

RECORD OF PROCEEDINGS
of the
RETIREMENT BOARD (the "BOARD") of the
PARK EMPLOYEES' ANNUITY and BENEFIT FUND (the "FUND")
REGULAR BOARD MEETING
THURSDAY, JANUARY 17, 2019

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	MATTHEW DUGGAN, Trustee
EDWARD L. AFFOLTER, Vice President	STEVEN J. LUX, Trustee
FRANK HODOROWICZ, 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 Secretary HODOROWICZ to approve the minutes of the regular Board meeting held on Thursday, December 20, 2018. Trustee BIGGANE seconded the motion.

Motion carried by the following roll call:

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

READING OF COMMUNICATIONS

The Executive Director noted a recent FOIA request.

A motion was made by President MUNIZZI to accept the Reading of Communications. Vice President AFFOLTER seconded the motion.

Motion carried by the following roll call:

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

REPORT OF THE COMMITTEES

None

REPORT OF THE EXECUTIVE DIRECTOR

Biedron

The Executive Director distributed and reviewed with the Trustees a copy of an Agreed Order including Exhibit A entered January 8, 2019, by Judge Nathan H. Cohen.

Members' Annual Statements

The Executive Director commented that the STATEMENT OF PARTICIPANT'S CONTRIBUTIONS AS OF DECEMBER 31, 2018, will be mailed in March and included in the mailing will be the Fund's Principle Provisions and the 99th Annual Report of the President. He also noted that a copy of the statement will be provided at the next Board meeting for the Trustees to review.

Compensation Study

The Executive Director reported that he is in the process of securing bids from qualified consulting firms to perform a compensation study for the Fund, as approved at the December 20, 2018 Board meeting.

Other

Upcoming events – The Executive Director noted that Fund's current asset allocation will be reviewed with the Fund's investment consultant and that the Executive Director will present information at the February Board meeting about the selection of an Election Monitor for the Fund's 2019 Trustee election.

Statement of Economic Interest - The Executive Director reminded the Trustees that their Statements of Economic Interest are due May 1, 2019, and must be filed on-line.

Conferences - The Executive Director distributed an updated 2019 Conference Schedule to the Trustees and highlighted upcoming local conferences and events.

A motion was made by Secretary HODOROWICZ to accept the Report of the Executive Director. Trustee PRADO seconded the motion.

Motion carried by the following roll call:

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

REPORT OF THE ATTORNEY

None

REPORT OF THE ACTUARY

None

REPORT OF THE INVESTMENT CONSULTANT

Mr. Michael Spsychalski of Marquette Associates distributed the Preliminary Monthly Update report as of December 31, 2018, 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 process of putting an investment manager on "On Notice" status was also discussed.

A motion was made by Trustee LUX to put RBC Global Asset Management on “On Notice” status due to poor performance. Trustee BIGGANE seconded the motion.

Motion carried by the following roll call:

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

Mr. Luke Howe and Ms. Sonia Axter of Ullico Investment Company, one of the Fund’s infrastructure investment managers, entered the Board room and distributed a report entitled “Ullico Infrastructure Taxable Fund, L.P.” to the Trustees.

Mr. Howe and Ms. Axter reviewed the report and responded to numerous questions raised by the Trustees.

Mr. Howe and Ms. Axter were excused.

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

Motion carried by the following roll call:

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

REPORT OF THE LOBBYIST

None

OLD BUSINESS

None

NEW BUSINESS

None

ADJOURNMENT

There being no further business, Trustee BIGGANE 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, February 21, 2019** 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,



FRANK HODOROWICZ
Secretary