



MINUTES

**Meeting of the Board of Trustees of the
State Universities Retirement System
4:00 p.m., Thursday, February 10, 2011
The Northern Trust, 50 South LaSalle Street
London Room B9, Chicago, Illinois 60603**

The following Trustees were present: Mr. Mitchell Vogel, Vice Chair; Dr. Jeffrey Beaulieu, Mr. Matthew Berns, Dr. John Engstrom, Dr. J. Fred Giertz, Ms. Dorinda Miller, Mr. Steven Rogers and Dr. Marva Williams.

Others present: Mr. William Mabe, Executive Director; Ms. Judith Parker, Associate Executive Director; Mr. Michael Weinstein, General Counsel; Mr. Daniel L. Allen, Chief Investment Officer, Mr. Douglas Wesley, Deputy Chief Investment Officer; Ms. Kimberly Pollitt, Senior Investment Officer; Mr. Joseph Duncan, Investment Officer; Ms. Marilyn Branson, Investment Governance and Compliance Officer; Ms. Stefanie Rice, Executive Assistant; Ms. Mary Pat Burns of Burke, Burns & Pinelli; Ms. Patti Somerville-Koulouris of the Northern Trust Company; Mr. Edgar Hernandez and Ms. Renay Manley of the Service Employees International Union (SEIU).

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

Trustee Vogel called the meeting to order at approximately 4:00 p.m.

Trustee Cassidy is unable to physically attend the meeting due to employment commitments. Trustee Rogers moved that:

- Trustee Cassidy be allowed to participate via teleconference.

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

REVIEW OF COMMITTEE ACTION

On behalf of the Corporate Governance Committee, Trustee Vogel moved that:

1. The revised Proxy Policy Statement be approved as amended consistent with the discussions at the meeting.

Motion carried with all Trustees present voting in favor.

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

1. The Annual Report to the Governor and General Assembly Regarding Use of Emerging Investment Managers for the period ending June 30, 2010, be received and filed.
2. That RREEF America II be retained as a direct real estate manager.
3. UBS Trumbull Property Fund be retained as a direct real estate manager.
4. ING Clarion Real Estate Securities be retained as a domestic REIT manager.
5. ING Clarion Real Estate Securities be retained as a global REIT manager.
6. RREEF be retained as a US REIT manager.
7. RREEF be retained as a global REIT manager.
8. Northern Trust Investment be retained as a US equity index fund manager.
9. BlackRock Institutional Trust Company be retained as an index fund manager.
10. RhumbLine Advisers be retained as a U.S. equity index fund manager
11. State Street Global Advisors be retained as a US fixed income index fund manager.

Motions carried with all Trustees present voting in favor.

On behalf of the Governmental Affairs Committee, Trustee Williams moved that:

1. The Board of Trustees 2011 Legislative Platform be approved as presented, having been previously recommended at the Governmental Affairs Committee meeting held on January 11, 2011.
2. The proposed Board of Trustee Election Rules be approved (as amended) and that staff is directed to submit said proposed rules to the Joint Committee on Administrative Rule (“JCAR”) for “First Notice” publication.

Motions carried with all Trustees present voting in favor, except for Trustee Engstrom abstaining from voting on the election rules and Trustee Giertz voting “nay” on the election rules.

BOARD TRAVEL

In light of the recent retention of Callan Associates, and in accordance with Public Act 96-0006, Mr. Weinstein and Ms. Burns requested the Board to approve travel in order for

the Trustees to be able to attend client conferences and educational sessions conducted by Callan Associates. A copy of staff's memorandum entitled "Approval of Board Travel" is incorporated as a part of these Minutes as [Exhibit 1](#).

Trustee Vogel moved that:

1. The Board of Trustees travel to attend client conferences or educational sessions conducted by Callan Associates, or Callan College during 2011, be approved and that all resulting allowable expenses be reimbursed.

Motion carried with all Trustees present voting in favor

Trustee Vasquez moved that:

2. The Board of Trustees travel to attend the Harvard Pensions Conference, presented by the Labor and Worklife Program, Harvard Law School, March 16-18, 2011, be approved with the understanding that SURS will pay a \$500.00 Registration Fee for each attendee and that all resulting allowable expenses be reimbursed
3. The Board of Trustees travel to attend the AFSCME Pension Trustee Conference, February 6-8, 2011, previously approved by polling the Trustees via email on January 5, 2011, is hereby ratified.

Motions carried with all Trustees present voting in favor.

Ms. Mary Pat Burns provided an update regarding the Department of Insurance and noted that the matter has been resolved, with the administrative hearing being dismissed. She also advised that pursuant to Senate Resolution 682, the Office of the Auditor General will begin reviewing the appointments of all state boards and commissions. Finally, she indicated that SURS has been contacted to be lead plaintiff in a suit against Bank of America.

There being no further business to come before the Committee, the meeting adjourned.

Respectfully submitted,



Mr. William E. Mabe
Secretary, Board of Trustees

WEM:ssr