

RETIREMENT PLAN  
FOR  
CHICAGO TRANSIT AUTHORITY EMPLOYEES

The 429th Meeting of the Retirement Allowance Committee was held on Monday, September 17, 1984, in the Board Room, Room 734, Merchandise Mart. The following were in attendance:

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| Mr. C. Andersen     | Mr. P. Kole |
| Mr. R. Andrzejewski | Mr. D. Perk |

Mr. C. Hall, alternate for Mr. E. Gresham. was present.

Mr. L. Morris, alternate for Mr. I. Thomas, was present.

Mr. H. Hegarty, alternate for Mr. E. Flowers, was present.

Mr. L. Brown, alternate for Mr. A. Kasmer, was present. Neither Ms. W. Black nor her alternate was present. Messrs. R. Bartkowicz, R. O'Connor and Mrs. A. Curtis were present. Messrs. G. Nagle, J. Mullen, Ms. P. Williams and Ms. C. Cox were present. Messrs. W. Ashley and J. Weatherspoon were also present. Mr. R. Burke, the Plan Attorney, was present. Mr. J. Baratka of The Wyatt Company was present. Mr. G. Schedler of the Harris Trust & Savings Bank was present. Dr. R. Zerbst of Piedmont Realty Advisors, Inc. was present. Mr. B. Scholz, pensioner representative, was also present.

The Assistant Secretary called the meeting to order at 10:35 A.M. and informed the Committee that in the absence of the Chairman and Vice Chairman it was necessary to appoint a Chairman Pro Tempore. Mr. Hall made a motion to appoint Mr. Kole as Chairman Pro Tempore, Mr. Andersen seconded the motion, and the Committee unanimously approved.

The Assistant Secretary further noted that in accordance with the By-Laws it was necessary that an alternate be appointed to sit in for Mr. Gallagher. The Chairman appointed Mr. Jania to sit in for Mr. Gallagher, and the Committee unanimously approved.

The Chairman called for approval of the Minutes of the 428th Meeting, held August 20, 1984. On a motion by Mr. Hall, seconded by Mr. Brown, the Committee unanimously approved the Minutes of the 428th Meeting, held August 20, 1984.

The Assistant Secretary informed the Committee that it had been brought to his attention that under Robert's Rules of Order the Secretary could not act as Chairman Pro Tempore. Mr. Perk then made a motion nominating Mr. Hall as Chairman Pro Tempore, Mr. Morris seconded the motion, and the Committee unanimously approved.

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

The Assistant Secretary informed the Committee that there were no Survivorship Options to be presented for approval.

The Assistant Secretary informed the Committee that there was one (1) Pre-Retirement Surviving Spouse Allowance for approval. On a motion by Mr. Kole, seconded by Mr. Perk, the Committee unanimously approved the Pre-Retirement Surviving Spouse Allowance. Mr. Kole then asked exactly what was being approved as this option was now automatic. He further questioned the necessity of the Committee's approval of the option or if it could simply be handled as an announcement on the meeting agenda. The Assistant Secretary stated that approval was being given for payment of the monthly allowance to the surviving spouse which becomes effective due to

the demise of an active employee, where applicable. The Assistant Secretary further stated that he would seek counsel from the Plan Attorney as to how this matter should be handled at the meetings.

The Assistant Secretary presented eight (8) Retirement Applications for approval. On a motion by Mr. Kole, seconded by Mr. Brown, the Committee unanimously approved the Retirement Applications.

The Assistant Secretary reported that eight (8) employees who are presently receiving Disability Retirement Benefits were examined or had their file reviewed.

The Assistant Secretary presented twelve (12) Refunds of Contributions, totaling \$91,562.55 for approval. The comparison figures for the same period of time one year ago were twenty-three (23) refunds, totaling \$195,199.11. On a motion by Mr. Kole, seconded by Mr. Perk, the Committee unanimously approved the Refunds of Contributions to be paid on September 30, 1984.

The Assistant Secretary turned the Committee's attention to the Trustee Summary and presented the report of Deposits, Disbursements and Investments noting that the total portfolio has a market value of \$564,687,904.02 at a cost of \$541,613,293.73.

The Assistant Secretary reported that there was one (1) Chicago Transit Authority bill, totaling \$42,557.46; nineteen (19) Operating bills, totaling \$28,951.39; nine (9) Remittances, totaling \$408,632.42; and the FIT Deposit, totaling \$100,286.28, to be approved for payment. On a motion by Mr. Kole, seconded by Mr. Morris, the Committee unanimously approved payment of the bills and remittances, totaling \$580,427.55, to be paid September 30, 1984.

The Assistant Secretary presented for approval eighteen ~~(18) Death Benefits, totaling \$38,000.00. The comparison figures~~ for the same period of time one year ago were twenty-nine (29) Death Benefits, totaling \$72,000.00. On a motion by Mr. Kole, seconded by Mr. Perk, the Committee unanimously approved payment of the Death Benefits.

The Assistant Secretary noted that the subject regarding the ownership of the Harris Trust and Savings Bank had been addressed by Messrs. Greg Schedler and Jon Brightman of Harris Bank at a meeting held on September 11, 1984, there was no motion necessary and unless there were questions the matter had been cleared up at that time.

At the request of the Chairman, Dr. R. Zerbst of Piedmont Realty Advisors, Inc. presented an update on the present direct real estate investments and explained the quarterly report, as prepared by Ms. Barbara Cambon, which outlined the indirect investments and the real rates of return being realized from the investments. Dr. Zerbst also informed the Committee that there have been several changes in the real estate investment venture located in the Woodfield Business Center, as originally approved by the Committee. Dr. Zerbst stated that due to these changes a new contract had been drawn up and was in the final stages of negotiations. He further noted that he had prepared a memorandum which explained all the changes involved and once a final agreement is reached, the Assistant Secretary would distribute the memo to all Committee Members and Alternates for review prior to conducting a telephone poll to obtain a vote on the matter.

The Assistant Secretary informed the Committee that ~~Moises Rajczyk who went on Disability Retirement on August 1, 1984~~

had returned to duty on August 31, 1984; and, McArthur Barnes who went on Disability Retirement on September 1, 1983 had returned to duty on September 4, 1984.

The Assistant Secretary informed the Committee that, effective September 4, 1984, the Internal Auditing Department of the Authority had resumed auditing the monthly retirement benefit payments.

The Assistant Secretary informed the Committee that the B-2/3 Survivorship Option for Clifton Servant which had been approved at the meeting of August 20, 1984 had been revoked.

The Assistant Secretary informed the Committee that it was necessary to appoint a Plan Actuary and Plan Auditor for the 1984 Plan Year and noted that a motion was necessary to retain Arthur Young & Company as Auditor, and The Wyatt Company as Actuary for the 1984 Plan Year. On a motion by Mr. Perk, seconded by Mr. Brown, the Committee unanimously agreed to retain Arthur Young & Company as Auditor and The Wyatt Company as Actuary for the 1984 Plan Year.

The Assistant Secretary turned the Committee's attention to the Annual Report, which had been distributed with the meeting material packet and noted that any questions should be directed to the Secretary's Office.

There being no further business, on a motion by Mr. Brown,  
seconded by Mr. Hegarty, the Committee unanimously agreed to adjourn  
at 11:57 A.M.

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SECRETARY  
RETIREMENT ALLOWANCE COMMITTEE

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CHAIRMAN  
RETIREMENT ALLOWANCE COMMITTEE

DATED \_\_\_\_\_