

RECORD OF PROCEEDINGS
of the
RETIREMENT BOARD (the "BOARD") of the
PARK EMPLOYEES' ANNUITY and BENEFIT FUND (the "FUND")
REGULAR BOARD MEETING
THURSDAY, JUNE 21, 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
ROBERT GERAGHTY, Vice President
BRIAN BIGGANE, Trustee

FRANK C. HODOROWICZ, Trustee/Sec-ProTem
STEVEN J. LUX, Trustee
CECILIA PRADO, Trustee

Also Present:

DEAN J. NIEDOSPIAL, Executive Director
MICHAEL SPYCHALSKI, Marquette Associates

Trustee Absent:

EDWARD L. AFFOLTER, Secretary

MINUTES OF THE LAST MEETING

A motion was made by Trustee BIGGANE to approve the minutes of the regular Board meeting held on Thursday, May 17, 2018. Vice President GERAGHTY seconded the motion.

Motion carried by the following roll call:

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

NAYS: None

READING OF COMMUNICATIONS

The Executive Director noted a recent FOIA request.

A motion was made by Trustee BIGGANE to accept the Reading of Communications. Secretary-ProTem HODOROWICZ seconded the motion.

Motion carried by the following roll call:

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

NAYS: None

REPORT OF THE EXECUTIVE DIRECTOR

Policy to divest from all investments in retail assault weapons manufacturers

The Executive Director distributed a draft “PEABF Assault Weapon Divestiture Resolution” prepared by Fund Counsel. The Trustees and the Investment Consultant reviewed and discussed the draft resolution and indicated their preference to adopt the policy without the second paragraph.

A motion was made by Vice President GERAGHTY to approve the amended PEABF Assault Weapon Divestiture Resolution. Secretary-ProTem HODOROWICZ seconded the motion.

Motion carried by the following roll call:

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

NAYS: None

Residency Policy

The Executive Director distributed a draft residency requirement motion prepared by Fund Counsel. The Trustees reviewed the draft motion and discussed the pros and cons of a residency requirement for the Fund’s office staff.

Special Olympics 50th Anniversary

The Executive Director reported that the Fund has provided information to the Chicago Special Olympics about retirees who were employed by the Chicago Park District in 1968, the first year of the Special Olympics. He also noted that information about the 50th Anniversary of the Special Olympics is posted on the Fund’s website.

Biedron

The Executive Director reported that the next status hearing is scheduled for July 18, 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 and noted that six candidates, Matt Marino, Richard Blake, Andrea Adams, Matthew Duggan, Regis Banks and Emery Yost, have been certified as eligible.

Actuarial Valuation and Review as of December 31, 2017/Audited Financial Statements as of December 31, 2017

The Executive Director distributed a copy of the Fund’s Actuarial Valuation and Review as of December 31, 2017 prepared by the Segal Company, the Fund’s Actuary, and noted that representatives will attend the July Board meeting to address any questions.

The Executive Director also distributed a copy of its financial report as of December 31, 2017, prepared by Bansley & Kiener, the Fund’s Auditor, and noted that representatives will attend the July Board meeting to address any questions.

Other

Fiduciary Responsibility and Ethics Training – The Executive Director reported he is in the process of scheduling a fall Continuing Education Session to be presented by Fund Counsel on Fiduciary Responsibility and Ethics, Securities Litigation, Fiduciary Liability Insurance and the Importance of Trustee Education.

Upcoming Events – The Executive Director reminded the Trustees that the Fund’s Actuary is in the process of performing an Actuarial Experience Review, which is performed every five years.

Conferences – The Executive Director distributed an updated 2018 Conference Schedule to the Trustees and highlighted upcoming local conferences and events. He also noted the importance of the Trustees meeting their annual requirement of a minimum of 8 hours of continuing education and ethics training.

A motion was made by Vice President GERAGHTY to accept the Report of the Executive Director. Secretary-ProTem HODOROWICZ seconded the motion.

Motion carried by the following roll call:

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

NAYS: None

REPORT OF THE ATTORNEY

None

REPORT OF THE ACTUARY

None

REPORT OF THE INVESTMENT CONSULTANT

Mr. Michael Spychalski of Marquette Associates distributed the Preliminary Monthly Update report as of May 31, 2018, featuring investment market value and performance, market environment analysis, asset allocation and individual investment manager performance. The Trustees reviewed and discussed the report.

A motion was made by Secretary-ProTem HODOROWICZ to accept the Report of the Investment Consultant. Vice President GERAGHTY seconded the motion.

Motion carried by the following roll call:

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

NAYS: None

OLD BUSINESS

None

NEW BUSINESS

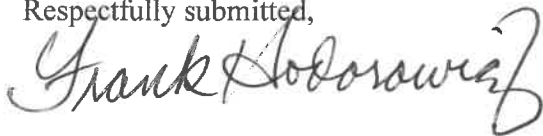
None

ADJOURNMENT

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

The next regular meeting of the Retirement Board will be on **Thursday, July 19, 2018**, 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,

A handwritten signature in cursive script that reads "Frank Hodorowicz". The signature is written in dark ink and is positioned to the right of the typed name.

Frank Hodorowicz
Secretary-Pro Tem