

RETIREMENT PLAN
FOR
CHICAGO TRANSIT AUTHORITY EMPLOYEES

The 309th Meeting of the Retirement Allowance Committee was held on January 20, 1975, in the Conference Room - Room 444, Merchandise Mart, and the following were in attendance:

Mr. W. A. Ashley	Mr. A. Kemp
Mr. J. L. Aurand	Mr. F. McCrea
Mr. L. Beatty	Mr. J. F. O'Brien
Mr. J. Blaa	Mr. J. Tiffy

Mr. F. Mullen, alternate for Mr. J. Hastings, was also present. Neither Mr. P. J. Kole or his alternate was present.

The Chairman called the meeting to order at 11:05 a.m.

On a motion by Mr. Tiffy, seconded by Mr. McCrea, the minutes of the 308th Meeting held on December 16, 1974 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 one (1) Survivorship Option was submitted for approval at this meeting. The one (1) option submitted was for Option "B". On a motion by Mr. McCrea, seconded by Mr. Blaa, the Committee unanimously approved the one (1) Survivorship Option submitted by the Secretary.

The Secretary advised that thirty-one (31) applications for retirement were submitted to this office for presentation at this meeting. One application was for a Donald O. Frey, Transportation Department, with a request that it be made retroactive to January 1, 1975.

On a motion by Mr. Kemp, seconded by Mr. McCrea, the Committee approved the thirty-one (31) applications submitted by the Committee.

The Secretary reported that during the month five (5) employes on Total and Permanent Disability were examined by the Medical Department or their records reviewed.

On a motion by Mr. McCrea, seconded by Mr. Blaa, the refunds numbering twenty-eight (28) and totaling \$99,008.00 to be paid January 31, 1975, as per the attached statement, were unanimously approved.

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

The Secretary presented the Chicago Transit Authority bills totaling \$7,330.13 and miscellaneous bills totaling \$66,040.91 for approval. On a motion by Mr. Blaa, seconded by Mr. O'Brien, the Committee unanimously approved payment of these bills.

The Secretary reported that for the payment of January 31, 1975, Death Benefits numbering thirty-seven (37) and amounting to \$62,000.00 were submitted for approval. On a motion by Mr. Kemp, seconded by Mr. McCrea, the Committee unanimously approved payment of the Death Benefits, as per the attached list.

The Secretary advised that since members of the investment subcommittee were still actively engaged with negotiations of the wage contract, there was no activity to report to the Committee.

The Secretary informed the Committee of the follow-up report regarding Pearl Waite. He stated that her son was still living in Florida and had not yet responded to correspondence. An investigation revealed that the mother is still living in Toledo, Ohio. Mr. Mullen stated that he feels we have no leverage against the son legally. The Secretary stated that a letter was sent to the son on November 15, 1974 via registered mail with a return receipt requested. The receipt was returned but no answer to the letter has been received. The Secretary recommended that we continue to hold payment on the benefits and if Pearl Waite dies we do not authorize any payment until we get a full accounting of the funds from her son. At the moment there seems to be no response as to whether or not she has had her rights restored and is mentally competent to handle her own affairs.

The Secretary informed the Committee as to the present status in the case of Samuel Glover. The Secretary brought the Committee up to date and stated that on October 1, 1974 Mr. Glover returned to work and in December he called Mr. Fred King and told him that he got a raise in social security benefits and now wants to be retired retroactive to January 1, 1975. He stated he would not file until he finds out what he would get as a retirement allowance. The Secretary indicated that he would not get anymore than he was originally scheduled to receive.

The Secretary brought up the question of the interest factor to be used for the Plan Year January 1, 1974 to December 31, 1974 to be applied to contributions up to December 31, 1973. The Secretary advised that the gross income for the Plan Year ending December 31, 1974 for interest earned and the net gains and losses of sales of securities was \$5,467,542.37. The net income for the above mentioned Plan Year after deducting \$268,365.13 for expenses during the Plan Year was \$5,199,177.24. Using the formula set forth in Paragraph 15.6 of the Plan, the interest earned on the net income during the Plan Year was 3.5336 per cent.


On a motion by Mr. Blaa, seconded by Mr. Tiffy, the Committee unanimously approved the setting of the interest rate at 1.80 per cent on the employee contributions for the Plan Year ending December 31, 1974 in accordance with the maximum amount to be applied to the total contributions up to December 31, 1973.

The Secretary advised that since the General Office would be closed on the next scheduled meeting date of February 17, 1975, the meeting should be held on Tuesday, February 18, 1975 at 10:30 a.m. in Room 444. On a motion by Mr. Tiffy, seconded by Mr. Kemp, the Committee unanimously approved the new meeting date.


The Secretary advised that pensioner, John J. Ochota retired on October 1, 1973 and had elected an Option. Since Mr. Ochota predeceased his wife, who has since remarried, she will continue to receive the Option payment under her new married name. This was the first incident of payment under the Option Plan.

The Secretary also advised that James Burns, who retired March 1, 1974, had selected Option "B" and since his wife predeceased him he will now return to a full pension payment.

There being no further business, on a motion by Mr. Tiffy, seconded by Mr. O'Brien, the Committee unanimously agreed to adjourn. The meeting was adjourned at 11:35 a.m.



SECRETARY
RETIREMENT ALLOWANCE COMMITTEE



CHAIRMAN
RETIREMENT ALLOWANCE COMMITTEE

DATED: FEB 18 1975