

**TEACHER RETIREMENT SYSTEM OF TEXAS MEETING  
BOARD OF TRUSTEES  
AND  
POLICY COMMITTEE**

*(Mr. Graham, Committee Chair; Mr. Gauntt, Dr. Henry, Mr. McDonald & Mr. Wright,  
Committee Members)*

**AGENDA**

**October 8, 2009 – 3:45 p.m.  
TRS East Building, 5<sup>th</sup> Floor, Boardroom**

1. Consider the approval of the proposed minutes of the August 20, 2009 committee meeting – Presiding Officer.
2. Consider recommending to the Board the amendment of the Investment Policy Statement and associated TRS Glossary of Investment Terms with regard to foreign exchange forward contracts – Dr. Nigel Lewis.
3. Consider recommending to the Board the adoption of proposed new or amended rules needed to implement recently enacted legislation concerning the 403(b) company certification and product registration program, including the following sections of Title 34, Chapter 53 of the Texas Administrative Code – John Dahill:
  - A. Amended § 53.1, relating to Definitions.
  - B. Amended § 53.4, relating to Qualifications for Certification by Companies Offering Qualified Investment Products that are Annuity Contracts.
  - C. Amended § 53.5, relating to Qualifications for Certification by Companies Offering Qualified Investment Products Other than Annuity Contracts.
  - D. Amended § 53.6, relating to Procedure for Certification.
  - E. Amended § 53.7, relating to Certification Fee.
  - F. Amended § 53.11, relating to Coordination with Regulatory and Enforcement Agencies.
  - G. Amended § 53.13, relating to Suspension or Revocation of Certification.
  - H. Amended § 53.16, relating to Procedure for Product Registration.
  - I. New § 53.20, relating to Administrative Service Providers.

4. Continue comprehensive review of Board rules relating to the certification by companies offering qualified investment products and registration of those products (403(b) program) in Title 34, Chapter 53 of the Texas Administrative Code, provide opportunity for public comment on the rules under review, and consider authorizing for public comment publication amendments recommended by TRS staff to the following rules – Dan Junell and John Dahill:
  - A. Amended § 53.3, relating to Maximum Fees, Costs, and Penalties.
  - B. Amended § 53.5, relating to Qualifications for Certification by Companies Offering Qualified Investment Products Other than Annuity Contracts.
  - C. Amended § 53.6, relating to Procedure for Certification.
  - D. Amended § 53.15, relating to Product Registration Requirement.
  - E. Amended § 53.16, relating to Procedure for Product Registration.

*NOTE: The proposed amendments to the rules listed above in agenda item 4 are in addition to those posted for consideration of final adoption elsewhere on this committee agenda and the Board agenda for the October 8-9, 2009 meetings.*
5. Consider authorizing public comment publication of proposed amendments to the following TRS retirement plan rules in Title 34 of the Texas Administrative Code – Charmaine Skillman and Rebecca Smith:
  - A. Amendments to two rules addressing the amount of service in a school year required of a member to establish a year of service credit: § 25.4, relating to Substitutes, and § 25.131, relating to Required Service.
  - B. Amendments to § 25.21, relating to Compensation Subject to Deposit and Credit.
  - C. Amendments to § 25.163, relating to Service Credit Purchase.
6. Consider recommending to the Board the adoption of a new Employee Ethics Policy and related materials – Conni Brennan.

NOTE: The Board of Trustees (Board) of the Teacher Retirement System of Texas will not consider or act upon any item before the Policy Committee (Committee) at this meeting of the Committee. This meeting is not a regular meeting of the Board. However, because a quorum of the Board may attend the Committee meeting, the meeting of the Committee is also being posted as a meeting of the Board out of an abundance of caution.