

RECORD OF PROCEEDINGS
of the
RETIREMENT BOARD (the "BOARD") of the
PARK EMPLOYEES' ANNUITY and BENEFIT FUND (the "FUND")
REGULAR BOARD MEETING
THURSDAY, APRIL 15, 2021

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
(Participated by telephone)

PAMELA A. MUNIZZI, Trustee
(Participated by telephone)
STEVEN J. LUX, Trustee
CECILIA PRADO, Trustee

Also Present:

STEVE SWANSON Executive Director
JAIME L. MCCABE, Comptroller
MICHAEL SPYCHALSKI, Marquette Associates

MINUTES OF THE LAST MEETING

A motion was made by Vice President BIGGANE to approve the minutes of the regular Board meeting held on Thursday, March 18, 2021. Trustee PRADO 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 recent FOIA requests.

REPORT OF THE COMMITTEES

None

REPORT OF THE EXECUTIVE DIRECTOR

The Board of Trustees discussed with the Executive Director and the Comptroller, the documentation provided by the Fund’s Real Estate Broker regarding the Fund’s office lease and the options available to the Fund.

Motion made by Vice President Biggane to exercise the option of terminating the Fund’s current office lease effective May 1, 2022. Motion seconded by President Affolter.

Motion carried by the following roll call:

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

NAYS: None

The Executive Director asked the Board Trustees to consider rescinding a previous motion to accept a proposal to build an annuity estimator for the Fund’s website from Apple Pie Design, and recommended the Board approve using Americaneagle.com to complete the project.

Motion made by Trustee Lux to rescind a previous motion to accept a proposal to build an annuity estimator for the Fund’s website from Apple Pie Design and to approve using Americaneagle.com to complete the project. Motion seconded by Trustee Duggan.

Motion carried by the following roll call:

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

NAYS: None

The Executive Director distributed copies of Executive Session minutes that he and Fund Counsel had reviewed and recommended remain closed.

A motion was made by Vice President Biggane to have the Executive Session minutes remain closed as recommended by the Executive Director and Fund Counsel. Motion was seconded by Trustee Prado.

Motion carried by the following roll call:

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

NAYS: None

A motion was made by Vice President BIGGANE to return to Open Session. Motion was seconded by Trustee LUX

Motion carried by the following roll call:

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

NAYS: None

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

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

NAYS: None

REPORT OF THE ACTUARY

None

REPORT OF THE ATTORNEY

None

REPORT OF THE LOBBYIST

None

REPORT OF THE INVESTMENT CONSULTANT

Mr. Michael Spychalski of Marquette Associates, the Fund's Investment Consultant, distributed the Preliminary Monthly Update report as of March 31, 2021, 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.

Mr. Spychalski, also, distributed an Asset Allocation Executive Summary which was requested by the Board of Trustees at the previous Board meeting. The summary was reviewed in detail and the Investment Consultant responded to numerous questions raised by the Trustees including as to how the additional allocation would be distributed to the Fund's existing infrastructure Investment Managers. Mr. Spychalski indicated that he found increasing the mandate of both infrastructure Investment Managers or increasing the mandate of just one infrastructure Investment Manager, both acceptable.

Motion made by Trustee Lux to accept the recommendation of the Fund's Investment Consultant as detailed in the Asset Allocation Executive Summary and reduce the Fund's asset allocation to fixed income by three percent and increase the Fund's asset allocation to infrastructure by three percent. Motion was seconded by Vice President Biggane.

Motion carried by the following roll call:

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

NAYS: None

Motion made by Secretary Hodorowicz to terminate Mesirow's core fixed income mandate and increase the Fund's core fixed income mandates with MacKay Shields and LM Capital by \$5 million each as recommended by the Fund's Investment Consultant and to rescind the Fund's Request for Proposal seeking a core fixed income investment manager, pending Fund Legal Counsel approval. Motion was seconded by Vice President Biggane.

Motion carried by the following roll call:

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

NAYS: None

Motion made by President Affolter to increase the Fund's infrastructure mandate with Ullico by \$10 million. Motion seconded by Trustee Duggan.

Motion carried by the following roll call:

YEAS: AFFOLTER, BIGGANE, DUGGAN, HODOROWICZ,
MUNIZZI

NAYS: LUX, PRADO

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

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

NAYS: None

OLD BUSINESS

None

NEW BUSINESS

None

PUBLIC COMMENT

None

ADJOURNMENT

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

The next regular meeting of the Retirement Board will be on **Thursday, May 20, 2021** 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