

RETIREMENT PLAN
FOR
CHICAGO TRANSIT AUTHORITY EMPLOYEES

The 285th meeting of the Retirement Allowance Committee was held on February 20, 1973 in the Secretary's Office, Room 746 Merchandise Mart and, the following were in attendance:

Mr. W. A. Ashley	Mr. P. J. Meinardi
Mr. L. Beatty	Mr. M. McCrea
Mr. D. M. Flynn	Mr. D. J. McFadden
Mr. G. S. Graybiel	Mr. J. F. Tiffy
Mr. J. Hastings	

Mr. Pate, alternate for Mr. King was also present.

The Chairman called the meeting to order at 10:30 AM.

On a motion by Mr. Beatty, seconded by Mr. McCrea the Minutes of the 284th meeting held on January 15, 1973 were unanimously approved.

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

The Secretary advised that two (2) Survivorship Options were submitted for approval at this meeting. On a motion by Mr. McFadden, seconded by Mr. Beatty, the Committee unanimously approved the two (2) Options submitted by the Secretary.

The Secretary informed the Committee that a Survivorship Option was also submitted by John E. Thompson; however, Mr. Thompson's wife was married several times and additional documents will be required before this Option can be submitted to the Committee. A motion was made by Mr. Flynn and seconded by Mr. Pate, the Committee unanimously agreed that Mr. Thompson's Survivorship Option be held in abeyance until the necessary documents are received.

The Secretary advised that thirty-one (31) applications for Retirement were submitted to this office for presentation at the meeting. On a motion by Mr. McFadden, seconded by Mr. McCrea the Committee unanimously approved the thirty-one (31) applications submitted by the Secretary.

The Committee reported that during the month three (3) 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. McFadden the refunds numbering ninety (90) and totaling \$272,448.88 to be made February 28, 1973 as per the attached statement were unanimously approved.

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

The Secretary informed the Committee that for the first time in the history of the CTA the employer's share of the monthly contributions to the Retirement Plan for CTA employes was not made. This amount of \$1,897,051.00 is held as an account receivable for payment at a later date.

The Secretary presented CTA bills totaling \$6,113.00 and Miscellaneous bills totaling \$57,876.95 for approval. On a motion by Mr. McCrea, seconded by Mr. Tiffy the Committee unanimously approved payment of these bills.

The Secretary reported that for the payment of February 28, 1973 death benefits numbering forty-eight (48) and amounting to \$83,000.00 are submitted for approval. On a motion by Mr. McFadden, seconded by Mr. McCrea the Committee unanimously approved payment of the death benefits as per the attached list.

The Secretary advised the Committee that he and Mr. Redding attended the Court Hearing relative to the determination of the Retirement date of 5/1/72 for James L. Nolan. The Secretary reported that when Mrs. Nolan's Attorney was advised of the fact that she had received instructions on November 11, 1969 as to the procedure of the Retirement application, the case was taken before the Court which confirmed the date of 5/1/72.

The Secretary reported to the Committee that Mr. Floyd Creal who was retired on 1/1/73 has presented Birth Documents that establish 1908 as his birth date rather than 1907. In 1965 the Secretary wrote to Mr. Creal's department and advised that he had insufficient proof of birth which was a delayed birth certificate with a 1907 date. However, Mr. Creal never furnished any other additional documents during the interim period. When he applied for retirement he was advised that additional documents would be required. He subsequently furnished two (2) documents that prove 1908 as his year of birth which means that he retired at 64 and should have been processed as an early retirement rather than regular retirement. After considerable discussion, on a motion by Mr. Beatty, seconded by Mr. Tiffy, the Committee unanimously approved 1908 as his year of birth.

The Secretary advised the Committee that because of the recent lay-offs it is necessary that rules be written to clarify several issues caused by the lay-offs. Copies of proposed Rules # 19 and # 20 were distributed to the Committee.

RULE NO. 19

Section 3, Paragraph 3.7 (6) provides that an employe's service will remain unbroken during a layoff not to exceed three (3) years. An employe who is eligible for retirement under the appropriate sections of the Plan on the effective date of his layoff, may at his option make application for such retirement during the first three (3) years of the layoff. Benefits will be computed, based on the age and service credit as provided for in the Plan on the effective date of his retirement. In the event the employe does not return to active duty and fails to apply for retirement during the three (3) year period, his contributions will be refunded and his service terminated under the Plan.

RULE NO. 20

"Temporary Employes" as referred to in Section 3, Paragraph 3.3 (3) shall be defined as follows:

A Temporary Employe is a person employed by the Chicago Transit Authority for a period not to exceed six months (unless period of employment is extended by the Authority) and who does not accumulate seniority during his employment period, and who is not eligible for Group Insurance, Vacation Allowance or Retirement Allowance.

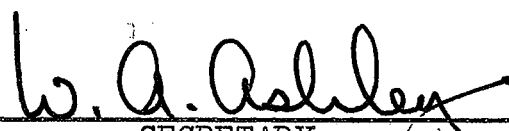
A laid off employe who is given temporary employment by the Authority during his period of layoff is a temporary employe, and, along with other temporary employes, is not included in the Retirement Plan as to such temporary employment.

Mr. Hastings reported to the Committee that Rule # 19 was necessary to clarify the entitlement of laid off employes in regard to retirement benefits and that Rule # 20 was required to define temporary employes. Mr. Hastings reported to the Committee that Rule # 19 gives the laid off employes certain benefits that are not clearly stipulated in the Plan. After considerable discussion, a motion was made by Mr. Flynn,


seconded by Mr. Graybiel, the Committee unanimously approved adoption of Rule # 19, retroactive to February 1, 1973 and that Rule # 20 be held in abeyance until the next meeting.

There being no further business, on a motion by Mr. Flynn, seconded by Mr. Graybiel, the Committee unanimously agreed to adjourn.

The meeting adjourned at 11:30 AM.



SECRETARY
RETIREMENT ALLOWANCE COMMITTEE



CHAIRMAN
RETIREMENT ALLOWANCE COMMITTEE

Dated: MAR 19 1973
WAA:eam