

AGENDA  
For the 653<sup>rd</sup> Retirement Allowance Committee Meeting of  
June 24, 2003

1. Meeting will be called to order at 8:30 A.M., Northern Trust Co., 50 South LaSalle Street, Director's Dining Room, 6<sup>th</sup> floor.
2. Roll call
3. Approval of the Minutes of the 652<sup>nd</sup> meeting.
4. Investment Subcommittee
  - a.) Manager Presentation
  - b.) Status on Rebalancing
  - c.) SSARIS Proposal
  - d.) Dates for half day Seminar
5. Real Estate Subcommittee
  - a.) Status on Termination of Managers
  - b.) Upcoming Presentations
6. Subcommittee on General Administration
  - a.) Announcements of deaths reported since last meeting.
  - b.) Presentation of pre-retirement surviving spouse allowances for approval.

Barbara Williams #24221 applied for retirement benefits effective 06-01-03 and chose the B-All Survivorship Option. She passed away on May 29, 2003.

- c.) Presentation of new retirement applications for approval.

Eugene Smuda #30360 applied for retirement benefits effective 07-01-03 question of eligibility.

Maurice H. Land #10054 applied for a disability allowance and is requesting retroactive benefits to 04-01-03.

- d.) Presentation of death benefits for approval.
- e.) Presentation of refunds of contributions for approval.
- f.) Presentation of bills and remittances
- g.) Report from Subcommittee on special meeting held June 13, 2003.

AGENDA

For the 653<sup>rd</sup> Retirement Allowance Committee Meeting of  
June 24, 2003

Page 2 of 2

7. Old business
  - a.) Appointment of Subcommittee Chairs
  - b.) Part-time union officials
8. New business
  - None
9. Executive Session
  - a.) Litigation
10. Adjournment

**The 652<sup>nd</sup> Retirement Allowance Committee Meeting for the  
Retirement Plan for Chicago Transit Authority Employees.**

**I. Full Meeting Minutes**

A regular meeting of the Retirement Allowance Committee was held on May 29, 2003 at the Northern Trust. The Chairman and the Executive Director were present. A quorum being present, the meeting was called to order at approximately 10:50 a.m..

A roll call was taken indicating that the following members were present:

Dennis Anosike  
Marcellus Barnes  
Loid Brown  
Linda Fuller as an alternate for Dorval Carter  
Ethel Carter  
Claudette Ogletree  
Lee Robinson  
Lynn Sapyta

On a motion by Mr. Barnes, the minutes of the 651<sup>st</sup> meeting were approved with the corrections added by Ms. Ogletree.

**General Administration Subcommittee Report**

A brief report was given by Mr. Barnes on the General Administration Subcommittee Meeting. The report of the Subcommittee, including items 6a through 6g, which dealt with various benefits, bills and remittances was approved on a motion by Ms. Carter.

**Investment Subcommittee Report**

Mr. Kallianis gave a brief report on the meeting of the Investment Subcommittee, including the presentation by the representatives of Evergreen Investments, the first quarter report by Mr. Ivory Day and the rebalancing plan recommended by Mr. Day.

The report on the Subcommittee meeting was approved on a motion by Mr. Brown.

**Real Estate Subcommittee Report**

Ms. Ogletree gave a brief report on action taken during the Investment Subcommittee related to the Real Estate Subcommittee, indicating that Mr. Kallianis had updated the Committee on the real estate issues in the investment subcommittee meeting.

The report on the Subcommittee was approved on a motion by Ms. Carter.

### **Old Business**

There was no old Business to discuss.

### **New Business**

Mr. Kallianis presented two items for approval under new business:

On a motion by Ms. Sapyta, the Committee approved the new contract with Gray and Company to act as investment consultant to the fund at the annual rate of \$265,000.

On a motion by Ms. Carter, the Committee approved the rate increase, approximately 10%, for the hourly rates charged by Burke, Warren, McKay and Serritella.

### **Executive Session**

The Committee adjourned to Executive Session at approximately 10:55 am to discuss litigation related to the Plan.

### **Full Committee Meeting**

Upon returning from Executive Session, Ms. Carter made a motion to adjourn the full Committee meeting.

## **II. General Administration Subcommittee Minutes**

A regular meeting of the General Administration Subcommittee was held on May 29, 2003 at the offices of the Northern Trust. The Chairman and the Executive Director were present. A quorum being present, the meeting was called to order at 8:45 am.

Mr. Barnes presented for approval items 6a through 6g, including the pre-retirement surviving spouse allowances, the regular retirements, disability allowances, death benefits, refunds of contributions, payment of bills and remittances, discussion of policy on refunds of paid in items and scheduling a General Administration meeting on disability. Mr. Barnes stated that the total of bills and remittances for the month was \$6,257,196.31.

On a motion by Mr. Brown, the Subcommittee approved the items on the agenda for the General Administration Subcommittee.

## **III. Investment Subcommittee Minutes**

A regular meeting of the Investment Subcommittee was held on May 29, 2003 at the offices of the Northern Trust. The Chairman of the Subcommittee and The Executive Director were present. A quorum being present, the meeting was called to order at 9:05 a.m..

Mr. Bill Stokes and Mr. Ted Price from Evergreen Investments came in to give the Committee an update on their investment activity.

Mr. David Wilhelm, Mr. Bill Sutter and two other gentlemen from Hopewell Ventures made a presentation to the Committee regarding a private equity fund they are building. The fund will focus on small to mid sized firms throughout the Midwest.

Mr. Ivory Day from Gray and Company then presented the first quarter investment results for the overall fund. He also highlighted the performance of several managers. Ms. Carter asked that the investment policy of the Plan be re-distributed to all of the members and requested that the Committee look at the language related to bench marking managers.

Mr. Day then walked the Committee through the recommended course of action to move to Policy #10, as had been previously decided at the Investment Subcommittee meeting.

On a motion by Mr. Brown the Subcommittee approved the rebalancing Plan recommended by Ivory Day, including the termination of Commercial Net Lease (CNL) within the real estate allocation of the fund.

The Subcommittee on Investments was adjourned on a motion made by Mr. Anosike.

#### **IV. Real Estate Subcommittee Minutes**

There was no meeting of the Real Estate Subcommittee.

---

Executive Director

---

Chairman