

Minutes of SERS Defined Contribution Committee Meeting - July 30, 2019

Attendees:

Committee Members and Designees:

Glenn Becker
John DiSanto
David Fillman
Dan Frankel (absent)
Mary Soderberg, Chair

Other Board Members:

James Bloom (designee for Wiessmann)
Lloyd Ebright (designee for Torsella)
Charles Erdman (designee for DiSanto)
Alan Flannigan (designee for Wiessman)
Bernie Gallagher (designee for Frankel)
Toni Marchowsky (designee for Hughes)
Dan Ocko (designee for Frankel)
Leo Pandeladis (designee for Wiessmann)

Gregory Thall
Michael Tobash

SERS Staff:

Rose Agnew
Randy Albright
Don Bell
Thomas Derr
Jonathan Ferrar
Brian Gilroy
Pamela Hile
Christopher Houston
Alicia James
Kevin Kiehl
David Kuntch
Bryan Lewis
Alan Lin
N. Joseph Marcucci
Katie Mathews
Ryan McCoy
Sara McSurdy
James Nolan
M. Catherine Nolan
Kara O'Donnell
Upen Pandya
Terrill Sanchez
David Sedlak

Melissa Seiders
Dana Shettel
Joseph Torta
William Truong
Carly Wismer

Interns and Externs:

Ambria Bates

State Officials and Visitors:

Jim Rohlinger (Empower Retirement)
Tom Shingler (Callan Associates)

1. Call To Order

The meeting was called to Order at 9:30 A.M. by Committee Chairperson, Mary A. Soderberg.

2. Welcome and Introductions**3. Approval of Minutes**

By Motion that was moved, seconded, and approved by Committee members, it was RESOLVED: The minutes of the February 27, 2019 Defined Contribution Committee meeting are unanimously approved.

4. Old Business (None)**5. Special Presentations (None)****6. New Business**

By the following Motions that were moved, seconded and approved by Committee members, it was RESOLVED:

MOTION #1 – Adding Global Non-U.S. Stock Index Fund to the 457(b) Deferred Compensation Plan

- To recommend that the State Employees' Retirement Board add the Global Non-U.S. Stock Index Fund, which is already in place in the 401(a) Defined Contribution Plan, to the stable of investment options in the 457(b) Deferred Compensation Plan under the same or more favorable contract terms and conditions as are currently in place for the 401(a) Defined Contribution Plan.

MOTION #2 -- Adding the Series of BlackRock LifePath Target Date Funds to the 457(b) Deferred Compensation Plan

- To recommend that the State Employees' Retirement Board add the series of BlackRock LifePath Target Date Funds that are already in place in the 401(a) Defined Contribution Plan to the stable of investment options in the 457(b) Deferred Compensation Plan with the same or more favorable contract terms and conditions as are currently in place for the 401(a) Defined Contribution Plan.

MOTION #3 -- Changing the Default Investment Option in the 457(b) Deferred Compensation Plan from the Money Market Fund to the Series of BlackRock LifePath Target Date Funds

- To recommend that the State Employees' Retirement Board replace the Money Market Fund as the default investment option in the 457(b) Deferred Compensation Plan with the appropriate BlackRock LifePath Target Date Fund that corresponds with a particular participant's age, and to provide participants with the required notification.

MOTION #4 -- Removing Profile Funds and International Company Stock Index Fund from 457(b) Deferred Compensation Plan and Transferring Assets to the Default Investment Option

- To recommend that the State Employees' Retirement Board: (i) terminate the Profile Fund options; (ii) terminate the International Company Stock Index Fund from the stable of investment options in the 457(b) Deferred Compensation Plan, effective January 3, 2020; and (iii) direct the transfer of all remaining assets in those funds to the appropriate default investment option.

MOTION #5 -- Changing the 457(b) Deferred Compensation Plan's Statement of Investment Policy to Reflect Changes

- To recommend that the State Employees' Retirement Board amend the 457(b) Deferred Compensation Plan's Statement of Investment Policy to: (i) reflect the addition of the BlackRock LifePath Target Date Fund series and the Global Non-U.S. Stock Index Fund to the Plan's stable of investment options; and (ii) reflect the change in Consultant to Callan.

MOTION #6 -- Changing the 457(b) Deferred Compensation Plan's Trust Document to Reflect Changes to the Default Investment Option

- To recommend that the State Employees' Retirement Board amend the Second Amended and Restated Trust Declaration for the Deferred Compensation Plan for Officers and Employees of the Commonwealth of Pennsylvania, known as the 457(b) Trust Document, to: (i) reflect the decision to change the default investment option from the Processing Account to the appropriate BlackRock LifePath Target Date Fund; (ii) authorize the Board to designate the appropriate BlackRock LifePath Target Date Fund as the default investment option for individual participants; and (iii) provide participants with the required notification.

7. Board Comments/Concerns/Questions (None)

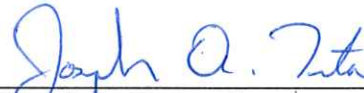
8. Motion to Adjourn

By Motion that was moved by David Fillman and unanimously approved by the Committee members, it was RESOLVED: That this meeting is adjourned at 10:07 A.M.

Respectfully Submitted,



James Nolan, Acting CIO
Investment Office



Joseph A. Torta, Director
Office of Member Services