The 423rd Meeting of the Retirement Allowance Committee was held on Monday, March 19, 1984, at 10:30 A.M., in the Board Room, Room 734, Merchandise Mart. The following were in attendance:

Mr. C. Andersen  Mr. D. Perk
Mr. C. Hall      Mr. I. Thomas
Mr. A. Kasmer    Mr. J. Weatherspoon
Mr. P. Kole

Mr. H. Hegarty, alternate for Mr. E. Flowers, was present. Mr. R. O'Connor, alternate for Mr. J. Gallagher, was present. Neither Mr. Andrzejewski nor his alternate was present. Messrs. R. Jania, L. Brown, L. Goldman, and Mrs. A. Curtis were present. Messrs. G. Nagle, J. Mullen, and Ms. C. Cox were present. Messrs. W. Ashley, D. Lemm, and J. Bidwill were also present. Messrs. W. Leszinske and J. Fitzpatrick of Continental Bank were present.

Mr. J. Baratka of The Wyatt Company was present.

Mr. C. Manning of the Plan Attorney's Office was present.

Mr. B. Scholz, Pensioner, was present. Messrs. C. Barrow, J. Lewis, M. McDonnell, T. Arrington, S. Brown, and T. Brophy of Moseley Capital Management were also present.

The Chairman called the meeting to order at 10:38 A.M.

Mr. Leszinske of Continental Bank turned the Committee's attention to a letter, dated March 14, 1984, entitled
"February Market Summary." Mr. Leszinske noted that all interest rates had increased across the board since January. He further noted that three long-term securities had been eliminated from the Fund's portfolio.

Mr. Fitzpatrick of Continental Bank informed the Committee that in response to a request by the Trustee, the Fund's equity managers had begun directing brokerage to Chicagoland area firms, and it appears that on an average 35 per cent of all commissions are being directed to firms in the Chicagoland area. He also noted that the equity managers have been asked to present a performance report at the next Committee Meeting.

Mr. Steven Brown introduced himself and fellow representatives of Moseley Capital Management and called upon Mr. Morgan McDonnell who began his presentation by giving the Committee a brief background study on the firm and its growth from its inception to the present. Mr. Christopher Barrow then gave a slide presentation noting that more detailed information could be secured from the literature which had been passed out to all Committee Members. At the completion of the presentation, all Moseley representatives left the meeting. A discussion then ensued between Committee Members during which the Chairman directed the Assistant Secretary to send the Moseley Capital Management literature to Mr. Bob Harrell for an analysis.

The Chairman called for approval of the Minutes of the 422nd Meeting, held February 21, 1984. On a motion by
Mr. Kole, seconded by Mr. Thomas, the Committee unanimously approved the Minutes of the 422nd Meeting, held February 21, 1984.

The Assistant Secretary made the announcement of deaths reported since the last meeting, as per the attached list.

The Assistant Secretary presented a total of nine (9) Survivorship Options for approval, including a (B)-All Option for Virginia Harrer pending receipt of a report of good health from our Medical Department. On a motion by Mr. Kole, seconded by Mr. Perk, the Committee unanimously approved the Survivorship Options, including the option for Virginia Harrer pending receipt of notification of good health.

The Assistant Secretary presented twenty-five (25) Retirement Applications for approval, including a request for a March 1, 1984 retroactive retirement for Arthur Williams due to an agreement between Management and Local No. 241 through arbitration. On a motion by Messrs. Perk and Hegarty, seconded by Mr. Hall, the Committee unanimously approved the Retirement Applications, including the March 1, 1984 retroactive retirement for Arthur Williams.

The Assistant Secretary reported that twenty-one (21) employees who are presently receiving Disability Retirement Benefits were examined or had their file reviewed.

The Assistant Secretary presented fourteen (14) Refunds of Contributions, totaling $126,357.43, for approval.
The comparison figures for the same period of time one year ago were eighteen (18) refunds, totaling $219,023.33. On a motion by Mr. Kole, seconded by Mr. Kasmer, the Committee unanimously approved the refunds of contributions to be paid March 31, 1984.

The Assistant Secretary turned the Committee's attention to the first page of the report of Deposits, Disbursements and Investments and asked Mr. Mullen to give a brief explanation on disbursements. Mr. Mullen noted that the $19,462,000 figure is much larger than normal as $16,000,000 of that figure is for the refund of employee contributions as outlined in the recently negotiated Amendment to the Agreement. Mr. Nagle noted that the market value of the portfolio, as of February 29, 1984, is $551,760,031.78.

The Assistant Secretary reported that there were fifteen (15) Operating Bills, totaling $69,058.17; ten (10) Remittances, totaling $450,075.14; and the FIT Deposit, totaling $84,942.15, to be approved for payment. On a motion by Mr. Kole, seconded by Mr. Kasmer, the Committee unanimously approved payment of the bills, totaling $559,075.46, to be paid March 31, 1984.

The Assistant Secretary presented for approval thirty-three (33) Death Benefits, totaling $79,000. The comparison figures for the same period of time one year ago were thirty-six (36) Death Benefits, totaling $69,000. On a motion by Mr. Kole, seconded by Mr. Hall, the Committee unanimously approved payment of the Death Benefits.
The Assistant Secretary brought to the Committee's attention the refund of contributions to Beatrice O'Neal which was discussed and approved for payment at the January meeting and noted that disbursement of the funds will be made in accordance with a court order per the Plan Attorney's advice.

The Assistant Secretary noted that Willie Poole, a disability retiree, is scheduled for a medical examination on March 23, therefore, a request was being made to hold the matter in abeyance until the next meeting. On a motion by Mr. Kasmer, seconded by Mr. Hall, the Committee unanimously agreed to hold the matter in abeyance until the next meeting.

The Assistant Secretary turned the Committee's attention to Gustav Zehles, a disability retiree of whom an updated medical report had been requested. He explained that Mr. Zehles had returned his disability and special refund checks and recommended that the matter be referred to the Plan Attorney for review and direction. A discussion ensued during which Mr. Hall made a motion to present the matter to the Plan Attorney for review and direction. Mr. Kasmer seconded the motion, and the Committee unanimously approved.

The Assistant Secretary turned the Committee's attention to the matter of the relocation of the Assistant Secretary's Office and noted that a lease was in the process of being drawn up for space at 440 N. Wells, Street, and further noted that the move would probably take place approximately 30 days after the lease is signed.
The Assistant Secretary informed the Committee that Joseph Salvato, Calvin Smith, Lonnie Fields, and Irma Wesley returned to duty from disability retirement.

The Assistant Secretary informed the Committee that John Adams had returned to work and failed to reimburse the Fund his refunded contributions, therefore, it was being recommended that Mr. Adams be given a new pension seniority date. A discussion ensued during which the Committee was informed that Mr. Adams had been returned to the Authority's active employee rolls, however, he had not been assigned a position and was, in fact, in the Employee Assistance Program. Further discussion ensued during which Mr. Kasmer made a motion that the request for reimbursement of the contributions refunded to Mr. Adams be held in abeyance until the employee was gainfully employed. Mr. Perk seconded the motion, and the Committee unanimously approved.

At the request of the Chairman, Mr. Andersen informed the Committee that the third installment on the Fiduciary Liability Insurance with the Aetna Casualty & Surety Company was due in June. Mr. Andersen noted that the annual premium was approximately $27,093, half of which was paid by the Retirement Plan, and it was necessary that the Committee approve payment. A discussion ensued during which Mr. Hall made a motion that payment be made on the Fiduciary Liability Insurance. Mr. Perk seconded the motion, and the Committee unanimously approved.

The Assistant Secretary informed the Committee
that his office is presently working on the Benefits Statement with the Datair Corporation and printing of the statements should be completed within four weeks.

The Assistant Secretary informed the Committee that due to a data processing error, three (3) ex-Security Department employees, who had returned to work and are on the payback system, were inadvertently given a refund of contributions. He noted that a request for reimbursement by these employees had been made to no avail. He further explained the circumstances involved and noted that the Plan Attorney recommended that we request repayment once again. A discussion ensued between Committee Members and the Assistant Secretary during which Mr. Kole suggested that an accounting statement be prepared on each individual and presented at the next meeting. Mr. Kasmer turned Mr. Kole's suggestion into a motion. Mr. Perk seconded the motion, and the Committee unanimously approved. Mr. Manning of the Plan Attorney's Office stated that he would apprise the Plan Attorney of the action taken on this matter.

The Assistant Secretary turned the Committee's attention to the open enrollment for the Group Health Insurance being offered to the spouses who are receiving Survivorship Option Benefits, which was negotiated in the most recent agreement. The Assistant Secretary noted that the enrollment period was being held for 60 days and coverage would be effective on either April 1 or May 1. He further noted that there approximately 145 people involved.
There being no further business, on a motion by Mr. Thomas, seconded by Mr. Kasmer, the Committee unanimously agreed to adjourn at 11:43 A.M.

SECRETARY
RETIREMENT ALLOWANCE COMMITTEE

CHAIRMAN
RETIREMENT ALLOWANCE COMMITTEE
DATED__________________________