

AGENDA

FOR THE 547TH RETIREMENT MEETING OF AUGUST 23, 1994

1. Meeting will be called to order at 10:30 a.m., Harris Trust & Savings Bank 111 West Monroe Street, Executive Dining Rooms - 37th floor.
2. Roll call.
3. Approval of the Minutes of the 546TH Meeting held July 26, 1994.
4. Investment Subcommittee report.
5. Real Estate Subcommittee report.
6. Subcommittee on General Administration
 - a) Announcement of deaths reported since the last meeting.
 - b) Presentation of Pre-Retirement Surviving Spouse Allowances for approval.
 - c) Presentation of new retirement applications for approval.
 - (i) Jeremiah Davison - #9296 - request for retroactivity to 06/01/94.
 - (ii) Robert Adamczyk - #34338 - request for retroactivity to 08/01/94.
 - (iii) Jerry Armstrong - #34338 - request for retroactivity to 08/01/94.
 - (iv) Ronald Collins - #35802 - request for retroactivity to 08/01/94.
 - (v) Johnnie Edmond - #17487 - request for retroactivity to 08/01/94.
 - (vi) Lee A. Slay - #36626 - request for retroactivity to 08/01/94.
 - (vii) Sullivan Richardson - #06062 - request for retroactivity to 08/01/94.
 - (viii) Angelica Williams - #12800 - request for retroactivity to 08/01/94.
 - d) Presentation of Death Benefits for approval.
 - e) Presentation of Refunds of Contributions for approval.
 - f) Presentation of Bills and Remittances for approval.

- g) Cynthia Kemple - #4034 - repaid \$5,507.56 under Rule #31 Pension seniority date - April 24, 1975.
- h) Charles Collins - #13227 - repaid \$4,214.69 under Rule #31 Pension seniority date - December 29, 1980.
- i) Eugene Scarbrough - #13677 - returned to duty - 08-04-94
- j) Betty Richmond - #7224 - returned to duty - 08-12-94
- k) Katie Lowe - #9111 - returned to duty - 07-18-94

8. New Business

- a) Presentation by The Wyatt Company.

9. Report by Executive Director.

10. Adjournment.

- (v) Claudis Toran - #4176 - Request for use of 1983 earnings in pension calculation.

RETIREMENT PLAN FOR CHICAGO TRANSIT AUTHORITY EMPLOYEES

The 547th Meeting of the Retirement Allowance Committee was held on Tuesday, August 23, 1994 at the Harris Trust and Savings Bank, 111 West Monroe Street, Executive Dining Room - 37th floor. The following were in attendance:

Ms. W. Black
T. Collins
L. Brown
J. Williams

Mr. T. Stevens
M. Holzman
W. Buetow
Mr. Elonzo Hill, Chairman

Mr. L. Morris, 1st Vice President, sat in I. Thomas stead, J. Forte sat in Executive Director's stead. Mr. C. Lang sat in Mr. C. Burrus' stead. Messrs. L. Smith, W. Ross, and J. Huston of the Pension Office staff were in attendance. Mr. B. Baker of the Harris Trust and Savings Bank was present. Mr. R. Burke of Burke, Warren & MacKay was present. Messrs. B. Scholz, J. Henderson, pensioner representatives were also in attendance.

- (1) The Chairman called the meeting to order at about 10:15 A.M.
- (2) A roll call was then taken which indicated that a quorum of Committee members was present.
- (3) The first order of business was the review of the minutes of the meeting of June 28, 1994, the 545th meeting of the Committee. The revised minutes were distributed and a motion to approve the minutes were approved. The minutes of the 546th Meeting held on July 26, 1994 were deferred at the request of Attorney Richard W. Burke, until the September Meeting of the Committee.
- (4) The Investment Subcommittee report was given by Mr. Buetow, who reported on the Investment Subcommittee meeting which had been held in the same room, commencing at 9:00 a.m. on August 23, 1994. At that meeting, Mr. Joachimi reviewed the investment performance for the period ended June 30, 1994. There was then a discussion in regard to a continuation of investment management services by W. R. Lazard & Co. The Subcommittee Chairman pointed out that a report was given by Mr. Burke in regard to certain legal issues raised in regard to the Lazard firm and reported at the last meeting. The account is currently being managed by an affiliate of Harris Trust. The Subcommittee, on motion duly made and seconded, recommended to Harris Trust & Savings Bank that W. R. Lazard be reinstated as investment manager. Mr. Brian Baker, on behalf of Harris Bank, indicated that Harris Bank would accept the recommendation and implement a commencement date of October 1, 1994.

There was then discussion in regard to funding an investment of \$30M with Hart

Barnhoft, which firm had been approved for recommendation to Harris Trust at the July Meeting of the Committee. The recommendation was that Furman Selz be terminated, and that from the approximate \$39M held by said firm, \$30M be allocated to Hart Barnhoft and \$9M be allocated to a short-term investment fund at Amalgamated Bank. Mr. Baker stated that Harris Trust was reviewing the Hart Barnhoft firm and would respond incidental to the Committee's recommendations.

The Subcommittee Chairman then distributed the pension funding analysis currently made in regard to 1994 cash flow projections, which analysis was discussed.

There being no further business to come before the Subcommittee, the Subcommittee report was submitted to the full Committee, whereupon on motion made by Mr. Brown and seconded by Mr. Stevens, it was approved. The Chairman noted that Mr. Holzman excused himself from voting upon the suggested allocation of funds to Amalgamated Trust & Savings Bank at both the Subcommittee or Committee discussions in regard to Amalgamated Bank.

(5) Mr. T. Stevens then presented the Real Estate Subcommittee report, a copy of which is attached, and commented upon it and a letter from Mr. Burke to Mr. Stevens of August 19, 1994 in regard to the status of the PRITA real estate sales, copy attached. Whereupon a motion made by Mr. Holzman and seconded by Mr. Morris, both reports were unanimously approved.

(6) Mr. T. Collins, Chairman of the General Administration Subcommittee reported on the meeting held Thursday, August 18, 1994 at the Pension Office. Mr. Collins reviewed and asked that items be approved except #10.

On a motion by M. Holzman and seconded by T. Stevens, the Committee unanimously approved said items.

Other items discussed were: A question on disability retirement was answered by Atty. Burke. Career earnings can be used in calculating a disability pension.

A question was posed concerning the eligibility of members Richardson & Culbreath for the retirement incentive. The decision was made that if each man did not receive their retirement date before they revoked their applications, they would be eligible for the incentive.

William Spencer a retiree, was found not to have the 2.05 percentage because the necessary documents were not in the pension office. The pension office staff was directed to provide him with said papers.

Harold Pierce, who's disability is being delayed, because of a doctor's determination, will have this issued settled by invoking a third doctor's determination.

On a motion by L. Brown, seconded by J. Williams, the Committee unanimously approved the report of the General Administration Subcommittee Chairman.

(7) Mr. Norm Losk of The Wyatt Company gave his presentation.

(8) The Financial Report was given by Mr. W. Ross of the Pension Office. The value of the plan as of July 31, 1994 was \$1,195,949,178 with a monthly performance of 1.44%.

(9) There being no further business the Committee unanimously agreed to adjourn.

EXECUTIVE DIRECTOR,
RETIREMENT ALLOWANCE COMMITTEE

CHAIRMAN,
RETIREMENT ALLOWANCE COMMITTEE

DATED