

STATE EMPLOYEES' RETIREMENT SYSTEM OF ILLINOIS
MINUTES OF THE
RULES AND PERSONNEL COMMITTEE
APRIL 29, 2019

The Rules and Personnel Committee of the Board of Trustees of the State Employees' Retirement System of Illinois convened on Monday, April 29, 2019 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, Trustee
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 JANUARY 14, 2019 MEETING

Trustee Silverthorn motioned to approve the minutes of the January 14, 2019 meeting of the committee, Trustee Hawk seconded the motion. The motion passed unanimously.

LEGISLATIVE AND RULEMAKING UPDATE

Assistant to the Secretary Jeff Houch provided an update to the recent adoption of rules related to the buyout program. He then summarized a few pending legislative bills that would impact SERS. Mr. Houch also summarized the administration's proposal to adjust the funding formula and asset bases of the State retirement systems. Details are still being discussed, but legislation may be filed before May 31, 2019.

RULEMAKING AUTHORIZATION

Mr. Houch presented a rule recommended by staff for the committee's consideration. Such rule was a technical correction to clarify the methodology associated with transferring funds from the State Pension Obligation Acceleration Bond fund for the buyout program. The rule provides that bond fund revenues are the sole funding source for the buyout program, but that the direct rollover will be from the SERS trust fund to the individual qualified retirement accounts and that money from the bond fund will be transferred to the SERS trust fund. After some discussion, Trustee Hawk motioned to authorize staff to pursue such rulemaking, which was seconded by

Trustee Latoza. A copy of the detailed summary of the rules is maintained at the SERS office and made part of these minutes as *Exhibit A*.

PERSONNEL DISCUSSION

Executive Secretary Blair led discussion related to personnel items. After discussing the dynamics, the committee decided to revisit the topic at the next Rules and Personnel Committee meeting scheduled for June 18, 2019.

OLD BUSINESS

There was no old business.

NEW BUSINESS

There was no new business.

ADJOURNMENT

There being no further business to be brought before the committee, Trustee Silverthorn made the motion to adjourn the meeting. Trustee Hawk seconded the motion and the meeting was adjourned at 3:30 p.m.