

**ILLINOIS MUNICIPAL RETIREMENT FUND**

**MEETING NO. 14-03S**

**BOARD OF TRUSTEE**

**SPECIAL MEETING**

The Board of Trustees held a Special Board Meeting at 11:45 a.m. on Friday, March 28, 2014, in the Fund Office at 2211 York Road, Suite 400, Oak Brook, Illinois. Present were Trustees: Copper, Henry, Stafford, Stanish, Stulir and Thompson. Trustees Kuehne and Piechocinski were absent. Staff members Kosiba, O'Brien, Sambol and Shah were present.

Ms. Becker-Wold and Mr. Ball from Callan Associates, and a representative from Loop Capital were also present.

Ms. Copper presided as Chair and called the meeting to order.

(14-03S-01)(Bids) The Executive Director presented the following bids for approval:

Steelcase Answer Workstations  
Approved Bidder: OEC Business Interiors  
Approved Bid: \$26,519.96

Telecommunications System Upgrade - Single Source Purchase  
Single Source Bidder: CCC Technologies, Inc.  
Single Source Bid: \$32,513.31

It was moved by Ms. Henry, seconded by Ms. Thompson to approve the above bids.

Vote: Unanimous Voice Vote  
Absent: Kuehne, Piechocinski

(14-03S-02) (Report of the Benefit Review Committee) The Chair of the Benefit Review Committee reported on the Benefit Review Committee meeting held on March 27, 2014.

It was moved by Mr. Stulir, seconded by Ms. Henry to accept the following recommendations of the Benefit Review Committee:

- To uphold staff's determination that the employer, Fox Lake School District 114, is entitled to a partial exemption from the Accelerated Payment charged for the retirement of Darlene Fenrich; however, staff is directed to review the amount of the partial exemption to assure that it is in keeping with the language contained in Section 11.22 of the collective bargaining agreement submitted by the employer which requires calculation of the 10% retirement benefit after the calculation of the 2% annual salary increase.
- To uphold staff's determination to terminate total and permanent disability benefits for Karyn O'Connor.

- To uphold staff's determination to deny the application for temporary disability benefits for Angela Fisher.

Vote: Unanimous Voice Vote  
 Absent: Kuehne, Piechocinski

(14-03S-03) (Report of the Investment Committee) The Chair of the Investment Committee reported on the meeting held on March 28, 2014.

The Investment Committee heard recommendations from staff and consultant as well as presentations from various investment management firms.

It was the consensus of the Investment Committee to recommend the Board approve the following:

- Termination of the Pyramis High-Yield Fixed Income Mandate for not meeting IMRF's MFPDOB brokerage goal for 2013;
- Changing the Progress Investment Management Domestic Equity mandate to an International Equity Mandate; fully withdrawing from the Progress Domestic Equity Account (approximately \$410 million); and using these funds to allocate up to \$250 million to Progress Investment Management International Equity Account and up to \$160 million to Progress Investment Management Fixed Income Account;
- Allocating up to \$175 million in Babson Capital Global Loan Fund, subject to satisfactory legal due diligence;
- Allocating up to \$125 million in Crescent Capital Management High Income Fund, subject to satisfactory legal due diligence;
- Allocating up to \$200 million in Standish Emerging Markets Debt-Opportunistic Fund, subject to satisfactory legal due diligence;
- Allocating up to an additional \$50 million to the existing MacKay Shields High-Yield Bond Account; and,
- Authorizing staff to complete all documentation necessary to execute these recommendations.

It was moved by Ms. Henry, seconded by Ms. Stanish, to approve the recommendations of the Investment Committee.

Vote: Unanimous Voice Vote  
 Absent: Kuehne, Piechocinski

(14-03S-04) (Adjournment) It was moved by Ms. Henry, seconded by Ms. Copper, to adjourn the Special Board Meeting at 11:50 a.m.

Vote: Unanimous Voice Vote  
 Absent: Kuehne, Piechocinski

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 President

\_\_\_\_\_  
 Date

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 Secretary

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 Date