

## REVISED AGENDA

### FOR THE 530TH RETIREMENT MEETING OF MARCH 25, 1993

1. Meeting will be called to order at 10:30 a.m., Harris Trust & Savings Bank, 111 West Monroe Street, Executive Dining Rooms - West Side, 37th floor.
2. Roll call.
3. Approval of the Minutes of the 529th Meeting held February 25, 1993.
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) George Ehardt - #04612 - request for retroactivity to 3/1/93.
    - (ii) Guillermo Reyes - #15220 - request for retroactivity to 8/1/92.
    - (iii) Janice Ruffin - #13880 - request for retroactivity to 3/1/93.
    - (iv) Harry Hawke - #36486 - request for retroactivity to 3/1/93.
  - d) Presentation of Death Benefits for approval.
  - e) Presentation of Refunds of Contributions for approval.
  - f) Presentation of Bills and Remittances for approval.
7. Unfinished business.
  - a) Pan Agora Asset Management - status.
  - b) SEI Capital Resources - status.
  - c) Arthur E. Bell - #08598 - scheduled to receive a new pension seniority date of December 16, 1991 for failing to repay refund of contributions of \$16,734.58 under Rule #21 - discharged 1/21/93.

8. New business.

a) Proposed Rule No. 32.

9. Report by Executive Director.

10. Adjournment.

03/18/93

## RETIREMENT PLAN FOR CHICAGO TRANSIT AUTHORITY EMPLOYEES

The 530th Meeting of the Retirement Allowance Committee was held Thursday, March 25, 1993, 10:30 A.M., at the Harris Trust and Savings Bank, 111 West Monroe Street, 37th floor, Executive Dining Room. The following were in attendance:

Mr. I. Thomas, Vice Chairman  
Mr. T. Collins  
Mr. J. Forte  
Mr. L. Brown

Mr. E. Hill, Chairman  
Mr. T. Stevens  
Mr. M. Holzman  
Mr. W. Buetow

Mr. D. Perk, Executive Director was present. Alternate P. Beavers sat in C. Burrus' stead. Alternate L. Morris sat in W. Black's stead. Alternates D. Washington, R. Baughn, B. Rayford, C. Lang, M. Brogan, R. Schultz and L. Murray were in attendance. Messrs. R. Pirovano, W. Ross and Mrs. G. Cage of the Pension Office staff were also present. Messrs. B. Baker and F. Duda of the Harris Trust and Savings Bank were in attendance. Messrs. B. Scholz, R. Goldman, J. Henderson, T. Vernon and R. Crawford, pensioner representatives were present. Mr. R. Burke, Plan Attorney was also in attendance.

- (1) The Chairman called the meeting to order at 11:15 A.M.
- (2) A roll call was taken which indicated that a quorum of Committee members was present.
- (3) On a motion by Mr. Hill, seconded by Mr. Brown, the Committee unanimously approved the Minutes of the 529th Meeting held February 25, 1993.
- (4) Mr. W. Buetow, Chairman of the Investment Subcommittee reported on the meeting held Thursday, March 25, 1993. On a motion by Mr. Stevens, seconded by Mr. Thomas, the Committee unanimously approved placement of the report of the Investment Subcommittee on file. There was also a request that there be meetings with the Wyatt Company and PanAgora Asset Management to update the Committee on their activities. There was also a request by the Chairman that W. R. Lazard make a presentation to the Investment subcommittee in the near future as well.

(5) There was no Real Estate subcommittee meeting held this month to report. The Executive Director then noted that he had been in contact with Mr. Gibeaut regarding the sale of the East-West Tech property in the PRITA fund and it was noted that the transaction has not yet been finalized. The Executive Director noted that there was a offering price of \$225 million for the property. He also discussed the other properties in the account and what the benefit would be to the Plan if these other properties were sold off.

(6) Mr. T. Collins, Chairman of the General Administration Subcommittee reported on the meeting held Thursday, March 18, 1993 noting that the subcommittee reviewed agenda items 6 (a) - (f) and requested approval for agenda items 6 (b) - (f). There was some discussion regarding 175 retirees who are not covered under the health insurance program. This matter is to be discussed at the next General Administration Subcommittee meeting. It was also noted that Mr. Sam Costabile who had requested a rescission of his retirement application passed away and his refund of contributions would be payable to his spouse. On a motion by Mr. Hill, seconded by Mr. Thomas, the Committee unanimously approved agenda items 6 (b) - (f).

(7) Regarding the decision of the status of PanAgora Asset Management there was a request made by one of the Committee members that PanAgora make a presentation before the Committee and to defer action on this issue until they have done so.

(7b) Regarding the decision of the status of SEI Capital Resources there was some discussion regarding the credibility of this firm in its financial reporting for the Plan because of the discrepancies that have been found in their reports. There was lengthy discussion by Committee members which led to a motion made by Mr. Forte to terminate the relationship of SEI's services with the Retirement Plan. Mr. Brown seconded the motion, but the motion did not pass. After some discussion, Mr. Holzman made a suggestion to defer action on this issue until the Committee has resolved the PanAgora issue. The full Committee agreed. It was also suggested that this item be placed on the agenda for the next meeting.

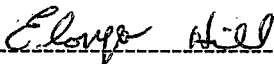
(8) The Plan Attorney then turned the Committee's attention to a discussion regarding the proposed Rule No. 32 which concerns changes made to the tax law rules regarding the treatment of the taxable interest portion of refund payments. The new rule requires that the Plan allow participants to have the interest portion of their refunds paid in a "direct rollover" to a designated IRA or another employer retirement plan. If participants receiving refunds do not so elect, the Plan is required to withhold 20% of the amount of the interest included in the refund. There was then a motion made by Mr. Forte, seconded by Mr. Collins for approval of Rule No. 32 in compliance with the IRS in its handling of the interest portion of those affected individual's refund of contributions.

(9) The Executive Director then made a presentation of the Report of Disbursements, Deposits and Investments in the Trustee Summary and noted that for the month of February the performance for the total Fund was .35% and the value of the total assets of the Plan as of February 28, 1993 amounted to \$1,184,217,833.

(10) There being no further business, the Committee unanimously agreed to adjourn at 12:20 P.M.



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EXECUTIVE DIRECTOR,  
RETIREMENT ALLOWANCE COMMITTEE



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CHAIRMAN  
RETIREMENT ALLOWANCE COMMITTEE

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DATED