

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

Special Meeting – Official Report
Thursday, July 7, 2022

A Special Meeting of the Board of Trustees of the Public School Teachers' Pension and Retirement Fund of Chicago was held Thursday, July 7, 2022.

The President, Mr. Jeffery Blackwell, called the meeting to order at 4:04 p.m.

Board Meeting Audio/Video Conferencing during COVID-19

President Blackwell stated due to the COVID-19 pandemic and in accordance with the temporary suspension of Open Meetings Act requirements, this meeting is being conducted via audio/video conferencing.

ROLL CALL

Trustees present: Mr. Jeffery Blackwell, Mr. Miguel del Valle, Ms. Lois Nelson, Mr. Victor Ochoa, Ms. Tina Padilla, Ms. Jacquelyn Price Ward, Ms. Maria J. Rodriguez, Mr. Philip Weiss – 8

Trustees absent: Ms. Mary Sharon Reilly, Mr. Dwayne Truss, Dr. Jerry Travlos, Mr. Quentin S. Washington – 4

Dr. Travlos, Ms. Reilly, and Mr. Truss subsequently joined the meeting.

Also in attendance were Mr. Carlton W. Lenoir, Sr. (*Executive Director*), Mr. Daniel J. Hurtado (*Chief Legal Officer*), Carolyn Clifford and Joseph Miller, of Ottosen DiNolfo Hasenbalg & Castaldo, Ltd. (*Board Counsel*), and various observers and staff members.

Motion to go into Executive Session, Approved

Ms. Rodriguez made a motion, seconded by Ms. Price Ward, to go into Executive Session, for the purpose of considering Internal Control Matters (Section 2(c)(29) of the Open Meetings Act).

The motion passed by the following roll call vote:

Ayes: Mr. Blackwell, Mr. del Valle, Ms. Nelson, Mr. Ochoa, Ms. Padilla, Ms. Price Ward, Ms. Reilly, Ms. Rodriguez, Mr. Truss, Dr. Travlos, Mr. Weiss – 11

The Executive Session lasted from 4:13 p.m. to 4:51 p.m.

Mr. Washington joined the meeting during Executive Session.

Motion to go into Open Session, Approved

Ms. Reilly made a motion, seconded by Ms. Price Ward, to go into Open Session.

The motion passed by the following roll call vote:

Ayes: Mr. Blackwell, Mr. del Valle, Ms. Nelson, Mr. Ochoa, Ms. Padilla, Ms. Price Ward, Ms. Reilly, Ms. Rodriguez, Mr. Truss, Mr. Washington, Mr. Weiss – 11

ROLL CALL

Trustees present: Mr. Jeffery Blackwell, Mr. Miguel del Valle, Ms. Lois Nelson, Mr. Victor Ochoa, Ms. Tina Padilla, Ms. Jacquelyn Price Ward, Ms. Maria J. Rodriguez, Mr. Dwayne Truss, Mr. Philip Weiss – 9

Trustees absent: Ms. Mary Sharon Reilly, Dr. Jerry Travlos, Mr. Quentin Washington – 3

Ms. Reilly and Mr. Washington subsequently joined the meeting.

Mr. Carlton W. Lenoir, Sr., Executive Director, gave an overview of BDO's forensic audit results of the Fund's financial activities from 2015 to 2020, presented at the June 16, 2022, Board Meeting. Based on preliminary results regarding termination refunds from part one of the forensic audit, CTPF staff will move forward to develop a remediation plan to reconcile the Employer Authorizations and the ERS system, in consultation with Fund Tax counsel, Ice Miller.

Mr. Lenoir stated that a process is underway to do a comparison of CTPF investment manager fees to our peer systems by asset class for mandates of similar size. The findings will be reported to the Board for consideration at a future board meeting.

Mr. Lenoir recommended that the Board authorize the Executive Director and staff to contract with BDO to complete the Financial Transactions Forensic Audit at a cost not to exceed \$175,000.00.

Motion to Authorize Executive Director and Staff to Contract with BDO, Approved

Ms. Reilly made a motion, seconded by Ms. Price Ward, to authorize the Executive Director and staff to contract with BDO to complete the Financial Transactions Forensic Audit at a cost not to exceed \$175,000.00.

The motion passed by the following roll call vote:

Ayes: Mr. Blackwell, Mr. del Valle, Ms. Nelson, Mr. Ochoa, Ms. Padilla, Ms. Price Ward, Ms. Reilly, Ms. Rodriguez, Mr. Truss, Mr. Washington, Mr. Weiss – 11

Unfinished Business

Ms. Rodriguez stated she was not comfortable with the recommendations made during the Executive Session regarding the comparison of investment manager fees and delaying the audit.

Mr. Weiss asked CTPF and the Board of Education to provide him with documentation to submit to the Naval Academy Superintendent authorizing his attendance at CTPF Board Meetings before the beginning of the 2022-2023 school year.

New Business

Trustee Washington made a request to attend the NCTR Trustee Workshop, July 24-27, 2022, in Berkley, Calif. Board Counsel Carolyn Clifford advised that Board consensus allows approval of the request to be ratified at the August Board Meeting. Administrative staff was instructed to inquire if Trustee Blackwell's reservation was transferable.

Mr. Dan Hurtado, Chief Legal Officer, made a formal introduction and welcomed new outside Board Counsel attorneys Carolyn Clifford and Joseph Miller.

ADJOURNMENT

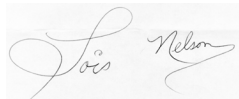
Ms. Rodriguez made a motion, seconded by Ms. Nelson, to adjourn the meeting.

The motion passed by the following roll call vote:

Ayes: Mr. Blackwell, Mr. del Valle, Ms. Nelson, Mr. Ochoa, Ms. Padilla, Ms. Price Ward, Ms. Reilly, Ms. Rodriguez, Mr. Truss, Mr. Washington, Mr. Weiss – 11

The meeting was adjourned at 5:10 p.m.

Respectfully Submitted,

A handwritten signature in cursive script that reads "Lois Nelson". The signature is written in black ink on a light-colored background.

Lois Nelson
Recording Secretary