

RECORD OF PROCEEDINGS
of the
RETIREMENT BOARD (the "BOARD") of the
PARK EMPLOYEES' ANNUITY and BENEFIT FUND (the "FUND")
SCHEDULED REGULAR BOARD MEETING
THURSDAY, JUNE 23, 2016

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
MICHAEL SPYCHALSKI, Marquette Associates

MINUTES OF THE LAST MEETING

A motion was made by Trustee HODOROWICZ to approve the minutes of the scheduled regular Board meeting held on Thursday, May 19, 2016. Trustee BIGGANE 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 recent FOIA requests.

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 EXECUTIVE DIRECTOR

2016 Trustee Election

The Executive Director distributed a copy of the approved schedule for the Fund's Annual Election of Trustee on Friday, June 24, 2016, and noted that three candidates, Brian Biggane, Richard Burnette, and Emery Yost, have been certified as eligible.

Actuarial Valuation and Review as of December 31, 2015/Audited Financial Statements as of December 31, 2015

The Executive Director reported that the Segal Company, the Fund's Actuary, has completed the Fund's Actuarial Valuation and Review as of December 31, 2015, and representatives will attend the July Board meeting to address any questions that the Trustees may have.

The Executive Director also reported that Bansley & Kiener, L.L.P., the Fund's Auditor, has finalized its report as of December 31, 2015, and representatives will attend the July Board meeting to address any questions that the Trustees may have.

Biedron v. PEABF

The Executive Director distributed a copy of the June 14, 2016 memo from Fund Counsel in regard to the June 9, 2016 status hearing that had been previously forwarded to the Trustees. The Trustees and the Executive Director reviewed and discussed the contents of the memo.

Marital Status Letter

The Executive Director reported that staff is continuing its efforts to locate those that have not responded to the marital status letter that was mailed to all annuitants earlier in the year. He noted that at the appropriate time, action will be taken in regard to annuitants who do not respond.

Death Audit Services

The Executive Director commented that Fund staff is pleased with the death audit services provided by LifeStatus360 and noted that the company is now also reviewing obituaries.

Other

Conferences - The Executive Director distributed an updated 2016 Conference Schedule to the Trustees and highlighted upcoming local conferences and events.

A motion was made by Trustee HODOROWICZ 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 ATTORNEY

None

REPORT OF THE ACTUARY

None

REPORT OF THE LOBBYIST

None

REPORT OF THE INVESTMENT CONSULTANT

Mr. Michael Spychalski of Marquette Associates distributed the Preliminary Monthly Update report as of May 31, 2016, featuring investment performance, market environment analysis, asset allocation and individual investment manager performance. The report was reviewed in detail and the Investment Consultant responded to numerous questions raised by the Trustees. The Investment Consultant also distributed and reviewed with the Trustees a report entitled Defensive Equity Search - Searchbook. After a lengthy discussion, the Trustees decided to invite three of the candidates that responded to the Fund's Defensive Equity RFP to present at the August 18, 2016 Board meeting.

A motion was made by Secretary AFFOLTER to accept the Report of the Investment Consultant. Trustee HODOROWICZ seconded the motion.

Motion carried by the following roll call:

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

OLD BUSINESS

None

NEW BUSINESS

None

ADJOURNMENT

There being no further business, Vice President GERAGHTY moved to adjourn the meeting . Secretary AFFOLTER seconded the motion. Motion prevailed unanimously and the meeting was adjourned.

The next regular meeting of the Retirement Board will be on **Thursday, August 18, 2016**, at 9:30 A.M. in the Judith A. Flaherty Conference Room on the 27th floor of the 55 East Monroe Street Building, Suite 2720, Chicago, Illinois, 60603.

Respectfully submitted,

Edward L. Affolter

EDWARD L. AFFOLTER
Secretary