

RECORD OF PROCEEDINGS
of the
RETIREMENT BOARD (the "BOARD") of the
PARK EMPLOYEES' ANNUITY and BENEFIT FUND (the "FUND")
RE-SCHEDULED REGULAR BOARD MEETING
TUESDAY, OCTOBER 18, 2016

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

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

ROLL CALL

Trustees present:

PAMELA A. MUNIZZI, President
ROBERT GERAGHTY, Vice President
BRIAN BIGGANE, Trustee

FRANK HODOROWICZ, Trustee/Sec Pro-Tem
CECILIA PRADO, Trustee
STEVEN J. LUX, Trustee

Also Present:

DEAN J. NIEDOSPIAL, Executive Director

JOSEPH M. BURNS, Jacobs, Burns, Orlove & Hernandez (entered during the REPORT OF THE EXECUTIVE DIRECTOR)

TAYLOR MUZZY & COLIN BURNS, Jacobs, Burns, Orlove & Hernandez (entered at the end of the EXECUTIVE SESSION and were present when open session continued to the end of the meeting)

Absent:

EDWARD L. AFFOLTER, Secretary

MINUTES OF THE LAST MEETING

A motion was made by Trustee/Secretary Pro-Tem HODOROWICZ to approve the minutes of the scheduled regular Board meeting held on September 15, 2016. Trustee BIGGANE seconded the motion.

Motion carried by the following roll call:

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

NAYS: None

READING OF COMMUNICATIONS

The Executive Director noted recent FOIA requests.

A motion was made by Vice President GERAGHTY to accept the Reading of Communications. Trustee LUX seconded the motion.

Motion carried by the following roll call:

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

NAYS: None

REPORT OF THE COMMITTEES

None

REPORT OF THE EXECUTIVE DIRECTOR

Marquette Associates Preliminary Monthly Update as of September 30, 2016

The Executive Director distributed Marquette Associates Preliminary Monthly Update report as of September 30, 2016, featuring investment performance, market environment analysis, asset allocation and individual investment manager performance. The Trustees reviewed and discussed the report.

Biedron v. PEABF

The Executive Director reported that the October 14, 2016 status hearing would be discussed in Executive Session.

Other

Office water damage status – The Executive Director noted that he and Fund Counsel would report on the progress in their discussions with the building to expedite repairs to the Fund’s office because of the flood caused by a leak in the expansion tank attached to the hot water heater in the kitchen in Executive Session.

Fiduciary Responsibility and Ethics Training – The Executive Director noted that a Continuing Education Session to be presented by Fund Counsel on Fiduciary Responsibility and Ethics, Securities Litigation, Fiduciary Liability Insurance and the Importance of Trustee Education has been scheduled to follow the meeting. He distributed the Fund’s Ethics Policy, the Fund’s Securities Litigation Firms roster and a Fiduciary Liability Coverage Review to be discussed during the Session.

Conferences - The Executive Director distributed an updated 2016 Conference Schedule to the Trustees and highlighted upcoming local conferences and noted that Vice President GERAGHTY has expressed interest in attending the OPAL Alternative Investing Summit December 4-6, 2016.

A motion was made by President MUNIZZI to authorize Vice President GERAGHTY to attend the OPAL Alternative Investing Summit December 4-6, 2016. Trustee BIGGANE seconded the motion.

Motion carried by the following roll call:

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

NAYS: None

A motion was made by Trustee/Secretary Pro-Tem HODOROWICZ 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,
MUNIZZI, PRADO

NAYS: None

REPORT OF THE ACTUARY

None

REPORT OF THE ATTORNEY

None

REPORT OF THE LOBBYIST

None

REPORT OF THE INVESTMENT CONSULTANT

None

A motion was made by Vice President GERAGHTY to go into Executive Session. Trustee LUX seconded the motion.

Motion carried by the following roll call:

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

NAYS: None

A motion was made by Trustee/Secretary Pro-Tem HODOROWICZ to return to Open Session. President MUNIZZI seconded the motion.

Motion carried by the following roll call:

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

NAYS: None

A motion was made by Trustee LUX to authorize the Executive Director to resolve the office water damage issue in accordance with Fund Counsel's recommendation and execute the appropriate documents. Trustee BIGGANE seconded the motion.

Motion carried by the following roll call:

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

NAYS: None

OLD BUSINESS

None

NEW BUSINESS

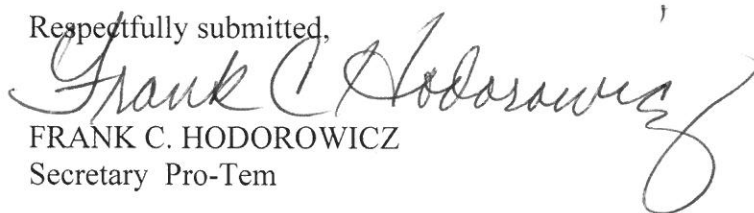
None

ADJOURNMENT

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

The next regular meeting of the Retirement Board will be on **Thursday, November 17, 2016** 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 C. HODOROWICZ
Secretary Pro-Tem