

REVISED AGENDA

FOR THE 504th RETIREMENT MEETING OF JANUARY 30, 1991

1. Meeting will be called to order at 10:30 a.m., Steamboat Room -14th Floor - Holiday Inn Mart Plaza.
2. Roll call.
3. Approval of the Minutes of the 503rd Meeting held December 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.
 - i) Willie Brewster - retroactive to 9-1-90
 - d) Presentation of Death Benefits for approval.
 - e) Presentation of Refunds of Contributions for approval.
 - f) Presentation of Bills and Remittances for approval.

g) James D. Przybylski - request for retroactivity to November 1, 1990.

h) Rosa Irizarry #5104 - returned to duty on January 7, 1991.

i) Ervin Schultz revoked his Survivorship Option which was to have become effective on January 1, 1991 and which was approved at the Retirement Allowance Committee meeting of December 27, 1990.

j) Raymond Carson revoked his Survivorship Option which was to have become effective on January 1, 1991 and which was approved at the Retirement Allowance Committee meeting of December 27, 1990.

k) Quillen Chubb revoked his Survivorship Option which was to have become effective January 1, 1991 and which was approved at the Retirement Allowance Committee meeting of December 27, 1990.

7. Report by Executive Director of Fund performance.

8. Unfinished Business.

a) Settlement Agreement Task Force report.

b) Task Force on Pension Earnings report.

9. Election of Chairman and Vice - Chairman.

10. Adjournment.

1/17/91

RETIREMENT PLAN FOR CHICAGO TRANSIT AUTHORITY EMPLOYEES

The 504th Meeting of the Retirement Plan for Chicago Transit Authority Employees was held Wednesday, January 30, 1991 at 10:30 A.M. at the Holiday Inn Mart Plaza, Steamboat Room, 14th floor. The following were in attendance:

Mr. I. Thomas, Vice Chairman	Mr. C. Burrus, Chairman
L. Brown	C. Andersen
Ms. W. Black	A. Mandolini
	M. Holzman
	E. Hill

Mr. D. Perk, Executive Director was present. Alternates D. Washington R. Baughn, L. Brown, M. Caffery and H. Hegarty were present. Alternates D. Hillock, J. Lawrie, D. Carter, W. Buetow and Mrs. A. Curtis were also in attendance. Alternate L. Morris sat in T. Collins' stead. Alternate B. Rayford sat in J. Forte's stead. Messrs. R. Pirovano, L. Smith, Mrs. G. Jemison and Ms. P. Williams of the Pension Office staff were present. Ms. S. Luthy and Mr. F. Duda of the Harris Trust and Savings Bank was in attendance. Mr. T. Paravola of Burke, Wilson & McIlvaine was in attendance. Messrs. B. Scholz and R. Goldman, pensioner representatives were in attendance. Mr. C. Knox; Local 308 was present.

- (1) The Chairman called the meeting to order at 10:40 A.M.
- (2) A roll call was taken which indicated that a quorum of the Committee members was present.

The new alternates from Locals 241, 308 and 1247 were then introduced to the Retirement Allowance Committee.

(3) On a motion by Mr. Holzman, seconded by Mr. Hill, the Committee unanimously approved the Minutes of the 503rd Meeting held December 27, 1990.

(4) Mr. Anthony Mandolini, Chairman of the Investment Subcommittee made a report on his meeting of January 30, 1991 (copy of Meeting minutes attached). He noted that he would report back to the full Committee on any recommendations with regards to fixed income.

(5) Loid Brown made a report on the Real Estate Subcommittee noting that there was some discussion regarding the possible termination of Piedmont Realty due to its merging with RREEE. The Real Estate consultant questioned this and stated that Piedmont should continue to manage the portfolio and that he would be in contact with Piedmont regarding the purchase of property and other investment opportunities under the new structure. There was some discussion as to changing the real estate asset allocation which led to a motion by Mr. Brown, seconded by Mr. Hill to go over the amount currently in the asset allocation. The Committee unanimously approved.

(6) Mr. Andersen, Chairman of the General Administration Subcommittee reported on his meeting of January 16, 1991 noting that they reviewed items 6 (a-k) and recommended approval on items 6 (b-g). On a motion by Mr. Andersen, seconded by Ms. Black the Committee unanimously approved items 6 (b-g) and also approved filing of the report.

(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 December 1990 performance for the total Fund was 2.61% and the value of the assets of the Plan as of December 31, 1990 amounted to \$924,503,630.

(8a) With regard to the Settlement Agreement Task Force Mr. Paravola noted that there were two alternatives that could be taken to rectify this issue: (1) The Authority could address this matter by purchasing an annuity for each of the employees involved or (2) To amend the Plan so that there is a provision for recognizing these individuals. If the second alternative was chosen a side letter of agreement should be drafted and signed by the parties involved. After brief discussion, a side letter was recommended to make a provision to amend the Plan. It was recommended to reevaluate the Plan to see where an amendment to the Plan could be beneficial.

(8b) The Plan Attorney addressed this issue noting the revised definition of "compensation" for union officers. Paravola also discussed a side letter which was drafted by the Plan attorney amending Rule 14 of the Retirement Plan. After some discussion by the Committee members it was moved by Mr. Hill and seconded by Mr. Brown that Rule 14 be adopted as of January 30, 1991 and that this amendment would be effective for Plan Years subsequent to 1990.

The Committee unanimously agreed to reschedule its next Retirement Allowance Committee meeting on Wednesday, February 20, 1991 at 2 p.m.

(9) The Committee unanimously named Mr. I. Thomas to serve as Chairman and Mr. C. Burrus to serve as Vice-Chairman of the Retirement Allowance Committee for a period of two years.

The Executive Director then passed out a handout regarding the 1990 Arbitration Award for the Committee's perusal.

(10) The Committee unanimously agreed to adjourn to an executive session for discussion of Pension personnel matters at 12:15 P.M.