

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

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

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

ROLL CALL

Trustees present:

EDWARD L. AFFOLTER, President
BRIAN BIGGANE, Vice President
FRANK HODOROWICZ, Secretary
MATTHEW DUGGAN, Trustee

STEVEN J. LUX, Trustee
PAMELA A. MUNIZZI, Trustee
CECILIA PRADO, Trustee

Also Present:

DEAN J. NIEDOSPIAL, Executive Director
MICHAEL SPYCHALSKI, Marquette Associates (entered during the REPORT OF THE EXECUTIVE DIRECTOR and stayed until the end of the meeting.)

FUND AUDITOR CANDIDATES PRESENTATIONS

Legacy Professionals LLP

Mr. Timothy Cibulka and Mr. Colin Thompson of Legacy Professionals LLP distributed a presentation entitled "Audit and Tax Solution for Park Employees' Annuity and Benefit Fund of Chicago." Mr. Cibulka and Mr. Thompson reviewed the presentation with the Trustees and responded to numerous questions.

Baker Tilly

Mr. Jason Coyle and Mr. Michael Malatt of Baker Tilly distributed a presentation entitled "Park Employees' Annuity and Benefit Fund of Chicago Professional auditing services". Mr. Coyle and Mr. Malatt reviewed the presentation with the Trustees and responded to numerous questions.

A motion was made by Vice President BIGGANE to appoint Baker Tilly Fund Auditor and to authorize the Executive Director to negotiate an acceptable fee with Baker Tilly including securing a best and final offer, subject to Fund Counsel's approval of an appropriate engagement letter. Secretary HODOROWICZ seconded the motion.

Motion carried by the following roll call:

YEAS: AFFOLTER, BIGGANE, DUGGAN, HODOROWICZ,
MUNIZZI, PRADO

PRESENT: LUX

NAYS: None

MINUTES OF THE LAST MEETING

A motion was made by Vice President BIGGANE to approve the minutes of the rescheduled Board meeting held on Thursday, September 26, 2019. Trustee DUGGAN 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 AFFOLTER to accept the Reading of Communications. Trustee MUNIZZI seconded the motion.

Motion carried by the following roll call:

YEAS: AFFOLTER, BIGGANE, DUGGAN, HODOROWICZ,
LUX, MUNIZZI, PRADO

NAYS: None

REPORT OF THE EXECUTIVE DIRECTOR

Approval of Continuing Education Session to Count Towards Annual Requirement

The Executive Director and the Trustees discussed the importance of continuing education and the minimum annual requirement of eight hours.

A motion was made by Trustee LUX to approve allowing the content of the September 26, 2019 Continuing Education Session presented by Fund Counsel to count as hours towards the Trustees' annual requirement of 8 hours of continuing education. President AFFOLTER seconded the motion.

Motion carried by the following roll call:

YEAS: AFFOLTER, BIGGANE, DUGGAN, HODOROWICZ,
LUX, MUNIZZI, PRADO

NAYS: None

Request to Reschedule the November Regular Board Meeting

The Executive Director requested that the Trustees consider rescheduling the Regular Board Meeting in November from Thursday, the 21st to Wednesday, the 20th because of a scheduling conflict.

A motion was made by Trustee PRADO to reschedule the Regular Board Meeting in November from Thursday, November 21 to Wednesday, November 20th. Trustee DUGGAN seconded the motion.

Motion carried by the following roll call:

YEAS: AFFOLTER, BIGGANE, DUGGAN, HODOROWICZ,
LUX, MUNIZZI, PRADO

NAYS: None

Other

Senate Hearings – The Executive Director reminded the Trustees that he and the Fund’s Investment Consultant, Marquette Associates, and possibly President AFFOLTER will attend a hearing and present a report on the Fund’s use of minority and female-owned investment managers and broker/dealers to the Illinois Senate Special Committee on State and Pension Fund Investments on Wednesday, October 23rd. The Executive Director and the Trustees discussed the importance of continuing to support minority and female-owned investment managers, brokers and businesses.

Conferences – The Executive Director distributed a copy of the Board approved 2019 and 2020 Conference Schedules 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 MUNIZZI 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 Spychalski of Marquette Associates distributed the Preliminary Monthly Update report as of September 30, 2019, featuring investment performance, market environment analysis, asset allocation, rebalancing, and individual investment manager performance. The report was reviewed in detail and the Investment Consultant responded to numerous questions raised by the Trustees.

A motion was made by Trustee LUX to accept the Report of the Investment Consultant. 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 LOBBYIST

None

OLD BUSINESS

None

NEW BUSINESS

None

ADJOURNMENT

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

The next regular meeting of the Retirement Board will be on **Wednesday, November 20, 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