

**APPROVE SETTLEMENT RECOMMENDATION IN THE MATTER OF  
BOARD OF TRUSTEES OF THE PUBLIC SCHOOL TEACHERS' PENSION AND  
RETIREMENT FUND OF CHICAGO v. BOARD OF EDUCATION OF THE CITY OF CHICAGO PUBLIC  
SCHOOLS**

**THE GENERAL COUNSEL REPORTS THE FOLLOWING SETTLEMENT**

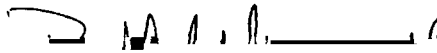
**DESCRIPTION:** The Illinois Pension Code formerly required that if the total amount paid to the Fund from the Board and from the State of Illinois in any fiscal year of the Board did not equal teacher contributions for that fiscal year, the Board must pay the deficiency to the Fund in the Board's next fiscal year. The Fund alleged that for the Board's Fiscal Years 1991, 1992 and 1993, the Board underpaid the deficiency. The Fund sought relief to compel the Board to pay to the Fund the sum of \$7,197,565 for Fiscal Year 1991, \$12,564,832 for Fiscal Year 1992, and \$35,642,793 for Fiscal Year 1993, plus lost investment earnings and interest. On December 17, 2000, upon the Joint Motion of the Board and the Fund, the

~~\_\_\_\_\_ The Board's Indebtedness Policy adopted July 26, 1995 (95-0706-FY2), as amended~~

from time to time, is hereby incorporated into and made part of this agreement.

Ethics - The Board's Ethics Code adopted September 27, 1995 (95-0926-RU3), as amended from time to time, is hereby incorporated into and made part of this agreement.

Approved,

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