

**Regular Meeting  
Board of Administration  
Tacoma Employees' Retirement System**

1:00 p.m., Thursday, July 11, 2019  
Tacoma Public Utilities  
Administration Building North  
Conference Room LT1  
3628 S. 35<sup>th</sup> Street  
Tacoma, Washington 98409

**Minutes**

**Call to Order**

Andy Cherullo, Second Vice Chair, called the meeting to order on Thursday, July 11, 2019.

**Roll Call**

Members Present: Andy Cherullo, Gordon Cavanaugh, Kim Moore, Jim Sant,  
Jonathan Schlaudraff, Tadd Wille and Wayne Reed

Members Absent: Mayor Victoria Woodards, Sam Bencoter and Matthew Hedges

Others Present: Tim Allen, Retirement Director  
Kathleen Mason, Recording Secretary  
Catherine Marx, Assistant Retirement Director  
Charles Lee, Deputy City Attorney

**Citizen Comments**

None.

Guest: LaTasha Ware, Management Fellow from the City Manager's office.

**Consent Agenda**

Upon motion by Gordon Cavanaugh, seconded by Jonathan Schlaudraff, the Retirement Board moved to adopt the Consent Agenda and approve the drafted minutes of the June 13, 2019 Retirement Board meeting.

**Old Business**

**Investment Update**

Tim reported on the in-person and conference call meetings he has held with TERS' existing asset managers so far in 2019. He updated the Board on the new equity Policy Benchmark that FTSE Russell has crafted to replace a previously supplied index that they have discontinued.

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## **New Business**

### **Private Equity Overview**

Tim provided a comprehensive overview on private equity, including the role it serves in TERS' portfolio, the progress that has been made since TERS' first commitment in 2009 and the mechanics of how private equity capital calls and distributions work. He discussed the pros and cons of investing in private equity and the importance of diversification in this asset class in terms of region, capital stage and vintage year.

### **Discussion of Pension Options**

Catherine Marx provided an overview of the pension options that a retiree may choose from at the time of retirement, including estimated percentages of which options are chosen most frequently by TERS' retirees.

### **Retirement Director's Report**

The Retirement Director's report serves as an addendum to the minutes.

### **Good of the Order**

#### **Retirement Transactions Report – June 2019**

The Retirement Transactions Report – June 2019 was provided to the Board.

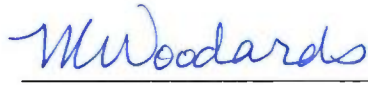
### **Additional Topics**

None.

### **Adjourn**

Upon motion by Kim Moore, seconded by Wayne Reed, Andy Cherullo adjourned the meeting at 2:47 p.m.

  
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Kathleen Mason  
Recording Secretary

  
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Mayor Victoria Woodards  
Board Chair