



CLOSED SESSION MINUTES

**Meeting of the Board of Trustees of the
State Universities Retirement System
Friday, December 7, 2018, 10:15 a.m.
State Universities Retirement System
Northern Trust
Global Conference Center – 1st Floor
50 S. LaSalle St., Chicago, Illinois 60603**

Upon motion by Trustee Collin Van Meter, second by Trustee Dennis Cullen, and a unanimous roll call vote, the SURS Board of Trustees went into closed session under the Open Meetings Act pursuant to §2(c)(1).

The following trustees were present: Mr. Tom Cross, Chair; Mr. Aaron Ammons; Mr. Mark Cozzi; Mr. Dennis Cullen; Dr. John Engstrom (via conference call); Dr. Fred Giertz; Mr. Craig McCrohon; Dr. Steven Rock (via conference call); Mr. Collin Van Meter and Mr. Antonio Vasquez.

Others present: Mr. Martin Noven, Executive Director and Ms. Mary Pat Burns of Burke, Burns & Pinelli.

Board of trustees' roll call attendance was taken. Trustee Ammons, present; Trustee Cozzi, present; Trustee Cross, present; Trustee Cullen, present; Trustee Engstrom, present (via conference call); Trustee Giertz, present; Trustee McCrohon, present; Trustee Rock, present (via conference call); Trustee Schumacher, absent; Trustee Van Meter, present and Trustee Vasquez, present.

ANNUAL COMPENSATION REVIEW OF CIO

Due to the lack of quorum during the Administration Committee on December 6, 2018, the annual compensation review of the CIO was held during the meeting of the board of trustees.

Trustee Mark Cozzi reminded the group of the confidential nature of the discussion and deliberation taking place. As chair of the Investment Committee, he discussed the materials circulated to the board including evaluation forms for Mr. Doug Wesley and comparable CIO salary ranges. Trustees and Mr. Martin Noven provided their feedback on Mr. Wesley's performance since March 2017. Discussion regarding the evaluation process and compensation for the CIO ensued. In conclusion, it was determined to continue the conversation in open session.

Trustee Lisa Schumacher physically joined the meeting at 11:00 a.m.

RESUME TO OPEN SESSION

Upon motion by Trustee Cross that was seconded by Trustee Cozzi and carried, the meeting of the SURS Board of Trustees resumed its meeting in open session.

CLOSED SESSION

Upon motion by Trustee Cozzi, second by Trustee Cullen, and a unanimous roll call vote, the SURS Board of Trustees went into closed session under the Open Meetings Act pursuant to §2(c)(11).

The following trustees were present: Mr. Tom Cross, Chair; Mr. Aaron Ammons; Mr. Mark Cozzi; Mr. Dennis Cullen; Dr. Fred Giertz; Mr. Craig McCrohon; Dr. Steven Rock (via conference call); Ms. Lisa Schumacher; Mr. Collin Van Meter and Mr. Antonio Vasquez.

Others present: Mr. Martin Noven, Executive Director; Mr. Doug Wesley, Chief Investment Officer; Ms. Bianca Green, General Counsel; Mr. Albert Lee, Associate General Counsel; Ms. Tara Myers, Chief Financial Officer; Mr. Jefferey Saiger, Chief Technology Officer; Ms. Suzanne Mayer, Chief Benefits Officer; Ms. Kristen Houch, Legislative Liaison; Mr. Steve Hayward, Director of Internal Audit; Ms. May Springfield, Auditor; Ms. Kelly Carson and Ms. Annette Ackerman, Executive Assistants and Ms. Mary Pat Burns of Burke, Burns & Pinelli.

Board of trustees' roll call attendance was taken. Trustee Ammons, present; Trustee Cozzi, present; Trustee Cross, present; Trustee Cullen, present; Trustee Engstrom, absent; Trustee Giertz, present; Trustee McCrohon, present; Trustee Rock, present; Trustee Schumacher, present; Trustee Van Meter, present and Trustee Vasquez, present.

GENERAL COUNSEL'S LITIGATION REPORT

Ms. Green presented the December 2018 General Counsel's Litigation Report updating the board on pending litigation matters.

FRAUD REFERRAL

Ms. Green informed the board that she believes there is a "reasonable suspicion" that a false statement or falsified record has been submitted to SURS in the form of falsified checks created by a third party(ies). She recommends that the matter be referred to the appropriate state's attorney for further action, pursuant to 40 ILCS 5/1-135.

Upon motion by Trustee Cullen, second by Trustee Vasquez, the motion carried and the SURS Board of Trustees resumed its meeting in open session.

Respectfully submitted,



Mr. Martin Noven
Secretary, Board of Trustees

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