

STATE EMPLOYEES' RETIREMENT SYSTEM OF ILLINOIS
MINUTES OF THE
RULES AND PERSONNEL COMMITTEE
October 29, 2018

The Rules and Personnel Committee of the Board of Trustees of the State Employees' Retirement System of Illinois convened on Monday, October 29, 2018 at 2:00 p.m. at the System's Springfield office located at 2101 South Veterans Parkway.

The following trustees were in attendance:

Alan Latoza, Chairman
Danny Silverthorn, Trustee
Jeremy "Tad" Hawk, Trustee

Others in attendance were:

Tim Blair, Executive Secretary
Jeff Houch, Assistant to the Executive Secretary

The meeting was called to order at 2:00 p.m.

PUBLIC COMMENTS

There were no members of the public present.

APPROVAL OF MINUTES OF THE JULY 23, 2018 MEETING

Trustee Latoza motioned to approve the minutes of the July 23, 2018 meeting of the committee, Trustee Silverthorne seconded the motion. The motion passed unanimously.

APPROVAL OF CLOSED SESSION MINUTES OF THE JUNE 1, 2018 AND JULY 23, 2018 MEETINGS

Trustee Hawk motioned to approve the minutes of the closed session meetings that were held on June 1, 2018 and July 23, 2018, Trustee Silverthorne seconded the motion. The motion passed unanimously.

RULEMAKING AUTHORIZATION

Assistant to the Secretary Jeff Houch presented rules recommended by staff for the committee's consideration. All rules were related to the accelerated pension benefit payment programs created by Public Act 100-587. Such rules would be filed as emergency rules, which will take effect immediately and remain valid for 150 days. The same rules would be filed as "proposed rules" and will be permanent upon completing the rulemaking process.

Mr. Houch summarized that the rules can be categorized as follows:

- Eligibility Parameters;
- Complying with other relevant statutes;
- Role of the State Pension Obligation Acceleration Bond fund;
- Dates in which elections become irrevocable; and
- Effective dates of the payment options.

The committee members expressed concern regarding a proposed rule related to the death of a member before the vouchering of the accelerated benefit payment. The proposed rule would have revoked the election for such payment had the death occurred before the payment. After some discussion, this item was removed from consideration.

After thorough discussion, Trustee Hawk motioned to authorize staff to pursue such rulemaking, which was seconded by Trustee Silverthorn. The measure passed unanimously. A copy of the detailed summary of the rules is maintained at the SERS office and made part of these minutes as *Exhibit A*.

CALENDAR YEAR 2019 SCHEDULE

The proposed schedule for the Rules and Personnel Committee includes the following dates:

Monday January 14, 2019
Monday, April 29, 2019
Monday, June 24, 2019
Monday October 28, 2019

Trustee Silverthorne motioned to approve the proposed schedule, Trustee Latoza seconded the motion, and the motion passed unanimously.

OLD BUSINESS

There was no new business.

NEW BUSINESS

There was no new business.

ADJOURNMENT

There being no further business to be brought before the committee, Trustee Hawk made the motion to adjourn the meeting. Chairman Latoza seconded the motion and the meeting was adjourned at 3:45 p.m.