BOARD OF EDUCATION RETIREMENT SYSTEM
Board Meeting Agenda
May 13, 2026

1. Calendar Item 1: Noting of the Minutes of the Meeting of the Board of Education Retirement System held on April 21, 2026 – **FOR CONSIDERATION AND ACTION.**

2. Executive Director's Update – **FOR DISCUSSION.**

3. Calendar Items 2-17: Ordinary Business – **FOR CONSIDERATION AND ACTION.**

4. Calendar Item 18: Authorization of the Rebalancing of Funds of the Board of Education Retirement System – **FOR CONSIDERATION AND ACTION.**

5. Calendar Item 19: Authorization to the Comptroller of the City of New York to Invest, Sell and Exchange the Funds of the Retirement System – **FOR CONSIDERATION AND ACTION.**

6. Calendar Item 20: Authorization to Commit Funds for the Provision of System Maintenance Services for the Board of Education Retirement System – **FOR CONSIDERATION AND ACTION.**

7. Calendar Item 21: Fiscal Year 2027 Budget Presentation – **FOR DISCUSSION.**

8. Calendar Item 22: Public Equity – Equity Index Notice of Search – **FOR CONSIDERATION AND ACTION.**

9. Calendar Item 23: Authorization to the Comptroller of the City of New York to Add Seven Recommended Managers to a Pool for Transition Management Services for Public Market Transactions for Future Use – **FOR CONSIDERATION AND ACTION.**

Board of Education Retirement System
Meeting of the Board of Trustees
Summary Minutes
April 21, 2026

DRAFT

<u>Appearances:</u>

Adriana Alecia, Trustee (CEC Queens)
Debra Altman, Trustee (CEC Staten Island)
Karine Apollon, Trustee (Chancellor Designee)
Shirley Aubin, Trustee (Queens BP Rep) *
Camille Casaretti, Trustee (Brooklyn BP Rep)
Marjorie Dienstag, Trustee (Mayoral)
Amy Slattery, Trustee (Comptroller Designee)
Gregory Faulkner, Trustee (Chair)
Anita Garcia, Trustee (Mayoral)
Anthony Giordano, Trustee (Mayoral)
Dr. Angela Green (Mayoral)
Naveed Hasan, Trustee (CEC Manhattan)
Alice Ho, Trustee (Mayoral)
Rima Izquierdo, Trustee (Bronx BP Rep) *
Faraji Hannah-Jones, Trustee (CEC Brooklyn)
Donald Nesbit, Trustee (Employee Member)
Dr. Sharon Odwin, Trustee (Mayoral)
Brenida Parsons, Trustee (CEC Bronx) *
Maisha Sapp, Trustee (Mayoral)
Frank Sirabella, Trustee (Employee Member)

Virtual Attendance

*****Denotes alternate attending for Primary Trustee***

Meeting commenced at approximately 4:15 PM.

<u>Agenda Item 1 Calendar Item 1</u>: – Noting of the Minutes of the Meeting of the Board of Education Retirement System held on March 3, 2026. On a motion by Ms. Apollon and a second by Mr. Giordano, this item was unanimously approved.

***** Faraji Hannah-Jones arrived at approximately 4:31 PM * ****

<u>Agenda Item 2</u> – Executive Director Update

<u>Agenda Item 3 – Calendar Item 2 – 17</u>: Ordinary Business. On a motion by Mr. Giordano and a second by Ms. Ho, this item was unanimously approved.

<u>Agenda Item 4 – Calendar Item 18</u>: Adoption of the Actuary's Determination for the Preliminary Fiscal Year 2027 Employer Contribution. On a motion by Ms. Apollon and a second by Ms. Garcia, this item was unanimously approved.

<u>Agenda Item 5 – Calendar Item 19</u>: Adoption of the Disability Committee's Recommendations. On a motion by Ms. Apollon and a second by Mr. Giordano, this item was unanimously approved.

Agenda Item 6 – Calendar Item 20: Adoption of BERS Bylaws. On a motion by Ms. Apollon and a second by Mr. Sirabella, this item was unanimously approved.

****On a motion by Ms. Apollon and a second by Mr. Giordano, the Board of Trustees voted unanimously to enter* Attorney-Client *Session.***

**** Attorney-Client Session ****

****On a motion by Mr. Faulkner and a second by Ms. Apollon, the Board of Trustees voted unanimously to exit* Attorney-Client *Session.***

Agenda Item 7 - Calendar Item 21: Recommendation to Amend Appendix A of the BERS Rules and Regulations to Permit Repayment of TDA Loans via Deductions from Pension Payroll. On a motion by Ms. Apollon and a second by Mr. Giordano, this item was neither tabled nor voted on.

Agenda Item 8 - Calendar Item 22: Authorization to the Comptroller of the City of New York to Divest from For-Profit Prison Companies. On a motion by Mr. Faulkner and a second by Mr. Hannah-Jones, this item was unanimously approved.

****On a motion by Ms. Apollon and a second by Mr. Faulkner, the Board of Trustees voted unanimously to enter Executive Session.***

**** Executive Session ****

Agenda Item 9 - Calendar Item 23: 2026 Public Equity Annual Plan and Diversity Statistics. On a motion by Ms. Apollon and a second by Ms. Garcia, this item was discussed.

Agenda Item 10 - Calendar Item 24: 2026 Public Fixed Income Annual Plan and Diversity Statistics. On a motion by Ms. Apollon and a second by Ms. Dienstag, this item was discussed.

****On a motion by Ms. Apollon and a second by Mr. Hannah-Jones, the Board of Trustees voted unanimously to exit Executive Session.***

****On a motion by Ms. Apollon and a second by Mr. Giordano, the Board of Trustees voted unanimously to enter Executive Session.***

**** Executive Session ****

DRAFT

Agenda Item 11 - Calendar Item 25: Annual Climate Update. On a motion by Ms. Apollon and a second by Ms. Garcia, this item was discussed.

****On a motion by Ms. Apollon and a second by Mr. Giordano, the Board of Trustees voted unanimously to exit Executive Session.***

***** Faraji Hannah-Jones departed at approximately 6:03 PM * ****

On a motion by Ms. Apollon and a second by Ms. Garcia, the meeting was adjourned at approximately 6:21 PM.

DRAFT

OFFICE OF THE ACTUARY

255 GREENWICH STREET • 9TH FLOOR
NEW YORK, NY 10007
(212) 442-5775 • FAX: (212) 442-5777

MAREK TYSZKIEWICZ
CHIEF ACTUARY

May 6, 2026

Board of Trustees
New York City Board of Education Retirement System
55 Water Street, 50th Floor
New York, NY 10041

Re: Internal Rebalance of Funds

Dear Members:

The provisions of the New York City Board of Education Retirement System (BERS) Rules Sections 9(b)(F) and 45 provide for certain internal transfers of funds. These transfers are intended to rebalance the estimated actuarial liabilities with the reported assets.

Appendix A to this letter presents the results of our analysis of the assets and liabilities of the BERS Qualified Pension Plan (QPP) and the BERS Tax-Deferred Annuity (TDA) Program Funds (Funds) as of July 1, 2025 based on the June 30, 2025 actuarial valuation used to determine the Preliminary Fiscal Year 2027 results for BERS.

Based on our calculations, the TDA was overfunded by $20,770,839 as of July 1, 2025, and this amount should be transferred to the Contingent Reserve Fund of the QPP. Also, the Variable Fund within the QPP was underfunded by $1,979,326 as of July 1, 2025, and this amount should be transferred from the Contingent Reserve Fund to the QPP Variable Fund.

Account balances for the QPP and TDA as of June 30, 2025 and unit balances for the TDA as of June 30, 2025 were provided by BERS.

Appendix B presents the asset values as of June 30, 2025 for the Funds supplied by BERS that was used in the analysis.

Appendix C contains a draft Board Resolution that authorizes the rebalancing of the Funds.

I, Marek Tyszkiewicz, am the Chief Actuary for, and independent of, the New York City Retirement Systems and Pension Funds. I am an Associate of the Society of Actuaries and a Member of the American Academy of Actuaries. I meet the Qualification Standards of the American Academy of Actuaries to render the actuarial opinion contained herein. To the best of my knowledge, the results contained herein have been prepared in accordance with generally accepted actuarial principles and procedures and with the Actuarial Standards of Practice issued by the Actuarial Standards Board.

If you have any questions, or if we may be of further assistance, please contact Dolores Capone or me.

Best Regards,

Marek Tyszkiewicz

Marek Tyszkiewicz, ASA, MAAA
Chief Actuary

Att.

cc: Dolores Capone, ASA, EA – New York City Office of the Actuary
Crage Lu, ASA – New York City Office of the Actuary
Sanford Rich – New York City Board of Education Retirement System
Keith Snow, Esq. – New York City Office of the Actuary

Appendix A

NEW YORK CITY BOARD OF EDUCATION RETIREMENT SYSTEM
FUNDED STATUS AS OF JUNE 30, 2025

Qualified Pension Plan (QPP) Funds

Fund	Assets	Liabilities[1]	Funded Status[2]
Variable A - Diversified Equity Fund			
Annuity Savings Fund	$ 304,767	$ 319,748	$ (14,981)
Pension Savings Fund	911,759	951,340	(39,581)
Annuity Reserve Fund	4,704,315	5,367,271	(662,956)
Pension Reserve Fund	8,988,845	10,250,653	(1,261,808)
Total	**$ 14,909,686**	**$ 16,889,012**	**$ (1,979,326)**

Tax-Deferred Annuity (TDA) Funds

Fund	Assets	Liabilities[1]	Funded Status[2]
Variable A			
Annuity Savings Fund	$ 564,553,684	$ 566,927,029	$ (2,373,345)
Annuity Reserve Fund	1,560,158	1,966,125	(405,967)
Roth TDA Variable Fund	1,197,894	1,240,639	(42,745)
Subtotal	**$ 567,311,736**	**$ 570,133,793**	**$ (2,822,057)**
Fixed Return Fund			
Annuity Savings Fund	$ 2,926,285,480	$ 2,902,698,686	$ 23,586,794
Annuity Reserve Fund	848,197	861,122	(12,925)
Roth TDA Fixed Fund	5,438,989	5,419,962	19,027
Subtotal	**$ 2,932,572,666**	**$ 2,908,979,770**	**$ 23,592,896**
Loan Insurance & Fees[3]	**$ 49,470,970**	**$ 49,470,970**	**$ 0**
TDA Grand Total	**$ 3,549,355,372**	**$ 3,528,584,533**	**$ 20,770,839**

[1] Liabilities for the Annuity Savings Fund and Pension Savings Fund are equal to the dollar value of members' accounts.
The liability for the TDA Variable Return Annuity Savings Fund is equal to the unit balance times the unit value for July of members' accounts.
Liabilities for the Annuity Reserve Fund and Pension Reserve Fund are actuarially determined.

[2] Positive amounts indicate the amount of assets to be transferred out of that Fund to the Contingent Reserve Fund.
Negative amounts indicate the amount of assets to be transferred into that Fund from the Contingent Reserve Fund.

[3] A transfer amount was not determined for the Loan Insurance Reserve and Fees.

Appendix B

QPP Fund Balances (in $)

Date	MCAF 7(Active)	MCAF 6 (Active)	ASF 7(Active)	ASF 6 (Active)	VASF 7 (Active)	VASF 6 (Active)	ITHP 6 (Active)	VITHP (Active)	57/5&55/25 E (Active)	57/5&55/25 R (Active)	25 & OUT (Active)	ARF (Reserve)
As of 6/30/2025	653,636,539.00	0.00	4,476,075.00	0.00	304,767.39	0.00	3,047,094.00	911,758.53	124,860,327.39	125,125,314.00	3,531,861.61	(66,924,635.40)
	653,636,539.00		**4,476,075.00**		**304,767.39**				**249,985,641.39**			

PRF (Reserve)	CRF (Reserve)	ITHPF (Reserve)	VARF (Reserve)	VPRF (Reserve)	GLIPF (Reserve)	T1/2 LOAN INS INT	T3/4 LOAN INS INT	T3/4/6 LOAN FEE	57/5&55/25 LOAN INS INT	57/5&55/25 LOAN FEE	Gross Total
(5,514,528.79)	6,809,927,594.87	(112,549,463.53)	4,704,314.80	8,988,845.15	9,476,825.00	5,169,673.94	51,512,937.33	(1,548,011.32)	5,888,568.23	(286,029.35)	**7,624,739,827.85**

TDA Fund Balances (in $)

Date	TDAFIX (Active)	TARF(Reserve)	TDAVAR (Active)	TVARF (Reserves)	TACERN (earnings)	TRESXF (Exp a/c)	TDA LOAN INS INT	TDA Roth Fix	TDA Roth Var	TDA Loan Fees	Gross Total
As of 6/30/2025	**2,926,285,480.00**	**848,196.80**	**564,553,684.02**	**1,560,157.98**	**0.00**	**0.00**	**50,242,326.04**	**5,438,989.00**	**1,197,894.27**	**(771,355.84)**	**3,549,355,372.27**

Appendix C

APPENDIX C

REQUEST FOR THE BOARD OF TRUSTEES TO ADOPT THE AUTHORIZATION OF REBALANCING OF FUNDS FOR THE NEW YORK CITY BOARD OF EDUCATION RETIREMENT SYSTEM

MAY 2026

WHEREAS, the BERS' Rules Sections 9(b)(F) and 45 require the Actuary, for purposes of determining funded status and rebalancing adjustments, to determine the actuarial value of assets and liabilities of BERS' Qualified Pension Plan (QPP) and the BERS' Tax-Deferred Annuity (TDA) Program as of each fiscal year; and

WHEREAS, BERS' Rules Section 45 states that where the assets of either the TDA or the QPP exceed its respective value, there shall be a transfer from such fund to the other where such value exceeds its assets; and

WHEREAS, the Actuary, by letter dated May 6, 2026, determined that as of July 1, 2025, the TDA was overfunded compared to its value by $20,770,839, and that such amount should be transferred to the QPP's Contingent Reserve Fund; and

WHEREAS, the Actuary, by letter dated May 6, 2026, determined that as of July 1, 2025, the QPP Variable Fund was underfunded compared to its value, by $1,979,326, and that such amount should be transferred to the QPP Variable Fund from the QPP's Contingent Reserve Fund; and therefore be it

RESOLVED, that the Board adopts the Actuary's recommendation and authorizes BERS staff to effectuate the internal rebalancing described above in accordance with such recommendation.

Respectfully Submitted:

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Sanford Rich
Executive Director

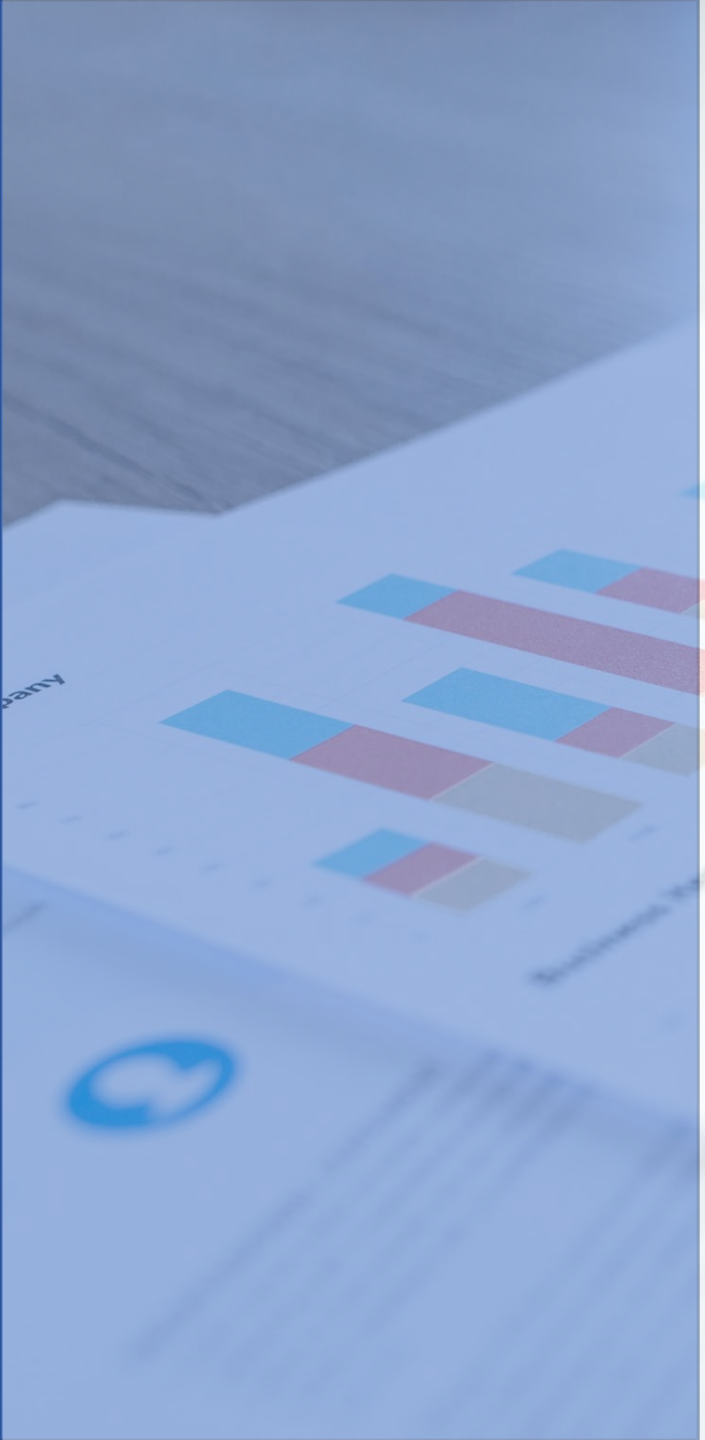
BERS | Board of Education Retirement System

FY 2027 Administrative Budget

Securing your financial future today

Proposed Administrative Budget FY 2027

Proposed Budget	**$45,102,008**
Personal services (PS)	$30,382,411
Other than personal services (OTPS)	$14,719,597



Budget Trend

	FY2026	FY2027 (proposed)
PS Budget	$29,442,076	$30,382,411
OTPS Budget	$15,663,160	14,719,597
Total	**$45,105,236**	**$45,102,008**
Headcount		
Full time employees	183	194

Key drivers for FY 2027

- $1.56M – Operational infrastructure and facility management
    - $1.4M – New rental lease (50th floor and ground floor)
    - $100K –Access control and Security management systems
    - $35K – Additional overhead costs
- $963K- Additional new Head count request (11)
- **($2.5M) – Savings from operational efficiencies**
    - **($1.61M)- 53% reduction in the Temporary Staff cost**
    - ($250K)- Savings from transitioning to a new cloud- based telecommunications system
    - ($250K)- Reduction in IT maintenance and support services
    - ($250K)- Reduction in professional services for Medical Board
    - ($161K) – Decrease in overtime

Thank you

BERS

Securing your financial future today

MAY 2026

AUTHORIZATION OF REBALANCING OF FUNDS FOR THE NEW YORK CITY BOARD OF EDUCATION RETIREMENT SYSTEM

WHEREAS, BERS Rules and Regulations Sections 9(b)(F) and 45 require the Actuary, for purposes of determining funded status and rebalancing adjustments, to determine the actuarial value of assets and liabilities of the BERS Qualified Pension Plan (QPP) and the BERS Tax-Deferred Annuity (TDA) Program as of each fiscal year; and

WHEREAS, BERS' Rules and Regulations Section 45 states that where the assets of either the TDA or the QPP exceed its respective value, there shall be a transfer from such fund to the other where such value exceeds its assets; and

WHEREAS, the Actuary, by letter dated May 6, 2026, determined that as of July 1, 2025, the TDA was overfunded compared to its value by $20,770,839, and that such amount should be transferred to the QPP's Contingent Reserve Fund; and

WHEREAS, the Actuary, by letter dated May 6, 2026, determined that as of July 1, 2025, the QPP Variable Fund was underfunded compared to its value, by $1,979,326, and that such amount should be transferred to the QPP Variable Fund from the QPP's Contingent Reserve Fund; now therefore be it

RESOLVED, that the Board adopts the Actuary's recommendation and authorizes BERS staff to effectuate the internal rebalancing described above in accordance with such recommendation.

Respectfully Submitted,

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Sanford R. Rich
Executive Director

MAY 2026

AUTHORIZATION TO THE COMPTROLLER OF THE CITY OF NEW YORK TO INVEST, SELL AND EXCHANGE THE FUNDS OF THE RETIREMENT SYSTEM

WHEREAS, in order that the receipts of monies, as and when they are credited to the fund, may be invested at the earliest possible moment, it is necessary that the Comptroller of the City of New York (the Comptroller), as custodian of the funds of the Board of Education Retirement System (BERS), be authorized to invest the available cash funds of said System, as they accumulate; now therefore be it

RESOLVED, that the Comptroller, as custodian of the funds of BERS, is hereby authorized to invest the funds of said System during the period of July 1, 2026 to September 30, 2026, in any investment authorized pursuant to the Administrative Code of the City of New York, the Retirement and Social Security Law, the Education Law, the Banking Law or as otherwise authorized by the laws governing the investments of said System, provided the Trustees of said System have heretofore approved such investment or hereafter approve such investment; and be it further

RESOLVED, that during the term of this delegation, investments in any asset class or category not previously authorized by BERS shall be made by the Comptroller only with the prior approval of the Trustees of said System; and be it further

RESOLVED, that the Comptroller is authorized to hold, sell, assign, transfer or dispose of any of the properties, securities or investments in which any of the funds of BERS shall have been invested, including the proceeds of such investments and any monies belonging to such fund, subject to the terms, conditions, limitations and restrictions imposed by law upon the Trustees of said System; and be it further

RESOLVED, that the Comptroller is authorized to execute BERS' corporate governance policy, including casting BERS' proxy votes, engaging portfolio companies and regulators, and submitting shareowner proposals that have been approved by the BERS Board of Trustees or a Committee of the Board authorized to approve shareholder proposals; and be it further

RESOLVED, that any termination, expiration or revocation of this delegation to invest shall not affect any binding commitment previously made by the Comptroller pursuant to such delegation and the Comptroller shall have the power to discharge fully any such binding commitment according to its terms.

Respectfully Submitted,

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Sanford R. Rich
Executive Director

MAY 2026

AUTHORIZATION TO COMMIT FUNDS FOR THE PROVISION OF SYSTEM MAINTENANCE SERVICES FOR THE BOARD OF EDUCATION RETIREMENT SYSTEM

WHEREAS, the Board of Education Retirement System (BERS) requires system maintenance services relating to its Comprehensive Pension Management System; and

WHEREAS, BERS has contracted with Vitech Systems Sub LLC. (Vitech), to provide such system maintenance services pursuant to the terms of an agreement between BERS and Vitech entered into on July 26, 2018; and

WHEREAS, BERS has determined the need for additional maintenance hours for Fiscal Year 2026 through Fiscal Year 2027 to provide all purpose maintenance and support services; and

WHEREAS, Vitech has been acquired by Majesco as of January 2026; now therefore be it resolved

RESOLVED, that the Board of Trustees authorizes the Executive Director of BERS commit funds for the provision of system maintenance services through Fiscal Year 2027 with a cost not to exceed $2,133,000; and be it further

RESOLVED, that the Executive Director of BERS be authorized to receive and control funds and to direct the Comptroller of the City of New York to disburse funds in accordance with this agreement.

Respectfully Submitted,

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Sanford R. Rich
Executive Director

May 2026

AUTHORIZATION FOR THE ADOPTION OF AN ADMINISTRATIVE BUDGET FOR FISCAL YEAR 2027 FOR THE BOARD OF EDUCATION RETIREMENT SYSTEM

WHEREAS, Chapter 307 of the Laws of 2002 was enacted on August 6, 2002; and

WHEREAS, Chapter 307 of the Laws of 2002 deems the administrative budget for the fiscal year beginning July 1, 2022 enacted by the retirement board to be effective as of the beginning of the fiscal year, and

WHEREAS, Chapter 307 of the Laws of 2002 authorizes the Retirement Board to establish a budget sufficient to fulfill the powers, duties and responsibilities set forth in the BERS rules and regulations and any other provision of law which sets forth benefits of members of the Retirement System and may draw upon the assets of the Retirement System to finance said budget; and

WHEREAS, the Executive Director and the administrative staff recommend as a budget for Fiscal Year 2027 a personnel services budget of $ 30,382,411 that includes a fringe benefit cost of $ 10,105,842 and an other than personnel services budget of $ 14,719,597; and

WHEREAS, the Retirement Board has reviewed the Executive Director's budget request; now therefore be it

RESOLVED, that the Retirement Board of the Board of Education Retirement System adopts the Fiscal Year 2027 administrative budget and delegates to the Executive Director its powers within the authorized appropriation.

Respectfully Submitted,

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Sanford R. Rich
Executive Director

May 2026

AUTHORIZATION TO THE COMPTROLLER OF THE CITY OF NEW YORK TO ADD SEVEN RECOMMENDED MANAGERS TO A POOL FOR TRANSITION MANAGEMENT SERVICES FOR PUBLIC MARKET TRANSACTIONS FOR FUTURE USE

WHEREAS, The New York City Board of Education Retirement System (BERS) has determined a need for transition management services for public market transactions; and

WHEREAS, after review and discussion of the analyses and recommendations of its investment advisor, Segal Marco Advisors, and the Comptroller of the City of New York ("the Comptroller"), and with the concurrence of the administrative staff, who endorse this action, recommend that the Board of Trustees ("the Board") add seven recommended managers to provide transition management services for public market transactions for potential future use in accordance with the recommendations of the Comptroller dated May 13, 2026; now therefore be it

RESOLVED, that the Board accepts the recommendations of its investment advisor, the Comptroller, and the administrative staff regarding the selection of firms and has determined that funds should be committed accordingly; and be it further

RESOLVED, that the Board hereby directs the Comptroller to effectuate the foregoing process by placing the recommended managers into a pool of transition management service managers for public market transactions, in accordance with the Comptroller's recommendations dated May 13, 2026; and be it further

RESOLVED, that the Board directs such process shall be completed within a reasonable period of time and in a manner consistent with the Comptroller's guidelines for such actions; and be it further

RESOLVED that the Board hereby directs the Comptroller to report to the Board on the progress of such action and to make such recommendations to the Board as the Comptroller shall deem appropriate with respect to such action.

Respectfully Submitted,

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Sanford R. Rich
Executive Director