE BOARD OF TRUSTEES
MARCH 21, 2022

Minutes of Meeting:

After giving proper notice of a quarterly meeting and a quorum being present, Chair Alison Wright called the Teachers' Retirement System of the State of Kentucky Board of Trustees to order at 12:30 p.m. ET, Monday, March 21, 2022. The meeting was conducted by live video teleconference.

Members present:

Alison Wright, Chair
Hollis Gritton, Vice Chair
William Alverson
John Boardman
Frank Collecchia
Brenda McGown
Lynn Patterson
Laura Schneider
Josh Underwood
Allison Ball, State Treasurer
Matthew Ross, proxy for Education Commissioner

Others present:

Gary L. Harbin, Teachers' Retirement System
Robert Barnes, Teachers' Retirement System
Eric Wampler, Teachers' Retirement System
Tom Siderewicz, Teachers' Retirement System
Karen Ashby, Teachers' Retirement System
Mark Whelan, Teachers' Retirement System
Greg Hall, Teachers' Retirement System
Nate Van Sickel, Teachers' Retirement System
Jane Gilbert, Teachers' Retirement System
Becky Niece, Teachers' Retirement System
Felicia Penn, Teachers' Retirement System
Margaret Hockensmith, Teachers' Retirement System

1. Reports for Consent: Chair Wright reviewed the draft minutes of the December 20, 2021, quarterly meeting of the board. Chair Wright asked the board to act on the minutes.

Board Action: The board considered the minutes of the December 20, 2021, quarterly meeting. Upon motion duly made by Treasurer Ball and seconded by Ms. Schneider, the board unanimously approved the minutes as written.

Chair Wright reviewed the draft minutes of the December 20, 2021, special meeting of the Scholarship Committee. Chair Wright asked the board to act on the minutes.

Board Action: The board considered the minutes of the December 20, 2021, special meeting of the Scholarship Committee. Upon motion duly made by Ms. Schneider and seconded by Ms. McGown, the board unanimously approved the minutes as written.

Applications for Retirement and Annuity, Survivor Benefits, Life Insurance Benefits and Refunds: Mr. Wampler reported to the board regarding benefit payments. Chair Wright asked the board to act on the report of benefit payments.

Board Action: Upon motion duly made by Mr. Gritton and seconded by Mr. Boardman, the board approved the applications for retirement and annuity, survivor benefits, life insurance benefits and refunds as reported.

Interim Financial Statements: The board considered the report on the interim financial statements for the quarter ended December 31, 2021. The report was informational, and the board took no action.

2. Report of the Investment Committee: Mr. Siderewicz reported to the board concerning the investment performance for the quarter ended December 31, 2021, and the activities of the Investment Committee from the February 24, 2022, quarterly meeting.

Chair Wright asked for questions or comments. Chair Wright asked the board to act on the report of the Investment Committee.

Board Action: Upon motion duly made by Mr. Underwood and seconded by Dr. Patterson, the board unanimously voted to accept and ratify the report of the Investment Committee.

3. Report of the Governance and Audit Committee: Mr. Wampler reported that the Governance and Audit Committee held a special meeting on March 21, 2022, prior to the board's quarterly meeting. The committee approved the annual renewal of administrative services contracts and the investment experts for fiscal year 2023.

Chair Wright asked for questions or comments. Chair Wright asked the board to act on the report of the Governance and Audit Committee.

Board Action: Upon motion duly made by Mr. Boardman and seconded by Ms. McGown, the board unanimously voted to accept and ratify the report of the Governance and Audit Committee.

4. Legislative Update: Mr. Barnes reported to the board concerning the 2022 regular session of the General Assembly. Mr. Barnes' report was informational, and the board took no action.

5. Annual Review of Disability Earnings Limitation: Mr. Harbin reported to the board concerning the provisions of KRS 161.661(12), which allows the board to increase the disability earnings

limitation by the percentage increase in the annual average of the Consumer Price Index (CPI) for all urban consumers for the most recent calendar year as published by the Federal Bureau of Labor Statistics (BLS) not to exceed 5%. In January 2022, the BLS published the CPI for all urban consumers for calendar 2021 as a 7% increase. Mr. Harbin recommended that the disability earnings limitation be increased by 5% to \$44,877 effective for calendar year 2022.

Chair Wright asked for questions or comments. Chair Wright asked the board to act on the recommendation of the executive secretary.

Board Action: Upon motion and second, the board unanimously voted to increase the disability earnings limitation by 5% to \$44,877 effective for calendar year 2022 as allowed under KRS 161.661(12).

6. Executive Secretary's Observations and Comments: Mr. Harbin reported to the board on the Statement of Financial Disclosure, the Member Nominating Committee for board positions, the Junita Losey Scholarship Fund and the executive secretary's meetings.

Adjournment: There being no further business to come before the board and upon motion duly made by Ms. Schneider and seconded by Mr. Underwood, Chair Wright declared the meeting adjourned at 1:25 p.m. ET.

CERTIFICATIONS

We, the chair and the executive secretary of the Board of Trustees of the Teachers' Retirement System of the State of Kentucky, do certify that the minutes of meeting were approved by the board on June 20, 2022.

Alison Wright, Chair

Gary L. Harbin, Executive Secretary

I, Robert B. Barnes, do certify adherence to the Kentucky Open Meetings Act, KRS 61.800 et seq., in the conduct of this meeting. I have reviewed the minutes for form, content and legality.

Robert B. Barnes, Deputy Executive Secretary
and General Counsel

I, Felicia Penn, do certify that I was present at the meeting and duly recorded the actions of the Board of Trustees of the Teachers' Retirement System of the State of Kentucky at its meeting on March 21, 2022.

Felicia Penn
Recording Secretary