

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

Special Meeting – Official Report

Tuesday, March 31, 2020

A special meeting of the Board of Trustees of the Public School Teachers' Pension and Retirement Fund of Chicago was held Tuesday, March 31, 2020.

The President, Mr. Jeffery Blackwell, called the meeting to order at 9:35 a.m.

ROLL CALL

Members present: Mr. Jeffery Blackwell, Mr. James Cavallero, Ms. Gervaise Clay, Mr. Miguel del Valle, Ms. Lois Nelson, Ms. Tina Padilla, Mr. Gregory Redfeairn, Ms. Mary Sharon Reilly, Ms. Maria J. Rodriguez, Mr. Jerry Travlos, Mr. Dwayne Truss, Ms. Jacquelyn Price Ward – 12

Also in attendance were Mr. Charles A. Burbridge (*Executive Director*), Ms. Mary Cavallaro (*Deputy Executive Director*), Mr. Daniel J. Hurtado (*Chief Legal Officer*), Ms. Adriane McCoy (*Internal Audit Director*), Ms. Angela Miller-May (*Chief Investment Officer*), Mr. Joseph Burns, of Jacobs, Burns, Orlove and Hernandez (*Board Counsel*), and various observers and staff members.

Board Meeting Audio/Video Conferencing During-COVID-19

President Blackwell opened the meeting explaining due to the COVID-19 emergency and in accordance with the temporary suspension of the Open Meetings Act requirements; this meeting is being conducted via audio/video conferencing. He noted this is the first CTPF Zoom Special Board of Trustees Meeting. President Blackwell gave a special thanks to CTPF staff for adapting to the circumstances.

VOTE AGENDA

REPORT OF THE INVESTMENT CONSULTANT

Callan Associates**Infrastructure Portfolio Review and Macquarie Infrastructure Partners Fund V Recommendation**

Ms. Jan Mende of Callan LLC, Mr. John Freihammer, CTPF Portfolio Manager, and Ms. Angela Miller-May, Chief Investment Officer presented the Infrastructure Portfolio review and the rationale for the investment in the Macquarie Infrastructure Partners Fund V. Staff and Callan reviewed the 2020 Infrastructure Pacing Study presented to the Board in January 2020 and the approval to invest up to \$40M in private infrastructure to maintain exposure to the infrastructure market. Staff and Callan recommended as part of the pacing study that a \$25M investment be made to Macquarie Infrastructure Partners V. They each addressed questions raised by the Board.

Motion to Approve Recommendation to Investment \$25M with Macquarie Infrastructure Partners V, Approved

Ms. Reilly made a motion, seconded by Mr. Truss, to approve the recommendation of \$25M with Macquarie Infrastructure Partners V.

The motion passed unanimously.

Investment Watch List Review and Recommendation

Ms. Brianne Weymouth of Callan LLC and Ms. Miller-May, Chief Investment Officer briefly reviewed the CTPF 4Q19 Executive Performance Report noting that the Fund was valued at \$11.1B ending December 31, 2019 and achieved a 19.82% net return for the 1-year period. Callan and Staff reviewed managers that were on the Watch List and recommended removal of William Blair International and Taplin, Canida, and Habacht (TCH) from Watch List. They each addressed questions raised by the Board.

Motion to Accept the Recommendation of Staff and Callan to Remove William Blair International and Taplin, Canida and Habacht from Watch List, Approved

Ms. Reilly made a motion, seconded by Ms. Price Ward, to accept the recommendation of staff and Callan to remove William Blair International and Taplin, Canida and Habacht from the Watch list. The motion passed by the following roll call votes:

Ayes: Mr. Blackwell, Mr. Cavallero, Mr. del Valle, Ms. Nelson, Ms. Price Ward, Ms. Reilly, Mr. Travlos, Mr. Truss – 8

Nays: Ms. Clay, Ms. Padilla, Mr. Redfeairn, Ms. Rodriguez – 4

External Auditor Opinion and FY 2019 CAFR

Mr. Joe Kowalski and Ms. Michelle Waterworth of Plante Moran presented the results of the 2019 audit of the Fund's financial statements.

Motion to Accept External Auditor Opinion and Approve FY 2019 CAFR, Approved

Presenters from Plante Moran recommended to accept the External Auditor opinion and Approve the FY 2019 CAFR. Mr. Redfeairn made a motion, seconded by Ms. Padilla, to accept the External Auditor opinion and approve the FY2019 CAFR. The motion passed by the following roll call votes:

Ayes: Mr. Blackwell, Mr. Cavallero, Ms. Clay, Mr. del Valle, Ms. Nelson, Ms. Price Ward, Mr. Redfeairn, Ms. Reilly, Ms. Rodriguez, Mr. Travlos, Mr. Truss – 11

Abstentions: Ms. Padilla – 1

Motion to Approve Financial Reporting System Replacement Project Recommendation, Approved

CTPF staff recommended to approve the Financial Reporting System Project. The CTPF Board of Trustees authorized the engagement of RSM US LLP for the procurement of the Sage Intacct Financial Reporting System service to be bundled with three third party services Joseph Eve Fixed Asset Edge, AvidXchange, and an addition to Workiva which CTPF has already purchased.

Ms. Reilly made a motion, seconded by Ms. Price Ward, to approve the Financial Reporting System Replacement Project as recommended by CTPF staff. The motion passed by the following roll call votes:

Ayes:-Mr. Blackwell, Mr. Cavallero, Mr. del Valle, Ms. Nelson, Ms. Price Ward, Ms. Reilly, Mr. Redfeairn, Mr. Travlos, Mr. Truss – 9

Nays: Ms. Clay, Ms. Padilla, Ms. Rodriguez – 3

Motion to Approve Pension Administration System Consultant Recommendation, Approved

The CTPF RFP committee recommends Provaliant Retirement LLC to perform oversight consulting services for the Pension Administration System (PAS) replacement project.

Mr. Redfeairn made a motion, seconded by Ms. Nelson, to approve the recommendation of the CTPF RFP committee to retain Provaliant Retirement LLC to perform oversight consulting services for the Pension Administration System (PAS) project. The motion passed by the following roll call votes:

Ayes: Mr. Blackwell, Mr. Cavallero, Mr. Clay, Mr. del Valle, Ms. Nelson, Ms. Price Ward, Ms. Reilly, Mr. Travlos, Mr. Truss – 9

Nays: Ms. Clay, Ms. Rodriguez – 2

Abstention: Padilla – 1

Meeting Adjourned

Ms. Reilly made a motion, seconded by Mr. Truss to adjourn. The motion passed unanimously. The meeting adjourned at 12:24 p.m.

Respectfully submitted,



Jacqueline Price Ward
Recording Secretary

