

AGENDA

FOR THE 508TH RETIREMENT MEETING OF MAY 28, 1991

1. Meeting will be called to order at 10:30 a.m., Buttons Room - 15th Floor - Holiday Inn Mart Plaza.
2. Roll call.
3. Approval of the Minutes of the 507th Meeting held April 30, 1991.
4. Investment Subcommittee report.
5. Real Estate Subcommittee report.
6. Subcommittee on General Administration.
 - a) Announcement of deaths reported since the last meeting.
 - b) Presentation of Pre-Retirement Surviving Spouse Allowances for approval.
 - c) Presentation of new retirement applications for approval.
 - (i) Lois Dodds - request for retroactivity to 1/1/91.
 - d) Presentation of Death Benefits for approval.
 - e) Presentation of Refunds of Contributions for approval.
 - f) Presentation of Bills and Remittances for approval.
 - g) Maria Agnew -#13888- request for retroactivity to 4/1/91.
 - h) Norman Chylinski -#36490- request for retroactivity to 5/1/91.
 - i) Richard Hudson - #7989 - returned to duty on 2/27/91.
 - j) Richard Frey - #7845 - returned to duty on 5/6/91.

7. Report by Executive Director of Fund performance.

8. Unfinished Business.

a) Settlement Agreement Task Force report.

9. Adjournment.

RETIREMENT PLAN FOR CHICAGO TRANSIT AUTHORITY EMPLOYEES

The 508th Meeting of the Retirement Plan for Chicago Transit Authority Employees was held Tuesday, May 28, 1991 at 10:30 A.M. at the Holiday Inn Mart Plaza, Buttons Room, 15th floor. The following were in attendance:

Mr. I. Thomas
Ms. W. Black

Mr. C. Andersen
E. Hill
A. Mandolini

Mr. D. Perk, Executive Director was present. Ms. W. Black sat in I. Thomas' stead who arrived late to the meeting. Alternate L. Morris sat in T. Collin's stead. Alternate B. Rayford sat in J. Forte's stead. Alternate W. Buetow sat in M. Holzman's stead. Alternate A. Curtis sat in C. Burrus' stead. Alternates D. Hillock and R. Baughn were present. Messrs. R. Pirovano, W. Ross and Ms. P. Williams of the Pension Office staff were in attendance. Ms. S. Luthy and Mr. F. Duda of the Harris Trust and Savings Bank were present. Messrs. B. Scholz, R. Goldman and M. Dzinciolski, pensioner representatives were present. Mr. R. Burke, Plan Attorney was also in attendance.

In the absence of the Chairman the Committee nominated W. Black to serve as Chairman Pro Tempore. On a motion by E. Hill, seconded by L. Morris, the Committee unanimously approved W. Black to serve as Chairman Pro Tempore.

(1) The Chairman Pro Tempore called the meeting to order at 10:48 A.M.

(2) A roll call was taken which indicated that a quorum of the Committee members was present.

(3) On a motion by Mr. Mandolini, seconded by Mr. Morris the Committee unanimously approved the Minutes of the 507th Meeting held April 30, 1991.

(4) Mr. Mandolini gave a report on the Investment subcommittee meeting held May 28, 1991 (copy of meeting Minutes attached). On a motion by Mr. Morris, seconded by Mrs. Curtis, the Committee unanimously approved filing of the report.

(5) Mr. Elonzo Hill, Chairman of the Real Estate Subcommittee reported on his meeting of May 21, 1991 (copy of meeting Minutes attached). He noted that the issue of the fee increase for the Townsend Group would be deferred to an executive session.

(6) Ms. Wanda Black, Chairperson of the General Administration Subcommittee reported on her meeting of May 23, 1991 noting that the subcommittee reviewed items 6 (a-j) and recommended approval of items 6 (b-j). On a motion by Mr. Morris, seconded by Ms. Rayford, the Committee unanimously approved items 6 (b-j) and approved filing of the report.

Ms. Black also reported on the renewal for the contract for Arthur Young and the Wyatt Company and it was the subcommittee's recommendation that their contracts be renewed for a two year period. After a brief discussion it was decided by the Committee to defer this issue until they receive a proposal for fee increases from both companies.

(7) The Executive Director turned the Committee's attention to the Report on Deposits, Disbursements and Investments in the Trustee Summary and noted that the April 1991 performance for the total Fund was $-.81\%$ and the value of the assets of the Plan as of April 30, 1991 amounted to \$1,021,298,773.

(8) This item was deferred.

The Plan Attorney then reported on the contracts for the new fixed income managers noting that the draft is close to being completed with regards to the structuring of fees and will be available at the next meeting.

The Plan Attorney also reported on the 333 W. Lake property noting that the Committee can make a decision on this property at the end of the year. One option is to call for the mortgage at that time because the developers of the building are considering removing the structure.

There being no further business, the Committee unanimously agreed to recess to an executive session for discussion of pension personnel matters and other business at 11:15 A.M.

The meeting reconvened at 1:40 P.M. and the Chairman Pro Tempore reported on the following results from the Executive Session:

Townsend Group

With regards to the restructuring of the fees for the Townsend Group it was decided that the request by Townsend for an increase to \$72,000 be reviewed by the Real Estate Subcommittee with an agreement to be drafted by the Plan Attorney.

The Plan Attorney then noted that the increase in fees should be as follows:

\$1,000 increase per month for the first 12 months (commencing July 1, 1991) another \$1,000 per month increase in the second 12 month period (commencing July 1, 1992-93) with the contract being extended from the second 12 month period. The Pension Plan Document and Annual Report will also be forwarded to Townsend.

Pension Office Salary Proposals

With regards to this issue salary and grade level adjustments were approved by the Retirement Allowance Committee effective November 1, 1990. The Executive Director was instructed to prepare the necessary paperwork.

There being no further business, the Committee unanimously decided to adjourn at 1:50 P.M.