

AGENDA

FOR THE 495TH RETIREMENT MEETING OF APRIL 24, 1990

1. Meeting will be called to order at 10:30 a.m., Mark Beaubien Room, 16th floor, Holiday Inn - Mart Plaza.
2. Roll call.
3. Approval of the Minutes of the 494th Meeting held March 27, 1990.
4. Investment Subcommittee report.
5. Real Estate Subcommittee report.
6. Subcommittee on General Administration.
  - a) Announcement of deaths reported since the last meeting.
  - b) Presentation of Pre-Retirement Surviving Spouse Allowances for approval.
  - c) Presentation of new retirement applications for approval.
    - a) Rafael Martinez - retroactive to 4/1/90.
  - d) Presentation of Death Benefits for approval.
  - e) Presentation of Refunds of Contributions for approval.
  - f) Presentation of Bills and Remittances for approval.
  - g) Johnnie Howard #7943 - returned to duty 2/8/90.
  - h) Jean Collins #13459 - returned to duty 3/8/90.

7. Report by Executive Director of Fund performance.

8. Unfinished Business.

a) By-laws Subcommittee report.

9. New Business.

a) Task Force on Pension Earnings report.

10. Adjournment.

rev. 4/19/90

## RETIREMENT PLAN FOR CHICAGO TRANSIT AUTHORITY EMPLOYEES

The 495th Meeting of the Retirement Allowance Committee was held Tuesday, April 24, 1990 at 10:30 A.M. in the Merchants Room, Holiday Inn - Mart Plaza. The following were in attendance:

Mr. E. Gresham	C. Andersen
C. Knox	C. Burrus
	E. Hill

Mr. D. Perk, Executive Director was present. Alternate W. Buetow sat in A. Mandolini's stead. Alternate H. Williams sat in I. Thomas' stead. Alternate L. Morris sat in W. Black's stead. Messrs. R. Pirovano, Ms. P. Williams and Mrs. G. Cage of the Pension Office staff were present. Ms. S. Luthy and Mr. F. Duda of the Harris Trust and Savings Bank were present. Mr. T. Paravola of Burke, Wilson & McIlvaine was also present. Mr. B. Scholz, pensioner representative was in attendance.

The Chairman called for an executive session before the regularly scheduled meeting in order to discuss a request for a fee increase by the Plan Attorney's office. A motion by Mr. Andersen to approve the fee increase of \$125.00 per hour for the partners and \$110.00 per hour for associates was seconded by Mr. Hill. The Committee unanimously approved.

- (1) The Chairman called the meeting to order at 11:00 a.m.
- (2) A roll call was taken which indicated that a quorum of the Committee members was present.
- (3) On a motion by Mr. Gresham, seconded by Mr. Andersen, the Committee unanimously approved the Minutes of the 494th Meeting held March 27, 1990.
- (4) In the absence of the chairman, Mr. E. Gresham reported on the topics of discussion at the Investment Subcommittee meeting. He noted that the Subcommittee recommended that the Committee reduce the equities to not more than 65 percent of the Fund plus \$25 million dollars from the cash account to the fixed income account. He recommended that equities managed by Franklin Asset

Management and Fidelity Management each be reduced by approximately \$25 million and that another \$25 million be taken from the cash account with the total of about \$75 million to be allocated to fixed income securities.

(5) In the absence of the Chairman, Mr. E. Hill, reported on the topics of discussion at a special meeting held on April 2, 1990. The Retirement Allowance Committee approved a \$15 million investment in the Meridian Industrial Park project. The subcommittee asked Dr. Zerbst of Piedmont Realty Advisors, Inc. for an explanation of some changes in the investment. The subcommittee was satisfied with the explanation and instructed Dr. Zerbst to proceed with the deal subject only to approval of the documents by the Plan Attorney.

(6) Mr. Andersen, Chairman of the General Administration and Annuities Management Subcommittee reported on the topics of discussion at his meeting of April 19, 1990. He noted that items 6 (a) - (h) were reviewed and recommended approval of items 6 (b) - (f).

(7) The Executive Director turned the Committee's attention to the Report on Deposits, Disbursements and Investments in the Trustee Summary and noted that the value of the total assets of the Plan as of March 31, 1989 amounted to \$939,609,294.57.

(8a) This item was deferred. Mr. Knox asked the Plan Attorney to send copies of the latest draft to the Subcommittee.

(9a) This item was deferred. Mr. Hill stated that additional information was needed from CTA's Finance Department. Mr. Knox agreed to get union documentation for the number of people involved regarding the calculation of compensation for pension earnings purposes. The Task force will have a second meeting and report back to the Committee.

The Retirement Allowance Committee unanimously agreed to approve items 4 and 6 (b) - f on the omnibus motion by E. Gresham, seconded by E. Hill.

The Committee unanimously agreed to adjourn at 12:00 p.m.