

RECORD OF PROCEEDINGS
of the
RETIREMENT BOARD (the "BOARD") of the
PARK EMPLOYEES' ANNUITY and BENEFIT FUND (the "FUND")
REGULAR BOARD MEETING
THURSDAY, JANUARY 16, 2020

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

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

ROLL CALL

Trustees present:

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
TAYLOR MUZZY, Jacobs, Burns, Orlove & Hernandez, Fund Counsel
MICHAEL SPYCHALSKI, Marquette Associates (entered after the Executive Session).

Trustees absent:

EDWARD L. AFFOLTER, President

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 19, 2019. Trustee MUNIZZI seconded the motion.

Motion carried by the following roll call:

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

NAYS: None

READING OF COMMUNICATIONS

None

REPORT OF THE COMMITTEES

None

REPORT OF THE EXECUTIVE DIRECTOR

Members' Annual Statements

The Executive Director commented that the STATEMENT OF PARTICIPANT'S CONTRIBUTIONS AS OF DECEMBER 31, 2019, will be mailed in March and included in the mailing will be the Fund's Principal Provisions and the 100th 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 within the 2020 Fund operating budget.

Disaster Recovery Plan

The Executive Director distributed a copy of the Fund's Disaster Recovery Plan noting that it includes the most recent revisions and that it would be emailed to the Trustees.

Other

Upcoming events – The Executive Director noted that Fund's current asset allocation will be reviewed with the Fund's investment consultant and he will present a proposal for the selection of an Election Monitor for the Fund's 2020 Trustee election at the February Board meeting.

Statement of Economic Interest - The Executive Director reminded the Trustees that their Statements of Economic Interest are due May 1, 2020 and must be filed on-line.

Conferences - The Executive Director distributed an updated 2020 Conference Schedule to the Trustees and highlighted upcoming local conferences and events.

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

Motion carried by the following roll call:

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

NAYS: None

EXECUTIVE SESSION

A motion was made by Trustee LUX to go into Executive Session for the purpose of discussing pending litigation and the status of current litigation. Motion was seconded by Trustee PRADO.

Motion carried by the following roll call:

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

NAYS: None

A motion was made by Trustee LUX to return to Open Session. Motion was seconded by Trustee DUGGAN.

Motion carried by the following roll call:

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

NAYS: None

REPORT OF THE ACTUARY

None

REPORT OF THE ATTORNEY

None

REPORT OF THE INVESTMENT CONSULTANT

Mr. Michael Spsychalski of Marquette Associates distributed the Preliminary Monthly Update report as of December 31, 2019, featuring investment performance, market environment analysis, asset allocation, rebalancing the individual investment manager performance. The report was reviewed in detail and the Investment Consultant responded to numerous questions raised by the Trustees.

Investment Manager Presentation

Mr. Greg Baranivsky and Mr. Daniel Wamre of Parametric, the Fund’s defensive equity investment manager, entered the Board room and distributed a report entitled “Parametric Overlay Solutions” to the Trustees.

Mr. Baranivsky and Mr. Wamre reviewed the report and responded to numerous questions raised by the Trustees and the Investment Consultant.

Mr. Baranivsky and Mr. Wamre were excused.

A motion was made by Trustee LUX to appoint Parametric Cash Overlay investment manager to the Fund, subject to negotiation of an appropriate agreement approved by Fund Counsel. Secretary HODOROWICZ seconded the motion.

Motion carried by the following roll call:

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

NAYS: None

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

REPORT OF THE LOBBYIST

None

OLD BUSINESS

None

NEW BUSINESS

None

ADJOURNMENT

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

The next regular meeting of the Retirement Board will be on **Thursday, February 20, 2020** 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