

Office of the Illinois State Treasurer  
Michael W. Frerichs

Request for Proposals Custodial Accounting, Brokerage and Trading Services  
370-400-18-002

Addendum 1  
January 17, 2018

Below are the questions received by the Office of the Illinois State Treasurer (“Treasurer”) and the Treasurer’s responses. Any capitalized terms that are not defined herein have the meaning set forth in the Request for Proposals Custodial Accounting, Brokerage and Trading Services (370-400-18-002) (“RFP”) published by the Treasurer on December 11, 2017.

1. Can we get a list of the countries for the foreign securities?

Listing of the countries for foreign securities currently held by the Treasurer:

Australia  
British Virgin Islands  
Canada  
France  
Germany  
Hong Kong  
Israel  
Italy  
Japan  
Malaysia  
Mexico  
Netherlands  
Philippines  
Singapore  
Switzerland  
United Kingdom  
Venezuela

2. Currently bonds are price weekly. Will that be a problem?

No.

3. If there are multiple holders of a security is the Custodian required to track dividends at the holder level?

Yes.

4. Section III, B, 2 discusses Repurchase and Reverse Repurchase Securities Lending. Is this used as a strategy? If so, what is the volume?

No, repurchase and reverse repurchase securities lending are not currently used; neither transaction type is anticipated to be used in the future.

5. Section VII, P discusses a “fee for service” relationship. Does this conclude that all fees and commissions are invoiced? What about trade commissions?

Compensation will ultimately be in accordance with the cost structure included in Exhibit A to the RFP. Per share commissions for liquidations may be deducted from the gross proceeds for each trade, but must be included in Exhibit A to the RFP. The Treasurer anticipates receiving invoices that clearly detail all other fees for services provided.

6. Section IV, B, 8 requests that we supply CRA and IDC ratings. Does this imply that respondent must be a bank?

There is no requirement for the respondent to be a bank. If CFA and IDC ratings are not applicable to the respondent, please indicate not applicable.

7. Page 8 – “The package must include one (1) original and five (6) copies of the Proposal. A separate envelope must contain one (1) original and five (6) copies of the Cost Proposal.”

Can the Treasurer please clarify the number of copies of the proposals whether there are five or six copies?

Please submit one (1) original and, in addition, six (6) copies.