

RETIREMENT PLAN
for
CHICAGO TRANSIT AUTHORITY EMPLOYEES

The 43rd Meeting of the Retirement Allowance Committee was held on January 19, 1953, in the Secretary's Office, Room 748 of the Merchandise Mart, and the following were in attendance:

Mr. C. Burns	Mr. P. J. O'Connor
Mr. J. E. Hastings	Mr. T. B. O'Connor
Mr. E. A. Imhoff	Mr. P. L. Simons
Mr. P. J. Meinardi	Mr. H. B. Storm
Mr. D. J. McNamara	

Mr. J. Robowski, Alternate for Mr. T. J. Murray, was in attendance.

The Secretary called the Meeting to order at 10:12 A. M.

On motion by Mr. T. B. O'Connor, seconded by Mr. Burns, the Committee unanimously approved the minutes of the 42nd Meeting held December 15, 1952, as written.

Announcement of deaths reported since the last Meeting was made by the Secretary, as per attached listing.

On motion by Mr. Meinardi, seconded by Mr. Imhoff, the thirty-one (31) applications which had been recommended by the Secretary were unanimously approved, as per attached listing dated 1/19/53. The Secretary also reported that there were no changes in the status of pensioners since the last Meeting.

On motion by Mr. Simons, seconded by Mr. Meinardi, refunds of contributions to terminated employes were unanimously approved. List of refunds is attached, dated 1/19/53.

The Secretary read a report of the receipts, disbursements, and investments during the month of December, 1952, as per attached list.

The Secretary read the list of Chicago Transit Authority bills totaling \$2,078.52, and miscellaneous bills totaling \$877.27, as per

attached listings. On motion by Mr. P. J. O'Connor, seconded by Mr. Burns, the Committee unanimously approved payment of these bills.

The Secretary reported that in view of the change in method of writing the pension checks, there were various pieces of office equipment which were originally purchased from the Tallman-Robbins Company and could no longer be used. The Tallman-Robbins Company gave an estimate of the value of this equipment as trade-in on new filing equipment to be purchased. On a motion by Mr. Meinardi, seconded by Mr. Simons, the Committee unanimously approved the purchase of the new filing equipment from the Tallman-Robbins Company and the trading in of the obsolete equipment.

The Secretary reported that the Underwood Corporation did not offer any suggestions or help regarding the four (4) bookkeeping machines which are no longer used in processing the Retirement Payment. The Secretary read a proposed letter-circular which would be sent to various business houses offering this equipment for sale. On motion by Mr. Burns, seconded by Mr. P. J. O'Connor, the method of processing this equipment for sale, and the price to be asked, was to be left entirely to the discretion of the Secretary. Motion unanimously approved.

The Secretary reported that the bill from the Trustee for the period June 1, 1951, to May 31, 1952, in the amount of \$12,640.24, had been originally mailed by the Trustee in August of 1952, but there was no record of it ever being received, and as the Trustee desired to have the bill paid before the end of the year, he therefore included the bill in the December 31st, 1952 Payment without Committee

action, as the bill was in direct accordance with the Trust Charges originally approved by the Committee. On a motion by Mr. Meinardi, seconded by Mr. P. J. O'Connor, the Committee unanimously approved the action of the Secretary in paying the Trust Charges for the Plan Year June 1, 1951, to May 31, 1952, in the amount of \$12,640.24.


The Secretary reported that the rate of interest (1.15%) earned by the Fund, that was approved at the July 21st, 1952 Meeting (per attached calculation sheet), was in error due to using the wrong method in arriving at the average amount of investment. The actual rate of interest earned for the period June 1, 1951 to May 31, 1952, was 1.0355%, as shown on the attached calculation sheet dated 1/19/53. On motion by Mr. T. B. O'Connor, seconded by Mr. Burns, the Committee unanimously approved the correction of the interest factor presented at the 37th Meeting held on July 21st, 1952 of the Retirement Allowance Committee from 1.15% to 1.03%. The Secretary reported that the interest earned by the Fund for the period June 1, 1952 to December 31, 1952 is .6636%, per attached calculation sheet dated January 19, 1953. On a motion by Mr. Meinardi, seconded by Mr. T. B. O'Connor, the rate of interest of .66% was unanimously approved.

The Secretary read a letter dated December 19, 1952, from the General Accountant of the Authority, which stated beginning on January 1, 1953, the 3% employes' Retirement Contribution Deduction will be made, and a 6% Retirement Contribution will be made by the Authority.

The Secretary read a letter from Mr. Hussander of the Continental Illinois National Bank and Trust Company of Chicago, dated December 23, 1952, in regard to the investment of the Retirement Fund into

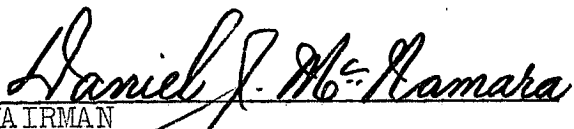
C.T.A. Bonds. Mr. Hussander's letter advised against investing in C.T.A. Bonds, but proposed to invest in United States Government Bonds after the first of the year, which would have a higher rate of interest than the present United States Bonds. After a discussion by the Committee it was decided that the question of investing in C.T.A. Bonds would be held in abeyance until the Secretary made further investigations with other Trustees of Retirement Plans regarding the advisability of investing Retirement Funds in Bonds or other securities of the Companies whose Retirement Plans are being administered by the Trustees.

There being no further business, on motion by Mr. Burns, seconded by Mr. Hastings, the Committee unanimously approved that the Meeting be adjourned. Meeting adjourned at 11:10 A.M.



SECRETARY
RETIREMENT ALLOWANCE COMMITTEE

APPROVED:



CHAIRMAN
DATE FEB 16 1953
