

**AGENDA**  
**For the 642<sup>nd</sup> Retirement Allowance Committee Meeting of**  
**July 23, 2002**

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7. Old business
    - a.) Proposed rule change for Survivorship Options.
    - b.) Pre-tax contributions to the Fund.
    - c.) Part-time union officials
  8. New Business
  9. Executive Session
  10. Adjournment
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The 640<sup>th</sup> 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 May 30, 2002 at The Northern Trust. The Chairman and the Executive Director were present. A quorum being present, the meeting was called to order at approximately 10:10 a.m.

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

Robert Smith as an alternate for Dennis Anosike  
Marcellus Barnes  
Wanda Black  
Loid Brown  
Pam Beavers as an alternate for Dorval Carter Jr.  
Sue Leonis  
Leon London as an alternate for Claudette Ogletree  
Lynn Sapyta  
Jerry Williams  
Richard Winston

On a motion by Mr. Brown, the minutes of the 639<sup>th</sup> 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, which dealt with various benefits, bills and remittances was approved on a motion by Mr. Brown.

**Investment Subcommittee Report**

A brief report was given by Mr. Winston on the Investment Subcommittee meeting.

The Investment Subcommittee met prior to the general meeting, hearing from Jim Coffin from Janus.

The Investment Subcommittee also heard from Larry Gray from Gray & Co. regarding first quarter, 2002 results.

The report on the Subcommittee meeting was approved on a motion by Mr. Williams.

### **Real Estate Subcommittee Report**

Mr. Kallianis gave an update on the purchase of RREEF by Deutsche Bank. He reported that Townsend's only concern was that there was no plan for the mid-level people to move up and participate in management and profit of the firm. Townsend has since been satisfied that there is a plan in place to address this issue and will issue a letter advising us to consent.

Mr. Kallianis also indicated that Steve Burns was invited to the June meeting, and will have the first quarter results.

Mr. Kallianis also gave an update on the potential selling of Paine Webber by UBS Warburg.

### **Old Business**

Mr. Williams reported that a judge ruled that the arbitrator was outside of his authority when he made his decision regarding the Part Time Officers and overturned the decision.

Mr. Burke indicated that he thought the committee should wait to see the results of a possible appeal because the staff may end up having to "undo" any changes to benefits in the future.

### **New Business**

There was a motion by Mr. Brown to have a luncheon for the retiring Vice Chair (Ms. Black), of the Retirement Allowance Committee in July 2002. The committee approved.

The Retirement Allowance Committee meeting was adjourned at approximately 10:30 a.m. on a motion made by Ms. Black.

### **Executive Session**

There was no Executive Session.

## II. General Administration Subcommittee Minutes

A regular meeting of the General Administration Subcommittee was held on May 30, 2002 at The Northern Trust. The Chairman and the Executive Director were present. A quorum being present, the meeting was called to order at 8:45 a.m.

Mr. Barnes presented for approval items 6a through 6f., including the pre retirement surviving spouse allowances, the regular retirements, disability allowances, death benefits, refund of contributions and payment of bills and remittances. Mr. Barnes stated that the total of bills and remittances for the month was \$4,144,966.92.

Mr. Kallianis presented item g., Web-site for the Plan, and is working on proposal from our current email provider. Mr. Kallianis asked the Committee for approval to have the website put together by Gubman, Inc. for the coast of \$2,600.00

On a motion by Mr. Williams, the Committee approved item g.

Ms. Black indicated that the Unions have filed a law suite (of conflicting medical coverage), which is still pending.

The Subcommittee on General Administration was adjourned on a motion made by Ms. Black.

## III. Investment Subcommittee Minutes

A regular meeting of the Investment Subcommittee was held on May 30, 2002 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.

Mr. James Coffin from Janus gave the Subcommittee updates on Janus' recent performance and indicated that they had made some changes to day to day administration of the fund for the better. He asked for the Committee's patience.

Mr. Gray than give the Subcommittee a report on the first quarter results of the overall fund.

Mr. Day from Marco Consulting Group then presented three managers , PRIMCO, Dwight and Goode that he asked the Committee to consider for the increase in Stable Value. Mr. Kallianis indicating that the Special Investment Subcommittee meeting was set for June 14, 2002 at 9:00 a.m.

Mr. Ross briefly reported on the financial market value. - Current month performance of -1.86%. Year to date - 84%. Currently at close of business on May 29, the market value of the total Portfolio was approximately 1,610,000,000.

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

#### IV. Real Estate Subcommittee Minutes

A regular meeting of the Real Estate Subcommittee was held on May 30, 2002 at The Northern Trust. The Chairman and the Executive Director were present. A quorum being present, the meeting was called to order at 9:50 a.m..

Mr. Kallianis gave an update on the purchase of RREEF by Deutsche Bank. He reported that Townsend's only concern was that there was no plan for the mid-level people to move up and participate in management and profit of the firm. Townsend has since been satisfied that there is a plan in place to address this issue and will issue a letter advising us to consent.

Mr. Kallianis also indicated that Steve Burns was invited to the June meeting, and will have the first quarter results.

Mr. Kallianis also gave an update on the potential selling of Paine Webber by UBS Warburg.

The Real Estate Subcommittee was adjourned on a motion by Mr. Barnes.

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Executive Director

Chairman