

PROCEEDINGS
OF THE
Board of Trustees
OF THE
**Public School Teachers' Pension and
Retirement Fund of Chicago**

**Minutes for Release – Official Report
CTPF Executive Session
March 15, 2018**

The following minutes, releasing either the remainder, portions, or all of the minutes from the listed meetings are submitted for review by the Board and for release pursuant to the Illinois Open Meetings Act. These minutes are being released pursuant to Section 2.06(d) of the Illinois Open Meetings Act (5 ILCS 120/) because the matters discussed no longer require confidential treatment.

AUGUST 20, 2015 — REGULAR BOARD MEETING

Members present: Ms. Lois W. Ashford, Mr. Jeffrey Blackwell, Mr. Robert F. Bures, Mr. Mark F. Furlong, Ms. Tina Padilla, Dr. Walter E. Pilditch, Mr. Jay C. Rehak, Ms. Mary Sharon Reilly, Mr. Jerry Travlos, Ms. Gail D. Ward, Mr. Raymond Wohl – 11

Members absent: Ms. Bernice Eshoo – 1

Also in attendance were Mr. Charles A. Burbidge (*Executive Director*), Ms. Tiffany Reeves (*Deputy Executive Director/Chief Legal Officer*), Mr. Robert Jurinek (*Internal Auditor*), and Mr. Joseph Burns of Jacobs, Burns, Orlove and Hernandez (*Legal Counsel*).

Ms. Reeves updated the Trustees regarding the Lyondell litigation and hiring Ice Miller to represent the Fund in the action.

SEPTEMBER 17, 2015 — REGULAR BOARD MEETING

Members present: Ms. Lois W. Ashford, Mr. Robert F. Bures, Ms. Bernice Eshoo, Mr. Mark F. Furlong, Ms. Tina Padilla, Dr. Walter E. Pilditch, Mr. Jay C. Rehak, Ms. Mary Sharon Reilly, Mr. Jerry Travlos, Ms. Gail D. Ward, Mr. Raymond Wohl – 11

Members absent: Mr. Jeffrey Blackwell – 1

Also in attendance were Mr. Charles A. Burbridge (*Executive Director*), Ms. Tiffany Reeves (*Deputy Executive Director/Chief Legal Officer*), Mr. Robert Jurinek (*Internal Auditor*), and Mr. Joseph Burns of Jacobs, Burns, Orlove and Hernandez (*Legal Counsel*).

Carol Gilden of Cohen Milstein gave the Board an update on the Intuitive Surgical litigation, including the procedural background, the California settlement conference, and the contingency fee arrangement.

After a discussion of a return to work (“RTW”) issue, related to Tricia Burke, the Board discussed a lawsuit involving RTW and Marjorie Aitken.

Trustee Wohl discussed potential conflicts of interests for multi-client lobbyists.

OCTOBER 22, 2015 — REGULAR BOARD MEETING

Members present: Ms. Lois W. Ashford, Mr. Jeffery Blackwell, Mr. Robert F. Bures, Ms. Bernice Eshoo, Mr. Mark F. Furlong, Ms. Tina Padilla, Mr. Jay C. Rehak, Ms. Mary Sharon Reilly, Mr. Jerry Travlos, Ms. Gail D. Ward, Mr. Raymond Wohl – 11

Members absent: Dr. Walter E. Pilditch – 1

Also in attendance were Mr. Charles A. Burbridge (*Executive Director*), Ms. Tiffany Reeves (*Deputy Executive Director/Chief Legal Officer*), Mr. Robert Jurinek (*Internal Auditor*), and Mr. Joseph Burns and Marisel Hernandez of Jacobs, Burns, Orlove and Hernandez (*Legal Counsel*).

The Board and staff discussed possible litigation over CPS’s submission of data from approximately 2007-2012, arising out of a CPS conversion. The Trustees discussed a response to CPS and what adjustments and reimbursements, if any, should be made.

JANUARY 21, 2016 — REGULAR BOARD MEETING

Members present: Ms. Lois W. Ashford, Mr. Jeffery Blackwell, Mr. Robert F. Bures, Ms. Bernice Eshoo, Mr. Mark F. Furlong, Ms. Tina Padilla, Mr. Jay C. Rehak, Ms. Mary Sharon Reilly, Mr. Jerry Travlos, Ms. Gail D. Ward, Mr. Raymond Wohl – 11

Members absent: Dr. Walter E. Pilditch – 1

Also in attendance were Mr. Charles A. Burbridge (*Executive Director*), Ms. Tiffany Reeves (*Deputy Executive Director/Chief Legal Officer*), Mr. Robert Jurinek (*Internal Auditor*), and Mr. Joseph Burns of Jacobs, Burns, Orlove and Hernandez (*Legal Counsel*).

The Board discussed the return to work case of Linda Casey.

The Board discussed the illness of one of the Trustees.

The Board and staff reviewed the five-year internal audit plan with the internal auditor.

The Board discussed the internal auditor’s performance of the required functions and the potential for additional internal or external assistance.

The Board discussed Mitchell & Titus's performance and an RFP after completion of audit.

The Board discussed the performance of employees in the Benefits Department, Investment team staffing, merit increases, reclassification of employees, market salary classifications, promotions, and consequential salary increases.

FEBRUARY 18, 2016 — REGULAR BOARD MEETING

Members present: Ms. Lois W. Ashford, Mr. Jeffery Blackwell, Mr. Robert F. Bures, Ms. Bernice Eshoo, Mr. Jay C. Rehak, Ms. Mary Sharon Reilly, Ms. Gail D. Ward Mr. Raymond Wohl – 8

Members absent: Mr. Mark F. Furlong, Ms. Tina Padilla, Dr. Walter E. Pilditch, Mr. Jerry Travlos – 4

Also in attendance were Mr. Charles A. Burbidge (*Executive Director*), Mr. Robert Jurinek (*Internal Auditor*), and Mr. Joseph Burns of Jacobs, Burns, Orlove and Hernandez (*Legal Counsel*).

Mr. Burns updated the Board on the Rita Dunn matter, that the Court entered a default judgment, and that there would be a prove-up in March.

The Trustees and the Executive Director discussed a number of personnel matters and the report of the Personnel Committee, including reorganization of the investment team, employee bonuses, procedure and protocol responsibilities, recent salary adjustments and bonuses, and potential retroactive raises.

The Trustees and the Executive Director discussed reorganization of the Benefits Department. The Trustees and the Executive Director discussed responsibility for member records and the potential creation of a member benefits position. The Trustees and the Executive Director discussed the need for positions in Investments.

The Trustees discussed pension contribution responsibilities as to the Fund and Fund staff.

The Trustees discussed engaging a third-party regarding an employee payment issue.

The Trustees, without the Executive Director, discussed the process for evaluating the Executive Director.

MARCH 3, 2016 — SPECIAL BOARD MEETING

Members present: Ms. Lois W. Ashford, Mr. Jeffery Blackwell, Mr. Robert F. Bures, Ms. Bernice Eshoo, Mr. Mark F. Furlong, Mr. Jay C. Rehak, Ms. Mary Sharon Reilly, Mr. Jerry Travlos, Ms. Gail D. Ward, Mr. Raymond Wohl – 10

Members absent: Ms. Tina Padilla, Dr. Walter E. Pilditch – 2

Also in attendance were Mr. Charles A. Burbidge (*Executive Director*), Joseph Burns of Jacobs, Burns, Orlove and Hernandez (*Legal Counsel*) and Ms. Renee Schildgen (*Assistant Legal Counsel*) and Mr. Robert Jurinek (*Internal Auditor*), for a portion.

Mr. Burns discussed a proposal from the Spector Kodroff firm that the Fund petition for lead plaintiff status in the Chipotle class action litigation. Mr. Burns also discussed an employee payment issue and bringing on a forensic accounting firm to review.

Mr. Furlong discussed the internal auditor and the Fund's internal controls. The Board discussed an RFP for a new external auditor. The Board discussed Board governance issues, communication regarding internal control risks, and use of the Audit Committee.

The Board and Mr. Burbridge discussed the Fund's actuarial rate of return and a review of the same by the Fund's actuary.

MARCH 17, 2016 — REGULAR BOARD MEETING

Members present: Ms. Lois W. Ashford, Mr. Jeffery Blackwell, Mr. Robert F. Bures, Ms. Bernice Eshoo, Mr. Mark F. Furlong, Ms. Tina Padilla, Mr. Jay C. Rehak, Ms. Mary Sharon Reilly, Mr. Jerry Travlos, Ms. Gail D. Ward, Mr. Raymond Wohl – 11

Members absent: Dr. Walter E. Pilditch – 1

Also in attendance were Mr. Charles A. Burbridge (*Executive Director*), Ms. Renee S. Schildgen, (*Assistant Legal Counsel*), Mr. Joseph Burns of Jacobs, Burns, Orlove and Hernandez (*Legal Counsel*) and Mr. Robert Jurinek (*Internal Auditor*).

The Board discussed the Chipotle securities class action, an employee payment matter, and internal controls. Outside counsel provided a report regarding the Northern Trust litigation.

Mr. Burbridge and the Board discussed Mr. Burbridge's proposed personnel changes and actions.

MAY 26, 2016 — REGULAR BOARD MEETING

Members present: Ms. Lois W. Ashford, Mr. Robert F. Bures, Ms. Bernice Eshoo, Mr. Mark Furlong, Ms. Tina Padilla, Mr. Jay C. Rehak, Ms. Mary Sharon Reilly, Mr. Raymond Wohl – 8

Members absent: Mr. Jeffery Blackwell, Dr. Walter E. Pilditch, Mr. Jerry Travlos, Ms. Gail D. Ward – 4

Also in attendance were Mr. Charles A. Burbridge (*Executive Director*), Ms. Tiffany Reeves (*Chief Legal Officer/Deputy Executive Director*), and Mr. Joseph Burns of Jacobs, Burns, Orlove and Hernandez (*Legal Counsel*).

The Trustees discussed the qualifications of private equity firms as it relates to diversity.

Keith Karlson from Reimer, Dobrovolny, and Karlson, LLC discussed the Board potentially retaining his firm to identify potential fiduciary risk issues and to work with Grant Thornton on its internal audits. As a preliminary overview, Karlson discussed focusing on committees, Trustee training, the utilization of the Finance & Audit and Investment Committees, and committee structure in the context of risk controls.

Elise Daughhete, Director of Human Resources, discussed a number of personnel-related issues with the Board, including policies, the current CTPF compensation structure, including benefits, approval of an RFP for the Short-Term Disability Policy, Life Insurance, and approval of a Pay Structure Policy.

Associate General Counsel Renee Schildgen discussed return to work appeals and, specifically, the appeal of Lawrence Milkowski. She recommended that the Board not cancel Mr. Milkowski's pension, since the records now demonstrate that he did not exceed the return to work limitations. The Board agreed to approve that recommendation.

Chief Benefits Officer Mary Cavallaro and Benefits Manager Edgar Samayoa discussed the pension calculation and optional service purchase for a former employee.

Mr. Burns updated the Board regarding the Chipotle case and conclusion of the Fund's involvement in the case.

NOVEMBER 17, 2016 — REGULAR BOARD MEETING

Members present: Ms. Lois W. Ashford, Mr. Jeffery Blackwell, Mr. Robert F. Bures, Ms. Bernice Eshoo, Ms. Tina Padilla, Dr. Walter E. Pilditch, Mr. Jay C. Rehak, Ms. Mary Sharon Reilly, Mr. Jerry Travlos, Mr. Raymond Wohl – 10

Members absent: Mr. Mark Furlong, Ms. Gail D. Ward, – 2

Also in attendance were Mr. Charles A. Burbridge (*Executive Director*), Ms. Tiffany Reeves, (*Deputy Executive Director/Chief Legal Officer*), Mr. Joseph Burns of Jacobs, Burns, Orlove and Hernandez (*Legal Counsel*), and Mr. Keith Karlson from Reimer, Dobrovolny, and Karlson, LLC.

The Board had an internal control discussion regarding various draft policies. IT staff members Vandana Vohra and Tom Gajewicz discussed draft IT policies, including regarding Application Change Management, Data Breach Response, Firewall, Fund Mobile Device, Telecommuting, Incident Response, Information Backup and Restore, Patch Management, Wireless Internet Access Acceptable Use, and Workstation Security (for HIPAA compliance). The Board and Keith Karlson also discussed draft policies regarding Credit Card Usage and the Board's Delegation of Authority to the Executive Director. There was also a discussion regarding who should have the authority to delegate external legal counsel work.

Keith Karlson discussed the need to make CPS payroll data issues a priority.

The Board, Board Counsel, and the Chief Legal Officer discussed the threatened litigation by Townsend after the termination of its contract and the services performed thereunder.

Mr. Jurinek presented the internal audit report. Mary Cavallaro discussed benefit-related issues and Vandana Vohra spoke about IT bug fixes.

Ms. Cavallaro presented non-duty disability cases to the Board for approval.

NOVEMBER 29, 2016 — RISK AND INTERNAL CONTROLS COMMITTEE MEETING

Members present: Ms. Lois W. Ashford, Mr. Robert F. Bures, Mr. Mark Furlong, Ms. Mary Sharon Reilly, Ms. Gail D. Ward, Mr. Raymond Wohl – 6

Members absent: Mr. Jeffery Blackwell, Ms. Bernice Eshoo, Ms. Tina Padilla, Dr. Walter E. Pilditch, Mr. Jay C. Rehak, Mr. Jerry Travlos – 6

Also in attendance were Mr. Charles A. Burbridge (*Executive Director*), Ms. Tiffany Reeves, (*Deputy Executive Director/Chief Legal Officer*) and Mr. Joseph Burns of Jacobs, Burns, Orlove and Hernandez (*Legal Counsel*).

Grant Thornton presented regarding its 2016-17 project timeline, including its census data control and pension calculation control review timelines. Grant Thornton discussed process improvement recommendations relating to timely, accurate data from CPS, and pension and benefit calculations. Grant Thornton provided a budget update and project updates, including regarding IT, job descriptions, policies, accounting, internal audit, and charter school payroll audits.

JANUARY 10, 2017 — RISK AND INTERNAL CONTROLS COMMITTEE MEETING

Members present: Ms. Lois W. Ashford, Mr. Mark Furlong, Ms. Tina Padilla, Mr. Jay C. Rehak, Ms. Mary Sharon Reilly, Mr. Raymond Wohl – 6

Members absent: Mr. Robert F. Bures, Mr. Jeffery Blackwell, Ms. Bernice Eshoo, Dr. Walter E. Pilditch, Mr. Jerry Travlos, Ms. Gail D. Ward – 6

Also in attendance were Mr. Charles A. Burbridge (*Executive Director*), Ms. Tiffany Reeves (*Deputy Executive Director/Chief Legal Officer*), Ms. Mary Cavallaro (*Chief Benefits Officer*), Mr. Robert Jurinek (*Internal Auditor*)

Lauren Bruce from Grant Thornton discussed GT's review of investment controls and accounting reconciliations. Ms. Bruce further discussed the internal audit timeline and progress. Ms. Bruce discussed the charter school pilot payroll internal audits, including current progress and scope of work. The Trustees discussed various aspects of the charter school payroll audit protocols and charter school instructor licensure requirements under the School Code. Carl Mowery from GT discussed its work on draft job descriptions and policies.

JANUARY 19, 2017— REGULAR BOARD MEETING

Members present: Ms. Lois W. Ashford, Mr. Jeffery Blackwell, Mr. Robert F. Bures, Ms. Bernice Eshoo, Ms. Tina Padilla, Dr. Walter E. Pilditch, Mr. Jay C. Rehak, Ms. Mary Sharon Reilly, Ms. Gail Ward, Mr. Raymond Wohl – 10

Members absent: Mr. Jerry Travlos – 1

Also in attendance were Mr. Charles A. Burbridge (*Executive Director*), Ms. Tiffany Reeves (*Deputy Executive Director/Chief Legal Officer*), and Ms. Marisel Hernandez of Jacobs, Burns, Orlove and Hernandez (*Legal Counsel*).

Grant Thornton presented its strategic IT assessment. The Board discussed data quality and project management. GT presented its project update, including the timeline for policy drafts.

Ms. Reeves discussed charter school delays in submitting payroll records and timely contributions, as well as the issue of whether billing for delays should be on a school basis or charter holder/network basis. The Board decided that it should be on a charter holder/network basis.

Ms. Reeves provided updates on securities litigation, including the Fund's lead plaintiff status for several matters.

IT staff presented RFP results and a recommendation of Halock Security Labs for the Security Baseline RFP.

FEBRUARY 16, 2017 — REGULAR BOARD MEETING

Members present: Ms. Lois W. Ashford, Mr. Robert F. Bures, Ms. Bernice Eshoo, Ms. Tina Padilla, Mr. Jay C. Rehak, Ms. Mary Sharon Reilly, Mr. Jerry Travlos, Ms. Gail D. Ward, Mr. Raymond Wohl – 9

Members absent: Mr. Jeffery Blackwell, Dr. Walter E. Pilditch, Mr. Mark F. Furlong – 3

Also in attendance were Mr. Charles A. Burbridge (*Executive Director*), Ms. Tiffany Reeves (*Deputy Executive Director/Chief Legal Officer*), and Mr. Joseph Burns of Jacobs, Burns, Orlove and Hernandez (*Legal Counsel*).

Grant Thornton discussed internal audit, consulting, and the charter school pilot payroll internal audits, including delays in charter schools providing requested documentation.

Disability pensions were discussed.

Tom Gajewicz from IT discussed several draft internal control policies, including Wireless Use and IT Governance.

MARCH 16, 2017 — REGULAR BOARD MEETING

Members present: Ms. Lois W. Ashford, Mr. Jeffery Blackwell, Mr. Robert F. Bures, Ms. Bernice Eshoo, Mr. Mark F. Furlong, Ms. Tina Padilla, Dr. Walter E. Pilditch, Mr. Jay C. Rehak, Ms. Mary Sharon Reilly, Mr. Jerry Travlos, Ms. Gail D. Ward, Mr. Raymond Wohl – 12

Also in attendance were Mr. Charles A. Burbridge (*Executive Director*), Ms. Tiffany R. Reeves (*Deputy Executive Director/Chief Legal Officer*), and Mr. Joseph Burns of Jacobs, Burns, Orlove and Hernandez (*Legal Counsel*).

Grant Thornton discussed the status of its internal audit projects and potential risks identified through its audits. Grant Thornton discussed the charter school internal payroll audit, including an additional statement of work.

Tom Gajewicz from IT discussed several draft internal control policies, including Cybersecurity and Security Monitoring.

Ms. Reeves and Chief Benefits Officer Mary Cavallaro briefed the Board regarding a CPS payroll calendar issue.

Mr. Burns discussed the charter school single campus versus individual school billing issue for delayed payroll records and contributions.

Ms. Cavallaro presented disability pension applications.

MAY 18, 2017 — REGULAR BOARD MEETING

Members present: Ms. Lois W. Ashford, Mr. Jeffery Blackwell, Mr. Robert F. Bures, Ms. Bernice Eshoo, Mr. Mark F. Furlong, Ms. Tina Padilla, Dr. Walter E. Pilditch, Mr. Jay C. Rehak, Ms. Mary Sharon Reilly, Mr. Jerry Travlos, Mr. Raymond Wohl – 11

Members absent: Ms. Gail D. Ward – 1

Also in attendance were Mr. Charles A. Burbidge (*Executive Director*), Ms. Tiffany Reeves (*Deputy Executive Director*), and Mr. Joseph Burns of Jacobs, Burns, Orlove and Hernandez (*Legal Counsel*).

Ms. Ashford, Mr. Bures, Ms. Eshoo, Mr. Furlong, Ms. Padilla, Dr. Pilditch, Mr. Travlos and Mr. Wohl left the meeting.

Grant Thornton discussed the pilot payroll internal audit of charter schools, including Noble and CYDI. The Trustees discussed how and when information regarding the draft audit reports could and should be shared with outside parties.

All staff left the room and the Board and Board counsel interviewed two internal auditor candidates.

Director of Investments Angela Miller-May joined the meeting to discuss legal questions relating to Hispania II and how those questions could impact the Fund's potential investment in Hispania III.

JUNE 2, 2017 — FINANCE AND AUDIT COMMITTEE MEETING

Members present: Mr. Robert F. Bures, Ms. Bernice Eshoo, Ms. Tina Padilla, Mr. Jay C. Rehak, Ms. Mary Sharon Reilly, Mr. Raymond Wohl – 6

Members absent: Ms. Lois W. Ashford, Mr. Jeffery Blackwell, Mr. Mark Furlong, Dr. Walter E. Pilditch, Mr. Jerry Travlos, Ms. Gail D. Ward – 6

Also in attendance were Mr. Charles A. Burbidge (*Executive Director*), Ms. Tiffany Reeves (*Deputy Executive Director*), Mr. Joseph Burns of Jacobs, Burns, Orlove and Hernandez (*Board Counsel*).

The Board, Staff, and Board Counsel discussed the pilot payroll internal audits, including CTPF's audit role, charter agreements, the Internal Revenue Code lookback rule, charter school instructional certification percentage requirements, and the structure of audits going forward.

JUNE 8, 2017 — PERSONNEL COMMITTEE MEETING

Members present: Mr. Robert F. Bures, Mr. Jay C. Rehak, Ms. Mary Sharon Reilly, Mr. Raymond Wohl – 4

Members absent: Ms. Lois W. Ashford, Mr. Jeffery Blackwell, Ms. Bernice Eshoo, Mr. Mark Furlong, Ms. Tina Padilla, Dr. Walter E. Pilditch, Mr. Jerry Travlos, Ms. Gail D. Ward – 8

Also in attendance were Mr. Charles A. Burbidge (*Executive Director*), Ms. Tiffany Reeves (*Deputy Executive Director*), Mr. John F. Schomberg (*Chief Legal Officer*).

The Trustees discussed various personnel matters and authorized the Executive Director to take actions in accordance with the Board's discussion. The Board also discussed and authorized the Executive Director to reimburse an employee for a business expense.

JUNE 15, 2017 — REGULAR BOARD MEETING

Members present: Ms. Lois W. Ashford, Mr. Jeffery Blackwell, Mr. Robert F. Bures, Ms. Bernice Eshoo, Mr. Mark F. Furlong, Ms. Tina Padilla, Dr. Walter E. Pilditch, Ms. Mary Sharon Reilly, Ms. Ward, Mr. Raymond Wohl – 10

Members absent: Mr. Jay C. Rehak, Mr. Jerry Travlos – 2

Also in attendance were Mr. Charles A. Burbridge (*Executive Director*), Ms. Tiffany Reeves (*Deputy Executive Director*), Mr. John F. Schomberg (*Chief Legal Officer*), and Mr. Joseph Burns of Jacobs, Burns, Orlove and Hernandez (*Board Counsel*).

Grant Thornton presented regarding the status of the pilot payroll internal audits and on the internal audit program.

Staff presented to the Board regarding disability pensions.

Mr. Schomberg discussed the Delaware case brought by the former General Partner for DV Urban in which CTPF prevailed.

Mr. Schomberg and the Board discussed bringing on the Labaton firm to replace one of the Fund's current global securities and class litigation monitoring firms due to the lead attorney moving to Labaton. Mr. Schomberg also discussed the long-term goal of issuing an RFP for both domestic and global monitoring. Mr. Schomberg and Mr. Burns recommended terminating the current global monitoring agreement and entering into a new agreement with the Labaton firm. The Board agreed with the recommendation, subject to Mr. Schomberg and Mr. Burns having a conversation with Labaton's lead global monitoring counsel. The Board, Staff, including the Chief Legal Officer, and Board Counsel discussed CTPF's legal options related to the timing of tax levy payments received as payments from the Chicago Board of Education. The Board, Staff, and counsel discussed an ongoing dialogue with a former employee's attorney regarding resolving that employee's separation from the Fund. The Board discussed other employment separations. The Board discussed a current Fund employee and discussed that employee separating from the Fund. The Board discussed hiring EFL to conduct a search for an internal auditor.

JUNE 22, 2017 — SPECIAL MEETING

Members present: Ms. Lois W. Ashford, Mr. Jeffery Blackwell, Mr. Robert F. Bures, Ms. Bernice Eshoo, Ms. Tina Padilla, Mr. Jay C. Rehak, Ms. Mary Sharon Reilly, Ms. Gail D. Ward – 8

Members absent: Mr. Mark F. Furlong, Dr. Walter E. Pilditch, Mr. Jerry Travlos – 3

Also in attendance were Mr. Charles A. Burbridge (*Executive Director*), Mr. John F. Schomberg (*Chief Legal Officer*), and Mr. Joseph Burns of Jacobs, Burns, Orlove and Hernandez (*Board Counsel*).

The Board and counsel discussed claims by a former employee. The Board and counsel discussed various legal issues and the potential need to retain outside counsel.

Mr. Burbridge and the Board discussed the promotion of Mary Cavallaro from Chief Benefits Officer to *Deputy Executive Director*. The Board consented to the same.

The Board discussed CTPF's legal options related to the timing of tax levy payments received as payments from the Chicago Board of Education, including potential litigation and a potential settlement.

JULY 11, 2017 — PERSONNEL COMMITTEE MEETING

Members present: Mr. Robert F. Bures, Mr. Jeffery Blackwell, Ms. Mary Sharon Reilly, Ms. Gail D. Ward – 4

Members absent: Ms. Lois W. Ashford, Ms. Bernice Eshoo, Ms. Tina Padilla, Mr. Jay C. Rehak, Mr. Mark F. Furlong, Dr. Walter E. Pilditch, Mr. Jerry Travlos – 7

Also in attendance were Mr. Charles A. Burbridge (*Executive Director*), Mr. John F. Schomberg (*Chief Legal Officer*), and Ms. Lauren Axel (*Human Resources Manager*).

Trustees, Staff, and counsel discussed the search for an internal auditor with Mary Hobson of EFL, including process and pay range.

JULY 20, 2017 — REGULAR BOARD MEETING

Members present: Ms. Lois W. Ashford, Mr. Jeffery Blackwell, Mr. Robert F. Bures, Ms. Bernice Eshoo, Mr. Mark F. Furlong, Ms. Tina Padilla, Dr. Walter E. Pilditch, Mr. Gregory Redfeairn, Ms. Mary Sharon Reilly, Mr. Jerry Travlos, Ms. Gail D. Ward – 11

Members absent: Mr. Jay C. Rehak – 1

Also in attendance were Mr. Charles A. Burbridge (*Executive Director*), Mr. John Schomberg (*Chief Legal Officer*), and Mr. Joseph Burns of Jacobs, Burns, Orlove and Hernandez (*Board Counsel*).

Mr. Travlos left the meeting.

Grant Thornton discussed internal audit issues, including its potential retention for FY18. Grant Thornton and the Board discussed the pilot payroll internal audit program, including an additional statement of work for services. Grant Thornton, the Board, and counsel also discussed the difficulty in getting payroll data in a usable format from a charter school's vendor and, in follow-up to the Fund's subpoena, potentially filing a motion to compel the same.

Disability pensions were presented to the Board.

The Board and Staff had a discussion regarding the real estate broker finalists and their presentations.

The Board, Staff, and counsel discussed legal options and a potential memorandum of understanding with the Board of Education relating to the timing of the tax levy pension contributions and State pension contributions.

Mr. Schomberg discussed a call he and Chief Investment Officer Ms. Miller-May had with the Antitrust Division of the Department of Justice relating to how the Fund may have been negatively impacted by the manipulation of foreign exchanges by banks and traders.

Mr. Burns discussed the status of the Gaters Return to Work case.

The Board, Staff, and counsel discussed a former employee and the retention of outside counsel to assist the Board.

Mr. Schomberg discussed the resolution of a former employee's separation from the Fund.

JULY 25, 2017 — RETURN TO WORK HEARINGS

Members present: Ms. Lois W. Ashford, Mr. Robert F. Bures, Ms. Bernice Eshoo – 3

Members absent: Mr. Jeffery Blackwell, Mr. Mark F. Furlong, Ms. Tina Padilla, Dr. Walter E. Pilditch, Mr. Gregory Redfeairn, Mr. Jay C. Rehak, Ms. Mary Sharon Reilly, Mr. Jerry Travlos, Ms. Gail D. Ward – 9.

Also in attendance were Samuel Jones (*Hearing Officer*), Mary Cavallaro (*Deputy Executive Director*), and John Schomberg (*Chief Legal Officer*).

Both following morning return to work hearings for Scherrelle Jeffries and Harry Davis and an afternoon return to work hearing for Diana Haywood, the attending Trustees, the Hearing Officer, and Staff discussed the testimony and evidence with the Chief Legal Officer.

AUGUST 17, 2017 — REGULAR BOARD MEETING

Members present: Ms. Lois W. Ashford, Mr. Jeffery Blackwell, Mr. Robert F. Bures, Ms. Bernice Eshoo, Ms. Tina Padilla, Dr. Walter E. Pilditch, Mr. Gregory Redfeairn, Mr. Jay C. Rehak, Ms. Mary Sharon Reilly, Ms. Ward – 10

Members absent: Mr. Mark F. Furlong, Mr. Jerry Travlos – 2

Also in attendance were Mr. Charles A. Burbidge (*Executive Director*), Mr. John F. Schomberg (*Chief Legal Officer*), and Mr. Joseph Burns of Jacobs, Burns, Orlove and Hernandez (*Board Counsel*).

The Board and counsel discussed an EEOC matter.

The Board, Staff, and counsel discussed legal options, including a potential memorandum of understanding with the Board of Education relating to the timing of the tax levy pension contributions and State pension contributions.

Grant Thornton provided the Board with an update regarding its internal audit and pilot payroll internal audit work.

Mr. Burbidge left the meeting.

The Board and counsel discussed harassment allegations made by an employee against another. The Board directed Board Counsel to conduct an investigation, pursuant to the harassment and bullying provisions of the *Employee Handbook*.

SEPTEMBER 21, 2017 — REGULAR BOARD MEETING

Members present: Mr. Jeffery Blackwell, Mr. Robert F. Bures, Ms. Bernice Eshoo, Mr. Mark F. Furlong, Ms. Tina Padilla, Mr. Gregory Redfeairn, Mr. Jay C. Rehak Ms. Mary Sharon Reilly, Mr. Jerry Travlos, Ms. Gail D. Ward – 10

Members absent: Ms. Lois W. Ashford, Dr. Walter E. Pilditch, – 2

Also in attendance were Mr. Charles A. Burbridge (*Executive Director*) (in part), Ms. Mary Cavallaro (*Deputy Executive Director*)(in part), Mr. John Schomberg (*Chief Legal Officer*), and Mr. Joseph Burns of Jacobs, Burns, Orlove and Hernandez (*Board Counsel*).

Grant Thornton presented regarding the status of the pilot payroll internal audits and a proposed FY18 internal audit plan. The Board, counsel, and Grant Thornton discussed Joshua Johnston Charter School and Prologue, its charter holder, the Joshua Johnston payroll audit report, and the failure to make pension contributions of employee withholdings and potential referral of the matter to the State's Attorney's Office.

Mr. Schomberg and outside counsel from Laner Muchin presented to the Board regarding a proposed severance agreement and general release for a former employee.

Mr. Burbridge and Ms. Cavallaro left the meeting.

The Board and Staff discussed the Executive Director evaluation process and timing.

Mr. Burns updated the Board regarding his firm's investigation into an employee harassment complaint. The Board and counsel discussed follow-up with both employees.

The Board, Staff, and counsel discussed legal options and the status of a potential memorandum of understanding with the Board of Education relating to the timing of the tax levy pension contributions and State pension contributions.

Mr. Schomberg notified the Board that the Fund had been voluntarily dismissed with prejudice from the Lyondell case, regarding claims relating to a leveraged buyout that the Fund received from the pharmaceutical company prior to the company declaring bankruptcy.