

RECORD OF PROCEEDINGS  
of the  
RETIREMENT BOARD (the "BOARD") of the  
PARK EMPLOYEES' ANNUITY and BENEFIT FUND (the "FUND")  
REGULAR BOARD MEETING  
THURSDAY, JANUARY 18, 2018

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

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

**ROLL CALL**

Trustees present:

ROBERT GERAGHTY, Vice President  
BRIAN BIGGANE, Trustee  
FRANK HODOROWICZ, Trustee

STEVEN J. LUX, Trustee  
CECILIA PRADO, Trustee

Also Present:

DEAN J. NIEDOSPIAL, Executive Director  
MICHAEL SPYCHALSKI, Marquette Associates  
TAYLOR MUZZY, Jacobs, Burns, Orlove & Hernandez (entered during the Report of the Executive Director)

Trustees Absent:

PAMELA A. MUNIZZI, President  
EDWARD L. AFFOLTER, Secretary

**MINUTES OF THE LAST MEETING**

A motion was made by Trustee HODOROWICZ to approve the minutes of the regular Board meeting held on Thursday, December 21, 2017. Trustee PRADO seconded the motion.

Motion carried by the following roll call:

YEAS: BIGGANE, GERAGHTY, HODOROWICZ, LUX,  
PRADO  
NAYS: None

A motion was made by Trustee LUX to approve the minutes of the Executive Session meeting held on Thursday, December 21, 2017. Trustee BIGGANE seconded the motion.

Motion carried by the following roll call:

YEAS: BIGGANE, GERAGHTY, HODOROWICZ, LUX,  
PRADO

NAYS: None

### **READING OF COMMUNICATIONS**

None

### **REPORT OF THE COMMITTEES**

None

### **REPORT OF THE EXECUTIVE DIRECTOR**

#### **Administrative Hearing Request**

The Executive Director noted that the administrative hearing originally scheduled for February 15, 2018, has been rescheduled to March 15, 2018, at 10:15 AM at the Fund's office.

#### **Harassment Policy**

The Executive Director distributed a Harassment Policy drafted by Fund Counsel, which had previously been emailed to the Trustees. The Trustees reviewed the policy and discussed its contents with Fund Counsel.

A motion was made by Trustee LUX to approve the Harassment Policy as presented subject to an amendment by Fund Counsel in regard to harassment by an outside vendor. Trustee PRADO seconded the motion.

Motion carried by the following roll call:

YEAS: BIGGANE, GERAGHTY, HODOROWICZ, LUX,  
PRADO

NAYS: None

#### **Required Minimum Distribution ("RMD") Policy**

The Executive Director and the Trustees reviewed the memorandums prepared by Fund Counsel that were distributed at the last Board meeting regarding RMD Rules and Action Items – RMD Rules including Attachments A, B, C and D. The Trustees asked Fund Counsel to do additional research on the requirement to pay interest on retroactive payments.

**Biedron**

The Executive Director reminded the Trustees that the next status hearing is scheduled for February 5, 2018.

**Members' Annual Statements**

The Executive Director commented that the STATEMENT OF PARTICIPANT'S CONTRIBUTIONS AS OF DECEMBER 31, 2017, will be mailed in March and included in the mailing will be the Fund's Principal Provisions and the 98<sup>th</sup> 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.

**Other**

Securities Litigation – The Executive Director reported that information in regard to the recently approved matter will be provided as soon as it is available.

Upcoming Events – The Executive Director noted the following: Harassment training will be held immediately after the Board meeting for Trustees and Fund management. Attendance is mandatory and a session for the remaining Fund staff will follow. The Fund's Actuary, the Segal Company, will perform an Actuarial Experience Review in 2018, which is performed every five years.

Statement of Economic Interest – The Executive Director reminded the Trustees that their Statements of Economic Interest are due May 1, 2018 and must be filed on-line.

Conferences - The Executive Director distributed an updated 2018 Conference Schedule to the Trustees and highlighted upcoming local conferences and events.

Trustee PRADO expressed interest in attending the GFOA 112<sup>th</sup> Annual Conference, May 6-9, 2018.

A motion was made by Trustee HODOROWICZ to authorize Trustee PRADO to attend the GFOA 112<sup>th</sup> Annual Conference, May 6-9, 2018. Trustee BIGGANE seconded the motion.

Motion carried by the following roll call:

YEAS: BIGGANE, GERAGHTY, HODOROWICZ, LUX,  
PRADO

NAYS: None

A motion was made by Vice President GERAGHTY to accept the Report of the Executive Director. Trustee BIGGANE seconded the motion.

Motion carried by the following roll call:

YEAS: BIGGANE, GERAGHTY, HODOROWICZ, LUX,  
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, 2017, featuring investment performance, market environment analysis, asset allocation and individual investment manager performance. The Trustees reviewed and discussed the report and Mr. Spsychalski commented that he does not expect any major changes in the Fund's current asset allocation during 2018. He also noted that he will distribute information on the results of the Fund's recent RFP for an MWBE International Equity investment manager at the February Board meeting.

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

Motion carried by the following roll call:

YEAS: BIGGANE, GERAGHTY, HODOROWICZ, LUX,  
PRADO

NAYS: None

**REPORT OF THE LOBBYIST**

None

**OTHER BUSINESS**

A motion was made by Vice President GERAGHTY to allow President MUNIZZI to participate via telephone for the Harassment training that will be held immediately after the Board meeting. Trustee PRADO seconded the motion.

Motion carried by the following roll call:

YEAS: BIGGANE, GERAGHTY, HODOROWICZ, LUX,  
PRADO

NAYS: None

**OLD BUSINESS**

None

**NEW BUSINESS**

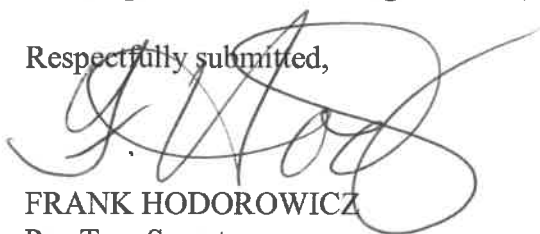
None

**ADJOURNMENT**

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

The next regular meeting of the Retirement Board will be on **Thursday, February 15, 2018** at 9:30 A.M. in the Judith A. Flaherty Conference Room on the 27<sup>th</sup> floor of the 55 East Monroe Street Building, Suite 2720, Chicago, Illinois, 60603.

Respectfully submitted,



FRANK HODOROWICZ  
Pro-Tem Secretary