



MINUTES

**Closed Session Meeting of the Board of Trustees
of the State Universities Retirement System
10:00 a.m., Thursday, March 14, 2013
Abraham Lincoln Presidential Library and Museum
Governor's Conference Room, Library
212 North Sixth Street
Springfield, IL 62701**

Upon motion by Trustee Miller, seconded by Trustee Hightman and a unanimous roll call vote of all Trustees present, the Board of Trustees went into closed session under the Open Meetings Act pursuant to §2(c)(11) to consider probable and pending litigation.

The following Trustees were present: Ms. Carrie Hightman, Chairwoman, Ms. Jacqueline Berger, Dr. John Engstrom, Mr. Paul R.T. Johnson Jr., Mr. Andrew Matthews, Mr. Craig McCrohon, Ms. Miller and Mr. Mitchell Vogel.

Others present: Ms. Mary Pat Burns of Burke, Burns & Pinelli; Mr. William Mabe, Executive Director; Mr. Michael Weinstein, General Counsel; and Ms. Lori Kern, Executive Assistant.

GENERAL COUNSEL'S REPORT

Mr. Weinstein updated the Board on the Slocum & Puccio case indicating that after hearing oral argument on February 5, 2013, the trial court affirmed the Executive Committees finding that its decision was not against the "manifest weight of the evidence". On February 23, 2013, the plaintiffs filed a Notice of Appeal in the Illinois Appellate Court.

FRAUD REFERRALS

Illinois Statutes were amended last year to add language to 40 ILCS 5/1-135 that whenever the Board or the Executive Director has reasonable suspicion to believe that a fraud or fraudulent records have been submitted to System, there is a mandatory obligation to turn matters over to the local State's Attorney. Mr. Weinstein indicated that there have been a number of matters reviewed over the past couple of months and there are two matters in particular that Staff believes there is reasonable suspicion that a false statement or falsified records have been submitted to SURS. Mr. Weinstein recommends these two matters be referred to the State's Attorney of Cook County, Illinois for further action.

On motion by Trustee Andrew Matthews that was seconded by Trustee Paul R.T. Johnson, Jr. and carried, the Board of Trustees resumed its meeting in open session.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "William E. Mabe". The signature is written in a cursive style with a large, sweeping initial "W".

Mr. William E. Mabe
Secretary, Board of Trustees

WEM:lak