

**MINUTES OF THE
AUDIT & COMPLIANCE COMMITTEE**

Thursday, September 20, 2018 - 1:05 p.m.
180 N. LaSalle St., Suite 2015
Chicago, IL 60601

Present:

Committee Members

Justice Mary Seminara-Schostok
Ezequiel Flores
Board Chairman Marc Levine
Shari Greco Reiches
Stacey Woehrle

Board Members

Senator James Clayborne
Katherine Hennessy

Staff

Genette Bacon-Cordova
Shawn Evans
Johara Farhadieh
Mitchell Green
James Karls
Dipesh Mehta
Scott Richards
Atul Talwar
David Zaloga

Guests

Burke Burns & Pinelli, Ltd.
Sarah Boeckman

Illinois State Comptroller's Office
Chasse Rehwinkel
Lauren Peters
Kathleen Stralka

Meketa Investment Group, Inc.
Alli Wallace
Frank Benham

ROLL CALL

Chairwoman Schostok called the meeting to order at 1:05 p.m. in the Board Room of the Illinois State Board of Investment office at 180 North LaSalle Street, Suite 2015, in Chicago. Mr. Mehta called the roll and noted a quorum was present.

REPORT OF THE AUDIT & COMPLIANCE COMMITTEE CHAIR

None.

CONSIDERATION AND APPROVAL OF MINUTES

Trustee Flores moved to approve the minutes, as presented, from the July 9, 2018 Audit and Compliance Committee meeting. Trustee Woehrle seconded, and the motion passed unanimously.

DEFERRED COMPENSATION PLAN AUDIT REVIEW

Mr. Zaloga discussed the status of the Fiscal Year 2018 Audit (the "Audit") by the external auditor, Sikich LLP. Mr. Zaloga informed Members that the Audit was successfully completed and no issues were reported.

CONSIDERATION FOR ACCEPTANCE AND FILING OF RECORD OF VOUCHERS (APRIL, MAY, JUNE 2018)

Mr. Zaloga referred Committee Members to the Record of Vouchers paid in April, May, and June 2018.

Trustee Woehrle moved that the Record of Vouchers be approved and accepted for filing, as presented, consistent with the recommendation of ISBI's Staff. Trustee Flores seconded, and the motion passed unanimously.

ETHICS MATTERS

Consideration and Approval of Agent Contact Report

Mr. Mehta directed Committee members to the Agency Contact Report for the fourth quarter of 2018.

Trustee Flores moved that the Agent Contact Report as presented be approved and accepted for filing as recommended by ISBI Staff. Trustee Reiches seconded, and the motion passed unanimously.

Consideration and Approval of Fiduciary Training Opportunities and Reminder of Board Member Timesheets

Mr. Mehta referred Members to the September 2018 list of Upcoming Training Opportunities, previously provided, and noted that travel expenses are reimbursable if approved by a majority of the Board consistent with the requirements of the Illinois Pension Code and ISBI's policies.

Trustee Flores moved that the conferences and trainings listed on the September 2018 list of Upcoming Training Opportunities as presented be approved pursuant to Section 1-113.18 of the

Illinois Pension Code and that all resulting allowable expenses consistent with ISBI's policies be reimbursed. Trustee Reiches seconded, and the motion passed unanimously.

NEW BUSINESS/OLD BUSINESS

None.

PUBLIC COMMENT

None.

NEXT MEETING AND ADJOURNMENT

Chairwoman Schostok noted that the next meeting was scheduled for December 11, 2018 and Committee Members will be notified of the time at a later date. At 1:10 p.m., there being no further business to come before the Committee, Justice Schostok moved to adjourn the meeting. Trustee Reiches seconded, and the meeting was adjourned.

Respectfully submitted,



Johara Farhadieh, Executive Director/
Chief Investment Officer