

**COUNTY EMPLOYEES' AND OFFICERS' ANNUITY & BENEFIT FUND OF
COOK COUNTY
And Ex-Officio for the
FOREST PRESERVE DISTRICT EMPLOYEES' ANNUITY & BENEFIT FUND
MEETING OF THE INVESTMENT COMMITTEE
33 N. DEARBORN STREET – SUITE 1000**

Minutes for May 19, 2010 Meeting of the Investment Committee

1. Call to Order and Roll Call at 9:30 a.m.

IC Members Present: Agnes, Benjamin, Fitzgerald, Fratto, Granberry, Kilgallon and McFadden

Staff Present: Degnan, Hackett, Maratea, Vinzons

Others Present: P. Krolak, K. Schrade – Marquette Associates, Inc.; M. Burns – Burke, Burns & Pinelli; L. Barnett – BOE Securities; T. Picketts – Cabrera; E. Rozell – Loop Capital; B. Moreau – Morgan Stanley; T. Hynes, T. Ewing, S. Schmidt, A. Cripps, G. Chiarello – Mesirow Financial; J. McLaughlin, D. Ricci, R. Lamphier – William Blair; M. McLaughlin, K. Moore – Killian Asset Management.

2. Approval of April 21, 2010 Investment Committee Meeting Minutes;

Motion for Approval and Adoption of Minutes. It was moved by Trustee Fitzgerald and seconded by Trustee Granberry that the minutes of the April 21, 2010 Investment Committee Meeting be approved and adopted.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE

3. Alternative Partnership Updates;

A. Pacific Venture Group II – Second Term Extension

Mr. Krolak presented a request by the General Partners of Pacific Venture Group II to its Limited Partners to extend the term of the partnership by two years and hold the reduced management fee for the remaining term. It was then recommended by the Fund's Investment Staff and Investment Consultant, in consultation with Fund Legal Counsel, that the Fund approve the consent to the proposed term extension based on the operating performance of the remaining portfolio and improving exit prospects.

Motion to Recommend to the Board of Trustees to Give Consent to the Pacific Venture Group II Two One-Year Term Extensions and Maintenance Management Fee Request. It was moved by Trustee Fitzgerald and seconded by Trustee Granberry to recommend to the Board of Trustees that the Board consent to the proposed PVGII term extensions and fixed management fees and that the Investment Consultant and Fund Investment Staff, in consultation with Fund Legal Counsel, be authorized to

take all actions reasonably necessary to effect and communicate the same.

Roll Call Vote:

AYES: Agnes, Benjamin, Fitzgerald, Fratto, Granberry, Kilgallon and McFadden

NAYS: None

Vote Result: MOTION ADOPTED

4. Portfolio Review;

Mr. Krolak reviewed the 1st Quarter Fund performance report for each Fund as prepared by Marquette.

5. Manager Presentations;

Mr. Krolak and Ms. Schrade briefed the Investment Committee regarding the recent personnel changes and turnover associated with the Small Cap Value team at Mesirow Financial. Then, the following representatives from Mesirow Financial gave a firm update regarding the recent departure of their co-portfolio manager along with portfolio performance: Tom Hynes (Senior Managing Director), Tim Ewing, (Portfolio Manager) and Susan Schmidt (Portfolio Manager).

Upon completion of the Mesirow presentation, it was moved by Trustee Kilgallon and seconded by Trustee Fitzgerald that the Investment Committee convene an Executive Session pursuant to Sections 2(c)(7) of the Open Meetings Act, 5 to discuss the investment contract.

Roll Call Vote:

AYES: Agnes, Benjamin, Fitzgerald, Fratto, Granberry, Kilgallon and McFadden

NAYS: None

Vote Result: MOTION ADOPTED

It was then moved by Trustee Fitzgerald and seconded by Trustee Benjamin to close the Executive Session.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE

No action was taken during closed session. Upon return to open session, Mr. Fratto exited the meeting at this point and Mr. Fitzgerald assumed the chair.

Beth Moreau (Vice-President) of Morgan Stanley, John McLaughlin (Principal), Robert Lanphier (Portfolio Manager) and David Ricci (Portfolio Manager) of William Blair & Company and Marty McLaughlin (President/Managing Director) and Kevin Moore (Director) of Killian Capital Management addressed the Investment Committee regarding their respective portfolio's recent performance and investment outlook.

6. Education Presentation

Mr. Alasdair Cripps, Senior Managing Director, and Mr. Guy Chiarello, Managing Director, of Mesirow Financial gave an education presentation regarding commercial real estate.

7. Adjournment.

After consideration of all other items of business, it was moved by Trustee Granberry and seconded by Trustee Benjamin that the meeting be adjourned.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE