

RETIREMENT PLAN  
FOR  
CHICAGO TRANSIT AUTHORITY EMPLOYEES

The 314th Meeting of the Retirement Allowance Committee was held on June 24, 1975, in the Conference Room - Room 444, Merchandise Mart, and the following were in attendance:

Mr. J. L. Aurand	Mr. E. Langosch
Mr. J. Hastings	Mr. J. O'Brien
Mr. P. J. Kole	Mr. J. Tiffy

Mr. C. Loughran, alternate for Mr. L. Beatty; Mr. D. Lemm, alternate for Mr. W. Ashley; and Mr. T. Hill, alternate for Mr. J. Blaa, were also present. Mr. Kemp nor his alternate was present. Mr. R. Holmes was also present.

Since neither the Chairman or Secretary ~~was~~<sup>were</sup> present, on a motion by Mr. Aurand and seconded by Mr. Tiffy, Mr. Lemm was nominated as Secretary pro tempore. There being no further nominations, the Committee unanimously elected Mr. Lemm Secretary for the meeting.

On a motion by Mr. Tiffy, seconded by Mr. O'Brien, Mr. Aurand was nominated as Chairman pro tempore. There being no further nominations, the Committee unanimously elected Mr. Aurand as Chairman for the meeting.

Mr. O'Brien brought up the question of the amount lost in earnings to the Retirement Plan due to a delay in contributory payments. He said this question was brought up at the 313th Meeting, but there was no mention in the minutes of that Meeting. Mr. O'Brien requested that the 313th Meeting be amended to include this request. A motion

was made by Mr. Aurand, seconded by Mr. O'Brien and unanimously approved by the Committee that the minutes show that this matter had been brought up at the 313th Meeting.

On a motion by Mr. Tiffy, seconded by Mr. O'Brien, the minutes of the 313th Meeting held on May 19, 1975 were unanimously approved.

Mr. O'Brien then asked if the figures were available at this meeting. The Secretary stated they were not. A motion was made by Mr. Aurand, seconded by Mr. O'Brien and unanimously approved by the Committee to obtain these figures.

The announcements of deaths since the last meeting were made by the Secretary as per the attached list.

The Secretary advised that nine (9) Survivorship Options were submitted for approval at this meeting. On a motion by Mr. Tiffy, seconded by Mr. Langosch, the Committee unanimously approved the nine (9) Survivorship Options submitted by the Secretary.

The Secretary advised that twenty-eight (28) applications for retirement were submitted to this office for presentation at this meeting.

An application for Mr. William J. Staunton of the Maintenance Department is being submitted, retroactive to June 1, 1975, as the papers reached the Secretary's Office too late for the May 19, 1975 Meeting. On a motion by Mr. Tiffy, seconded by Mr. Kole, the Committee approved the twenty-eight (28) applications submitted by the Committee.

The Secretary reported that during the month, one (1) employee on Total and Permanent Disability was examined by the Medical Department or the record reviewed.

The Secretary presented twenty-four (24) refunds, totaling \$106,042.38 for approval at this meeting.

On a motion by Mr. Tiffy, seconded by Mr. Kole, the refunds numbering twenty-four (24) and totaling \$106,042.38 to be paid June 30, 1975, as per the attached statement, were unanimously approved.

The Secretary read a report of the deposits, disbursements and investments during the month of May, as per the attached statement.

The Secretary presented the Chicago Transit Authority bills totaling \$8,821.88 and miscellaneous bills totaling \$72,026.56 for approval. On a motion by Mr. O'Brien, seconded by Mr. Langosch, the Committee unanimously approved payment of these bills.

The Secretary reported that for the payment of June 30, 1975 Death Benefits numbering twenty-five (25) and amounting to \$42,000.00 were submitted for approval. On a motion by Mr. Tiffy, seconded by Mr. Kole, the Committee unanimously approved payment of the Death Benefits, as per the attached list.

The Secretary advised that a meeting of the Investment Subcommittee is scheduled to be held June 25, 1975, at 2:30 p.m. He also stated that a report from Becker Securities Corporation is expected in four (4) to six (6) weeks as reported by Mr. Charles Klomkowski on June 24 by phone to the Secretary's Office.

The Secretary mentioned as to Real Estate, it would be necessary to amend the Trustee Agreement and read in full the text of the Ordinance to be presented at the next Chicago Transit Board Meeting. Mr. Loughran asked for a copy for all members present. Therefore, a copy was presented to all members present. The Secretary advised that it would be necessary for all members to sign the amended Agreement, if approved by the Chicago Transit Board.

Mr. Tiffy requested that all members and their alternates receive a copy of the complete Trust Agreement.

The Secretary informed the Committee that Mr. Samuel Glover, who originally retired on October 1, 1973 and had subsequently furnished additional documentary proof of his date of birth, changing the date from September 23, 1908 to September 23, 1910 and as a result, Mr. Glover was permitted to return to duty on October 1, 1974. Mr. Glover is due to retire again October 1, 1975 and the Secretary had recommended that a legal opinion be obtained from Mr. Hastings as to whether or not Mr. Glover can be given an additional year of earnings credit for the year October 1, 1974 to October 1, 1975.

Mr. Hastings advised the Committee that it would be legal to give an additional year of credit of earnings for the period October 1, 1974 to October 1, 1975. On a motion by Mr. Langosch, seconded by Mr. Loughran, the Committee unanimously agreed to accept the legal opinion from Mr. Hastings for an additional year of earnings to Mr. Glover's earnings credit.

The Secretary advised that it will be necessary to appoint an Actuary and Auditor for the Plan Year 1975. The Secretary recommended that because of the satisfactory performance, the Wyatt Company be named Actuary and the Arthur Young Company be named Auditor. The Secretary advised the Committee that a letter was received from Wyatt Company and Arthur Young Company giving their present rates. The Secretary was asked to advise at the next meeting the per cent of increase on the rates.

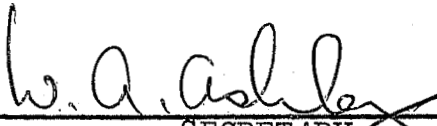
On a motion by Mr. Langosch, seconded by Mr. Kole, the Committee unanimously agreed to appoint the Wyatt Company as Actuary and the Arthur Young Company as Auditor for the Plan Year 1975.


The Secretary advised the Committee that in the payment for July 31, 1975, an additional \$10.00 per month increase in benefits will be made to those employees who retired prior to January 1, 1971, as amended January 1, 1974.

The Secretary advised the Committee that Mr. Frank R. Stelzer, who was approved for Total and Permanent Disability on November 1, 1974, and who returned to duty November 13, 1974, was returned to Total and Permanent Disability, effective May 17, 1975.

Mr. Hill asked if there were provisions in the Trust Agreement that the Trustee could not sell stock at below cost. Mr. Hastings stated that he didn't think this was in the Trust Agreement. The Committee asked the Secretary to check this and report at the next meeting.

There being no further business, on a motion by Mr. Tiffy, seconded by Mr. Langosch, the Committee unanimously adjourned. The meeting adjourned at 11:40 A.M.

  
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SECRETARY  
RETIREMENT ALLOWANCE COMMITTEE

  
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CHAIRMAN  
RETIREMENT ALLOWANCE COMMITTEE

DATED:           JUL 21 1975