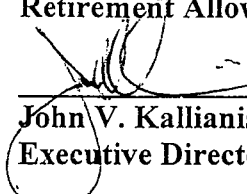


RETIREMENT PLAN FOR CTA EMPLOYEES
10 SOUTH RIVERSIDE PLAZA
SUITE 1625
CHICAGO, ILLINOIS 60606

(312) 441-9694

NOTICE

TO: Retirement Allowance Committee Members and Alternates

FROM: 

John V. Kallianis
Executive Director

DATE: November 19, 2001

RE: RETIREMENT ALLOWANCE COMMITTEE MEETING

This is to announce that the meetings listed below will be held Tuesday, November 27, 2001, at the Northern Trust Company, 50 S. LaSalle Street in the Director's Dining Room on the 6th floor. The agenda for the full Retirement Allowance Committee Meeting is attached.

- The Subcommittee on General Administration at 8:30 A.M.
- The Investment Subcommittee will immediately follow the subcommittee on General Administration.
- The Real Estate Subcommittee will immediately follow the investment Subcommittee.
- The Retirement Allowance Committee Meeting will immediately follow the Real Estate Subcommittee.

If you have any questions on the agenda, please call me at (312) 463-0350.

JVK:gmb
attachment

AGENDA
For the 634th Retirement Allowance Committee Meeting of
November 27, 2001

1. Meeting will be called to order at 8:30 A.M., Northern Trust Co., 50 South LaSalle Street, Directors' Dining Room, 6th floor.
2. Roll call
3. Approval of the Minutes of the 633rd meeting held October 23, 2001.
4. Investment Subcommittee
 - a.) Review of 3rd Quarter Performance
 - b.) SSARIS/RXR
 - c.) Fiduciary Statements
5. Real Estate Subcommittee

No new business
6. Subcommittee on General Administration
 - a.) Announcements of deaths reported since last meeting.
 - b.) Presentation of pre-retirement surviving spouse allowances for approval
 - c.) Presentation of new retirement applications for approval.

Melvin R. Lindsay #14352 applied for disability allowance effective 12-01-01 and is requesting retroactivity to 11-01-01

Samuel Edwards #4711 applied for disability allowance effective 12-01-01 and is requesting retroactivity to 07-01-01

Delores A. Carter #3411 applied for disability allowance effective 12-01-01 and is requesting retroactivity to 07-01-01

J. W. Sutton #26198 applied for disability allowance effective 12-01-01 and is requesting retroactivity to 11-01-01

Jose R. Canales #4600 revoked retirement application which was to become effective 01-01-02.

- d.) Presentation of death benefits for approval.

AGENDA
For the 634th Retirement Allowance Committee Meeting of
November 27, 2001

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e.) Presentation of refunds of contributions for approval.

Walter H. Parks #12395 resigned effective 09-02-97 and chose to vest his contributions and interest. He is now revoking his decision to vest and is applying for a refund.

f.) Presentation of bills and remittances for approval

g.) Gabriel, Roeder, Smith & Co. proposal.

7. Old Business

a.) Part-time union officials

8. New Business

No new business.

9. Executive Session

10. Adjournment

The 634th Retirement Allowance Committee Meeting for the Retirement Plan for Chicago Transit Authority Employees.

I. Full Meeting Minutes

A regular meeting of the Retirement Allowance Committee was held on November 27, 2001 at The Northern Trust. The Chairman and the Executive Director were present. A quorum being present, the meeting was called to order at approximately 10:00 a.m..

A roll call was taken indicating that the following members were present:

Dennis Anosike
Marcellus Barnes
Wanda Black
Loid Brown
Dorval Carter
Claudette Ogletree
Lynn Sapyta
Jerry Williams
Richard Winston

On a motion by Mr. Brown, the minutes of the 633rd meeting were approved.

General Administration Subcommittee Report

A brief report was given by Mr. Barnes on the General Administration Subcommittee Meeting. The report of the Subcommittee, including items 6a through 6g on the subcommittee agenda, which dealt with various benefits, bills and remittances was approved on a motion by Mr. Williams.

Investment Subcommittee Report

Mr. Winston gave a brief report on the issues addressed at the Investment Subcommittee Meeting, including the 3rd Quarter report by Gray and Company and the Fiduciary statements being adopted. The report on the Subcommittee meeting was approved on a motion by Ms. Sapyta.

Real Estate Subcommittee Report

There was no business in front of the Real Estate Subcommittee.

Old Business

Mr. Williams asked that the part-time issue be resolved as it had been dragging on for quite some time. Mr. Winston indicated that there had been progress made at the previous meetings and that the Plan Office was waiting for information from Local 308 and Local 241 to run sample calculations. Mr. Williams indicated that this

information would be almost impossible to gather, given that the time frame stretched back to July of 1996. Mr. Kallianis suggested that the Committee sit down again and work out an alternate resolution, if the data could not be gathered. It was decided that another meeting would have to take place on this issue.

New Business

Mr. Carter updated the Committee on the CTA negotiations with the Teamsters and indicated that an agreement had been reached between the Teamsters and the CTA as far as wages and working conditions and pension provisions. Mr. Carter made a motion for the Committee to approve the pension provisions related to the Teamsters contract. On the question - Ms. Black indicated that this issue, like the one at the last meeting on Local 308's pension provisions, could not be resolved until Local 241 and Local 308 have agreed to the pension provisions together with the CTA.

A roll call vote was requested. Mr. Anosike - yes, Mr. Barnes - no, Mr. Carter -yes, Mr. Brown - yes, Ms. Leonis - not present, Ms. Ogeltree - no, Ms. Sapyta - yes, Mr. Williams - yes, Mr. Winston - yes, Ms. Black - no. On a vote of 6 yes and 3 no, the motion did not carry.

The Retirement Allowance Committee meeting was adjourned at approximately 10:15 a.m. on a motion made by Mr. Brown.

Executive Session

There was no need for Executive Session.

II. General Administration Subcommittee Minutes

A regular meeting of the General Administration Subcommittee was held on November 27, 2001 at The Northern Trust. The Chairman and the Executive Director were present. A quorum being present, the meeting was called to order at 8:35 a.m..

Mr. Barnes presented for approval items 6a through 6f, including the pre-retirement surviving spouse allowances, the regular retirements, disability retirements, death benefits, refunds of contributions and payment of bills and remittances. Mr. Barnes stated that the total of bills and remittances for the month was \$4,637,749.87.

Also included on the agenda as item g was the proposal by Gabriel, Roeder Smith to provide actuarial services to the Retirement Plan. Mr. Kallianis indicated that he was in favor of using GRS for purposes of continuity and for their expertise in the field of Public Fund consulting.

On a motion by Mr. Brown the various benefits, bills and remittances including items 6a through 6g were approved for payment by the Subcommittee.

The Subcommittee on General Administration was adjourned on a motion made by Mr. Anosike.

III. Investment Subcommittee Minutes

A regular meeting of the Investment Subcommittee was held on November 27, 2001 at The Northern Trust. The Chairman of the Subcommittee and The Executive Director were present. A quorum being present, the meeting was called to order at 9:00 a.m..

At the request of the Committee, Mr. Erfort gave an opinion on Item B. on the subcommittee agenda regarding the recent change in ownership at RXR Advisors. Mr. Erfort and Mr. Burke indicated that RXR should come back to the Committee with a request for an approval for a change in ownership, rather than an assignment, as this is the normal course of action the Committee takes.

Mr. Winston then asked Mr. Gray to present Gray and Co's report on the 3rd quarter of 2001. Mr. Gray gave the presentation and highlighted the overall economic conditions for the 3rd Quarter and some of the managers within the report that had under-performed and out-performed their benchmarks. None of the managers was out of line to the extent that Mr. Gray was concerned about performance.

Mr. Gray went on to report on the Private Equity portion of the portfolio, which had not been part of the full report in the past. Mr. Kallianis and Mr. Gray indicated that they were working with the General Partners in the Limited Partnerships to provide up to date information on the status of the CTA's investments.

Mr. Winston then brought up the issue of the Fiduciary Statements that the Committee was to consider this month. On a motion by Ms. Sapyta the Committee approved the fiduciary statements prepared on behalf of the Committee by Burke, Warren, McKay and Serritella. Mr. Burke indicated that he would send the statement to Mr. Anosike for adoption and signature and then

The Subcommittee on Investments was adjourned on a motion made by Mr. Barnes.

IV. Real Estate Subcommittee Minutes

There was no business for the Real Estate Subcommittee.

Executive Director

Chairman