

ILLINOIS SECURE CHOICE BOARD

**Meeting of Wednesday, April 5, 2017
James R. Thompson Center
100 West Randolph, Room #15-600, Chicago, Illinois**

MEETING MINUTES

The April 5, 2017 meeting of the Illinois Secure Choice Board (Board) was called to order at 4:00 p.m. CT with the presence of a quorum.

BOARD MEMBERS PRESENT

Jay Rowell
Designee for the Illinois State Treasurer

John Gay
Designee for the Illinois State Comptroller

Miriam Martinez
Office of the City Treasurer – Chief Investment Officer

David Rappaport
Rappaport Reiches Capital Management, LLC - Co-Managing Partner

John Rauschenberger
Technology & Manufacturing Association – Executive Vice-President and General Manager

TREASURER’S STAFF

Joe Aguilar, *Deputy Director – Investment Analysis and Due Diligence*

Julian Federle, *Chief Policy and Program Officer*

Rodrigo Garcia, *Chief Investment Officer* (via teleconference)

Keith Horton, *General Counsel*

Sandi Raphael, *Deputy General Counsel*

APPROVAL OF JANUARY BOARD MEETING MINUTES

Board members reviewed the January 26, 2017 Board Meeting Minutes, which were provided in advance of the meeting. There was no discussion and no additional changes were proposed.

Ms. Martinez made a motion to approve the January 26, 2017 Board Meeting Minutes. Mr. Rauschenberger seconded the motion. The motion was unanimously approved.

DISCUSSION: FEDERAL ACTION

Mr. Federle provided an update on the status of two joint resolutions moving through Congress. Both resolutions fall under the Congressional Review Act (CRA), and if passed, would repeal the U.S. Department of Labor rule that provides state-administered retirement plans with a safe-harbor from ERISA. Mr. Federle explained that both the U.S. House and U.S. Senate had passed HJR 67, which only applies to cities attempting to create retirement plans, and said that the Treasurer's Office remains optimistic that the resolution for state plans would not be called for a vote in the Senate. He added that the CRA requires Congress to act within a limited period of time. If the Senate does not recess during Easter break, the time period to vote on HJR 66 would close at the end of April.

SECURE CHOICE LEGISLATION

Mr. Federle provided a status update on HB2360, the legislation approved by the Board at its previous meeting. Mr. Federle reminded the Board that the bill pushes back the implementation date, allows the Board to set a default contribution within a certain range, and clarifies that Secure Choice does not need to register as a security under state law. He noted that HB2360 passed the House with bipartisan support and now awaits action in the Illinois Senate.

APPROVAL OF SECURE CHOICE PROGRAM MANAGER RFP

Treasurer's Office staff provided a brief overview of the proposed Secure Choice Program Manager RFP, which had been provided to the Board in advance of the meeting. Staff discussed the requested services, response questions, and scoring metric. Staff noted that attorneys from Seyfarth Shaw LLP (Seyfarth) had provided feedback and suggested edits. Staff then requested the Board's approval to incorporate those changes into the final version. The Board had no additional requests or changes and agreed that Seyfarth's edits should be included.

Mr. Rauschenberger motioned to approve and publish the Illinois Secure Choice Program Manager RFP. Ms. Martinez seconded the motion. The motion was approved unanimously.

OLD AND NEW BUSINESS

Mr. Horton reminded Board members that they should have received a Statement of Economic Interest form in the mail to be filled out based on their participation as Secure Choice Board

Members. Mr. Horton asked that the original forms be completed, signed, and returned to the Treasurer's Office by April 15th to ensure they are submitted to the Secretary of State's Office by the deadline. He noted that every question must have a response, even if it is a zero or "not applicable."

PUBLIC COMMENT

There was no public comment.

ADJOURNMENT

With no further business, Ms. Martinez moved to adjourn the meeting and Mr. Rauschenberger seconded the motion. The motion to adjourn was approved.