



MINUTES
Rules and Personnel Committee
June 13, 2019

A meeting of the Rules and Personnel Committee of the Board of Trustees of the Illinois Teachers' Retirement System was held on June 13, 2019 at the Springfield office, 2815 W. Washington Street. Mark Bailey, Chair, called the meeting to order at 3:58 p.m. A quorum was present.

Roll Call attendance was taken with the following committee members present: Mark Bailey, Chair; Cinda Klickna, and Laura Pearl. Two positions are vacant. Trustees present: Devon Bruce, Andy Hirshman, Fred Peronto, Dan Winter, Larry Pfeiffer, Maureen Mena, and Carmen Ayala.

Others present: Dick Ingram, Executive Director; Stan Rupnik, Chief Investment Officer; Marcy Dutton, Chief Legal Counsel; Cynthia Fain, Senior Legal Counsel; Gina Larkin, Chief Human Resources Officer; Jana Bergschneider, Chief Financial Officer; Carlton Lenoir, Chief Benefits Officer; Stacy Smith, Director of Internal Audit and Risk; Dave Urbanek, Director of Communications; Kathleen Farney, Director of Research; Tammy Green, Executive Assistant (via telephone); Sue Billington, Executive Assistant; Sally Antonacci, Investment Office Manager; and Tiffany Reeves, Reinhart (Fiduciary Counsel).

Visitors present: Christine Williamson, Pensions & Investments; Jason Parks, Loop Capital Markets; Wesley Heyduck, IEA-Retired; and Marsha Byas, TRS trustee effective July 15, 2019.

Approval of Minutes

Drafts of the October 29, 2018 regular and executive session minutes of Rules and Personnel Committee meetings were sent to the committee members for review. On a motion by Laura Pearl, seconded by Cinda Klickna, the minutes were approved by unanimous voice vote.

Administrative Rules Revisions

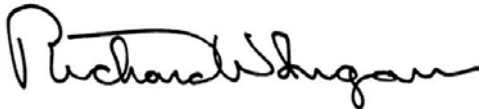
Staff proposed the following revisions to the TRS administrative rules. Documentation is on file.

- Allow the System to transition toward requiring benefit payments via electronic deposit where benefits have been suspended due to the recipient's failure to cash paper warrants (Sections 1650.210 and 1650.520);
- Provide that mandatory distributions required by federal tax law will be issued as single-sum benefits rather than refunds in keeping with tax regulations (Section 1650.417); and
- Improve the process for verifying out-of-system service by utilizing the first year of service in Illinois to determine salary and contributions (Section 1650.315).

A motion was made by Cinda Klickna, seconded by Laura Pearl, that the committee recommend to the Board to promulgate the proposed amendments through the JCAR process, as presented. The motion passed by unanimous voice vote.

ADJOURNMENT

On a motion by Laura Pearl, seconded by Cinda Klickna, and by unanimous vote, the meeting adjourned at 4:10 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: 10/28/19