



Teachers' Retirement System of the State of Illinois

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Richard W. Ingram, Executive Director

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MINUTES Audit Committee Executive Session – February 19, 2014

The Audit Committee of the Board of Trustees of the Illinois Teachers' Retirement System met in executive session on February 19, 2014 at the Springfield office of the Illinois Teachers' Retirement System, 2815 West Washington Street. A motion was made by Mark Bailey, seconded by Cynthia O'Neill, that the Audit Committee enter into executive session for the purpose of discussing internal control weaknesses as permitted under the following exception set forth in the Open Meetings Act which authorizes the closing of the meeting to the public: 5 ILCS 120/2(c)(28). Roll call resulted in affirmative voice votes from Trustees Lyons, O'Neill, and Bailey. Motion CARRIED. Trustees present: Mike Busby, Rainy Kaplan, Cinda Klickna, Sharon Leggett, and Sonia Walwyn. Executive session was declared at 1:32 p.m.

Others present: Dick Ingram, Executive Director; Stan Rupnik, Chief Investment Officer; Deron Bertolo, Director of Investment Operations; Tom Gray, General Counsel; Stacy Smith, Director of Internal Audit; Tassi Maton, Sr. Internal Auditor; Christina Baker, Internal Auditor; Tammy Green, Assistant to the Executive Director; and Pat O'Hara, Cavanagh & O'Hara (Fiduciary Counsel).

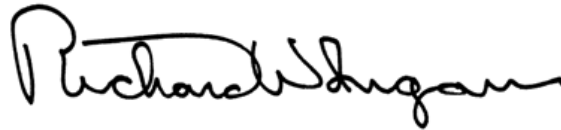
Internal Audit Report

Tassi Maton and Christina Baker provided summaries of the Retirement Claims audit and the Annuity Payroll audit. One observation and one finding were noted. Documentation is on file.

Continuous Auditing

Stacy Smith, Director of Internal Audit, provided a status memo on continuous auditing with investment management fees during the FY 12 second quarter through FY 13 fourth quarter. One finding was noted. Documentation is on file.

No action was taken during executive session. A motion was made by Cynthia O’Neill, seconded by Marcia Campbell, that the Audit Committee come out of executive session. Roll call resulted in affirmative voice votes from Trustees Lyons, O’Neill, and Bailey. Motion CARRIED. The executive session meeting adjourned at 1:50 p.m.

A handwritten signature in black ink, appearing to read "Richard W. Ingram". The signature is fluid and cursive, with a large initial "R" and "I".

Richard W. Ingram, Executive Director

Approved 5/28/14

Released to Public 8/26/14