

COUNTY EMPLOYEES' ANNUITY & BENEFIT FUND OF COOK COUNTY
And Ex-Officio for the
FOREST PRESERVE DISTRICT ANNUITY & BENEFIT FUND
MEETING OF THE BOARD OF TRUSTEES
33 N. DEARBORN STREET-STE. 1000
CHICAGO, ILLINOIS 60602

Minutes for March 8, 2012 Meeting of the Board

The County Fund and the Forest Preserve District Fund are herein collectively referred to as the "Fund".

Call to Order and Roll Call.

Trustees Present: Clem Balanoff, Robert Benjamin, John Fitzgerald, Alexis Herrera, Lauren W. Gore, Robert Janura, Brent Lewandowski, Patrick J. McFadden and Kurt Summers

Staff Present: Daniel R. Degnan, Executive Director; Nickol Hackett, Chief Investment Officer; Angela McMillin, Director of Health Benefits; Paul Rzeszutko, Director of Annuity Benefits; Michael Maratea, Director of Finance; Margaret Fahrenbach, Attorney; Gary LeDonne, Senior Benefit Advisor; Sharon Ryan, Office Manager;

Others Present: Mary Pat Burns, Burke Burns & Pinelli, LTD; Mark Rosenfeld, Office of Commissioner Bridget Gainer; Katie Sabo, Office of Commissioner Bridget Gainer; Theron Pickett, Cabrera Capital; Jason Parks, Loop Capital, Sharon Piet; Podesta, John Byrne; Chicago Tribune, Konduru Raghuram; Retiree

At the call of the Chair, Cook County Board President Toni Preckwinkle addressed the Board of Trustees. President Preckwinkle thanked the Board for their good work and asked that they recommend a set of potential solutions to her by April 8, 2012 and further requested that the recommendation include actions from all stakeholders involved with the Fund.

After President Preckwinkle's remarks she departed the meeting and the Board continued with its regular meeting.

1. Review and Consideration of:

a. February 2, 2012 Board Meeting Minutes.

It was moved by Trustee Herrera and seconded by Trustee Summers that the minutes of the February 2, 2012, Board Meeting be adopted.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE.

- b. Bills, Payroll Records, Annuities, Spouse & Child Annuities, Ordinary & Duty Disabilities and Refunds.

It was moved by Trustee McFadden and seconded by Trustee Benjamin that the presented payroll, bills and recommendations for annuities, disabilities and refunds be approved.

Roll Call Vote:

AYES: Balanoff, Benjamin, Fitzgerald, Gore, Herrera, Janura, Lewandowski, McFadden, Summers

NAYS: None

PRESENT: Trustee Herrera asked to be recorded as present for the disability for Office #163808

Vote Result: MOTION ADOPTED

2. Other Benefit Matters

- a. Harper

It was moved by Trustee Herrera and seconded by Trustee Summers that the refund requested by Ms. Harper be approved and that the refund be applied to the payment she owes to the Fund pursuant to the Alternative Retirement Cancellation Payment program [40 ILCS 5/9-134.5]. It was further moved that the Proposed Findings of Fact and Conclusions of Law be adopted and that this be a final administrative decision.

Roll Call Vote:

AYES: Balanoff, Benjamin, Fitzgerald, Gore, Herrera, Janura, Lewandowski, McFadden, Summers

NAYS: None

Vote Result: MOTION ADOPTED

- b. Lingo

It was moved by Trustee Herrera and seconded by Trustee Lewandowski that the medical and other documentation submitted by Ms. Lingo in support of her application for duty disability benefits for the period of December 21, 2000, through January 28, 2001, does not satisfy the requirements of Section 9-158 of the Pension Code and that she is not eligible for the benefits requested.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE.

- c. Rutkowski

It was moved by Trustee Summers and seconded by Trustee Herrera that Mr. Rutkowski has not demonstrated a reasonable cause for delay in filing his application for ordinary disability benefits pursuant to Section 9-157 of the Pension Code and that he is not eligible for the benefits requested.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE.

3. Consideration of February 21, 2012 Investment Committee Recommendations

It was moved by Trustee Janura and seconded by Trustee Herrera that the Board approve the revised roles and responsibilities of the Emerging Manager Sub-Committee as proposed by the Investment Committee at their meeting on February 21, 2012.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE.

It was moved by Trustee Janura and seconded by Trustee Herrera that the Board approve the revisions to the target range goals for utilization of emerging investment managers as presented by the Fund Investment Staff, in consultation with the Fund's Investment Consultant, and as proposed by the Investment Committee at their meeting on February 21, 2012.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE.

It was moved by Trustee Janura and seconded by Trustee Herrera that the Board approve the revisions to the target range goals for increased utilization of minority broker dealers as presented by the Fund Investment Staff, in consultation with the Fund's Investment Consultant, and as proposed by the Investment Committee at their meeting on February 21, 2012.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE.

4. Administrative Matters

a. Travel & Education Approval

It was moved by Trustee Janura and seconded by Trustee Balanoff, consistent with the recommendation of the Funds' Investment staff, that the expenses, including any associated travel expenses, incurred by Mr. Fernando Vinzons, in attending the 4th Annual Mastering Due Diligence for Alternative Investments Conference, on April 3-4, 2012, in New York, New York, at a projected cost of \$1,500 be approved, provided that reimbursement shall be in and for amounts consistent with the Funds' Travel Expense Reimbursement Policy.

Roll Call Vote:

AYES: Balanoff, Benjamin, Fitzgerald, Gore, Herrera, Janura,
Lewandowski, McFadden, Summers

NAYS: None

Vote Result: MOTION ADOPTED

5. Legal Matters

a. Fiduciary Liability Insurance

This matter was deferred.

b. Securities Litigation Monitoring

It was moved by Trustee Herrera and seconded by Trustee Balanoff that the Board convene an Executive Session pursuant to Section 2(c)(11) & 2(c)(7) of the Open Meetings Act in order to discuss potential litigation and consideration of retention of legal counsel.

Roll Call Vote:

AYES: Balanoff, Benjamin, Fitzgerald, Gore, Herrera, Janura,
Lewandowski, McFadden, Summers

NAYS: None

Vote Result: MOTION ADOPTED

There being no further matters to discuss and no action having been taken, it was moved by Trustee Balanoff and seconded by Trustee Gore that the Executive Session be adjourned and that the Board return to open session.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE.

Upon returning to open session the Chair directed that the staff report on securities litigation be received and filed.

6. Pension Subcommittee Update

Mr. Degnan advised the Board that the County Board of Commissioners approved a resolution calling upon the Fund to divest from companies that have exposure to Iran. The matter was referred to the next Investment Committee Meeting.

7. Legislative Update

Mr. Degnan advised that the Fund's lobbyist introduced our legislation and gave a status as to each bill.

8. Old Business/New Business.

9. Adjournment.

After consideration of all other items of business, it was moved by Trustee McFadden and seconded by Trustee Herrera that the meeting be recessed to the call of the Chair.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE.

The Board's next regular meeting is scheduled for April 5, 2012.