



MINUTES

**Meeting of the Board of Trustees
of the State Universities Retirement System
11:15 a.m., Friday, April 16, 2010
Ennis Knupp & Associates
Michigan Conference Room
10 South Riverside Plaza, Suite 1600
Chicago, Illinois 60606**

The following Trustees were present: Mr. Mitchell Vogel, Vice-Chair; Mr. Matthew Berns, Ms. Patricia Cassidy, Dr. John Engstrom, Dr. J. Fred Giertz (via teleconference), Mr. Antonio Vasquez, Dr. Marva Williams

Others present were: Ms. Judith Parker, Interim Executive Director; Mr. Daniel L. Allen, Chief Investment Officer; Mr. Douglas C. Wesley, Deputy Chief Investment Officer; Ms. Kimberly Pollitt, Senior Investment Officer; Ms. Lou Ann Fillingham, Mr. Tony Lee, and Mr. Joe Duncan, Investment Officers; Ms. Stefanie Rice, Executive Assistant; Ms. Mary Pat Burns, Burke, Burns & Pinelli; Mr. Russell Ivinjack, Ms. Laurel Nicholson, and Mr. Tom Brennan and Ms. Rebecca Chow, Ennis Knupp & Associates; Ms. Patti Somerville-Koulouris, The Northern Trust Company.

Trustee Vogel called the meeting to order at approximately 11:15 a.m.

Roll call attendance was taken. Trustee Beaulieu, absent; Trustee Berns, present; Trustee Cassidy, present; Trustee Engstrom, present; Trustee Giertz, present (via teleconference); Trustee Hightman, absent; Trustee Miller, absent; Trustee Rogers, absent; Trustee Vasquez, present; Trustee Vogel, present; Trustee Williams, present.

Trustee Vogel served as Chair of the meeting in Trustee Hightman's absence.

Trustee Fred Giertz was unable to physically attend the meeting due to personal reasons. Trustee Vasquez moved:

- To allow Trustee Giertz to participate by telephone pursuant to Section 7 of the Open Meetings Act.

Motion seconded and carried with all Trustees present voting in favor.

SENATE BILL 1946 REVIEW

Ms. Judith Parker reported that Senate Bill 1946 was signed by the Governor on April 14, 2010 and is now known as Public Act 96-0889. Ms. Parker noted some of the changes that Public Act 96-0889 will have on new hire employees beginning January 1, 2011. The Public Act increases the normal retirement age to 67 with unreduced benefits or age 62 with reduced benefits at a reduction of 1/2% per month under the age of 67. It also changes the maximum pensionable salary, the rate of establishing the final average salary, the COLA, survivor annuities and the suspension of pension if receiving a salary from another system. A detailed report of the bill, its actuarial impact, and a comparison between the old plan, new plan, other state plans, and its impact on SURS staff will be provided to the Board at the June meeting. Trustee Vogel requested Ms. Parker to keep Trustee Williams apprised of the events.

A copy of Senate Bill 1946 is attached to these Minutes as [Exhibit 1](#). A copy of staff's presentation of Senate Bill 1946 is attached to these Minutes as [Exhibit 2](#).

CONSIDERATION OF APRIL 16, 2010, INVESTMENT COMMITTEE MOTIONS

On behalf of the Investment Committee, Trustee Vasquez moved that:

1. TIAA-CREF be retained as an investment provider for the SURS Self-Managed Plan with an indication regarding concerns pertaining to its performance.
2. PIMCO be retained as a structured active equity manager.
3. BlackRock be retained as a structured active equity manager.
4. Jacobs levy Equity Management be retained as a structured active U.S. equity manager.
5. T. Rowe Price Associates be retained as a structured active U.S. equity manager.
6. Progress Investment Management be retained as a manager of emerging managers.
7. Piedmont Investment Advisors be retained as a structured active U.S. equity manager.
8. Paradigm Asset Management be terminated as a U.S. equity manager.
9. The assignment of the existing SURS investment management agreement with Pantheon Ventures, inc. be approved, pending legal review.
10. The assignment of the existing Private Opportunities Fund LP's investment advisory agreement with Pantheon Ventures, inc. be approved, pending legal review.
11. The Board of Trustees travel to attend the Credit Suisse Private Equity Conference on Small & Emerging Managers & In-State Investments in Chicago, Illinois from April 28-29, 2010 and all resulting travel expenses allowable be approved.

12. The Board of Trustees travel to attend the Illinois Public Employee Retirement Systems Summit in Chicago, Illinois from June 2-3, 2010 and all resulting travel expenses allowable be approved.
13. The Board of Trustees travel to attend the Adams Street Partners 2010 Chicago Client Conference from June 9-10, 2010 and all resulting travel expenses allowable be approved.

Motions seconded and carried with all Trustees present voting in favor.

There being no further business to come before the Board, Trustee Cassidy moved that the meeting adjourn. The motion was seconded and it carried.

Respectfully submitted,



Ms. Judith A. Parker
Secretary, Board of Trustees

JAP:ssr