

RECORD OF PROCEEDINGS
of the
RETIREMENT BOARD (the "BOARD") of the
PARK EMPLOYEES' ANNUITY and BENEFIT FUND (the "FUND")
REGULAR BOARD MEETING
THURSDAY, OCTOBER 21, 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
STEVEN J. LUX, Trustee
CECILIA PRADO, Trustee

Also Present:

STEVE SWANSON Executive Director
JAIME L. MCCABE, Comptroller
MATT STROM, Fund Actuary
TAYLOR MUZZY, Fund Legal Counsel
MICHAEL SPYCHALSKI, Marquette Associates
MADISON YOUNG, Pageant Media

MINUTES OF THE LAST MEETING

A motion was made by Secretary HODOROWICZ to approve the minutes of the regular Board meeting held on Thursday, September 16, 2021. Trustee DUGGAN seconded the motion.

Motion carried by the following roll call:

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

NAYS: None

READING OF COMMUNICATIONS

None

REPORT OF THE COMMITTEES

None

REPORT OF THE EXECUTIVE DIRECTOR

The Executive Director provided the Trustees an update on the status of the Fund's search for a new office space and updated the Board on the progress of the contract negotiations for a new pension administration system.

The Executive Director submitted to the Trustees a recommendation of three Investment Consultant firms to present at the November 18th Board meeting. The Trustees delayed any further action until more information could be provided to the Board.

The Executive Director presented to the Board an amended 2021 operating budget to the Trustees, which reflected the removal of the 2021 shut down days and accounted for the additional actuarial expense that was required due to the passage of Public Act 102-0263.

A motion was made by Vice President Biggane to amend the Fund's 2021 operating budget as recommended by the Executive Director. Motion was seconded by Trustee DUGGAN.

Motion carried by the following roll call:

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

NAYS: None

Finally, the Executive Director apprised the Trustees of the following; annuity estimates that had been requested by participants since the September Board meeting, advised the Trustees that the Chicago Park District anticipated a \$10 million employer contribution to the Fund in the month of October and another \$10 million employer contribution to the Fund on or before November 1st, updated the Trustees on the number of marriage letters returned by the Fund's annuitants and beneficiaries and distributed to the Board the approved 2021 Conference Schedule and highlighted upcoming local conferences, virtual remote 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, PRADO

NAYS: None

EXECUTIVE SESSION

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

Motion carried by the following roll call:

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

NAYS: None

A motion was made by Secretary HODOROWICZ to return to Open Session. Motion was seconded by Trustee PRADO

Motion carried by the following roll call:

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

NAYS: None

REPORT OF THE ACTUARY

Mr. Matthew Strom of Segal Company presented to the Board a report detailing recommendations to the Trustees for consideration regarding the Fund’s Actuarial Funding Policy. The Trustees took the recommendations under advisement.

A motion was made by Trustee DUGGAN to accept the Report of the Actuary, without taking action on the recommendations regarding the Actuarial Funding Policy. Motion was seconded by Trustee PRADO

Motion carried by the following roll call:

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

NAYS: None

REPORT OF THE ATTORNEY

Fund’s Legal Counsel informed the Board that the Fund was asked to provide information regarding the federal court matter of Lydia Vega v. Chicago Park District. Legal Counsel further reported that, following the Board meeting, he would be providing an hour of fiduciary training to the Trustees on the subject of Cyber Security.

REPORT OF THE LOBBYIST

None

REPORT OF THE INVESTMENT CONSULTANT

Mr. Michael Spsychalski of Marquette Associates, the Fund’s Investment Consultant, distributed the Preliminary Monthly Update report as of September 30, 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.

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

YEAS: AFFOLTER, BIGGANE, DUGGAN, HODOROWICZ,
LUX, 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, November 18, 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