

RECORD OF PROCEEDINGS  
of the  
RETIREMENT BOARD (the "BOARD") of the  
PARK EMPLOYEES' ANNUITY and BENEFIT FUND (the "FUND")  
REGULAR BOARD MEETING  
THURSDAY, MARCH 15, 2018

The 55 East Monroe Building  
55 East Monroe Street, Suite 2720  
Chicago, Illinois 60603

President MUNIZZI called the meeting to order at 9:30 A.M.

**ROLL CALL**

Trustees present:

PAMELA A. MUNIZZI, President	FRANK HODOROWICZ, Trustee
ROBERT GERAGHTY, Vice President	STEVEN J. LUX, Trustee
EDWARD L. AFFOLTER, Secretary	CECILIA PRADO, Trustee
BRIAN BIGGANE, Trustee	

Also Present:

DEAN J. NIEDOSPIAL, Executive Director  
TAYLOR MUZZY, Jacobs, Burns, Orlove & Hernandez, Fund Counsel

**MINUTES OF THE LAST MEETING**

A motion was made by Vice President GERAGHTY to approve the minutes of the regular Board meeting held on Thursday, February 15, 2018. Secretary AFFOLTER seconded the motion.

Motion carried by the following roll call:

YEAS: AFFOLTER, BIGGANE, GERAGHTY,  
HODOROWICZ, LUX, MUNIZZI, PRADO  
NAYS: None

**READING OF COMMUNICATIONS**

The Executive Director noted a recent FOIA request.

A motion was made by Vice President GERAGHTY to accept the Reading of Communications. Trustee BIGGANE seconded the motion.

Motion carried by the following roll call:

YEAS: AFFOLTER, BIGGANE, GERAGHTY,  
HODOROWICZ, LUX, MUNIZZI, PRADO  
NAYS: None

**REPORT OF THE COMMITTEES**

None

## **REPORT OF THE EXECUTIVE DIRECTOR**

### **Special Olympics 50<sup>th</sup> Anniversary**

The Executive Director distributed copies of letters regarding events to commemorate the 50<sup>th</sup> Anniversary of the Special Olympics which have been posted to the Fund's website. He noted that Chicago Special Olympics has asked the Fund to provide information about retirees who were employed by the Chicago Park District in 1968, the first year of the Special Olympics. He outlined the procedure that the Fund will use to provide certain information to Chicago Special Olympics, which has been approved by Fund Counsel and is consistent with the procedure the Fund follows for the mailing of campaign materials under its Election Policy.

### **Biedron**

The Executive Director reported that the next status hearing is scheduled for March 16, 2018.

### **2018 Trustee Election**

The Executive Director distributed a copy of the previously approved schedule for the Fund's Annual Election of Trustee on Friday, June 22, 2018, as well as a copy of the Fund's Election Policy.

### **98<sup>th</sup> Annual Report of the President/Principal Provisions**

The Executive Director distributed draft copies of the Fund's Principal Provisions and the 98<sup>th</sup> Annual Report of the President for the Trustees review and noted that they have been updated to reflect Judge Cohen's recent opinion finding Public Act 098-0622 unconstitutional. He also noted that they would be posted on the Fund's website and mailed with the Members' Annual Statements in the next few days.

### **Disaster Recovery Plan**

The Executive Director distributed a copy of the Fund's most recent Disaster Recovery Plan and noted that it is continuously updated with the most current information.

### **Other**

Upcoming events – The Executive Director reminded the Trustees that the administrative hearing requested by Sylvia Witt will take place following the Board meeting and that the Fund's Actuary, the Segal Company, will perform an Actuarial Experience Review in 2018, which is performed every five years.

Preliminary Monthly Update – The Executive Director distributed Marquette Associates' Preliminary Monthly Update report as of February 28, 2018, and reminded the Trustees that four candidates for the MWBE International Equity investment manager search will make presentations during the April 19, 2018 Board meeting.

Securities Litigation – The Executive Director reported that information regarding the litigation approved during the December 21, 2017 Board meeting would be provided as soon as it is available.

Chicago Park District Tax Levy – The Executive Director reported that the Fund received an advance of \$5 million of its share of the 2017 tax levy, on February 28, 2018.

Statement of Economic Interest - The Executive Director reminded the Trustees that their Statements of Economic Interest are due May 1, 2018 and must be filed online.

Trustee Reimbursement of Airfare – Trustee HODOROWICZ submitted a check in the amount of \$266.96 to reimburse the Fund for airfare as the result of cancelling his attendance at the Opal Public Fund Summit in January, 2018.

Conferences - The Executive Director distributed an updated 2018 Conference Schedule to the Trustees and highlighted upcoming local conferences and events.

A motion was made by Vice President GERAGHTY to accept the Report of the Executive Director. Trustee LUX seconded the motion.

Motion carried by the following roll call:

YEAS: AFFOLTER, BIGGANE, GERAGHTY,  
HODOROWICZ, LUX, MUNIZZI, PRADO  
NAYS: None

**REPORT OF THE ATTORNEY**

None

**REPORT OF THE ACTUARY**

None

**REPORT OF THE INVESTMENT CONSULTANT**

None

**REPORT OF THE LOBBYIST**

None

A motion was made by President MUNIZZI to go into Executive Session for the purpose of discussing the status of pending litigation. Trustee HODOROWICZ seconded the motion.

Motion carried by the following roll call:

YEAS: AFFOLTER, BIGGANE, GERAGHTY,  
HODOROWICZ, LUX, MUNIZZI, PRADO  
NAYS: None

A motion was made by Trustee HODOROWICZ to return to open session. Trustee PRADO seconded the motion.

Motion carried by the following roll call:

YEAS: AFFOLTER, BIGGANE, GERAGHTY,  
HODOROWICZ, LUX, MUNIZZI, PRADO  
NAYS: None

A motion was made by Trustee HODOROWICZ to join the Chicago Park District in its efforts to secure a court order authorizing the Fund to retain the \$12.5 million supplemental contributions the District made in both 2015 and 2016 and the increased contributions made by the District in 2015 and 2016 pursuant to the increase in the tax multiplier to 1.7 times the amount of employee contributions and to retain the employer contributions from the 2017 tax levy, to be received in 2018, which will be made pursuant to a tax multiplier of 1.7 times the amount of employee contributions. Vice President GERAGHTY seconded the motion.

Motion carried by the following roll call:

YEAS: AFFOLTER, BIGGANE, GERAGHTY,  
HODOROWICZ, LUX, MUNIZZI, PRADO  
NAYS: None

A motion was made by Trustee HODOROWICZ to authorize Fund counsel to move the court to order pre-judgment simple interest not to exceed 3% annually on the refunds of the additional 1% in employee contributions, paid to the Fund since January 1, 2015, and on the reinstatement of reduced duty disability benefits. Trustee PRADO seconded the motion.

Motion carried by the following roll call:

YEAS: AFFOLTER, BIGGANE, GERAGHTY,  
HODOROWICZ, MUNIZZI, PRADO  
NAYS: LUX

**OLD BUSINESS**

None

**NEW BUSINESS**

None

**ADJOURNMENT**

There being no further business, President MUNIZZI moved to adjourn the meeting. Trustee PRADO seconded the motion. Motion prevailed unanimously and the meeting was adjourned.

The next regular meeting of the Retirement Board will be on **Thursday, April 19, 2018** at 9:30 A.M. in the Judith A. Flaherty Conference Room on the 27<sup>th</sup> floor of the 55 East Monroe Street Building, Suite 2720, Chicago, Illinois, 60603.

Respectfully submitted,



EDWARD L. AFFOLTER  
Secretary