

RETIREMENT PLAN  
FOR  
CHICAGO TRANSIT AUTHORITY EMPLOYEES

The 279th Meeting of the Retirement Allowance Committee was held on August 21, 1972 in the Secretary's Office, Room 746, Merchandise Mart and the following were in attendance:

Mr. W. A. Ashley	Mr. F. McCrea
Mr. D. M. Flynn	Mr. D. J. McFadden
Mr. J. D. King	Mr. J. F. Tiffy

Mr. Donnelly alternate for Mr. Loughran and Mr. Platt alternate for Mr. Meinardi were present. Neither Mr. Hastings or his alternate were present. The alternate for Mr. Keiser was not present.

The Secretary called the meeting to order at 10:30 A.M.

The Secretary advised the Committee that since Mr. Scholl has been replaced on the committee that it would be necessary to elect a new Chairman for balance of the Plan Year. On a motion by Mr. Flynn seconded by Mr. Donnelly the Committee unanimously elected Mr. McFadden, as Chairman for the balance of 1972.

On a motion by Mr. Donnelly seconded by Mr. McCrea the Minutes of the 278th Meeting held on July 17, 1972 were unanimously approved.

The announcements of deaths since the last meeting were made by the Secretary as per the attached listing.

The Secretary advised that six (6) employees submitted Survivorship Options for presentation at this

meeting. The Secretary reported that two (2) of these applications were received after the six (6) month requirement.

The Secretary reported that the employes' records were submitted to the Medical Director for evaluation who advised that the employes were in good health.

The Secretary reported that an option for Joseph J. Badaluco had been approved for August 1, 1972 retirement, had now chose not to take early retirement, it is now being resubmitted for February 1, 1973. On a motion by Mr. McCrea seconded by Mr. King the six (6) applications for Survivorship Options were unanimously approved.

The Secretary advised that twenty-six (26) applications for retirement were submitted to this office for presentation at this meeting. The Secretary advised that one application of early retirement for James Nolan of Transportation be made retro-active to May 1, 1972, due to the time necessary for Mrs. Nolan to be made Conservatrix. Also the application for Elmer C. Tegtow of Electrical Department to be made retro-active to August 1, 1972 at the request of the Department Head. On a motion by Mr. McCrea seconded by Mr. King the Committee unanimously approved the twenty-six (26) applications submitted by the Secretary.

The Secretary reported that during the month two (2) employes on Total and Permanent Disability were

examined by the Medical Department or their records reviewed.

On a motion by Mr. Flynn seconded by Mr. King the refunds numbering forty-eight (48) and totaling \$113,300.70 to be made August 31, 1972 as per the attached statement were unanimously approved.

The Secretary read a report of the deposits, disbursements and investments during the month of July as per the attached statement.

The Secretary presented Chicago Transit Authority bills totaling \$6,184.23 and miscellaneous bills totaling \$64,583.76 for approval. On a motion by Mr. McCrea seconded by Mr. Platt the Committee unanimously approved payment of these bills.

The Secretary reported that for the payment of August 31, 1972 death benefits numbering twenty-nine (29) and amounting to \$48,000.00 are submitted for approval. On a motion by Mr. McCrea seconded by Mr. Flynn the Committee unanimously approved payment of the death benefits as per the attached listing.

The Secretary advised the Committee that to date the determination letter regarding the January 1, 1971, Amendments to the Plan have not been returned from the Internal Revenue Service. He further advised that the attorney handling this matter for the Committee indicated that he did not anticipate any problems regarding the receipt of this letter.

The Secretary reported that Edward A. Vanek

whose application was approved to be effective August 1, 1972, was withdrawn at the request of the Transportation Department.

The Secretary advised the Committee that on July 17, 1972, Governor Ogilvie signed into Law House Bill 4644 which exempts all distributions from qualified retirement funds from the Illinois Income Tax for the Taxable Years beginning January 1, 1972. As a result there would no longer be an Illinois Income Tax withheld from the Monthly Retirement Benefit Checks. The last withholding was in the July 31, 1972 check. All pensioners involved would receive an advice with their August 31, 1972 check regarding the change in procedure.

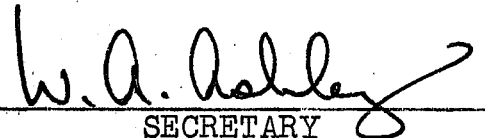
In this connection the Secretary advised that to date sufficient information regarding the requirements for reporting the year end Income Tax has not been received from the Internal Revenue Service and therefore, no actuarial work has started.

Mr. McFadden brought up a Grievance regarding "Past Service" from Mr. William Peterson who was on Military Furlough from August 5, 1941 to February 1, 1946. The Secretary advised that pursuant to Section 3, Paragraph 3.7 (2):

"The period of time exceeding three (3) consecutive years to the extent of exceeding three (3) years shall be deducted in computing the past service."

The Secretary advised that it is an original provision of the Plan and has been part of the Plan since its inception on June 1, 1949.

There being no further business on a motion by Mr. Flynn and seconded by Mr. Platt the meeting adjourned at 11:00 A.M.



SECRETARY  
RETIREMENT ALLOWANCE COMMITTEE



CHAIRMAN  
RETIREMENT ALLOWANCE COMMITTEE

SEP 18 1972

Dated: \_\_\_\_\_

WAA:km