The 424th Meeting of the Retirement Allowance Committee was held on Monday, April 16, 1984, at 10:30 A.M., in the Board Room, Room 734, Merchandise Mart. The following were in attendance:

Mr. C. Andersen     Mr. J. Gallagher
Mr. R. Andrzejewski Mr. I. Thomas
Mr. E. Flowers

Mr. R. Bartkowicz, alternate for Mr. D. Perk, was present. Mr. R. Goldman, alternate for Mr. J. Weatherspoon, was present. Mr. L. Brown, alternate for Mr. A. Kasmer, was present. Mr. A. Kemp, alternate for Mr. C. Hall, was present. Messrs. L. Morris, H. Hegarty and Mrs. A. Curtis were also present. Messrs. G. Nagle, J. Mullen and Ms. C. Cox were present. Mr. W. Ashley was present. Messrs. M. O'Leary and J. Fitzpatrick of Continental Illinois National Bank were present. Mr. C. Manning of the Plan Attorney's Office was present. Mr. J. Baratka, The Wyatt Company, was present.

Mr. B. Scholz, Pensioner, was also present.

The Assistant Secretary informed the Committee that in the absence of the Chairman, Vice Chairman and Secretary it would be necessary to appoint a Chairman Pro Tempore and Secretary Pro Tempore. On a motion by Mr. Brown, seconded by Mr. Thomas, the Committee unanimously appointed Mr. E. Flowers as Chairman Pro Tempore. On a motion by Mr. Thomas, seconded by Mr. Brown, the Committee unanimously
appointed Mr. C. Andersen as Secretary Pro Tempore.

The Chairman called the meeting to order at 10:41 A.M.

Mr. O'Leary of Continental Bank turned the Committee's attention to a letter, dated April 13, 1984 entitled "March Market Summary." Mr. O'Leary noted that interest rates moved up during the month, however, it is expected that rates will decline toward year end.

Mr. Fitzpatrick of Continental Bank turned the Committee's attention to an executive summary which noted the various holdings and market value of the Fund at year end.

The Chairman called for approval of the Minutes of the 423rd Meeting, held March 19, 1984. On a motion by Mr. Thomas, seconded by Messrs. Bartkowicz and Kemp, the Committee unanimously approved the Minutes of the 423rd Meeting, held March 19, 1984.

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

The Secretary presented a total of the (10) Survivorship Options for approval, including an option for William Daniels, pending receipt of a doctor statement indicating good health; an option for Lloyd Ferdinand, pending receipt of a doctor statement indicating good health as well as a statement showing proof of age, an option for Melvin Jones, pending receipt of proof of marriage; and, an option for Nathan Kaplan, pending receipt of a doctor's
statement indicating good health. On a motion by Mr. Brown, seconded by Mr. Kemp, the Committee unanimously approved the Survivorship Options as presented.

The Assistant Secretary presented twenty-two (22) Retirement Applications for approval, including a request for a March 1, 1984 retroactive retirement for John Eckel due to an agreement between Local No. 241 and the Authority; a request for an April 1, 1984 retroactive disability retirement for Emile Ousley due to difficulty getting the application processed through his department. On a motion by Mr. Thomas, seconded by Mr. Brown, the Committee unanimously approved the Retirement Applications, including the March 1, 1984 retroactive retirement for John Eckel, and the April 1, 1984 retroactive disability retirement for Emile Ousley.

The Assistant Secretary reported that nine (9) employees who are presently receiving Disability Retirement Benefits were examined or had their file reviewed.

The Assistant Secretary presented ten (10) Refunds of Contributions, totaling $68,710.14, for approval. The comparison figures for the same period of time one year ago were fifteen (15) refunds, totaling $147,114.30. On a motion by Mr. Kemp, seconded by Mr. Brown, the Committee unanimously approved the refunds of contributions to be paid April 30, 1984.

The Assistant Secretary presented the Report of Deposits, Disbursements and Investments noting that the total portfolio had a market value of $552,269,933.89 at a cost of $523,068,311.92, as of March 31, 1984.
The Assistant Secretary reported that there were two (2) Chicago Transit Authority bills, totaling $78,183.41; fifteen (15) Operating bills, totaling $67,898.14; ten (10) Remittances, totaling $405,498.34; and, the FIT Deposit, totaling $372,649.90, to be approved for payment. On a motion by Mr. Brown, seconded by Mr. Andersen, the Committee unanimously approved payment of the bills, totaling $924,229.79, to be paid April 30, 1984.

The Assistant Secretary presented for approval twenty-six (26) Death Benefits, totaling $69,500. The comparison figures for the same period of time one year ago were twenty-four (24) Death Benefits, totaling $73,000. On a motion by Mr. Andersen, seconded by Mr. Thomas, the Committee unanimously approved payment of the Death Benefits.

The Assistant Secretary informed the Committee that Willie Poole had applied for Disability Retirement, however, the Workers' Compensation Department received a medical report which indicated that the employee was able to return to duty, therefore, under Section 12 of the Plan Mr. Poole does not qualify for Disability Retirement. A discussion ensued between the Assistant Secretary, Messrs. Gallagher, Thomas and Ashley, who explained that the employee had approximately 7 years of service and the period of disability was paid as an Insurance claim not related to his employment and unless the period of disability was accepted as a Workers' Compensation claim the employee would not qualify under Section 12 by reason of his service being less
than 10 years; as well as the fact that he was found fit to return to work.

The Assistant Secretary informed the Committee that at the direction of the Plan Attorney contact had been made with the son and wife of our retired employee, Gustav Zehles, and noted that all benefits due are being sent to Mr. Zehles along with a request for an up-to-date doctor's statement. The Assistant Secretary noted that if and when a response is received from Mr. Zehles the Committee will be apprised.

The Assistant Secretary informed the Committee that a 5 year lease has been signed for relocation of the Pension Office at 440 N. Wells, and further noted that the expected moving date is May 12, 1984.

In response to a request by the Committee at the last meeting, the Assistant Secretary reviewed a report (a copy is attached to these minutes) on the status of the 107 former ex-Security personnel with respect to their pension rights. The Assistant Secretary noted that the question before the Committee was whether the 7 individuals (see page 2 of the report) should be remitted the special refund in light of the fact that they had large outstanding obligations to the Pension Fund. Mr. Manning of the Plan Attorney's office noted that the legal ramifications surrounding the matter had been reviewed and it is the Plan Attorney's opinion that the individuals be given the special refund of contributions. A discussion ensued between Mr. Manning and Committee Members after which
Mr. Brown made motion that the seven (7) ex-Security employees receive the special refund of contributions. Mr. Gallagher seconded the motion with a caveat that if they do not apply these monies toward repayment of the debt they owe the Fund it should be made clear that if in the future they seek any help, this would be taken into consideration by the Committee when making a decision. The Committee unanimously approved the payment of the special refunds to the employees in question.

The Assistant Secretary brought to the Committee's attention a request received through Mr. J. O'Connor of the Labor Relations Department from Jack Thompson who was seeking a bridging of his past service. The Assistant Secretary noted that the matter had been presented to the Plan Attorney who requested that this matter be held in abeyance until the next meeting. A motion was made by Mr. Brown, and seconded by Mr. Goldman to hold the matter in abeyance until the next meeting. A discussion ensued during which Mr. Andersen requested that the record of Don Burton also be reviewed as his case is similar to that of Mr. Thompson's. The Committee unanimously agreed to hold the matter in abeyance until the next meeting.

The Assistant Secretary informed the Committee that Vick Snow returned to duty from Disability retirement.

The Assistant Secretary turned the Committee's attention to a request by Anthony T. Crumpton for a 9 month extension of repayment of contributions under Rule 21. A discussion ensued during which Mr. Ashley presented a report
on how repayment of contributions under Rule 21 has been handled in the past, noting that extensions of more than 90 days have been granted on a case to case basis. Mr. Gallagher made a motion that a 90 day period of repayment be granted to Mr. Crumpton, and Mr. Bartkowicz seconded the motion. A further discussion ensued between Committee Members during which Mr. Gallagher withdrew his motion and Mr. Bartkowicz withdrew the second to the motion. After further discussion, Mr. Gallagher made a motion that the matter be held in abeyance until the next meeting and a representative of the Secretary's Office hold a conference with Mr. Crumpton to get more details and a report be given to the Committee. Messrs. Bartkowicz and Andersen seconded the motion, and the Committee unanimously agreed.

The Assistant Secretary informed the Committee that the 1983 Plan Financial Statement should be completed within the next two weeks and a formal report would be distributed to the Committee at the next meeting. Further, the Condensed Financial Statements should be distributed to active employees and pensioners within the next few weeks also.

The Assistant Secretary informed the Committee that the Modification of the Investment in Woodfield Business Center had been approved by a telephone poll. (A copy of the poll is attached to these Minutes).

Mr. Scholz asked how many of the spouses under the Survivorship Option plan had elected to take the health insurance recently offered them. The Assistant Secretary stated that he did not know the exact number, but he would provide
Mr. Scholz with this information at a later date.

The Assistant Secretary reminded the Committee that the Continental Illinois National Bank was hosting a luncheon immediately following the meeting in the M & M Club at which the 5 equity managers would give their annual report.

There being no further business, on a motion by Mr. Kemp, seconded by Mr. Brown, the Committee unanimously agreed to adjourn at 11:30 A.M.