

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

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**Regular Meeting – Official Report**

**Tuesday, December 14, 2010**

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A regular meeting of the Board of Trustees of the Public School Teachers' Pension and Retirement Fund of Chicago was held Tuesday, December 14, 2010.

The Vice-President, Ms. Maria J. Rodriguez, called the meeting to order at 9:45 a.m.

**ROLL CALL**

Members present: Ms. Lois W. Ashford, Mr. Jeffery Blackwell, Mr. Alberto A. Carrero, Jr., Ms. Peggy A. Davis, Ms. Jeanne Freed, Mr. Chris N. Kotis, Dr. Walter E. Pilditch, Mr. Jay C. Rehak, Ms. Mary Sharon Reilly, Ms. Maria J. Rodriguez, Mr. James F. Ward – 11.

Members absent: Mr. John F. O'Brill – 1.

Also in attendance were Mr. Kevin B. Huber (*Executive Director*), Ms. Patricia Hambrick (*Chief Financial Officer*), Mr. Joseph Burns of Jacobs, Burns, Orlove and Hernandez (*Legal Counsel*), Ms. Cara Wood of The Townsend Group (*Real Estate Investment Consultant*), Mr. Sandor Goldstein of Goldstein and Associates (*Actuary*), and various observers and staff members.

Mr. O'Brill subsequently arrived after Communications.

## **PUBLIC PARTICIPATION**

### **Presentation by Ben Cybulski**

Mr. Ben Cybulski, a retired member, whose monthly pension was cancelled in July, due to perceived return to work violations, addressed the Trustees. Mr. Cybulski expressed that paying back pension benefits will result in financial ruin. Mr. Cybulski stated that he did not think he was in violation when he was re-employed after retirement under the "Retired Teacher Program." Mr. Cybulski implored the Trustees to look at him as a fellow teacher who has strived for over thirty-eight years to serve the families of Chicago and by a single action turned the satisfaction and pride of his career of service into a future of monetary, emotional, and physical devastation.

### **Presentation by Al Pretkelis**

Mr. Al Pretkelis, principal of Kelly H.S., stated that he asked Mr. Cybulski to return to his position in a special needs area. Mr. Pretkelis stated that he could not find a qualified candidate to assume his responsibilities. Mr. Pretkelis stated that nothing was done improperly when he re-employed Mr. Cybulski. Mr. Pretkelis further stated that Mr. Cybulski did not receive any benefits while he was re-employed. Mr. Pretkelis expressed his concern with Mr. Cybulski's situation.

### **Presentation by Hoi Huynh**

Ms. Hoi Huynh, a member, expressed her dissatisfaction with the Fund.

## **COMMUNICATIONS**

### **Illinois Freedom of Information Act Requests**

The following persons made requests to the Fund in accordance with the Illinois Freedom of Information Act.

- Mr. Fagan requested name and town of residence of all CTPF retirees. The request is being processed.
- Mr. Thaddexus Miedlar requested a list of CTPF holdings. The request was fulfilled.
- Mr. Louis Pyster, retired member, requested investment manager presentations presented at the November 23, 2010, Board meeting. The request was fulfilled.
- Ms. Patrick Rehkamp, of the Better Government Association, requested retirement data for all CTPF retirees and survivors. The request was fulfilled.
- Mr. William Zettler, requested retirement data for all CTPF retirees. The request is being processed.

## **APPROVAL OF MINUTES**

### **Motion to Accept Minutes of Regular Board Meeting on November 23, 2010, Approved**

A motion was made by Ms. Reilly, seconded by Dr. Pilditch, and unanimously passed, to approve the minutes of the Regular Board Meeting on November 23, 2010.

### **Motion to Accept Minutes of Special Board Meeting on November 30, 2010, Approved**

A motion was made by Ms. Reilly, seconded by Mr. Carrero, and unanimously passed, to approve the minutes of the Special Board Meeting on November 30, 2010.

### **Motion to Change Order of Business, Approved**

A motion was made by Ms. Reilly, seconded by Mr. Ward, and unanimously passed, to change the order of business to discuss Unfinished Business.

### **Unfinished Business**

Ms. Carmen Heredia-Lopez, Director of Investments, addressed questions and concerns raised at the Investment Committee Meeting of December 9, 2010, regarding prospective Investment Consulting managers. Ms. Heredia-Lopez reported that NEPC has two types of educational conferences for Trustees. Ms. Heredia-Lopez also reported that instructors at Callan College are Callan consultant professionals that work at Callan. She also stated that she confirmed bundled fees for NEPC and Callan. Ms. Heredia-Lopez addressed questions raised by the Trustees.

### **Motion to Select NEPC as General and Private Equity Consultant, and Townsend as Real Estate Consultant, Failed**

A motion was made by Ms. Reilly, seconded by Mr. Carrero, to select Option 2b as presented: NEPC (general and private equity), Townsend (real estate), not to exceed \$650,000 a year, subject to final contract and legal review. The motion failed by the following roll call vote:

Ayes: Mr. Carrero, Mr. O'Brill, Ms. Reilly – 3.

Nays: Ms. Ashford, Mr. Blackwell, Ms. Davis, Ms. Freed, Mr. Kotis, Dr. Pilditch, Mr. Rehak, Ms. Rodriguez, Mr. Ward – 9.

### **Motion to Select Callan as General, Private Equity, and Real Estate Consultant, Failed**

A motion was made by Mr. Ward, seconded by Ms. Davis, to select Option 1a as presented: Callan Bundled (general, private equity, and real estate), not to exceed \$525,000 a year, subject to final contract and legal review. The motion failed by the following roll call vote:

Ayes: Ms. Freed, Mr. Rehak, Ms. Rodriguez, Mr. Ward – 4.

Nays: Ms. Ashford, Mr. Blackwell, Mr. Carrero, Ms. Davis, Mr. Kotis, Mr. O'Brill, Dr. Pilditch, Ms. Reilly – 8.

**Motion to Select Callan as General and Private Equity  
Consultant, and Townsend as Real Estate Consultant,  
Approved**

A motion was made by Mr. Kotis, seconded by Ms. Rodriguez, to select Option 2a as presented: Callan (general and private equity), Townsend (real estate), not to exceed \$525,000 a year, subject to final contract and legal review. The motion passed by the following roll call vote:

Ayes: Mr. Blackwell, Ms. Davis, Ms. Freed, Mr. Kotis, Dr. Pilditch, Ms. Reilly, Ms. Rodriguez, Mr. Ward – 8.

Nays: Ms. Ashford, Mr. Carrero, Mr. O’Brill, Mr. Rehak – 4.

**REPORT OF THE REAL ESTATE INVESTMENT  
CONSULTANT**

**The Townsend Group**

**Routine Due Diligence Presentations by Capri Capital,  
RREEF, Merrill Lynch/Blackstone Asia, Morgan Stanley  
Mezzanine, and Walton Street Capital**

Ms. Cara Wood of The Townsend Group reported that Capri Capital, RREEF, Merrill Lynch /Blackstone Asia, Morgan Stanley Mezzanine, and Walton Street Capital will make routine due diligence presentations to the Board.

Real estate managers representing Capri Capital, RREEF, Merrill Lynch /Blackstone Asia, Morgan Stanley Mezzanine, and Walton Street Capital made routine due diligence presentations in accordance with the Fund’s investment policy. Each manager reviewed their portfolio, organization, and philosophy, and performance. The managers addressed questions raised by the Trustees. Following the presentations, Ms. Wood addressed questions raised by the Trustees.

Ms. Davis left the meeting.

**Motion to Commit to Adams Street Partners, Approved**

Mr. Patrick Silvestri of Mercer Investment Consulting reported that Adams Street Partners is currently raising funds for its 2011 private equity funds. Mr. Silvestri indicated that Mercer continues to support private equity investments within the overall portfolio. Mercer recommended committing \$20M to the 2011 Adams Street Partners private equity fund of funds in order to keep vintage year diversification with the fund’s private equity program. Mr. Silvestri noted that Mercer’s recommendation is in line with the fund’s current investments in private equity and is not intended to increase the overall allocation as outlined in the new policy.

A motion was made by Mr. Carrero, seconded by Mr. Kotis, to allocate \$20M to Adams Street Partners private equity fund of funds. The motion passed by the following roll call vote:

Ayes: Mr. Blackwell, Mr. Carrero, Ms. Freed, Ms. Davis, Mr. Kotis, Mr. O'Brill, Dr. Pilditch, Mr. Rehak, Ms. Reilly, Ms. Rodriguez, Mr. Ward – 11.

Ms. Ashford was not present at the time the vote was taken.

### **Motion to Commit to Mesirow Private Equity, Failed**

Mr. Silvestri reported that Mesirow Private Equity is fund raising for two private equity funds: Mesirow Financial Private Equity Part V (MPF V) and Mesirow Financial Capital Partners X (MCP X). Mercer recommended committing \$20M to MPF V, the fund of funds investment, and an additional commitment of \$5M to MCP X, the co-direct fund. Mr. Silvestri reiterated that Mercer's recommendation is in line with the fund's current investments in private equity and is not intended to increase the overall allocation as outlined in the new policy.

A motion was made by Mr. Carrero, seconded by Mr. Kotis, to commit \$20M to Mesirow Financial Private Equity V, the fund of funds investment, and an additional commitment of \$5M to Mesirow Financial Capital Partners X, the co-direct fund. The motion failed by the following roll call vote:

Ayes: Mr. Carrero, Mr. Kotis, Mr. O'Brill, Dr. Pilditch – 4.

Nays: Ms. Ashford, Mr. Blackwell, Ms. Freed, Mr. Rehak – 4.

Abstentions: Ms. Rodriguez – 1.

Ms. Reilly and Mr. Ward were not present at the time the vote was taken.

Discussion ensued regarding revisiting commitments to Adams Street and Mesirow. Mr. Silvestri indicated that there is still time to commit to Mesirow. He recommended asking the new CTPF consultant to review both managers and give direction.

Mr. Silvestri thanked the Trustees for the opportunity to work for CTPF over the last 10 years.

## **REPORT OF THE COMMITTEE ON INVESTMENTS**

### **December 3, 2010, First Friday Manager Meeting Report Presented**

Chairperson O'Brill presented the December 3, 2010, First Friday Meeting report (see Exhibit A attached).

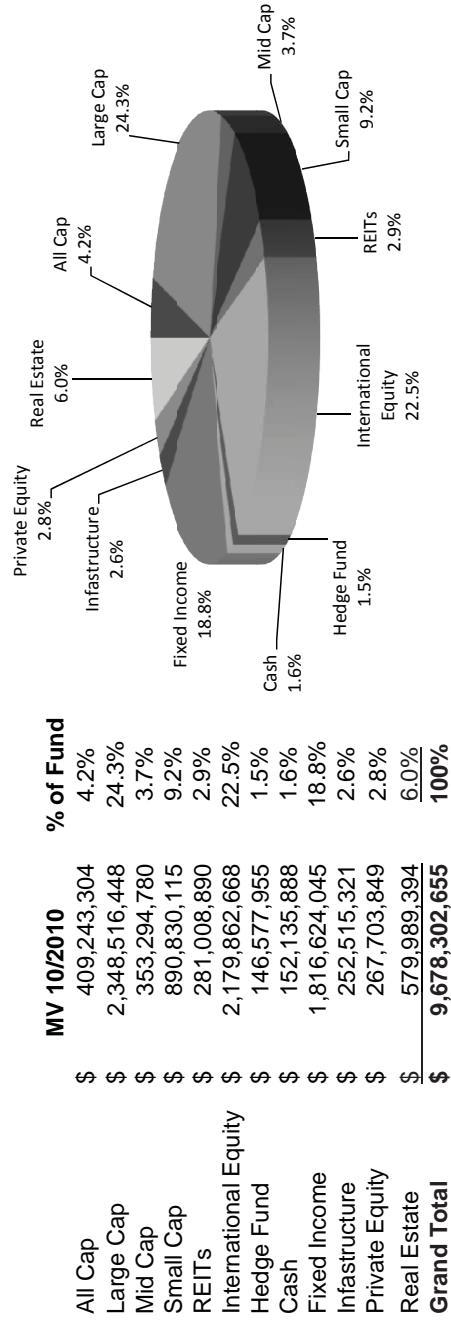
**December 9, 2010, Investment Committee Meeting Report  
Presented**

Chairperson O'Brill presented the December 9, 2010, Investment Committee Meeting report (see Exhibit B attached).

**Investment Committee Reports**

Chairperson O'Brill recommended that the following investment reports be recorded in the proceedings of this meeting:

**Chicago Teachers' Pension Fund  
Asset Allocation Summary  
Reporting for the Period ending October 31, 2010**



	MV 10/2010	% of Fund
All Cap	\$ 409,243,304	4.2%
Large Cap	\$ 2,348,516,448	24.3%
Mid Cap	\$ 353,294,780	3.7%
Small Cap	\$ 890,830,115	9.2%
REITs	\$ 281,008,890	2.9%
International Equity	\$ 2,179,862,668	22.5%
Hedge Fund	\$ 146,577,955	1.5%
Cash	\$ 152,135,888	1.6%
Fixed Income	\$ 1,816,624,045	18.8%
Infrastructure	\$ 252,515,321	2.6%
Private Equity	\$ 267,703,849	2.8%
Real Estate	\$ 579,989,394	6.0%
<b>Grand Total</b>	<b>\$ 9,678,302,655</b>	<b>100%</b>

Chicago Teachers' Pension Fund  
Asset Allocation Detail  
Reporting for the Period ending October 31, 2010

		MV 10/2010	% of Asset Class	% of Total Fund
DOMESTIC ALL CAP	ATTUCKS ASSET	\$ 164,617,843	40.2%	1.7%
	PROGRESS INVESTMENT	\$ 167,235,547	40.9%	1.7%
	ZEVENBERGEN	\$ 77,389,914	18.9%	0.8%
	<b>TOTAL ALL CAP</b>	<b>\$ 409,243,304</b>	<b>100.0%</b>	<b>4.2%</b>
CASH	APPROPRIATION ACCOUNT	\$ 6,454,180	4.2%	0.1%
	LYNMAR -SL	\$ 24,925	0.0%	0.0%
	CASH EQUIV CTPF	\$ 141,441,783	93.0%	1.5%
	NEUBERGER FI	\$ 3,795	0.0%	0.0%
	ACADIAN ASSET MGMT	\$ 280,948	0.2%	0.0%
	INTERNAL USE ACCOUNT	\$ 98	0.0%	0.0%
	CHICAGO TEACHERS - STEP SEGREG	\$ 2,967,112	2.0%	0.0%
	GLOBAL CURRENTS INT'L EQUITIES	\$ 198,890	0.1%	0.0%
	NTGI EAFE GROWTH INDEX	\$ 764,157	0.5%	0.0%
<b>TOTAL CASH</b>	<b>\$ 152,135,888</b>	<b>100.0%</b>	<b>1.6%</b>	
FIXED INCOME	GARCIA HAMILTON	\$ 74,324,573	4.1%	0.8%
	PUGH CAPITAL	\$ 74,552,469	4.1%	0.8%
	LM CAPITAL GROUP	\$ 128,258,737	7.1%	1.3%
	NTGI FIXED INCOME	\$ 981,079,191	54.0%	10.1%
	TAPLIN CANIDA	\$ 127,727,276	7.0%	1.3%
	WESTERN ASSET	\$ 430,681,798	23.7%	4.4%
<b>TOTAL FIXED INCOME</b>	<b>\$ 1,816,624,045</b>	<b>100.0%</b>	<b>18.8%</b>	
HEDGE FUNDS	K2 ADVISORS	\$ 73,817,800	50.4%	0.8%
	MESIROW ABS RETRN -SL	\$ 72,760,155	49.6%	0.8%
	<b>TOTAL HEDGE FUND</b>	<b>\$ 146,577,955</b>	<b>100.0%</b>	<b>1.5%</b>
INTERNATIONAL EQUITY	EARNST PARTNERS	\$ 196,367,794	9.0%	2.0%
	LAZARD ASSET MGMT	\$ 516,715,628	23.7%	5.3%
	LEADING EDGE INVESTMENT ADVISOR	\$ 103,635,806	4.8%	1.1%
	MFS INSTNL ADVISORS	\$ 385,204,137	17.7%	4.0%
	MORGAN STANLEY INC	\$ 435,616,210	20.0%	4.5%
	WILLIAM BLAIR-SC	\$ 251,761,023	11.5%	2.6%
	WILLIAM BLAIR-GROWTH	\$ 290,562,069	13.3%	3.0%
<b>TOTAL INTERNATIONAL EQUITY</b>	<b>\$ 2,179,862,668</b>	<b>100.0%</b>	<b>22.5%</b>	
INFASTRUCTURE	JP MORGAN INFRAST FD	\$ 145,463,613	57.6%	1.5%
	MACQUARIE INFRAST II	\$ 52,455,966	20.8%	0.5%
	MACQUARIE EUROPEAN INF FD III	\$ 54,595,742	21.6%	0.6%
	<b>TOTAL INFASTRUCTURE</b>	<b>\$ 252,515,321</b>	<b>100.0%</b>	<b>2.6%</b>
DOMESTIC LARGE CAP EQUITY	HARRIS INVT MGMT	\$ 260,950,325	11.1%	2.7%
	HOLLAND CAPITAL MGMT	\$ 179,030,027	7.6%	1.8%
	LOMBARDIA CAPITAL	\$ 216,344,591	9.2%	2.2%
	NEW AMSTERDAM	\$ 173,554,464	7.4%	1.8%
	NTGI 500 INDEX FUND	\$ 584,670,355	24.9%	6.0%
DOMESTIC LARGE CAP EQUITY	PIEDMONT	\$ 135,094,374	5.8%	1.4%
	RHUMB RSL 1000 GRW	\$ 324,778,104	13.8%	3.4%
	RHUMB RUSSELL 1000	\$ 313,792,196	13.4%	3.2%
	WADDELL & REED INVT	\$ 160,302,012	6.8%	1.7%
<b>TOTAL LARGE CAP</b>	<b>\$ 2,348,516,448</b>	<b>100.0%</b>	<b>24.3%</b>	
DOMESTIC MID CAP EQUITY	CHANNING CAPITAL	\$ 68,753,705	19.5%	0.7%
	CREDO CAPITAL	\$ 67,484,733	19.1%	0.7%
	NTGI MIDCAP INDX S&P400	\$ 217,056,341	61.4%	2.2%
	<b>TOTAL MID CAP</b>	<b>\$ 353,294,780</b>	<b>100.0%</b>	<b>3.7%</b>
PRIVATE EQUITY	ADAMS STRT MANY FUND LP	\$ 64,499,054	24.1%	0.7%
	HARBOURVEST PTRS VI LP	\$ 49,676,217	18.6%	0.5%
	HISPANIA CAPITAL PTR LP	\$ 895,570	0.3%	0.0%
	HISPANIA FUND 2	\$ 2,113,291	0.8%	0.0%
	ICV CAPTIAL PTRS LP	\$ 4,016,764	1.5%	0.0%
	M2 PRIVATE EQUITY	\$ 4,219,718	1.6%	0.0%
	MESIROW CAP PTR IX LP	\$ 7,110,244	2.7%	0.1%
	MESIROW CAP PTR VIII LP	\$ 1,075,076	0.4%	0.0%
	MESIROW CAP X	\$ 7,879,088	2.9%	0.1%
	MESIROW FINCL PTRS I LP	\$ 14,685,990	5.5%	0.2%

		MV 10/2010	% of Asset Class	% of Total Fund
	MESIROW PTRS FD IV LP	\$ 7,233,046	2.7%	0.1%
	MESIROW PTRS FUND II LP	\$ 33,747,027	12.6%	0.3%
	MULLER AND MONROE LP	\$ 13,151,511	4.9%	0.1%
	PALLADIUM PARTNERS LP	\$ 4,624,950	1.7%	0.0%
	PANTHEON ASIA FUND 5	\$ 2,366,648	0.9%	0.0%
	PANTHEON EUROPE FD 6	\$ 3,456,953	1.3%	0.0%
PRIVATE EQUITY	PANTHEON PRIVATE EQ LP	\$ 8,737,330	3.3%	0.1%
	PANTHEON USA FUND IV LP	\$ 18,769,593	7.0%	0.2%
	PANTHEON VENT FD III LP	\$ 8,427,467	3.1%	0.1%
	PHAROS CAPITAL GROUP LP	\$ 7,220,995	2.7%	0.1%
	SYNCOM VENTURE PTRS LP	\$ 3,797,317	1.4%	0.0%
	<b>TOTAL PRIVATE EQUITY</b>	<b>\$ 267,703,849</b>	<b>100.0%</b>	<b>2.8%</b>
	CAPITAL ASSOC R/E LP	\$ 75,932	0.0%	0.0%
	CAPRI SELECT INC II LP	\$ 5,709,712	1.0%	0.1%
	CB RICHARD ELLIS LP	\$ 13,845,773	2.4%	0.1%
	DV URBAN REALTY LP	\$ 15,099,646	2.6%	0.2%
	EUROPA FD III	\$ 11,901,231	2.1%	0.1%
	FORTRESS JAPAN OPPORTUNI	\$ 9,980,402	1.7%	0.1%
REAL ESTATE	FREMONT REALTY CAP LP	\$ 15,123,899	2.6%	0.2%
	INTERCONTINENTAL	\$ 22,878,040	3.9%	0.2%
	JP MORGAN MANY CF R/E	\$ 127,315,924	22.0%	1.3%
	LASALLE PROPERTY FUND	\$ 9,429,510	1.6%	0.1%
	ML ASIAN RE FD	\$ 17,115,194	3.0%	0.2%
	MORGAN STANLEY MEZZ	\$ 2,728,476	0.5%	0.0%
	OLYMPUS FUND II R/E LP	\$ 800,462	0.1%	0.0%
	PRUDENT PRISA II CF R/E	\$ 32,909,770	5.7%	0.3%
	PRUDENTL PRISA I CF R/E	\$ 89,853,108	15.5%	0.9%
	RREEF MEZZANINE LOAN	\$ 2,000,000	0.3%	0.0%
	RREEF LP	\$ 10,765,326	1.9%	0.1%
	UBS REALTY CF R/E	\$ 131,065,017	22.6%	1.4%
REAL ESTATE	URBAN AMERICA LP	\$ 13,781,682	2.4%	0.1%
	WALTON FD I LLC R/E LP	\$ 473,549	0.1%	0.0%
	WALTON FUND III R/E LP	\$ 2,473,579	0.4%	0.0%
	WALTON ST 6 FUND	\$ 4,943,156	0.9%	0.1%
	WALTON ST MEXICO 1 LP	\$ 1,348,506	0.2%	0.0%
	WALTON STR FD II R/E LP	\$ 3,086,964	0.5%	0.0%
	WALTON STR R/E FD IV LP	\$ 19,698,023	3.4%	0.2%
	WALTON STREET FD V LP	\$ 15,586,512	2.7%	0.2%
	<b>TOTAL REAL ESTATE</b>	<b>\$ 579,989,394</b>	<b>100%</b>	<b>6.0%</b>
REITS	ADELANTE CAPITAL MGM	\$ 58,194,407	20.7%	0.6%
	MORGAN STANLEY	\$ 138,480,850	49.3%	1.4%
	URDANG	\$ 84,333,633	30.0%	0.9%
	<b>TOTAL REITS</b>	<b>\$ 281,008,890</b>	<b>100.0%</b>	<b>2.9%</b>
DOMESTIC SMALL CAP EQUITY	ARIEL CAPITAL MGMT	\$ 107,307,856	12.0%	1.1%
	DFA SMALL CAP VALUE CF	\$ 102,334,380	11.5%	1.1%
	NTGI STRUCT SM CAP	\$ 295,818,593	33.2%	3.1%
	RHUMB RUSSELL 2000	\$ 152,674,769	17.1%	1.6%
	RHUMBLINE 2000 GROWTH	\$ 232,694,517	26.1%	2.4%
	<b>TOTAL SMALL CAP</b>	<b>\$ 890,830,115</b>	<b>100.0%</b>	<b>9.2%</b>
<b>Total Fund</b>		<b>\$ 9,678,302,655</b>	<b>-----</b>	<b>100%</b>
<b>Total Active Assets</b>		<b>\$ 6,423,602,700</b>	<b>-----</b>	<b>66.4%</b>
<b>Total Passive Assets</b>		<b>\$ 3,254,699,955</b>	<b>-----</b>	<b>33.6%</b>

Chicago Teachers' Pension Fund  
Current Allocation vs. Target Allocation  
Reporting for the Period ending October 31, 2010

	% of Total Fund	Old Target Allocation	New Target Allocation	Allocation vs. Old Allocation	Allocation vs. New Allocation
All Cap	4.2%	4.0%	3.0%	0.2%	1.2%
Large Cap	24.3%	24.0%	14.0%	0.3%	10.3%
Mid Cap	3.7%	3.5%	2.0%	0.2%	1.7%
Small Cap	9.2%	9.0%	5.0%	0.2%	4.2%
REITs	2.9%	2.5%	2.0%	0.4%	0.9%
International Equity	22.5%	22.0%	17.0%	0.5%	5.5%
Hedge Fund	1.5%	2.0%	5.0%	(0.5%)	(3.5%)
Cash	1.6%	2.0%	2.0%	(0.4%)	(0.4%)
Fixed Income	18.8%	19.5%	20.0%	(0.7%)	(1.2%)
Infrastructure	2.6%	2.0%	5.0%	0.6%	(2.4%)
Private Equity	2.8%	3.0%	5.0%	(0.2%)	(2.2%)
Real Estate	6.0%	6.5%	8.0%	(0.5%)	(2.0%)

\* includes assets received from the City of Chicago

Chicago Teachers' Pension Fund Domestic Equity Performance Reporting for the Period ending October 31, 2010						
	Oct	1 Yr Oct	3 Yr Oct	5 Yr Oct	Since Inception	Inception Date
SCV Ariel Investment	0.4%	33.1%	0.2%	3.7%	11.3%	4/1994
DFA	4.4%	30.6%	(3.0%)	2.8%	11.7%	7/1996
<b>Russell 2000 Value</b>	<b>3.9%</b>	<b>24.4%</b>	<b>(4.1%)</b>	<b>2.0%</b>	----	
SCG Rhumblin Advisors	4.3%	----	----	----	----	3/2010
<b>Russell 2000 Growth</b>	<b>4.3%</b>	----	----	----	----	
Rhumblin Advisors	4.1%	26.4%	(3.8%)	----	----	5/2007
SCC NTRS Small Cap	4.1%	26.6%	(3.9%)	3.1%	----	6/1990
<b>Russell 2000</b>	<b>4.1%</b>	<b>26.6%</b>	<b>(3.9%)</b>	<b>3.1%</b>	----	
MCC NTGI S&P 400	3.5%	27.6%	(1.4%)	4.9%	----	12/1998
<b>S&amp;P 400 Index</b>	<b>3.5%</b>	<b>27.6%</b>	<b>(1.4%)</b>	<b>4.9%</b>	----	
MCV Channing Capital*	2.9%	19.2%	(3.2%)	3.2%	5.6%	6/2004
<b>Russell MidCap Value</b>	<b>3.8%</b>	<b>27.5%</b>	<b>(3.7%)</b>	<b>3.4%</b>	----	
MCG Credo Capital*	3.7%	25.9%	(5.5%)	5.9%	4.6%	7/2005
<b>Russell MidCap Growth</b>	<b>3.9%</b>	<b>28.0%</b>	<b>(3.5%)</b>	<b>4.3%</b>	----	
LCG Holland Capital	3.3%	18.0%	(1.2%)	3.4%	7.9%	1/1994
Rhumblin 1000G	4.7%	19.6%	(3.8%)	----	----	9/2007
<b>Russell 1000G</b>	<b>4.8%</b>	<b>19.7%</b>	<b>(3.9%)</b>	<b>3.2%</b>	----	
LCV Harris Investment	4.2%	14.5%	(8.5%)	1.0%	3.7%	6/1999
Lombardia Capital	2.4%	9.3%	(6.2%)	2.5%	3.6%	10/2004
<b>Russell1000V</b>	<b>3.0%</b>	<b>15.7%</b>	<b>(8.5%)</b>	<b>0.6%</b>	----	
LCC NAP	4.1%	16.3%	(5.8%)	0.2%	9.6%	7/1992
Waddell & Reed	4.2%	21.3%	(3.5%)	4.9%	10.8%	1/1991
Piedmont Capital	4.0%	18.0%	(6.2%)	----	0.7%	8/2006
Rhumblin R1000	3.8%	17.6%	(5.9%)	----	----	5/2007
<b>Russell 1000</b>	<b>3.9%</b>	<b>17.7%</b>	<b>(6.1%)</b>	<b>2.0%</b>	----	
NTRS LC	3.8%	16.5%	(6.5%)	1.7%	----	4/1990
<b>S&amp;P 500</b>	<b>3.8%</b>	<b>16.5%</b>	<b>(6.5%)</b>	<b>1.7%</b>	----	
ACC Attucks Asset Mtg	4.1%	18.2%	(6.1%)	2.3%	4.1%	7/2004
Progress Investment	4.1%	16.7%	(6.0%)	2.4%	4.0%	8/2004
Zevenbergn Capital	3.6%	25.4%	(0.7%)	7.5%	9.3%	8/1992
<b>Russell 3000</b>	<b>4.7%</b>	<b>20.3%</b>	<b>(3.9%)</b>	<b>3.3%</b>	----	

\* includes returns from MOM relationship with CTPF

Chicago Teachers' Pension Fund  
International Equity  
Reporting for the Period ending October 31, 2010

	<b>Oct</b>	<b>1 Yr Oct</b>	<b>3 Yr Oct</b>	<b>5 Yr Oct</b>	<b>Since Inception</b>	<b>Inception Date</b>
Leading Edge	3.1%	----	----	----	5.3%	4/2009
Morgan Stanley	2.9%	6.4%	(6.6%)	3.8%	9.5%	2/1995
<b>MSCI EAFE</b>	<b>3.6%</b>	<b>8.8%</b>	<b>(9.2%)</b>	<b>3.8%</b>	----	
William Blair-Small Cap	4.7%	25.2%	(7.2%)	---	(1.5%)	3/2007
<b>MSCI World Ex US Small Cap</b>	<b>4.2%</b>	<b>22.0%</b>	<b>(4.7%)</b>	<b>8.5%</b>	----	
William Blair-Growth	3.8%	----	----	----	20.9%	1/2010
MFS	4.0%	14.5%	(3.5%)	7.1%	11.3%	11/2002
EARNEST Partners	2.7%	21.7%	(1.8%)	----	5.7%	3/2007
Lazard Capital	3.0%	13.9%	(5.3%)	6.0%	5.8%	12/2000
<b>MSCI ACWI ex US</b>	<b>3.4%</b>	<b>13.1%</b>	<b>(7.6%)</b>	<b>6.2%</b>	----	

Chicago Teachers' Pension Fund  
Fixed Income  
Reporting for the Period ending October 31, 2010

	<b>Oct</b>	<b>1 Yr Oct</b>	<b>3 Yr Oct</b>	<b>5 Yr Oct</b>	<b>Since Inception</b>	<b>Inception Date</b>
Garcia Hamilton	0.3%	----	----	----	0.3%	10/2010
LM Capital	0.6%	8.5%	8.2%	7.0%	5.7%	10/2004
NTGI Bond	0.3%	8.7%	7.5%	6.2%	----	11/1993
Pugh Capital	0.3%	----	----	----	0.3%	10/2010
Western Asset	0.6%	13.4%	6.8%	6.1%	5.9%	4/2003
TCH	0.3%	8.0%	5.1%	5.1%	4.5%	10/2004
<b>Barclay's Agg</b>	<b>0.4%</b>	<b>8.0%</b>	<b>7.2%</b>	<b>6.5%</b>	<b>----</b>	

Chicago Teachers' Pension Fund  
 Real Estate Investment Trust (REITs)  
 Reporting for the Period ending October 31, 2010

	<b>2010 Oct</b>	<b>1 Yr Oct</b>	<b>3 Yr Oct</b>	<b>5 Yr Oct</b>	<b>Since Inception</b>	<b>Inception Date</b>
Adelante Capital <b>NAREIT Equity Total Return</b>					----	4/2006
Morgan Stanley REITs <b>NAREIT Developed Real Estate</b>	3.8% <b>4.2%</b>	24.2% <b>24.5%</b>	(9.5%) <b>(7.7%)</b>	4.2% <b>1.5%</b>	10.1% ----	4/1998
URDANG <b>EPR/NAREIT Developed Index</b>					----	12/2003

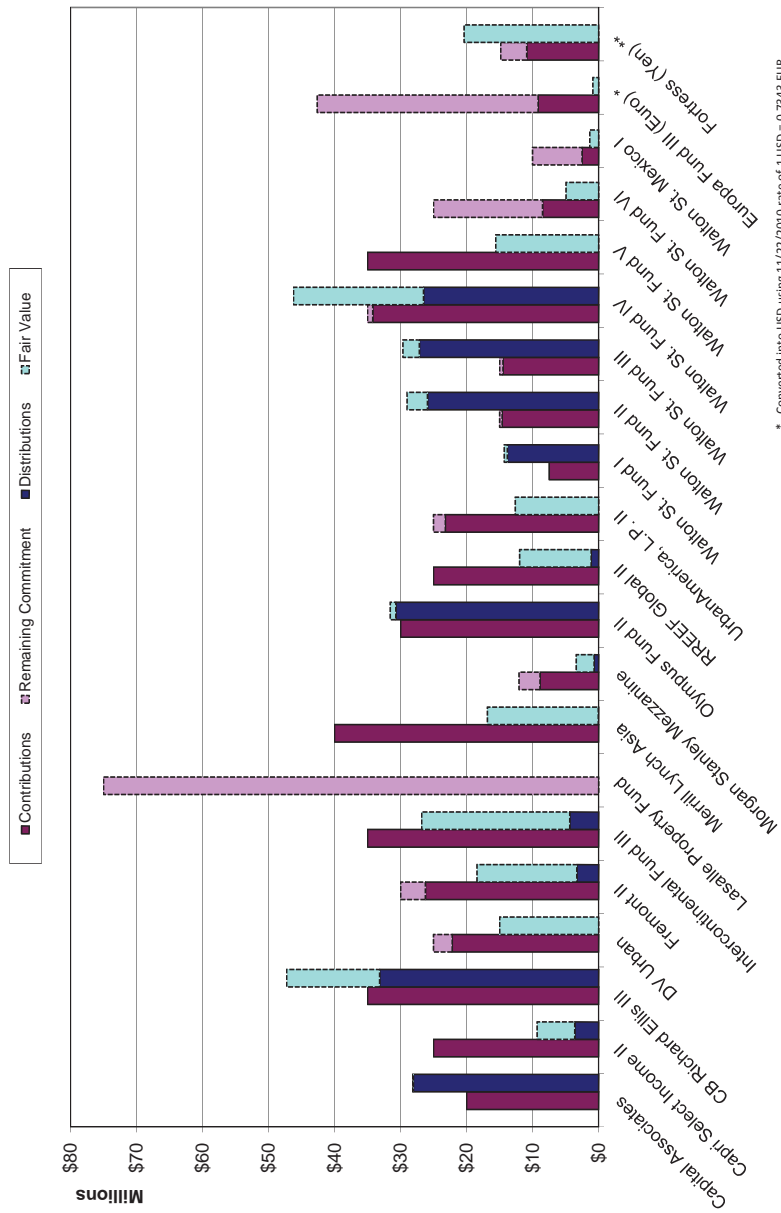
Chicago Teachers' Pension Fund  
Hedge Fund of Funds  
Reporting for the Period ending October 31, 2010

	<b>Oct</b>	<b>1 Yr Oct</b>	<b>3 Yr Oct</b>	<b>5 Yr Oct</b>	<b>Since Inception</b>	<b>Inception Date</b>
K2 Advisors	1.6%	5.5%	----	----	5.5%	10/2009
<b>HFRI Fund of Fund Composite</b>	<b>1.5%</b>	5.2%	----	----	----	
Mesirow Investment Management	1.1%	5.1%	----	----	5.1%	10/2009
<b>S&amp;P 500 Index</b>	<b>3.8%</b>	----	----	----	----	
<b>Barclays Aggregate Index</b>	<b>0.4%</b>	----	----	----	----	

**Chicago Teachers' Pension Fund  
Real Estate Managers  
as of June 30, 2010**

Open Ended Funds:					Fair Value	Net IRR since Inception	
JP Morgan Real Estate					122,270,866		6.0%
PRISA					88,484,106		4.0%
PRISA II					31,191,394		1.3%
UBS Real Estate					125,865,584		7.6%
<b>Total Open Ended Funds</b>					<b>367,811,951</b>		
Closed End Funds:	Commitment	Contributions	Distributions	Fair Value	Remaining Commitment	Net IRR since Inception	
Capital Associates	20,000,000	20,000,000	28,072,639	75,932	0		5.6%
Capri Select Income II	25,000,000	25,000,000	3,599,520	5,709,712	0		-29.2%
CB Richard Ellis III	35,000,000	35,000,000	33,182,663	14,069,493	0		10.9%
DV Urban	25,000,000	22,173,112	0	14,989,866	2,826,888		-18.8%
Fremont II	30,000,000	26,253,783	3,296,489	15,123,899	3,746,217		-14.7%
Intercontinental Fund III	35,000,000	35,000,000	4,380,216	22,416,809	0		-5.5%
Lasalle Property Fund	75,000,000	0	0	0	75,000,000		too early
Merrill Lynch Asia	40,000,000	40,000,000	43,694	16,808,173	0		-35.3%
Morgan Stanley Mezzanine	12,009,077	8,866,086	681,321	2,728,476	3,186,000		-42.5%
Olympus Fund II	30,000,000	30,000,000	30,700,054	876,073	0		-5.2%
RREEF Global II	25,000,000	25,000,000	1,122,019	10,829,989	0		-24.4%
UrbanAmerica, L.P. II	25,000,000	23,222,737	0	12,618,085	1,777,263		-24.6%
Walton St. Fund I	7,500,000	7,500,000	13,828,131	473,549	0		6.9%
Walton St. Fund II	15,000,000	14,626,423	25,935,692	3,086,964	373,577		8.6%
Walton St. Fund III	15,000,000	14,489,150	27,169,679	2,473,579	510,850		10.8%
Walton St. Fund IV	35,000,000	34,198,113	26,517,752	19,698,023	801,887		8.2%
Walton St. Fund V	35,000,000	35,000,000	0	15,586,512	0		-19.7%
Walton St. Fund VI	25,000,000	8,500,000	0	4,943,156	16,500,000		too early
Walton St. Mexico I	10,000,000	2,500,000	0	1,348,506	7,500,000		too early
<b>Total US Dollar</b>	<b>519,509,077</b>	<b>407,329,404</b>	<b>198,529,869</b>	<b>163,852,796</b>	<b>112,222,682</b>		
Europa Fund III	€ 31,308,000	€ 6,721,530	€ 0	€ 636,458	€ 24,586,470		too early
<b>Total Euro</b>	<b>€ 31,308,000</b>	<b>€ 6,721,530</b>	<b>€ 0</b>	<b>€ 636,458</b>	<b>€ 24,586,470</b>		11.4%
Fortress	¥2,280,000,000	¥909,364,484	¥329,605,430	¥656,885,914	¥1,700,240,946		too early
<b>Total Yen</b>	<b>¥2,280,000,000</b>	<b>¥909,364,484</b>	<b>¥329,605,430</b>	<b>¥656,885,914</b>	<b>¥1,700,240,946</b>		

Chicago Teachers' Pension Fund  
Real Estate Managers  
as of June 30, 2010

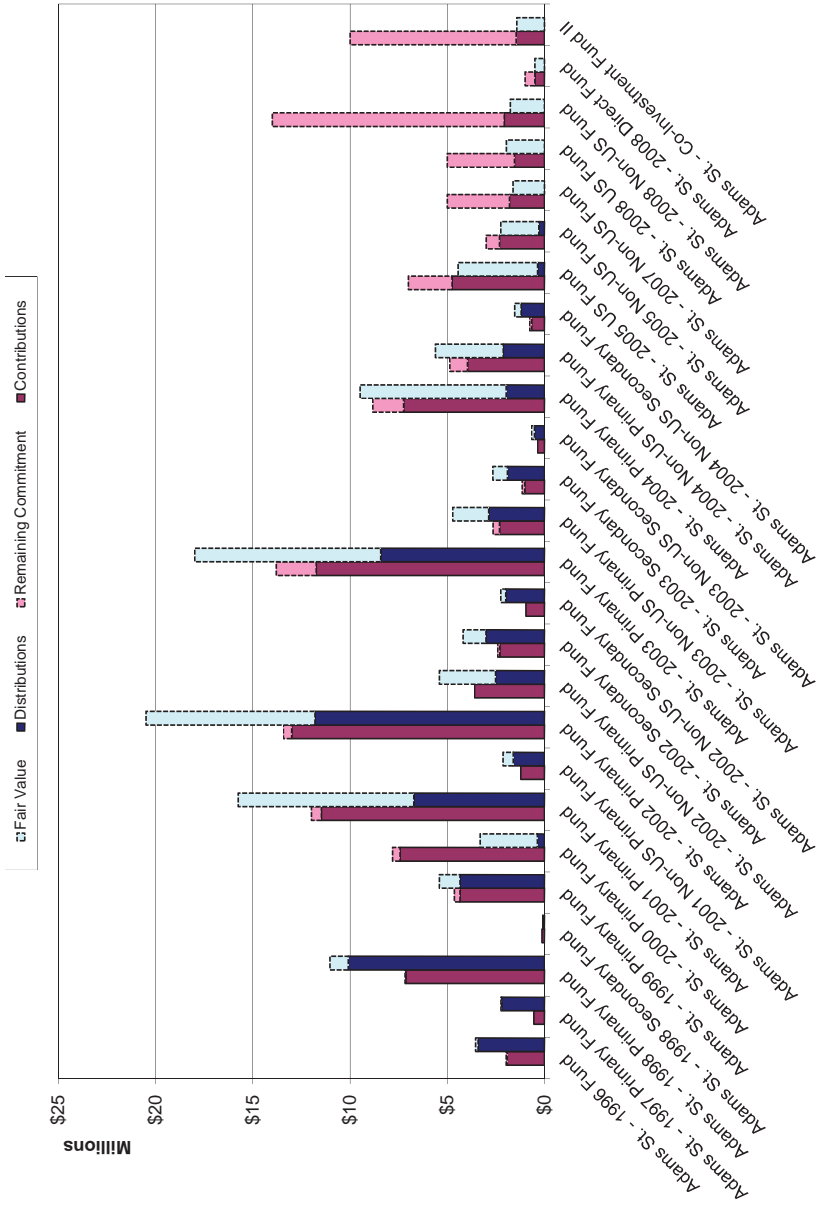


\* Converted into USD using 11/22/2010 rate of 1 USD = 0.7443 EUR  
 \*\* Converted into USD using 11/22/2010 rate of 1 USD = 83.475 JPY

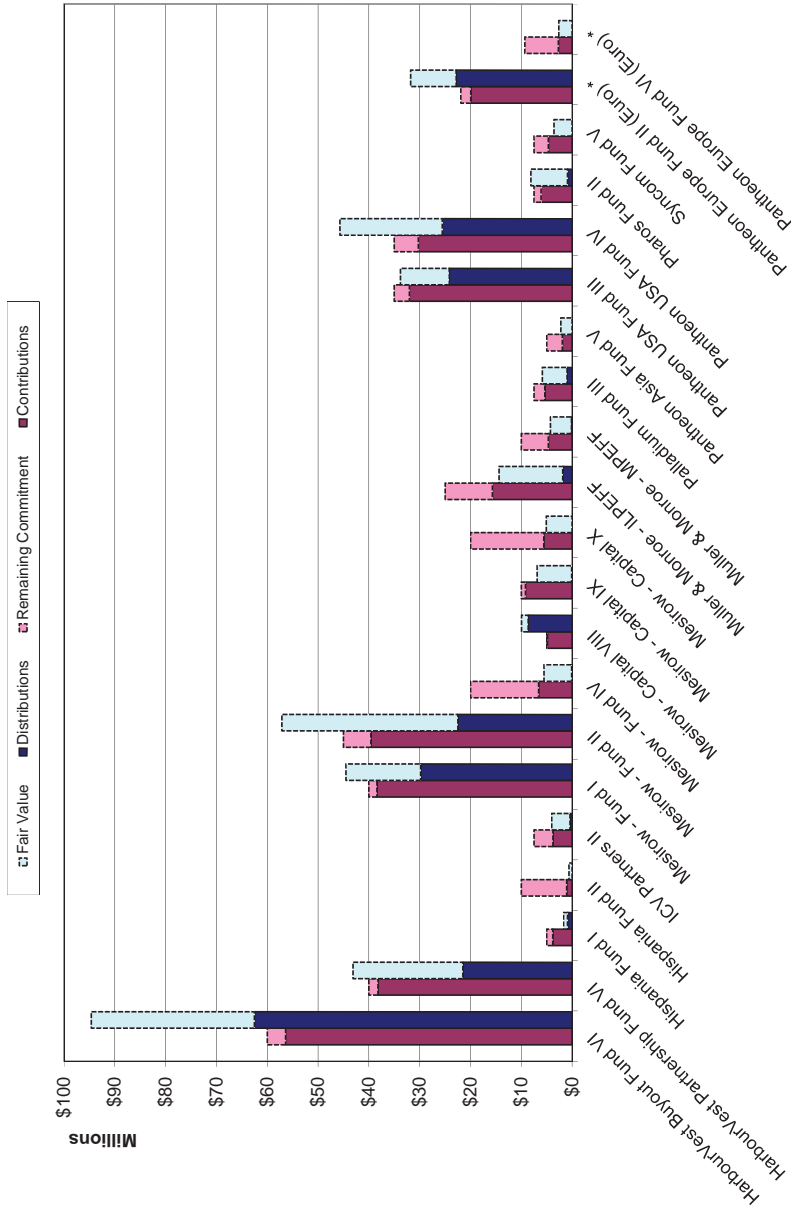
**Chicago Teachers' Pension Fund  
Private Equity Managers  
as of June 30, 2010**

Manager	Commitment	Contributions	Distributions	Fair Value	Remaining Commitment	Net IRR since Inception
Adams St. - 1996 Fund	1,975,370	1,914,764	3,412,118	133,074	60,606	14.5%
Adams St. - 1997 Primary Fund	549,507	549,507	2,205,385	35,654	0	67.3%
Adams St. - 1998 Primary Fund	7,168,703	7,129,894	10,095,840	934,519	38,809	6.4%
Adams St. - 1998 Secondary Fund	133,309	133,309	90,963	7,242	0	-6.4%
Adams St. - 1999 Primary Fund	4,634,944	4,349,555	4,349,555	1,058,431	285,389	2.0%
Adams St. - 2000 Primary Fund	7,812,186	7,428,530	371,427	2,940,423	383,656	7.1%
Adams St. - 2001 Primary Fund	11,985,368	11,470,174	6,723,674	9,032,437	515,194	8.5%
Adams St. - 2001 Non-US Primary Fund	1,219,190	1,219,190	1,603,690	532,019	0	13.6%
Adams St. - 2002 Primary Fund	13,430,823	13,007,917	11,808,485	8,686,698	422,906	10.6%
Adams St. - 2002 Non-US Primary Fund	3,601,688	3,601,688	2,516,423	2,884,935	0	8.4%
Adams St. - 2002 Secondary Fund	2,408,142	2,306,394	3,008,340	1,182,322	101,748	13.1%
Adams St. - 2002 Non-US Secondary Fund	955,954	955,954	1,993,569	256,814	0	25.2%
Adams St. - 2003 Primary Fund	13,791,114	11,741,808	8,424,853	9,567,046	2,049,306	9.2%
Adams St. - 2003 Non-US Primary Fund	2,642,546	2,311,751	2,874,506	1,845,239	330,795	21.0%
Adams St. - 2003 Secondary Fund	1,151,151	1,020,460	1,906,646	747,085	130,691	24.8%
Adams St. - 2003 Non-US Secondary Fund	351,314	351,314	512,615	156,067	0	18.4%
Adams St. - 2004 Primary Fund	8,832,269	7,250,632	1,969,307	7,509,024	1,581,637	4.7%
Adams St. - 2004 Non-US Primary Fund	4,875,207	3,963,462	2,117,466	3,496,004	911,745	7.3%
Adams St. - 2004 Non-US Secondary Fund	776,433	670,527	1,203,901	327,960	105,906	27.0%
Adams St. - 2005 US Fund	7,000,000	4,753,000	351,662	4,089,802	2,247,000	-2.2%
Adams St. - 2005 Non-US Fund	3,000,000	2,311,500	293,189	1,951,824	688,500	-1.1%
Adams St. - 2007 Non-US Fund	5,000,000	1,802,500	0	1,620,165	3,197,500	-12.0%
Adams St. - 2008 US Fund	5,000,000	1,542,500	0	1,964,928	3,457,500	16.6%
Adams St. - 2008 Non-US Fund	14,000,000	2,072,000	0	1,759,646	11,928,000	-12.0%
Adams St. - 2008 Direct Fund	1,000,000	495,000	0	495,814	505,000	0.1%
Adams St. - Co-Investment Fund II	10,000,000	1,455,000	0	1,429,312	8,545,000	-2.8%
HarbourVest Buyout Fund VI	60,000,000	56,400,000	62,523,753	32,101,316	3,600,000	12.5%
HarbourVest Partnership Fund VI	40,000,000	38,200,000	21,506,898	21,619,858	1,800,000	2.4%
Hispania Fund I	5,000,000	3,806,440	916,500	761,185	1,193,560	too early
Hispania Fund II	10,000,000	1,073,713	0	610,624	8,926,287	too early
ICV Partners II	7,500,000	3,778,727	438,810	3,595,063	3,721,273	2.7%
Mesirow - Fund I	40,000,000	38,400,000	29,836,744	14,685,990	1,600,000	2.6%
Mesirow - Fund II	45,000,000	39,600,000	22,476,487	34,647,027	5,400,000	10.7%
Mesirow - Fund IV	20,000,000	6,600,000	103,007	5,433,046	13,400,000	too early
Mesirow - Capital VIII	5,000,000	4,875,000	8,657,581	1,323,599	125,000	23.1%
Mesirow - Capital IX	10,000,000	9,200,000	112,640	6,760,244	800,000	-9.8%
Mesirow - Capital X	20,000,000	5,600,000	0	5,079,088	14,400,000	too early
Muller & Monroe - ILPEFF	25,000,000	15,676,400	1,841,416	12,523,078	9,323,600	-3.9%
Muller & Monroe - MPEFF	10,000,000	4,671,943	116,027	4,166,193	5,328,057	too early
Palladium Fund III	7,500,000	5,362,219	980,726	4,885,501	2,137,781	4.1%
Pantheon Asia Fund V	5,000,000	1,950,000	0	2,216,648	3,050,000	too early
Pantheon USA Fund III	35,000,000	32,025,000	24,150,000	9,652,467	2,975,000	1.0%
Pantheon USA Fund IV	35,000,000	30,275,000	25,550,000	20,169,593	4,725,000	10.9%
Pharos Fund II	7,500,000	6,112,500	895,917	7,220,995	1,387,500	too early
Syncom Fund V	7,500,000	4,671,001	0	3,567,040	2,828,999	too early
<b>Total US Dollar</b>	<b>528,295,218</b>	<b>404,086,273</b>	<b>267,940,120</b>	<b>255,663,039</b>	<b>124,208,945</b>	
Pantheon Europe Fund II	€ 16,100,644	€ 14,651,000	€ 16,744,019	€ 6,608,301	€ 1,449,644	14.1%
Pantheon Europe Fund VI	€ 6,846,000	€ 1,985,340	€ 0	€ 1,939,515	€ 4,860,660	too early
<b>Total Euro</b>	<b>€ 22,946,644</b>	<b>€ 16,636,340</b>	<b>€ 16,744,019</b>	<b>€ 8,547,816</b>	<b>€ 6,310,304</b>	

Chicago Teachers' Pension Fund  
Private Equity Managers (Adams Street Funds)  
as of June 30, 2010



**Chicago Teachers' Pension Fund  
Private Equity Managers  
as of June 30, 2010**



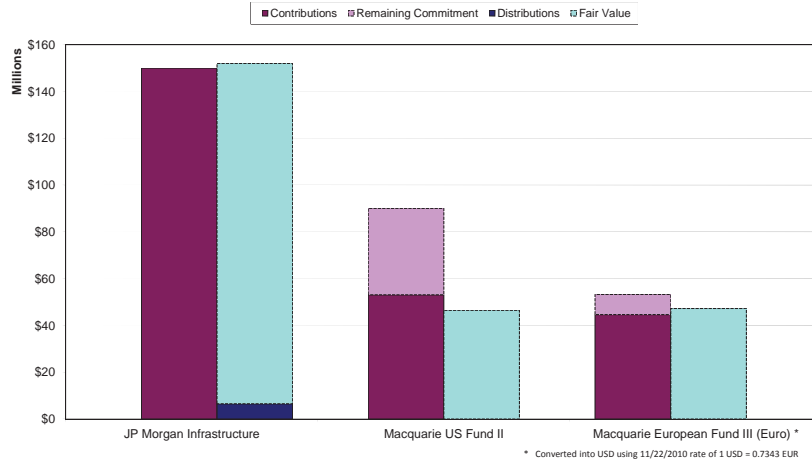
\* Converted into USD using 11/23/2010 rate of 1 USD = 0.7343 EUR



**Chicago Teachers' Pension Fund  
Infrastructure Managers  
as of June 30, 2010**

<b>Manager</b>	<b>Commitment</b>	<b>Contributions</b>	<b>Distributions</b>	<b>Fair Value</b>	<b>Remaining Commitment</b>	<b>Net IRR since Inception</b>
JP Morgan Infrastructure	150,000,000	150,000,000	6,543,826	145,461,724	0	too early
Macquarie US Fund II	90,000,000	53,147,189	0	46,466,721	36,852,811	too early
<b>Total US Dollar</b>	<b>240,000,000</b>	<b>203,147,189</b>	<b>6,543,826</b>	<b>191,928,445</b>	<b>36,852,811</b>	
Macquarie European Fund III	€ 39,126,000	€ 32,816,720	€ 0	€ 34,722,550	€ 6,309,280	too early
<b>Total Euro</b>	<b>€ 39,126,000</b>	<b>€ 32,816,720</b>	<b>€ 0</b>	<b>€ 34,722,550</b>	<b>€ 6,309,280</b>	

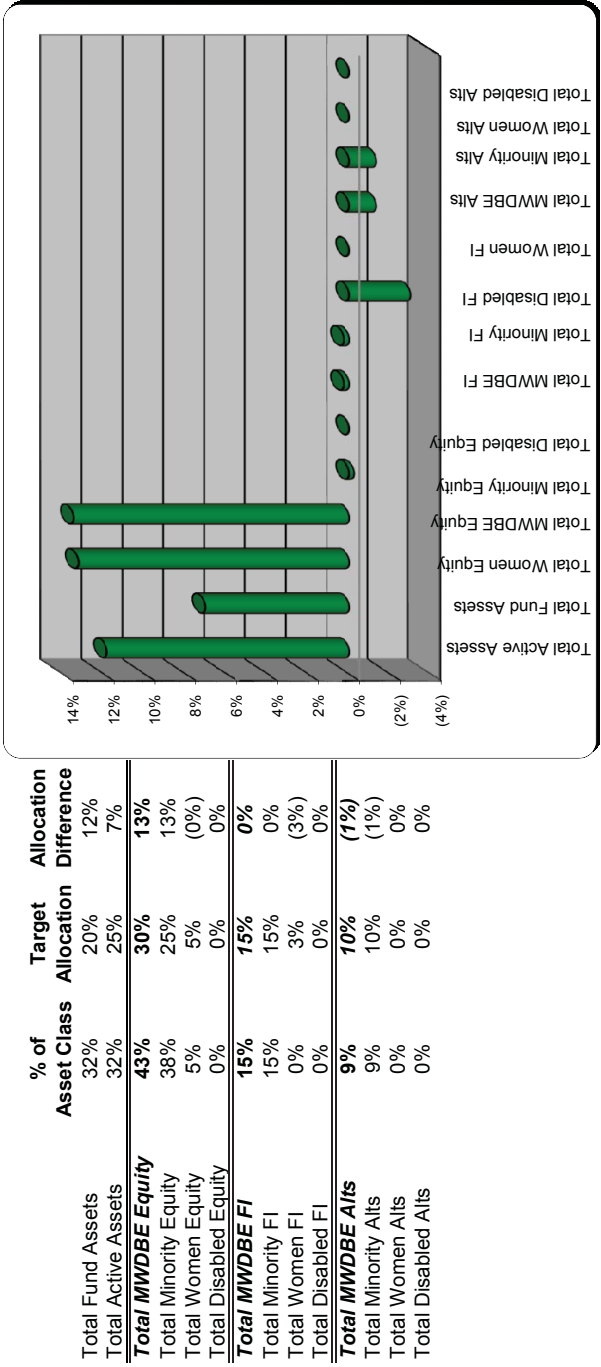
Chicago Teachers' Pension Fund  
Infrastructure Managers  
as of June 30, 2010



Chicago Teachers' Pension Fund  
MWDBE Investment Manager Usage  
Reporting for the Period ending October 31, 2010

	10/2010	2009	2008	2007	2006	2
Adelante	\$ 58,194,407	33,987	74	50	52	
Capri (\$45 million)	\$ 5,785,644	13,403	25	22	18	
DV Urban (\$25 million)	\$ 15,099,646	8,013	5	4	-	
Hispania (\$15 million)	\$ 3,008,861	1,044	0	1	1	
ICV Capital (\$7.5 million)	\$ 4,016,764	3,328	1	1	1	
Muller and Monroe (\$35 million)	\$ 17,371,229	10,662	9	5	3	
Palladium (\$7.5 million)	\$ 4,624,950	3,459	3	3	1	
Pharos (\$7.5 million)	\$ 7,220,995	5,723	4	3	2	
Syncom (\$7.5 million)	\$ 3,797,317	2,809	1	1	-	
Urban America (\$25 million)	\$ 13,781,682	16,008	9	4	-	
<b>Total Minority Owned Alternative</b>	<b>\$ 132,901,495</b>	<b>98,436</b>	<b>132</b>	<b>92</b>	<b>77</b>	
<b>Total MWDBE Alternative Managers</b>	<b>\$ 132,901,495</b>	<b>98,436</b>	<b>132</b>	<b>89</b>	<b>76</b>	
Apex	\$ 40,623,777	30,593	34	33	28	
Ariel	\$ 107,307,856	119,604	169	238	199	
Ativo Capital	\$ 24,720,250	16,782	23	17	-	
Herndon Capital	\$ 79,795,290	59,163	76	66	-	
Attucks	\$ 1,212	62,998	-	-	-	
Brown Capital	\$ 16,521,678	12,844	14	17	-	
Channing	\$ 68,753,705	50,080	21	30	22	
Crede	\$ 67,484,733	49,975	17	6	3	
Earnest Partners	\$ 196,367,794	70,453	104	108	-	
Fortaleza	\$ 19,135,771	14,464	23	24	21	
GW Capital	\$ 9,263,228	6,579	6	7	-	
Holland	\$ 179,030,027	103,125	135	142	124	
John Hsu Capital	\$ 18,856,777	-	-	-	-	
Leading Edge	\$ 108,553	-	-	-	-	
Lombardia	\$ 235,815,415	109,250	165	191	63	
Lynmar Capital	\$ -	68,340	106	58	44	
MarVista Capital	\$ 44,141,340	34,565	-	-	-	
Matterhorn Capital	\$ -	2,352	-	-	-	
NCM Capital	\$ 5,856,019	3,926	6	15	11	
Needleman	\$ -	-	-	5	-	
Palisades	\$ 19,768,239	15,903	37	49	9	
Paradigm	\$ 21,629,144	17,133	24	28	8	
Piedmont	\$ 135,094,374	104,313	154	118	40	
Piedra	\$ -	-	-	15	12	
Profit	\$ 20,145,837	15,723	40	40	39	
Progress	\$ 108	108	-	-	-	
RhumbLine	\$ 1,023,939,587	562,713	701	504	-	
<b>Total Minority Owned Equity</b>	<b>\$ 2,377,732,913</b>	<b>1,563,024</b>	<b>1,871</b>	<b>1,750</b>	<b>691</b>	
Nicholas	\$ 6,101,478	3,892	-	-	-	
Redwood Investments	\$ 15,345,226	12,187	14	-	-	
Zevenbergen	\$ 77,389,914	53,169	68	72	59	
<b>Total Woman Owned Equity</b>	<b>\$ 294,907,197</b>	<b>291,536</b>	<b>417</b>	<b>461</b>	<b>410</b>	
<b>Total MWDBE Equity Managers</b>	<b>\$ 2,672,640,110</b>	<b>1,854,560</b>	<b>2,288</b>	<b>2,211</b>	<b>1,101</b>	<b>1</b>
Garcia Hamilton Capital	\$ 74,324,573	-	-	-	-	
LM Capital	\$ 128,258,737	64,929	64	62	62	
Pugh Capital	\$ 74,552,469	-	-	-	-	
<b>Total Minority Owned Fixed</b>	<b>\$ 277,135,779</b>	<b>64,929</b>	<b>180</b>	<b>245</b>	<b>243</b>	
<b>Total MWDBE Fixed Income Managers</b>	<b>\$ 277,135,779</b>	<b>64,929</b>	<b>180</b>	<b>245</b>	<b>243</b>	
	<b>1/1900</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
Total Fund MWDBE Assets	\$ 3,082,677,384	2,017,925	2,600	2,545	1,419	1
% of Total Fund	32%	27%	24%	23%	13%	1
% of Active Mgrs	32%	29%	25%	26%	20%	2

Chicago Teachers' Pension Fund  
 Current MWDBE Allocation vs. Target MWDBE Allocation  
 Reporting for the Period ending October 31, 2010



Chairperson O'Brill moved the Report of the Committee on Investments to the omnibus.

## **REPORT OF THE ACTUARY**

### **Actuarial Valuation Summary**

Mr. Sandor Goldstein of Goldstein and Associates presented a summary of the Actuarial Valuation as of June 30, 2010. Mr. Goldstein reported that based on the results of the valuation, the total actuarial liability of the Fund is \$16,319,743,665, the total actuarial value of assets is \$10,954,513,643, the unfunded liability is \$5,365,230,022, and the funded ratio is 67.1%. Mr. Goldstein also reviewed the projection of contributions, liabilities, and assets through 2059. He reported that under Senate Bill 1946, the total Board of Education required contribution for 2012 is \$192M. He reported that changes in benefit provisions provided under Senate Bill 1946 for employees hired after December 31, 2010, were taken into account.

Mr. Goldstein stated that a full actuarial valuation based on the results of the June 30, 2010, valuation will be provided at the January 2011 Board meeting.

Ms. Reilly and Mr. Ward returned to the meeting during the Actuary's presentation.

## **CPS PAYROLL UPDATE**

Ms. Alicia Winckler, Executive Officer for Human Resources at CPS, provided an update on the timeline for providing reconciled payroll data for active teachers. Ms. Winckler reported that CPS will provide data for 28,000 of the active teachers by the end of April 2011 as opposed to the previously targeted date of August 2011. She further stated that payroll data for the remaining 9,000 active teachers will be provided by the end of June 2011. Ms. Winckler indicated that she will facilitate a meeting with CPS and CTPF to review the timeline. She stated that CTPF should have all of the data needed to provide pension statements for the majority of all active members for fiscal years 2008, 2009, and 2010 by April 2011.

Ms. Winckler also reported that she will be working with CPS and CTPF to resolve open issues recorded by CPS and CTPF for terminated, retired, and deceased populations. She stated that she is seeking clarity on the discrepancies between 17 unresolved active open issues CPS is reporting and 111 open issues CTPF is reporting.

Ms. Winckler reported that per the request of the Trustees she will be providing monthly updates on open cases and finalized cases, as well as progress over time.

## **REPORT OF THE ATTORNEY**

### **EXECUTIVE SESSION**

#### **Motion to Change Order of Business, Approved**

A motion was made by Mr. Carrero, seconded by Ms. Ashford, and unanimously passed, to change the order of business to take up the Report of the Attorney, and to go into closed session for the purpose of discussing litigation and investment matters. The motion passed by the following roll call vote:

Ayes: Ms. Ashford, Mr. Blackwell, Mr. Carrero, Ms. Freed, Mr. Kotis, Mr. O'Brill, Dr. Pilditch, Mr. Rehak, Ms. Reilly, Ms. Rodriguez, Mr. Ward – 11.

The closed session lasted from 2:49 p.m. to 4:12 p.m.

#### **Motion to Return to Open Session, Approved**

A motion was made by Ms. Rodriguez, seconded by Ms. Reilly, and unanimously passed, to return to open session.

#### **Motion to Accept Findings and Recommendation of Subcommittee regarding Ronald Fasano, Approved**

A motion was made by Ms. Reilly, seconded by Ms. Rodriguez, and unanimously passed, that the Board accept the findings and recommendation of the subcommittee regarding Ronald Fasano as presented. The motion passed by the following roll call vote:

Ayes: Ms. Ashford, Mr. Blackwell, Mr. Carrero, Ms. Freed, Mr. Kotis, Mr. O'Brill, Dr. Pilditch, Mr. Rehak, Ms. Reilly, Ms. Rodriguez, Mr. Ward – 11.

#### **Motion to Accept the Findings of the Subcommittee regarding Benjamin Cybulski, Approved**

A motion was made by Ms. Reilly, seconded by Mr. Rehak, to accept the findings of the subcommittee regarding Benjamin Cybulski, as presented, and authorizes the recoupment of 100% of the pension amount paid during the 2008-2009 and 2009-2010 school years, and further authorizes fund counsel to enter into settlement discussions with Mr. Cybulski's attorney pursuant to the authorization given by the Board of Trustees. The motion passed by the following roll call vote:

Ayes: Mr. Blackwell, Ms. Freed, Dr. Pilditch, Mr. Rehak, Ms. Reilly, Ms. Rodriguez – 6.

Nays: Mr. Carrero – 1.

Abstentions: Ms. Ashford, Mr. Kotis, Mr. O'Brill, Mr. Ward – 4.

#### **Motion to Appoint Bylaws Subcommittee, Approved**

A motion was made by Ms. Reilly, seconded by Mr. Rehak, and unanimously passed, that the Board hereby appoints a subcommittee to develop recommendations regarding the

Fund’s policy relative to the definition of “temporary” and “permanent” as provided by Section 149 of the Pension Code.

Mr. Carrero left the meeting following the vote.

## REPORT OF THE COMMITTEE ON CLAIMS AND SERVICE CREDITS

### Application for Pensions

The Committee on Claims and Service Credits reported that applications for pensions are presented for persons, hereinafter listed, with the recommendations that they be approved and granted in the amount and under the conditions set forth herewith.

In the case of each applicant for service and disability pension, the employment of the teacher has terminated, the legally prescribed minimum years of teaching service were completed and requirements with respect to age, the Illinois Retirement Systems Reciprocal Act (if applicable) and the Illinois Pension Code were fulfilled.

In accordance with the provisions of the Illinois Pension Code, each applicant for disability retirement pension was declared by two physicians appointed by the Board to be suffering from a disability which wholly and presumably permanently incapacitates him/her for teaching.

Each applicant for a survivor’s or reversionary pension furnished proper evidence of his/her right to receive such benefit.

### Optional Service Retirement Pensions

11/01/2010 through 11/30/2010

Name of Member	School or Final Status	1st Check Date	Years of Service	Effective Date	Annual Pension
* ANDERSON, ANTHONY B .....	FAIRFIELD ACADEMY.....	11-01-2010	34.31	09-01-2010	47,418.36
* BELDA, MARY BETH .....	DARWIN.....	11-01-2010	18.35	08-29-2010	24,313.68
* BELKOFER, DENNIS MICHAEL .....	OFFICE OF AREA IN .....	11-01-2010	18.41	10-10-2010	32,336.52
* BRATTON, VALERIE JEAN.....	WACKER .....	11-01-2010	37.48	07-04-2010	99,955.92
BROCK, DARLENE.....	C-W EDUC GENERAL .....	11-01-2010	10.36	06-04-2010	12,638.52
BROWN, MORRIS CORTEZ.....	KENWOOD ACAD H S .....	11-01-2010	26.12	06-20-2010	34,770.00
* BROWNING, GLORIA FAYE.....	C-W EDUC GENERAL .....	11-01-2010	36.87	10-10-2010	62,374.92
* BUTLER, NATHANIEL .....	C-W EDUC GENERAL .....	11-01-2010	22.15	09-26-2010	13,484.76
* BUTLER WILLIAMS, LYDIA ADELE.....	SIMPSON ACADEMY .....	11-01-2010	31.51	09-01-2010	74,293.80
* CAGE, LILLIE BARBARA .....	PENN .....	11-01-2010	23.79	08-15-2010	37,604.76

* CARTER, DOROTHY SUSAN	MORGAN PARK H.S.	11-01-2010	26.63	09-26-2010	42,945.60
* CHESTER, CHARLOTTE MAE	C-W EDUC GENERAL	11-01-2010	11.63	08-30-2009	7,398.96
DEBOW, DOLORES D.	COURTENAY	11-01-2010	46.59	08-03-2010	58,173.84
* DYBIS, LINDA SUE	LITTLE VILLAGE	11-01-2010	15.50	09-25-2010	22,511.52
EASON-WATKINS, BARBARA JUNE	CHIEF EDUC OFFICE	11-01-2010	37.09	07-04-2010	156,103.08
FORD, VERNON	ACAD. SCHOLASTIC ACH.	11-01-2010	5.80	05-16-2009	3,148.20
GARCIA, ALFREDO	SUB TEACHER POSTAL	11-01-2010	6.98	10-25-2010	6,629.16
* GARCIA, MARCO	SENN METRO ACAD.	11-01-2010	20.62	08-29-2010	30,651.12
* GIBBS, RONNEY L.	C-W EDUC GENERAL	11-01-2010	28.59	10-24-2010	78,642.48
GREEN, DOROTHY E	SUB TEACHER POSTAL	11-01-2010	5.65	12-11-2005	2,540.04
* HAMMOND, PHYLIS	C-W EDUC GENERAL	11-01-2010	35.72	09-12-2010	105,467.28
* ICHISHITA, IANTHE YOUNGJA C	GALE COMM ACAD	11-01-2010	17.80	08-03-2010	29,305.92
* JONES, DIANE	CITY WIDE LITERACY	11-01-2010	22.73	07-04-2010	36,643.68
* LEON, JAY	EBERHART	11-01-2010	35.43	09-13-2010	49,512.24
* LOCKE, JENNIFER C	C-W EDUC GENERAL	11-01-2010	21.40	06-06-2010	26,163.60
* MAGGIO, DEBORAH ANN	LYON	11-01-2010	27.07	07-01-2010	48,567.60
* MARTZ, LEONARD T	C-W EDUC GENERAL	11-01-2010	10.00	07-21-2010	10,869.72
* MENDOZA, JOE LOUIS	MARSHALL MIDDLE	11-01-2010	18.71	10-29-2010	28,336.32
* MIJATOVICH, BEVERLY LYNN	VON HUMBOLDT	11-01-2010	33.08	09-12-2010	45,713.64
* MILLER, LARRY J	DAVIS ACAD	11-01-2010	16.74	10-24-2010	22,741.08
* MINN, SUZANNE ELEANOR	C-W EDUC GENERAL	11-01-2010	28.80	07-01-2010	44,916.72
* MORAN, JOHN WILLIAM	BEAUBIEN	11-01-2010	34.28	09-26-2010	53,877.24
* NIXON, MAE LILLIE	HUGHES/DAVIS	11-01-2010	34.70	09-15-2010	49,063.32
* PANITCH, JEANNE SUE	DE DIEGO COMM ACA	11-01-2010	26.11	09-01-2010	37,926.72
* PETERSON, LYNN MARIE	CVS ACHIEVE ACAD	11-01-2010	34.26	09-26-2010	58,556.04
REDD, KATHERINE	SUB TEACHER POSTAL	11-01-2010	5.05	06-13-2010	1,850.16
ROBINSON, REUVEN	MARQUEZ CTR SCHOOL	11-01-2010	24.25	08-01-2010	37,498.44
* RODGERS, MARY LOUISE	C-W EDUC GENERAL	11-01-2010	29.91	10-10-2010	81,812.76
SCHAEFFER, PHYLLIS H.	SUB POSTAL SERVICE	11-01-2010	25.64	10-20-2010	30,217.08
* SINGH, KULWANT	LATHROP	11-01-2010	26.02	10-10-2010	41,958.24
* TAYLOR, BARBARA JEAN	KING	11-01-2010	32.78	08-29-2010	51,445.32
* THAL, NORMA JEAN	SEXTON A O	11-01-2010	32.70	09-12-2010	43,940.28
* ZAWILA, PAMELA MAE	C-W EDUC GENERAL	11-01-2010	16.93	09-26-2010	36,635.16

<b>Count of Pensions:</b>	<b>43</b>	<b>Total Pensions:</b>	<b>1,820,953.80</b>
		<b>Average Pension:</b>	<b>42,347.76</b>
		<b>Average Service Years:</b>	<b>24.52</b>

\* denotes preliminary pension

**Reciprocal Retirement Pensions**

11/01/2010 through 11/30/2010

Name of Member	School or Final Status	Ist Check Date	Years of Service	Effective Date	Annual Pension
AGHI, BHUPENDRA K	SUB TEACHER POSTAL	11-01-2010	5.78	09-15-2010	1,669.92
BERLOWITZ, SUZANNE J	FORMER TEACHER	11-01-2010	7.30	04-01-2010	6,231.12
* CHRISTIAN, WENDY	C-W EDUC GENERAL	11-01-2010	12.07	09-28-2010	23,846.40
DANELLO, GERMAINE K	FORMER TEACHER	11-01-2010	1.05	06-05-2010	1,726.08
DANIELS, SIDNEY R	FORMER TEACHER	11-01-2010	3.19	01-01-2010	7,119.48
* GOLORKY, LENORA H	C-W EDUC GENERAL	11-01-2010	6.90	08-08-2010	2,386.92
HOFFMAN, GARY L	BARTON	11-01-2010	2.10	06-03-2010	3,057.72
* KAMINSKY, ELAINE	SULLIVAN HOUSE	11-01-2010	15.90	10-16-2010	21,033.00
KING, PATRICIA A	HERBERT	11-01-2010	5.37	06-02-2010	6,651.60
* KOLACKI, JOANN VIVIAN	PARKMAN	11-01-2010	8.57	08-29-2010	10,135.32
LIEBER, ESTHER B	SENN METRO ACAD	11-01-2010	16.01	07-01-2010	32,196.00
* NUNN, TERRY	C-W EDUC GENERAL	11-01-2010	8.03	08-18-2010	9,749.52
PASQUALE, ROSALYN B	FORMER TEACHER	11-01-2010	1.30	09-01-2010	408.36
* PLOHOCKI, MARY ELEANOR	C-W EDUC GENERAL	11-01-2010	19.69	08-04-2010	31,637.28
SCHNUR, MICHAEL E	FORMER TEACHER	11-01-2010	7.10	06-01-2010	14,868.24
* SEALS, VERTIS JEAN	JULIAN H S	11-01-2010	26.35	09-26-2010	42,125.52
STEWART, THERESA M	FORMER TEACHER	11-01-2010	1.95	09-01-2010	2,296.80
SUPAN, FLORENTINA M	SUB TEACHER POSTAL	11-01-2010	4.41	09-01-2010	3,301.68
TAYLOR, JR, ELLIOTT	FORMER TEACHER	11-01-2010	1.13	08-01-2010	1,033.20
WHARTON, MARILYNN A	SUB TEACHER POSTAL	11-01-2010	14.83	06-03-2010	25,447.80
<b>Count of Reciprocal Retirement Pensions: 20</b>			<b>Total Reciprocal Retirement Pensions:</b>		<b>246,921.96</b>
			<b>Average Pension:</b>		<b>12,346.10</b>
			<b>Average Service Years:</b>		<b>8.45</b>

\* denotes preliminary pension

**Survivors' Pensions**  
11/01/2010 through 11/30/2010

Name of Member	1st Check Date	Years of Service	Effective Date	Annual Pension
COLLINS, VIRGINIA S. .... <i>(WIFE OF WILLIAM J COLLINS)</i>	11-01-2010	35.10	09-01-2010	22,556.28
FALOONA, ALINE M ..... <i>(WIFE OF RONALD FALOONA)</i>	11-01-2010	5.10	09-01-2010	3,551.76
HENNECKE, NANCY L. .... <i>(WIFE OF CURT F HENNECKE)</i>	11-01-2010	39.40	09-01-2010	34,411.44
JONES, HETTIE F. .... <i>(WIFE OF JOHNEL JONES)</i>	11-01-2010	36.10	08-01-2010	23,513.76
LEWKOVICH, MARK ..... <i>(HUSBAND OF PAM LEWKOVICH)</i>	11-01-2010	14.70	06-20-2010	8,874.60
ROSS, JOAN T ..... <i>(WIFE OF RONALD G ROSS)</i>	11-01-2010	22.50	06-01-2010	15,874.68
RUBIN, GERALD ..... <i>(HUSBAND OF ANNETTE RUBIN)</i>	11-01-2010	30.50	09-01-2010	19,982.76
SLEDGE, CARL ..... <i>(HUSBAND OF CORA LEE SMITH)</i>	11-01-2010	43.16	02-01-2009	51,945.60
SOLOMON, ROBERT H ..... <i>(HUSBAND OF RUTH SOLOMON)</i>	11-01-2010	14.10	04-01-2010	3,296.16
THOMAS, ELAINE W ..... <i>(WIFE OF EDDIE THOMAS)</i>	11-01-2010	37.10	09-01-2010	38,362.32
<b>Count of Suvivors' Pensions:</b>	<b>10</b>			
		<b>Total Survivors Pensions:</b>		<b>222,369.36</b>
		<b>Average Pension:</b>		<b>22,236.94</b>
		<b>Average Service Years:</b>		<b>27.78</b>

**Summary of Pensions Granted**  
11/01/2010 through 11/30/2010

Type of Retirement Pension	At this Meeting    Fiscal Year Total	
	Number	Number
PENSIONS	43	771
RECIPROCAL SERVICE RETIREMENT PENSIONS	20	173
SURVIVOR PENSIONS	10	70
REVERSIONARY PENSIONS	0	1

### Cancellation of Pensions

The Committee on Claims and Service Credits reported that pursuant to the law, the pensions of the following persons were cancelled upon the date of attainment of legal age. The Committee recommended that the cancellations shown below be confirmed and reported in the proceedings of this meeting.

11/01/2010 through 11/30/2010

Name of Member	Reason	Type of Pension	Rate of Pension	Date Cancelled
CALLOWAY BREANNA	EXCEED AGE LIMIT	SURVIVORSHIP - STEP RATE	400.00	11-30-2010
RAINEY ELIJAH L	EXCEED AGE LIMIT	SURVIVORSHIP - STEP RATE	200.00	11-30-2010
SOTOMAYOR DAVID ELIJAH	EXCEED AGE LIMIT	SURVIVORSHIP - 2.2	150.00	11-30-2010
<b>Count of Cancelled Pensions:</b>	<b>3</b>			

### Death Benefits

The Committee on Claims and Service Credits reported that documents pertaining to claims for death benefits were examined and verified, and recommended approval.

In support of these claims, the Committee reported that death benefits were for persons whose dates of death were certified and whose heirs, beneficiaries, administrators or executors furnished proper evidence to receive such payments.

11/01/2010 through 11/30/2010

### Single Payment of Death Benefit

DECEASED	BENEFICIARY
ADAMS-TYLER, CLOVISE	LETITIA GREEN-BUTLER.....5,000.00
ALDRIDGE, VERN L	HELOISE ALDRIDGE .....5,000.00
AUSTIN, SARAH L	ALIYAH N AUSTIN .....1,000.00
	ELIJAH S AUSTIN.....1,000.00
	NICOLE L AUSTIN.....1,000.00
	PATRICIA AUSTIN.....1,000.00
	KHRUSHARON V MCCULLOUGH.....1,000.00
BELL, BEULAH L	WILLIAM L BELL.....5,000.00
BOWSKY, BEOLA J	LESLIE L BOWSKY .....2,500.00
	KIM Y LOVE.....2,500.00
BRINKMAN, MYRTLE	MYRTLE BRINKMAN TRUST .....5,000.00
BUCK, RITA B	FRANK T BUCK .....2,500.00
CONDON, ALICE M	CATHERINE A LEHMANN .....5,000.00
DAVIS, METTA	JO ELLEN FRIEDMAN .....1,666.67
ERVIN, JEAN L	FLOYD MCDONALD ERVIN .....5,000.00

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FAIRES, DENA M	ROY LYNN FAIRES .....	2,500.00
FRENCH, CLYDE B	VIRGINIA W FRENCH .....	5,000.00
FRINKLE, PHILOMENE	STEPHANIE R AROSTEGUI .....	2,500.00
	THOMAS S WHITAKER .....	2,500.00
GIBSON, VIRGINIA M	BARBARA G HALLORAN .....	5,000.00
JAMES, BERNICE A	BRENDA JAMES LEWIS .....	5,000.00
JONES, JEANETTE	LOUIS D ALEMAYEHU .....	2,500.00
KARRAS, BASIL S	ELFRIEDE L KARRAS .....	5,000.00
KUCHARCZYK, ALBERT J	CELESTE T. KUCHARCZYK .....	5,000.00
LEASE, BENJAMIN	MARIAM D. LEASE .....	5,000.00
LEIST, FRANCES K	ROBERT H LEIST .....	5,000.00
OCHAKOFF, BERNICE	EST OF BERNICE OCHAKOFF .....	5,000.00
PALMER, EDYTHE A	VALERIE J PALMER .....	2,500.00
PITTS, LOUIS F	LOUIS F PITTS, IV .....	5,000.00
POTTS, BARBARA J	DARIUS V POTTS .....	2,500.00
PRUITT, ROSE B	JUSTINE M PHAGAN .....	5,000.00
RICHARDSON, THELMA E	JAMES C RICHARDSON .....	5,000.00
RISBY, JOSEPH CLIFTON	DOROTHY B RISBY .....	5,000.00
SMALL-VANARKEL, JUNE	GREGORY C SMALL .....	1,000.00
VLCEK, ROSE E	RICHARD T VLCEK .....	5,000.00
WIESMEYER, ALFRED	LINDA WIESMEYER .....	5,000.00
WINSLOW, NAOMI L	JOYCE LERNER .....	2,500.00
ZALE, MARGARET	JEROME F FITZGERALD .....	2,500.00
	JOEL C FITZGERALD .....	2,500.00
		<b>\$137,666.67</b>

**REFUND OF CONTRIBUTIONS**

BADAMI, JOHN PATRICK	LORALEE A BADAMI .....	6,623.63
BARNES, ROBIN	MARCELLUS BARNES, II .....	3,019.06
	LAUREN-ASHLEY BARNES .....	3,110.55
	TEKENYA GANT .....	3,019.07
BOSHARDY, JOSEPH FRANK	DEBORAH E KATAMAY .....	5,974.61
	MICHAEL A BOSHARDY .....	5,974.61
FONG, STEVEN	GRACE W FONG .....	442.76
	WALLACE T FONG .....	442.74
LEWKOVICH, PAM	AMY NEWMAN .....	12,440.28
	JACKY SCHIESTEL .....	12,440.28
MCDONALD, ERNESTINE	JOSEPH W MCDONALD .....	709.92
	ANTOINE LLOYD .....	709.92
	STEVEN MCDONALD .....	709.93

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MILLER-TULLOCH, CARLOTTA	ANGELIQUE DAWN TULLOCH .....	3,384.34
	DAVID S TULLOCH .....	3,384.31
NWAEKE, MARGRET ODANRUMEN	BLESSING ANTHONY .....	313.23
	PRAISE ANTHONY .....	313.23
	PRINCE FREDERICK ANTHONY .....	939.69
	RUTH ANTHONY .....	313.22
WASHINGTON, MARSHA	VALERIE A WASHINGTON .....	1,439.70
	KELLY A WASHINGTON .....	1,439.70
WEBER, DIANE ELIZABETH	ELIZABETH D WEBER .....	5,423.85
	JOHN T WEBER .....	5,423.90
	MATT WEBER .....	5,423.85
	THOMAS F WEBER .....	16,271.62
		<u>\$99,688.00</u>
<b>COMBINED DEATH BENEFIT</b>		
KLIMA, GLENN GUSTAV	KARRILYNN STACHOWICZ .....	94,508.89
NIGRELLI, MILDRED	JOANNA L NIGRELLI .....	23,505.90
THALE, JOHN NICHOLAS	SARAH J SIMMONS .....	50,990.87
		<u>\$169,005.66</u>
<b>GRAND TOTAL OF ALL DEATH BENEFITS</b>		<u>\$406,360.33</u>

## Refunds

The Committee on Claims and Service Credits reported that documents pertaining to claims for refunds, listed herewith, were examined and verified, and recommended approval thereof. In support of these claims, the committee reported that: 2.2 excess contributions represent the additional amount contributed after 34 years of service refundable upon retirement provided the member does not choose the augmented pension rate; contract overpayments and refunds represent reductions and withdrawals of previously validated optional service and 2.2 upgrade contributions; excess contributions represent deductions outside of the statutory requirements; termination and other refunds are for persons no longer employed as members of the teaching force and, survivor contributions are for members with no eligible survivors at the time of retirement.

11/01/2010 through 11/30/2010

### 2.2 Excess Contributions

ASAJU, BRENDA JOYCE .....	3,264.38
BERGREN, BERNADETTE F .....	3,819.87
FINN, ROBERT MICHAEL .....	7,143.33
JEFFERSON, DIANN COLEMAN .....	3,080.77
MCMAHON, PATRICIA P .....	3,232.23
REYES, CARMEN E .....	5,116.03
SIEGEL, SUSAN MARIE .....	4,121.05
<b>TOTAL 2.2 EXCESS CONTRIBUTIONS</b>	<u>29,777.66</u>

**Contract Overpayment**

BEKOE, ELIZABETH .....	429.25	LEE, WANDA SMITH .....	7,512.65
CHROSTOWSKI, LUCINDA ADELL .....	1,618.14	MAMARIL, BENIGNA DUGENIA .....	2,238.24
CLOUTIER, JUDITH ANN .....	1,923.21	MARINO, YOLANDA .....	2,397.94
ELFAYER, PENELOPE ANN .....	2,849.27	MORENO, OLGA CRUZ .....	722.41
GOMEZ, FLORA .....	1,455.02	MUI, DEBRA MAY .....	2,625.40
HAROLD, ELAINE MARIE .....	11,348.41	OLIVERI, ALBA ROSA .....	2,705.07
HENLE, JOHN .....	2,271.68	OLIVO, HAYDEE .....	2,395.09
JONES, TERRENCE OCALLAGHAN .....	1,829.92	OLIVO, VINCENT JOSEPH .....	2,520.37
KAMINSKY, DEBRA ELLEN .....	14,176.97	PAISO, JULIET CATAYONG .....	2,956.27
KARVELAS, JOYCE .....	12,485.47	RUBENSTEIN, BARBARA ARLENE .....	10,322.61
		VOGEL, JEANETTE .....	2,807.35
		<b>TOTAL CONTRACT OVERPAYMENT</b>	<b>89,590.74</b>

**Contract Refund**

EBERHARDT, CAROLE ELISE .....	50.00
PARHAM, FRANKYE CLAY .....	568.12
REED, MONICA BROWN .....	5,500.00
<b>TOTAL CONTRACT REFUND</b>	<b>6,118.12</b>

**Excess Contributions**

AGUSTO, ELAINE PAULINE .....	6.34	HART, LILIANE F .....	17.39
ALEXANDER, TUNYA MICHELLE .....	180.81	HASSELL-THOMAS, DORIS .....	697.14
ALVARADO, DOLORES HELEN .....	31.80	HENRI, VANESSA M .....	8.72
ANDERSON, PATRICIA ANN .....	39.15	JONES, LONDON .....	138.45
ANDREWS, PAMELA YOLANDA .....	27.05	JONES, MICHELLE ERNESTINE .....	57.30
ANTONIADIS, VERA JAGMINAS .....	57.75	KALEN, JENNIFER L .....	224.95
ASAJU, BRENDA JOYCE .....	780.40	KELLY, ELIZABETH SUSAN .....	8.53
AVROM, JOEL A .....	154.64	KENNEDY KARTHEISER, KATHERINE AMELIA .....	8.89
BERTRAND, SONJA D .....	122.52	LEDREE, ADRIENNE J .....	24.38
BRADFORD, THESSALONIANS .....	33.76	LEON, ALBERT .....	60.10
BROOKS, GAIL DIANE .....	262.49	LEWINTHAL, PATRICIA ANN .....	44.65
BUCK, BRENDA O .....	51.47	MCGEE, PATRICIA R .....	89.43
BURK, MARILYN C .....	2,264.30	MCSWAIN, CHESTER C .....	246.46
CARLSON, MARSHA A .....	23.51	MOORE, ARCHIE .....	14.33
CRADDOCK-WILSON, SIMONE Y .....	160.39	OKOLO, SIDNEY O .....	133.44
CRUZ, CARMEN AIDA .....	6.39	PIERCE, LOUISE .....	256.13
DOBROZSI, ROBYN LOUISE .....	20.11	PIERSON HARRISON, CAROLYN FRANN .....	26.45
DUPONT-DAWKINS, BEVERLY CHARLIEN .....	332.13	PIZARRO, LUISA .....	65.60
ENGLISH-HARRIS, TALISA RENEE .....	49.71	POOL, ELEANOR FAYE .....	20.47
ERVIN, JOSEPH L .....	158.85	POWERS, PAULA L .....	33.34
FAVORS, HERBERT C .....	30.70	RADFORD, ROLAND A .....	256.14
GILSON, PEARL .....	34.08	REED, DEBRA ANN .....	54.01
GOLDEN, BLAIR P .....	16.49	REED, SANDY REBECCA .....	20.85
GRESS, ALICIA E .....	14.98	SCHULTZ, SANDRA L .....	468.35
HARRIS, ROBERTA ELAINE .....	31.75	SHORT, WINSTON A .....	68.86

SIEGEL, JERALD A. ....	116.25	UIBLE, ANNE H. ....	12.35
SIEGEL, JERALD A. ....	319.37	VIVANCO, BARBARA ANN. ....	66.95
SINCLAIR, JOYCE ANN. ....	6.91	WALKER, LINDA EMPRESS. ....	9.42
SUN, KYUNGA. ....	20.64	WEISBERGER, LEAH. ....	42.59
TILLMAN, TALIVA A. ....	41.61	WHITEN, REGINALD. ....	17.04

WILLIAMS, ARETHA DABNEY. .... 39.22

**TOTAL EXCESS CONTRIBUTIONS** 8,628.28

### Other

BHANOT, SONIA. ....	9,710.21	KEARNEY, BRYAN. ....	2,564.40
BRIGNAC, TONYA VERISA. ....	10,903.57	LACH, JUDY. ....	1,042.14
CHILDS, SANDRA. ....	710.79	LAWRENCE, DEBRA L. ....	4,220.77
COOPER, KAREN ANNTOINETTE. ....	742.84	MACH, GINA MOLINARO. ....	7,118.03
DEL VALLE, MILDRED. ....	26,342.36	MITCHELL, JOANNE. ....	6,664.91
DIDIER, JEAN P. ....	3,731.87	NUNAMAKER, WILLIAM A. ....	13,757.66
DORSAY, MEGAN MAURA. ....	33,868.82	O'HARA, JOHN DANIEL. ....	3,784.61
DUFFY PENSINGER, SARA. ....	10,781.10	OKOCHA, ETHEL FAY. ....	26,084.77
EVANS, EMILY E. ....	10,731.75	RHODES, APRIL T. ....	2,148.24
FULGHAM, ANDREA M. ....	7,154.06	RICHARDS, LA RITA RENAI. ....	3,642.02
HARAVON, MOLLY A. ....	19,140.64	ROSS, JUDITH A. ....	912.69
HARNISH, JASON A. ....	2,653.92	ROSS, LINDA. ....	32,007.93
HARNISH, JASON A. ....	3,793.84	SANCHEZ, YOLANDA. ....	9,859.91
HASSEL, RASHANDA E. ....	2,156.47	<b>TOTAL OTHER</b> <u>268,081.95</u>	
JACKSON, MATTHEW L. ....	11,851.63		

### Survivor Contributions

ADAMS, EDRIS. ....	957.19	HERNANDEZ, LUPE. ....	12,492.37
AGUILAR, CARMEN GLORIA. ....	841.50	ISMAEL, ANN SHARON. ....	12,451.91
ANDERSON, PATRICIA ANN. ....	6,290.37	JEFFERSON, DIANN COLEMAN. ....	901.67
BAKER, LECHAE FONZEA. ....	10,257.65	JONES, TERRENCE OCALLAGHAN. ....	2,477.68
BERGREN, BERNADETTE F. ....	916.28	KIEGERL, POOI F. ....	738.97
BOYD, JEANETTE. ....	7,974.53	KING, PATRICIA A. ....	1,264.51
BRESSLER, SHARRI GAIL. ....	923.69	KUZLIK, CARMEL MARIE. ....	961.26
BROCK, DARLENE. ....	4,139.78	LAPPERRE, SHERRY LEE. ....	2,123.40
BUTLER WILLIAMS, LYDIA ADELE. ....	17,068.02	LEE, WANDA SMITH. ....	17,991.67
CAGE, LILLIE BARBARA. ....	9,549.86	LITTLE, JANICE LYNN. ....	1,388.21
CHERRY, CRYSTAL MARIE. ....	872.68	LOPEZ, GERMAN. ....	897.53
CHROSTOWSKI, LUCINDA ADELL. ....	698.23	LOWERY, WINIFRED EUNIECE. ....	806.48
CLOUTIER, JUDITH ANN. ....	941.70	LUSTER, CHERYL DENISE. ....	928.54
CUTTY, EMILY ELIZABETH. ....	920.53	MAMARIL, BENIGNA DUGENIA. ....	961.26
DUBOIS, DORIS M. ....	12,913.94	MARINO, YOLANDA. ....	867.06
ELFAYER, PENELOPE ANN. ....	850.72	MCKINDRA, KAREN. ....	11,571.58
FULLILOVE, GLORIA JEAN. ....	1,658.59	MCMAHON, PATRICIA P. ....	870.98
GOLATA, KATHLEEN A. ....	3,424.28	MILLER, LARRY J. ....	5,387.34
GOMEZ, FELIPE DONALDO. ....	867.06	MINOR, RONALD JEROME. ....	904.81
HAYES, JEAN ANN. ....	11,581.66	OLIVERI, ALBA ROSA. ....	961.26

PAGANO, EVELYN ..... 864.46  
 PARAFINA, TERESITA VILLACARLOS ..... 904.81  
 POOL, ELEANOR FAYE ..... 1,877.07  
 PORTIS, MAXINE ..... 845.91  
 QUANE, JOHN LEO ..... 1,376.72  
  
 REYES, CARMEN E. .... 901.67  
 RICHARDSON, CHARLES PHILLIP ..... 867.06  
 RINALDI JOVET, ELSITA ..... 961.26  
 ROBINSON, ANN MARIE ..... 953.56  
 SCHULTZ, SANDRA L. .... 69.20  
 SCHULTZ, SANDRA L. .... 32.16

### Termination Refunds

ALEXANDER, TUNYA MICHELLE ..... 494.94  
 ANDERSON, MICHAEL J. .... 18,257.75  
 ANDREWS, PAMELA YOLANDA ..... 11,072.42  
 CARTER, MURIEL A. .... 1,426.25  
 COHN, MARTHA ..... 492.00  
  
 COROLIS, MARYLEE C. .... 433.94  
 CROCKETT, LINDA J. .... 6,195.43  
 ENGLISH-HARRIS, TALISA RENEE ..... 2,699.19  
 ERVIN, JOSEPH L. .... 4,776.11  
 FAGAN, NANCY M. .... 1,580.76  
  
 FEENEY, DANEEN A. .... 533.46  
 FIELDS, SHEILA D. .... 152.12  
 FREEMAN, JENNIFER. .... 10,680.36  
 GAVIN, OZELLA ..... 292.83  
 GETER, MICHELLE L. .... 4,137.25  
  
 GOLDEN, BLAIR P. .... 7,691.10  
 GRESS, ALICIA E. .... 9,213.97  
 GUZDZIOL, GARY E. .... 1,147.05  
 HILGENBERG, HEIDI A. .... 10,293.70  
 JOHNSON, DARRYIES ..... 16,444.56  
  
 JONES, EDMUND ..... 11,292.86  
 JONES, LONDON ..... 4,867.65  
 JOSSELL, MARY A. .... 1,055.51  
 KALEN, JENNIFER L. .... 9,875.59  
 LEON, ALBERT ..... 8,329.21  
  
 LIABRAATEN, KAMELA ..... 1,646.96  
 LOVING, IRMA GLADYS ..... 1,769.27  
 LUPO, ANNE E ..... 14,041.96  
 LUTFI, MATINA ALIMA ..... 5,942.13  
 MASON, CONSTANCE E. .... 143.88

SMITH, CYNTHIA M. .... 762.21  
 SPAIN, FENNIE BELL ..... 961.26  
 SUD, MADHU BALA ..... 961.26  
 SUMMAGE, BARBARA J. .... 664.85  
 TARR, EVELYN DENISE ..... 848.69  
  
 TAYLOR, BARBARA JEAN ..... 11,063.19  
 WATTS, CELESTINE ..... 1,853.38  
 ZAWILA, PAMELA MAE ..... 8,627.69  
**TOTAL SURVIVOR CONTRIBUTIONS** 205,993.16

MCSWAIN, CHESTER C. .... 4,045.92  
 MOFFITT, RUBY LEE ..... 3,420.60  
 MURPHY, BARBARA J. .... 2,138.38  
 OKOLO, SIDNEY O ..... 372.57  
 PARKINS, ANDREA KIMBERLY ..... 21,576.21  
  
 PAZ-ALBO, JESUS ..... 18,762.96  
 PIERCE, LOUISE ..... 974.43  
 PIZARRO, LUISA ..... 27,673.66  
 PUHL, JAMES M. .... 697.42  
 RADFORD, ROLAND A ..... 479.59  
  
 RAY-DUNN, AIMEE M. .... 18,748.50  
 REED, SANDY REBECCA ..... 1,043.77  
 REGELBRUGGE, PAUL VICTOR ..... 9,491.34  
 SCHWARTZ, KATIE RACHEL ..... 30,234.62  
 SUMMAGE, SHARENA ..... 9,158.11  
  
 SUN, KYUNGA ..... 14,416.59  
 TAYLOR, AMON S. .... 730.92  
 THOMAS, VENUS. .... 619.10  
 UIBLE, ANNE H. .... 3,800.87  
 WALKER, KATRINA N. .... 7,930.01  
  
 WALTON, ANTHONY. .... 300.67  
 WEISBERGER, LEAH ..... 4,225.26  
 WELLS, KESHA LENNA ..... 8,931.66  
 WHITE, DAVID B. .... 1,418.82  
 WOLF, AMY JANE ..... 6,508.84  
  
 WOODS, BELINDA MARIA ..... 62,729.47  
 YOUNKINS, MAYA I. .... 415.49  
**TOTAL TERMINATION REFUNDS** 427,825.99  
  
**GRAND TOTAL OF ALL REFUNDS** 1,036,015.90

**Outside Time**

The Committee on Claims and Service Credits reported that affidavits, or other evidence attesting to or certifying service in the public schools of the several states or in schools operated by or under the auspices of the United States outside of the City of Chicago were presented for the persons hereinafter listed.

The Committee recommended that the service described be approved for pension credit provided that the last five years of the member’s service shall have been rendered in a position covered by this Fund, the State Universities Retirement System or the Teachers’ Retirement System of the State of Illinois; a maximum credit for ten years shall be reduced by credit for such service validated by the State of Illinois; and three-fifths of the term of service for which an annuity is granted shall be in the public schools of the City.

Name	School	Service	Years
Clyburn, Millicent L.....	Bright.....	Teaching.....	3.9500
Harris, Donna M.....	Central Office.....	Teaching.....	0.0500
Simon, Joyce L.....	Fleming.....	Teaching.....	1.0000

Chairperson Pilditch moved the Report of the Committee on Claims and Service Credits to the omnibus.

## **REPORT OF THE COMMITTEE ON PENSION LAW AND RULES**

### **Consideration of CTPF 2011 Legislative Proposals**

Chairperson Reilly presented the CTPF 2010 Legislative Proposals for consideration of the 2011 Legislative Agenda. The Board reviewed proposals and determined the following 2011 Legislative Agenda:

- Increase the maximum total payments for health insurance rebate to \$100 million.
- Automatic annual increase of 3% beginning one year following retirement.
- Allow 2.2 benefit for all teachers without the cost to upgrade; allow refunds of 2.2 upgrade costs to all teachers.
- Additional tax levy .1%.
- Provide for ad-hoc lite increase for those on pension prior to 1980.
- Provide for dependent beneficiary (parent or disabled child) eligibility for a survivor pension.
- Provide minimum survivor benefit payable upon death of teacher or pensioner which occurred prior to 12/31/86.
- Change definition of service credit granted and payroll reporting to a day for day.
- Repeal SB 1946.
- Receive amount equal to 20% of what the state appropriates to TRS.

## **REPORT OF THE COMMITTEE ON FINANCE**

### **Administrative Expenses**

The following administrative expenses were presented with the recommendations that they be approved.

<b>Administrative Expenses 11/01/10 – 11/30/10</b>			
<b>Vendor</b>	<b>Description</b>	<b>Amount</b>	
AMERICAN EXPRESS	AIR, IFEBP CONF., 11/13/10 - 11/17/10, HONOLULU, HI: CARRERO	695.30	
	GET WELL ARRANGEMENT: REHAK	76.83 *	
	GET WELL ARRANGEMENT: REILLY	76.83 *	
	IPOD ACCESS CHARGES, 10/27/10 - 11/26/10: 9 TRUSTEES	134.91	983.87
HENRY P. ANSELMO	LEGISLATIVE CONSULTING SERVICE, 11/1/10 - 11/30/10		6,477.75
ASHFORD, LOIS	REIMBURSE, UNUSED PARKING PASSES		81.00
E M BARNES & ASSOCIATES	LEGISLATIVE CONSULTING SERVICE, 11/1/10 - 11/30/10		4,858.67
BENNETT, SHARENA	REIMBURSE, MILEAGE, PENSION REP SEMINAR, 9/25	9.23	
	REIMBURSE, MILEAGE, OPEN ENROLLMENT, 10/7 & 10/14	29.90	
	REIMBURSE, SUPPLIES, TEACHER/ TRUSTEE ELECTION, 10/29	18.91	
	REIMBURSE, SUPPLIES, OPEN ENROLLMENT WORKSHOP, 10/25	24.90	82.94
BRADLEY CONSULTING GROUP INC	MIS CONSULTING SERVICE, 10/1/10 - 10/31/10		38,000.00
CAFFE BACI	BREAKFAST, INVESTMENT MANAGER'S MEETING, 11/5	75.24	
	BREAKFAST, TRUSTEE MEETING, 11/23	150.48	
	BREAKFAST, TRUSTEE MEETING, 11/30	150.48	376.20
CANVASSING BOARD	PENSION REPRESENTATIVE STIPEND, TEACHER/PENSION ELECTION, 10/29		200.00
CARRERO, JR., ALBERTO A	PER DIEM, IFEBP CONF., 11/13/10 - 11/17/10. HONOLULU, HI		300.00
CARTRIDGE WORLD	HP PRINTERS	689.98	
	COMPUTER SUPPLIES	1,004.86	1,694.84
CDW COMPUTER CENTERS INC	COMPUTER SUPPLIES	552.15	
	APPLE IPADS & SUPPLIES	1,493.02	2,045.17
CHICAGO MESSENGER SERVICE INC	DELIVERY SERVICE THRU 11/7		691.98
CHICAGO PRESS CORPORATION	NEWSLETTER, FALL 2010	12,556.13	
	COVER LETTERS	645.00	13,201.13
CHICAGO PUBLIC SCHOOLS	SUBSTITUTE SALARY REIMBURSEMENT, TRUSTEE MEETINGS, NOV 2010		4,808.78
COM ED	ELECTRIC SERVICE, 10/6/10 - 11/3/10. SUITE 2600		1,677.82
COMGRAPHIC, INC.	PROCESSING, PENSION CHECKS & ADVICES, 11/10		7,858.02
CROWNE PLAZA HOTEL & RESORTS	BALANCE, ROOM RENTAL, PENSION REP SEMINAR, 9/25		5,178.12
CUTTING EDGE DOCUMENT	SHREDDING OF CONFIDENTIAL DATA		138.00

\*COLLECTION TAKEN BY TRUSTEES AND STAFF

<b>Administrative Expenses 11/01/10 – 11/30/10</b>		
<b>Vendor</b>	<b>Description</b>	<b>Amount</b>
DELI TIME	LUNCH, TRUSTEE SUB COMMITTEE MEETING, 11/9	131.28
	LUNCH, TRUSTEE MEETING, 11/30	350.27
		481.55
DIRECTV	SATELLITE RECEPTION, 11/10/10 - 12/9/10	5.00
ELECTION SERVICES CORPORATION	BALANCE, TEACHER/TRUSTEE ELECTION, 10/30	45,210.33
GOLDSTEIN & ASSOCIATES	ACTUARIAL SERVICES, 7/1/10 - 9/30/10	12,000.00
HEREDIA-LOPEZ, CARMEN	REIMBURSE, WIRELESS ACCESS CARDS	60.00
HILTON OAK LAWN	DEPOSIT, ROOM RENTAL, RETIREMENT SEMINAR, 3/7/11	3,500.00
HOLLEMAN, MICHELLE	GRAPHICS & DESIGN, FORM REVISIONS	50.00
	GRAPHICS & DESIGN, DEVELOPMENT OF EMPLOYEE MANUAL	1,050.00
	GRAPHICS & DESIGN, BINDING OF PROCEEDINGS, 2009 - 2010	670.00
		1,770.00
HYDZIK SCHADE ASSOCIATES, LTD	CONSULTATION, FUTURE OFFICE EXPANSION	267.50
IMG	INSTALLATION OF NEW T1 LINES TO SUITE 2600	800.00
INTERNATIONAL FOUNDATION	DEPOSIT, IFEBP CONF., 10/29/11 - 11/2/11, NEW ORLEANS, LA: 6 TRUSTEES	13,470.00
INTL BUSINESS MACHINES CORP	BUS CONTINUITY SVC, 10/1/10-10/31/10	2,098.00
	BUS CONTINUITY SVC, 11/1/10 - 11/30/10	2,098.00
		4,196.00
IRON MOUNTAIN	COMPUTER DAILY BACKUP STORAGE CHARGES, 9/1/10 - 9/30/10	498.29
	COMPUTER DAILY BACKUP STORAGE CHARGES, 10/1/10 - 10/31/10	519.18
		1,017.47
KOKOS COFFEE INC.	COFFEE SUPPLIES	822.30
LYNCH, ROBIN	MIS CONSULTING SERVICE, 10/1/10 - 10/31/10	8,268.75
MARRIOTT INTERNATIONAL	BAL DUE, OPEN ENROLLMENT, 10/7	19,767.20
MICRO FOCUS	SOFTWARE SUPPORT, 10/4/10 - 10/3/11	2,730.00
MICROSYSTEMS, INC.	STORAGE CHARGES, 10/1/10 - 12/31/10	26.82
NEOFUNDS BY NEOPOST	REPLENISHMENT OF POSTAGE	6,060.00
NEOPOST INC	POSTAGE SUPPLIES	347.44
OFFICE CONNECTION	OFFICE SUPPLIES	1,748.71
PANERA CATERING	BREAKFAST, TOWNSEND GROUP MEETING, 11/10	54.23
PERSCRIBO REPORTING, INC.	LEGAL SERVICES, CTPF VS. CYBULSKI, FASANO	1,701.55
RADENCIC, FRANCES	REIMBURSE, CTPF EXPENSE REPORT, 10/6/10 - 10/30/10	1,230.20
TERREMARK NORTH AMERICA INC	DATA VAULTING SERVICE, 9/1/10 - 9/30/10	2,196.93
	DATA VAULTING SERVICE, 10/1/10-031/10	2,291.75
		4,488.68
TRANSUNION	ADDRESS LOC, USE, 9/26/10- 10/25/10	50.00

<b>Administrative Expenses 11/01/10 – 11/30/10</b>		
<b>Vendor</b>	<b>Description</b>	<b>Amount</b>
TRI-STAR CATERING	LUNCH, TRUSTEE SUB COMMITTEE MEETING, 11/23	338.50
ULTRABAC SOFTWARE	MAINTENANCE, RECOVERY SOFTWARE, 12/30/10 - 12/30/11	260.00
UNISHIPPERS CHICAGO NEAR NORTH	DELIVERY SERVICE THRU 11/13	1,005.23
UPS	DELIVERY SERVICE THRU 11/13	123.82
M & J WILKOW, LTD	RENT, 11/1/10 - 11/30/10	73,548.67
	WORK ORDERS, 10/1/10 - 10/31/10	249.08
XO COMMUNICATIONS	MONTHLY TELEPHONE SERVICE, 10/27/10 - 11/26/10	1,883.06
<b>PHYSICIANS, DISABILITY APPLICANTS</b>		
ACCESS MEDICAL EVALUATIONS	EVAL & REPORT, S.P. BY DR. UPADHYAY	650.00
RECORD COPY SERVICES	MEDICAL RECORDS, A.S. BY DR. ABOUGHANNAM	149.75
	MEDICAL RECORDS, R.P. BY DR. GUTIERREZ	90.80
	MEDICAL RECORDS, R.T. BY DR. PANDEY	195.30
	MEDICAL RECORDS, J.D. BY DR. SULLIVAN	146.75
	MEDICAL RECORDS, R.M. BY DR. WARNICK	69.75
	MEDICAL RECORDS, C.J. BY DR. MYINT	132.75
		785.10
		1,435.10
		<u>\$297,571.48</u>

## REPORT OF THE FINANCIAL SECRETARY

### Financial Statement

The Financial Secretary presented a report on the Fund's net assets, changes in net assets, and supporting reports for the ten months ending April 30, 2010, with the recommendation that it be approved and printed in the proceedings of this meeting.

<b>STATEMENT OF PLAN ASSETS (INTERIM)</b>		
	<b>10/31/2010</b>	<b>06/30/2010</b>
<b>ASSETS</b>		
	\$296,978,355	\$578,929,496
RECEIVABLES:		
EMPLOYER	6,467,632	6,418,885
STATE OF ILLINOIS	14,097,967	3,129,283
EMPLOYEE	26,159,238	48,821,134
ACCRUED INVESTMENT INCOME	30,751,169	33,018,734
PARTICIPATING TEACHERS' ACCOUNTS FOR CONTRIBUTIONS	4,742,704	4,707,779
OTHER RECEIVABLES	1,552,768	1,493,711
	83,771,478	97,589,526
INVESTMENTS, AT FAIR VALUE:		
EQUITY	5,332,872,332	5,104,671,371
PUBLIC REITS	237,977,256	220,141,501
BONDS	1,922,075,416	1,858,103,841
HEDGE FUND	142,692,887	141,957,992
INFRASTRUCTURE	239,646,591	231,022,323
REAL ESTATE	547,039,983	549,194,297
PRIVATE EQUITY	266,399,441	265,604,804
	8,688,703,906	8,370,696,129
FIXED ASSETS	3,249,362	3,167,576
	<b>TOTAL ASSETS</b>	<b>9,050,382,727</b>
	9,072,703,101	9,050,382,727
<b>LIABILITIES</b>		
ADMINISTRATIVE/ACCOUNTS PAYABLE	191,483,117	66,127,107
	<b>TOTAL LIABILITIES</b>	<b>66,127,107</b>
	191,483,117	66,127,107
NET ASSETS AVAILABLE FOR BENEFITS	<b>\$8,881,219,984</b>	<b>\$8,984,255,615</b>

## STATEMENT OF CHANGE IN PLAN ASSETS (INTERIM)

	3 Months Ending 10/31/2010	12 Months Ending 06/30/2010
<b>ADDITIONS:</b>		
EMPLOYER:		
STATE OF ILLINOIS	\$ 14,323,800	\$ 37,551,400
CPS UNDERFUNDED CONTRIBUTIONS	–	276,406,850
FEDERAL FUNDS		41,801,150
SPECIAL LEAVES	10,211	700,571
FEDERAL HEALTH INSURANCE REIMBURSEMENT	2,115,873	700,571
RECIPROCAL COLLECTIONS	543	550
	<u>16,450,427</u>	<u>356,460,521</u>
EMPLOYEE:	40,133,039	195,846,739
INVESTMENT INCOME:		
INTEREST	14,863,094	114,624,092
DIVIDENDS	16,484,810	110,049,532
SECURITIES LENDING (NET)	441,745	47,554,173
REALIZED GAINS (LOSSES)	13,861,851	229,618,551
UNREALIZED GAINS (LOSSES)	189,083,093	645,409,013
MISCELLANEOUS INVESTMENT INCOME	–	5,548
	<u>234,734,593</u>	<u>1,147,260,909</u>
MISCELLANEOUS OTHER	4,034	53,418
<b>TOTAL ADDITIONS</b>	<u>291,322,093</u>	<u>1,699,621,587</u>
<b>DEDUCTIONS:</b>		
REFUNDS	8,273,297	21,084,295
PENSION BENEFITS	343,966,989	988,503,470
DEATH BENEFITS	894,675	2,946,148
HEALTH INSURANCE REBATE	26,100,400	79,953,873
INVESTMENT ADVISORY & CUSTODIAL	12,561,419	39,738,780
ADMINISTRATIVE & MISCELLANEOUS	2,560,944	8,800,848
<b>TOTAL DEDUCTIONS</b>	<u>394,357,724</u>	<u>1,141,027,414</u>
<b>NET INCREASE (DECREASE)</b>	<u>(103,035,631)</u>	<u>558,594,173</u>
NET ASSETS AVAILABLE FOR BENEFITS AT BEGINNING OF YEAR	<u>8,984,255,615</u>	<u>8,425,661,442</u>
NET ASSETS AVAILABLE FOR BENEFITS AT END OF PERIOD	<u>\$ 8,881,219,984</u>	<u>\$ 8,984,255,615</u>

### Administrative and Investment Expense Analysis

	Interim Ending 10/31/2010	Budget Year 2011	% of Budget to Date	Year Ending 6/30/2010	Year Ending 6/30/2009
Salaries	\$1,428,187	\$ 4,684,904	30%	\$ 4,167,881	\$ 4,216,361
Actuary fees	—	70,000	0%	68,000	60,500
Audit and Tax	—	175,000	0%	165,275	253,500
Banking Fees	4,823	52,000	9%	55,425	48,334
Consulting Fees	—	25,000	0%	10,376	25,000
Data processing expense	10,144	70,000	14%	77,809	63,287
Election expense	133,280	233,270	57%	250,358	189,779
Employee's health insurance	216,895	633,000	34%	610,313	499,915
Field Services/Pension Rep	5,949	59,500	10%	56,558	50,624
Health insurance consulting	3,333	42,000	8%	35,093	26,315
Insurance premiums	506	36,000	1%	31,965	32,934
Legal fees	54,717	170,000	32%	210,496	136,767
Legislative expense	45,346	136,050	33%	127,138	118,821
Maintenance of equipment, systems, software and support	33,079	169,300	20%	187,095	346,127
Medical fees	15,448	50,000	31%	55,443	36,955
Membership dues, subscriptions	3,254	18,325	18%	13,335	8,967
Office forms and supplies	8,957	55,000	16%	59,908	35,265
Office rent and utilities	313,602	958,000	33%	912,895	907,807
Postage and Delivery	53,128	180,000	30%	142,305	192,262
Publications/Communication	53,693	155,000	35%	235,322	190,431
Records Management	623	15,000	4%	8,901	4,900
Studies and investigation	4,962	50,000	10%	43,715	18,025
System Consulting	133,606	550,000	24%	542,950	530,103
Trustee conferences, seminars, and meetings	23,834	140,000	17%	128,149	131,003
Tuition/Training/Educ. Conf.	11,725	77,900	15%	46,896	44,557
Miscellaneous	1,853	37,600	5%	20,637	21,499
<b>Total Administrative Budget</b>	<b>\$2,560,944</b>	<b>\$ 8,842,849</b>	<b>29%</b>	<b>\$8,264,238</b>	<b>\$8,190,038</b>
Depreciation-Non Cash Item	—	—	—	536,610	561,907
<b>Total Administrative with Depreciation</b>	<b>\$ 2,560,944</b>	<b>\$ 8,842,849</b>	<b>29%</b>	<b>\$8,800,848</b>	<b>\$8,751,945</b>
Custodial	\$133,333	\$400,000	33%	\$440,000	\$500,000
Consulting	231,667	695,000	33%	525,000	525,000
Manager fees	12,097,334	36,292,000	33%	37,879,768	32,595,018
Fees for foreign exchange and real estate	99,085	—	—	894,012	1,327,369
<b>Total Investment</b>	<b>\$ 12,561,419</b>	<b>\$ 37,387,000</b>	<b>34%</b>	<b>\$39,738,780</b>	<b>\$34,947,387</b>
Fixed Assets (cost)	81,786	107,600	76%	128,581	78,981
Database (Pension Gold) project	—	90,000	0%	448,527	25,311
Performance Reporting Software	—	100,000	0%	—	—
<b>Total Capital Expenditures</b>	<b>\$ 81,786</b>	<b>\$ 297,600</b>	<b>27%</b>	<b>\$ 577,109</b>	<b>\$ 104,292</b>

Dr. Pilditch moved the Report of the Financial Secretary to the omnibus.

Dr. Pilditch left the meeting.

## **OMNIBUS VOTE**

On a motion by Ms. Rodriguez, seconded by Dr. Pilditch, and by unanimous vote, the foregoing committee reports which were moved to the omnibus were approved.

## **REPORT OF THE EXECUTIVE DIRECTOR**

### **Executive Director Performance Evaluation**

Mr. Kevin B. Huber, Executive Director, reported that his performance evaluation by the Board is required in December 2010. Based on discussions with the Personnel and Service Providers Committee Chairperson Pilditch, Mr. Huber recommended that the Board verbally rate his performance and submit any comments to Mr. Huber or Dr. Pilditch.

### **Motion to Give Kevin Huber “Met Expectations” Rating on Performance Evaluation**

A motion was made by Mr. Kotis, seconded by Mr. O’Brill, to give Kevin Huber a “Met Expectations” rating on his performance evaluation, and that any written comments regarding Mr. Huber’s performance should be directed to Mr. Huber or Personnel and Service Providers Committee Chairperson Pilditch.

### **Motion to Defer Preceding Motion, Failed**

A motion was made by Mr. Rehak, seconded by Ms. Ashford, to defer the preceding motion to give Kevin Huber a “Met Expectations” rating on his performance evaluation. The motion failed by the following vote:

Ayes: Ms. Ashford, Ms. Freed, Mr. Rehak, Mr. Ward – 4.

Nays: Mr. Blackwell, Mr. Kotis, Mr. O’Brill, Ms. Reilly, Ms. Rodriguez – 5.

### **Motion to Give Kevin Huber “Met Expectations” Rating on Performance Evaluation, Approved**

A motion was made by Mr. Kotis, seconded by Mr. O’Brill, to give Kevin Huber a “Met Expectations” rating on his performance evaluation, and that any written comments regarding Mr. Huber’s performance should be directed to Mr. Huber or Personnel and Service Providers Committee Chairperson Pilditch. The motion passed by the following vote:

Ayes: Mr. Blackwell, Mr. Kotis, Mr. O’Brill, Ms. Reilly, Ms. Rodriguez – 5.

Nays: Ms. Ashford, Mr. Ward – 2.

Abstentions: Ms. Freed, Mr. Rehak – 2.

Mr. Kotis left the meeting following the vote.

## **CONTINUATION OF REPORT OF THE ATTORNEY**

### **Benjamin Cybulski Settlement Update**

Attorney Burns reported that per settlement discussions regarding Benjamin Cybulski, Mr. Cybulski has accepted a six month adjustment, and will work with Attorney Burns on a payment plan.

### **Bylaws Subcommittee Appointed**

Mr. O'Brill appointed the following members to the Bylaws Subcommittee to develop recommendations regarding the Fund's policy relative to the definition of "temporary" and "permanent" as provided by Section 149 of the Pension Code: Ms. Reilly (Chairperson), Ms. Ashford, Mr. O'Brill, Mr. Rehak, Ms. Rodriguez, and Ms. Hambrick (staff).

## **ADJOURNMENT**

On a motion by Ms. Rodriguez, seconded by Mr. Ward, and by unanimous vote, the meeting adjourned at 5:04 p.m.

Respectfully submitted,



Mary Sharon Reilly  
Recording Secretary

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

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**Executive Session – Official Report**

**Tuesday, December 14, 2010**

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An executive session of the Board of Trustees of the Public School Teachers' Pension and Retirement Fund of Chicago was held Tuesday, December 14, 2010.

The President, Mr. John F. O'Brill, called the meeting to order at 2:49 p.m.

**ROLL CALL**

Members present: Ms. Lois W. Ashford, Mr. Jeffery Blackwell, Mr. Alberto A. Carrero, Jr., Ms. Jeanne Freed, Mr. Chris Kotis, Mr. John F. O'Brill, Dr. Walter E. Pilditch, Mr. Jay C. Rehak, Ms. Mary Sharon Reilly, Ms. Maria J. Rodriguez, Mr. James F. Ward – 11.

Members absent: Ms. Peggy A. Davis – 1.

Also in attendance were Mr. Kevin B. Huber (*Executive Director*), Ms. Patricia Hambrick (*Chief Financial Officer*), and Mr. Joseph Burns and Ms. Anita Tanay of Jacobs, Burns, Orlove and Hernandez (*Legal Counsel*).

Discussion ensued regarding litigation and investment matters. No action was taken.

There being no further business, the executive session adjourned at 4:12 p.m.

Respectfully submitted,



Mary Sharon Reilly  
Recording Secretary

## EXHIBIT A

### Investment Committee Informal Meeting

#### Recommendations/Actions

#### December 3, 2010

Attendees: CTPF Trustees: Jeffery Blackwell, Alberto Carrero and Walter Pilditch; Staff and Consultants: Kevin Huber, DeAnna Ingram-Davey and Ben Ruff of CTPF and Pat Silvestri, Martha Graham and Phoebe Kwan of Mercer.

At the June 20, 2006, Board meeting, Trustees were encouraged to attend Management and Mercer's "First Friday" of every month meetings with investment managers and service providers. These meetings provide access to ANY investment service provider that would like to meet with management and Mercer and have a product that is potentially beneficial to the Fund. The attendees met with the following investment service providers:

- 9:30 BNP Paribas Investment Partners – Gregory Shields and Gabriel Wallach presented their firm's World Emerging Equity product. The product has \$3.0B of assets under management and is managed from Boston, MA.
- 10:00 Mindshare Capital – Andrew Rich and Scott Rich presented their firm's Smallcap Turnaround Growth product. The firm had total assets under management of \$70M as of Sep 30, 2010, and is based in St. Louis, MO.
- 10:30 Mar Vista Investment Partners – Silas Myers presented his firm's investment philosophy and strategy. Mar Vista focuses on "Wide Moat" businesses run by management teams that optimize returns on capital. The firm has \$1.2B of assets under management and is based in Los Angeles.
- 11:00 Podesta & Co – Sharon Piet and Carol Podesta Foley presented Podesta & Co, a Chicago-based brokerage that is a certified Women's Business Enterprise (WBE).
- 12:00 Xavier Capital Management – Lorenzo Newsome and Pamela Turner presented their fund's Core Focus investment product. The strategy employs a long-term, value-oriented approach to the fixed income markets. The firm has \$110M of assets under management and is based in Largo, MD.
- 12:30 White Oak Global, sponsored by Weston Capital – Andre Hakkak presented White Oak's investment strategy. White Oak makes short term, highly collateralized secured loans to small-to-medium sized businesses that yield 15-18% annually. The firm has \$550M of assets under management and is based in San Francisco, CA.
- 1:00 Crosswind Investments – Dave Curtiss presented his firm's Small Cap Growth Strategy. The firm uses a research intensive, fundamental bottom up-process. Crosswind has \$105M of assets under management and is based in Boston, MA.

The attendees listened to the respective presentations and asked questions of each service provider.

## **EXHIBIT B**

### **Investment Committee Meeting**

#### **Recommendations/Actions**

**December 9, 2010, 3:53 p.m. - 5:54 p.m.**

Attendees: Trustees: President and Committee Chairperson, Mr. John F. O'Brill, Ms. Lois W. Ashford, Mr. Jeffery Blackwell, Mr. Alberto A. Carrero, Jr., Ms. Peggy A. Davis, Ms. Jeanne Freed, Mr. Chris Kotis, Dr. Walter E. Pilditch, Mr. Jay C. Rehak, Ms. Mary Sharon Reilly, Mr. James F. Ward – 11.

Staff and Consultants: Mr. Kevin B. Huber, Executive Director, Ms. Patricia Hambrick, Chief Financial Officer; Ms. Carmen Heredia-Lopez, Director of Investments; and Mr. Joseph Burns of Jacobs, Burns, Orlove, and Hernandez.

#### Public Participation

Mr. Louis Pyster, a retired member, inquired about CTPF's Communications Committee's rapid response readiness for the upcoming 97th General Assembly. Ms. Reilly, chairperson of the Pension Law and Rules Committee, responded that the issue was discussed during the December 7, 2010, Trustee Education Workshop and will be further discussed at the December 14, 2010, Board Meeting.

Mr. Pyster suggested that CTPF conduct a survey to determine how CTPF compares to other state pension funds relative to their tier 2 benefits. He commented that lower benefits could discourage teachers from teaching in Illinois.

Mr. Pyster also expressed his hope that any legal discussion regarding CPS payroll data issues will be addressed in open session at the December 14, 2010, Board Meeting.

#### Investment Consultant Search

Ms. Carmen Heredia-Lopez, Director of Investments, reported that at the November 30, 2010, Special Board Meeting, the Trustees inquired about the low number of respondents to the investment consultant search RFP. Ms. Heredia-Lopez responded that CTPF surveyed other Illinois public pension funds and determined that CTPF's response rate was within the range of other funds for investment consultants. Ms. Heredia-Lopez also reported that at the November 30th meeting the Board approved a motion to invite Callan Associates and NEPC for a second interview to present their real estate and private equity investment consulting capabilities.

#### Callan Associates and NEPC Private Equity and Real Estate Consulting Presentations

Representatives of Callan Associates and NEPC made private equity and real estate consulting presentations respectively to the Committee. The consultant candidates addressed questions raised by Trustees, CTPF staff, and legal counsel relative to fees.

Following the presentations, Ms. Heredia-Lopez presented a list of recommended options for consideration by the Committee.

Motion to Select Callan as General, Private Equity, and Real Estate Consultant

A motion was made by Mr. Ward, seconded by Ms. Davis, to select Option 1 as presented: Callan Bundled (general, private equity, and real estate).

Motion to Defer Preceding Motion, Approved

A motion was made by Mr. Carrero, seconded by Mr. Rehak, to defer the preceding motion to select Option 1 as presented: Callan Bundled (general, private equity, and real estate). The motion passed by the following vote:

Ayes: Ms. Ashford, Mr. Blackwell, Mr. Carrero, Ms. Freed, Mr. O'Brill, Dr. Pilditch, Mr. Rehak, Ms. Reilly – 8.

Nays: Ms. Davis, Mr. Kotis, Mr. Ward – 3.

Ms. Reilly requested that the selection of the investment consultant be taken up as the first order of business at the December 14, 2010, Board Meeting.

Discussion ensued regarding fees presented by the consultants.

Adjournment

On a motion by Ms. Davis, seconded by Mr. Kotis, and by unanimous vote, the meeting adjourned at 5:54 p.m.