

RETIREMENT PLAN

FOR

CHICAGO TRANSIT AUTHORITY EMPLOYEES

The 411th Meeting of the Retirement Allowance Committee was held on Monday, March 21, 1983, at 10:30 A.M., in the Board Room, Room 734, Merchandise Mart. The following were in attendance:

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| Mr. W. Ashley | Mr. D. Perk |
| Mr. A. Kasmer, Jr. | Mr. I. Thomas |

Mr. R. Goldman, alternate for Mr. J. Weatherspoon, was present. Mr. A. Kemp, alternate for Mr. C. Hall, was present. Mr. H. Hegarty, alternate for Mr. E. Flowers, was present. Mrs. A. Curtis, alternate for Mr. P. Kole, was present. Mr. R. O'Connor, alternate for Mr. R. Fleming, was present. Mr. R. Bartkowicz, alternate for Mr. J. Gallagher, was present. Messrs. L. Brown and L. Morris were present. Messrs. D. Lemm, G. Nagle and Ms. C. Cox were present. Mr. J. Bidwill was also present. Messrs. E. Hamilton and W. Leszinske of Continental Bank were present. Mr. C. Manning of the Plan Attorney's Office was present. Mr. J. Baratka of The Wyatt Company was present.

The Assistant Secretary called the meeting to order at 10:37 A.M. and informed the Committee that due to the absence of the Chairman and Vice Chairman it would be necessary to appoint a Chairman Pro Tempore. On a motion by Mr. Hegarty, seconded by Mr. Perk, the Committee unanimously appointed Mr. A. Kasmer, Jr. Chairman Pro Tempore.

Mr. Leszinske of Continental Bank turned the Committee's

attention to a letter, dated March 11, 1983, entitled "February Market Summary." (A copy is attached to these minutes).

Mr. Leszinske noted that interest rates had decreased during the month. He also noted that it is anticipated that interest rates will decline further as the year progresses.

Mr. Hamilton of Continental Bank informed the Committee that since the last meeting the Growth Screen Fund had been entirely liquidated and monies had been deposited in a money market, cash equivalent type fund. Mr. Hamilton noted that based upon the present estimates, the liquidation of the Screen Fund has saved the Fund a little over \$19,000 in commissions. Mr. Leszinske noted that all of the trades were executed through the Chicago offices of various brokerage firms.

The Chairman asked for approval of the Minutes of the 410th Meeting, held February 25, 1983. On a motion by Mr. Goldman, seconded by Mr. Kemp, the Committee unanimously approved the Minutes of the 410th Meeting, held February 25, 1983.

The Secretary made the announcement of deaths reported since the last meeting, as per the attached list.

The Secretary presented a total of five (5) Survivorship Options for approval, including an option for George B. Noonan which the Secretary asked be tentatively approved pending receipt of several documents. On a motion by Mr. Kemp, seconded by Mr. Hegarty, the Committee unanimously approved the Survivorship Options including that of George B. Noonan.

The Secretary presented a total of one (1) Pre-Retirement Surviving Spouse Option for approval. On a motion by Mr. Hegarty,

seconded by Mr. Perk, the Committee unanimously approved the Surviving Spouse Option.

The Secretary presented fifteen (15) Applications for Retirement, including a request that the disability retirement of John L. Debro be made retroactive to February 1, 1983. The Secretary noted that the circumstances surrounding the request for retroactivity had been reviewed and recommended approval. On a motion by Mr. O'Connor, seconded by Mr. Thomas, the Committee unanimously approved the applications for retirement including the retroactive retirement of John L. Debro to February 1, 1983.

The Secretary reported that five (5) employees who are receiving Disability Retirement Benefits were examined or had their file reviewed.

The Secretary presented eighteen (18) refunds, totaling \$219,023.33 for approval. The comparison figures for the same period of time one year ago were sixty (60) refunds, totaling \$441,855.79. On a motion by Mr. Perk, seconded by Mr. Hegarty, the Committee unanimously approved payment of the refunds of contributions to be paid March 31, 1983.

The Secretary presented the report of Deposits, Disbursements and Investments noting that as of February 28, 1983 there was a total of \$477,739,881.29 in cash and investments.

The Secretary presented one (1) Chicago Transit Authority bill, totaling \$40,026.82; twelve (12) Operating Bills, totaling \$27,075.30; and, seven (7) remittances, totaling \$254,958.52. The Secretary noted that the second quarter remittance of Federal Income Taxes was also being made in the amount of \$79,383.82. On a motion by

Mr. Thomas, seconded by Mr. Perk, the Committee unanimously approved payment of the bills totaling \$401,444.46.

The Secretary submitted for approval thirty-six (36) Death Benefits, totaling \$69,000.00. The comparison figures for the same period of time one year ago were twenty-five (25) Death Benefits, totaling \$58,500.00. On a motion by Mr. Thomas, seconded by Mr. Hegarty, the Committee unanimously approved payment of the Death Benefits, as per the attached list.

The Secretary noted that in the absence of the Plan Attorney he recommended that items a, c, d, e, f and g under Unfinished Business be held in abeyance until the Plan Attorney was present.

At the request of the Secretary, Mr. C. Manning of the Plan Attorney's Office presented a verbal report on the real estate investment at 3660 N. Lake Shore Drive; a written report of which had been given to Committee Members at the previous meeting.

The Secretary reported that on the advice of Mr. D. Lamm it was time for the renewal of the Fiduciary Liability Insurance coverage. After a brief discussion, Mr. Perk made a motion that Mr. Lamm be given authority to renegotiate a premium for the renewal of the Fiduciary Liability Insurance and report back to the Committee at a later meeting. Mr. Kemp seconded the motion and the Committee unanimously agreed.

The Secretary passed out to the Committee Members a letter stating that the Authority would not be producing the Benefit Statement. The Secretary recommended that a motion be passed authorizing the Secretary's Office to begin the process of developing a Benefits Statement that would be issued to each active employee showing his/her

credited Retirement Plan contributions. After a brief discussion, on a motion by Mr. Hegarty, seconded by Mr. Kemp, the Committee unanimously approved the production of the Employee Benefit Statement for 1983 to be paid for by the Plan.

There being no further business, on a motion by Mr. Thomas, seconded by Mr. Goldman, the Committee unanimously agreed to adjourn at 11:07 A.M.

SECRETARY
RETIREMENT ALLOWANCE COMMITTEE

CHAIRMAN
RETIREMENT ALLOWANCE COMMITTEE

DATED _____