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MINUTES
REGULAR MEETING NO. 944
AUGUST 19, 2009

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August 19, 2009
Regular Meeting No. 944
Agenda

1. Roll Call
2. Administrative Items
 - A. Approval of Minutes of Regular Meeting 943 and Special Meeting 943A
 - B. Minimum Formula Annuities
 - C. Widow's and Children's Annuities
 - D. Refunds
 - E. Death Benefits
 - F. Partial Payments
 - G. Benefit Recalculations
 - H. Requests for Permission
 - i. Guardianship
 - ii. Reside Out of State
 - I. Gift Fund: (Information Only)
 - J. Removals
 - K. Expenditures
 - L. Executive Director's Report
 - i. Monthly Report
 - ii. 2009 Expenditures to Date (Information Only)
 - iii. Legacy Partners, 12/31/08 Final Audit Report
 - iv. 12/31/08 Agreed Upon Procedures Report
3. Legal Status
4. Committee Items to be Considered by the Board
 - A. Investment, Fabrizio/Jackson
 - B. Legal, Lux/Martin
 - C. Legislative, Carlson/Fabrizio
 - D. Election, Martin/del Valle
5. Board Physician Reviews of Disability Recipients
6. Hearings
 - A. Occupational Disease Disability
 - i. Lt. John J. Cullina, 6th District9:00 a.m.
 - ii. Lt. John Chwarzynski, 2nd District Relief Atty: Martin HollandDEFERRED
 - B. Duty Disability
 - i. Fire Marshall Donald Cox Jr, Office of Fire Investigation9:45 a.m.
 - ii. PIC Kathrin W. Bender, Ambulance 5.....10:30 a.m.
 - iii. FF Paul Serwatka, Engine 54..... DEFFER TO SEPTEMBER
 - C. Request for Ordinary Disability
 - i. PM Sherida Allen, Ambulance 29.....9:15 a.m.

1. ROLL CALL: President Derrick Jackson, Vice-President Michael Shanahan, Secretary Anthony Martin, Treasurer Stephanie Neely and Trustee Steve Lux.

TRUSTEES PRESENT LATER:

TRUSTEES ABSENT: Trustees Dan Fabrizio, Walter Carlson and Miguel del Valle

OTHERS PRESENT: Fund physician, George Motto, M.D.; Fund Attorneys, Mary Patricia Burns and Vincent Pinelli; Assistant City Comptroller, Joe Conte; Deputy Treasurer, Mark Mitrovich, Executive Director Kenneth Kaczmarz, Deputy Director of Benefits Janet Pelech, Administrative Coordinator Lori Lund, and Assistant Administrative Coordinator Kristy Maufas. Chief Investment Officer Michael Morand and Fund Comptroller Jacklyn McAllister were present for the Investment portion of the meeting.

4. COMMITTEE ITEMS TO BE CONSIDERED BY THE BOARD:

A. INVESTMENT – FABRIZIO/JACKSON:

The Board discussed the following Investment items:

1. Mercer 2nd Quarter Review
2. Mercer Research Updates
3. Watch List Recommendations
4. Northern Trust Performance Flash: July 2009
5. Statement of Asset Allocation: August 13, 2009
6. Cash Needs: August 31, 2009
7. Target Brokers: July 2009
8. Capital Calls
9. Citi Property Investments
10. Securities Lending Update
11. US Treasury PPIP Update
12. Equity Protection Strategy
13. Public Act 096 Implementation
14. Greenwich Institutional Survey Results

INFORMATIONAL ARTICLES ONLY:

55% Execs See More Recession
CalPers, CalStrs Report Big Losses
Pensions Jump Into Real Estate
SEC Money Market Rule Proposals

Jason Palmer and Julie Sawaya (Intern), of Mercer Consulting were present.

Sherry Piet and Connie Krietzler were present to observe the proceedings.

COMMITTEE ITEMS TO BE CONSIDERED BY THE BOARD:INVESTMENT:

After discussion of the foregoing Investment items the following motions were made.

On motion of Martin, second by Neely to remove Evergreen Investments and Neuberger Berman from the watch list. The vote was:

Yeas: Jackson, Lux, Martin, Neely, Shanahan

Nays: None

On motion of Martin, second by Lux to remove Chicago Equity Partners from the watch list. The vote was:

Yeas: Jackson, Lux, Martin, Neely, Shanahan

Nays: None

On motion of Martin, second by Lux to place Marvin and Palmer and Globeflex International SMID growth on the watch list for performance reason. The vote was:

Yeas: Jackson, Lux, Martin, Neely, Shanahan

Nays: None

On motion of Martin, second by Shanahan to draw down the following amounts from the following managers to pay August benefits and expenses.

Earnest Partners	\$2.5 million
WAMCO	\$3.2 million
Loomis Sayles	\$3.3 million
Fund Office account	\$4.2 million
TOTAL	\$13.2 million

The vote was:

Yeas: Jackson, Lux, Martin, Neely, Shanahan

Nays: None

COMMITTEE ITEMS TO BE CONSIDERED BY THE BOARD:

INVESTMENT:

On motion of Martin, second by Neely to request Credit Suisse appear before the Committee in September to more fully discuss a possible equity protection strategy as an educational seminar. The vote was:

The vote was:

Yeas: Jackson, Lux, Martin, Neely, Shanahan

Nays: None

6. HEARINGS:

A. OCCUPATIONAL DISEASE DISABILITY APPLICATIONS:

The Secretary presented the application for occupational disease benefits made to and sworn by:

13232 JOHN J. CULLINA, EMT Lieutenant, 6th District

Born: 12/17/1952

Ent. CFD: 02/17/1987

and witnessed in the office of the Fund, accompanied by staff accountant's letter as to amounts and all necessary records. Applicant had been examined in the office of the Fund by the Board's physician. After reviewing the relevant records, a hearing having been held and after due deliberation, on motion of Martin, seconded by Shanahan to grant occupational disease disability benefits.

*By roll call vote, **occupational disease disability benefits were granted** pursuant to Illinois Compiled Statutes, 40 ILCS 5/6-151.1 and the express findings of the Board, in the amount of **\$5,247.66 a month beginning July 28, 2009**, the day of removal from the Fire Department payroll and no longer receiving salary. The vote was*

Yeas: Jackson, Lux, Martin, Neely, Shanahan

Nays: None

Absent: Carlson, del Valle, Fabrizio

On motion of Martin second by Neely to schedule a reexamination of Mr. Cullina's disability status.

Yeas: Jackson, Lux, Martin, Neely, Shanahan

Nays: None

Absent: Carlson, del Valle, Fabrizio

On motion of Martin, second by Neely to go into executive session. The vote was:

Yeas: Jackson, Lux, Martin, Neely, Shanahan

Nays: None

The Board came out executive session.

HEARINGS:

C. ORDINARY DISABILITY APPLICATIONS:

The Secretary presented the application for ordinary disability benefits made to and sworn by:

16236 SHERIDA M. ALLEN, Paramedic, Ambulance 29

Born: 08/04/1972 \$2,426.31 a month beginning June 21, 2009
Ent. CFD: 03/18/2002

On motion of Martin, second by Neely to go into executive session. The vote was:

Yeas: Jackson, Lux, Martin, Neely, Shanahan

Nays: None

Out of executive session the following motion was made.

and witnessed in the office of the Fund, accompanied by staff accountant's letter as to amounts and all necessary records. Applicant had been examined in the office of the Fund by the Board's physician. After reviewing the relevant records, a hearing having been held and after due deliberation, on motion of Martin, seconded by Neely, to grant ordinary disability benefits.

*By roll call vote, **ordinary disability benefits were not granted** pursuant to Illinois Compiled Statutes, 40 ILCS 5/6-152 and the express findings of the Board. The vote was:*

Yeas: Lux, Neely

Nays: Jackson, Martin, Shanahan

Absent: Carlson, del Valle, Fabrizio

B. DUTY DISABILITY APPLICATIONS:

The Secretary presented the application for duty disability benefits made to and sworn by:

13864 DONALD COX, EMT Fire Marshal, Office of Fire Investigation

Born: 08/03/1964
Ent. CFD: 11/01/1989

Witnesses: BC/EMT De Kalb Walcott
Fire Marshall/EMT Victor Megaro

On motion of Martin, second by Neely to go into executive session. The vote was:

Yeas: Jackson, Lux, Martin, Neely, Shanahan

Nays: None

The Board came out executive session.

HEARINGS:B. DUTY DISABILITY APPLICATIONS:

13864 DONALD COX, EMT Fire Marshal, Office of Fire Investigation

The application was witnessed in the office of the Fund, and is accompanied by staff accountant's letter as to amounts and all necessary records. Applicant had been examined in the office of the Fund by the Board's physician. After reviewing the relevant records, a hearing having been held and after due deliberation, on motion of Martin, seconded by Neely to grant duty disability benefits.

*By roll call vote, **duty disability benefits were granted**, pursuant to Illinois Compiled Statutes, 40 ILCS 5/640 ILCS 5/6-151 and the express findings of the Board, in the amount of **\$4,934.87 a month beginning June 29, 2009**, the day of removal from the Fire Department payroll and no longer receiving salary. The vote was:*

Yeas: Jackson, Lux, Martin, Neely, Shanahan

Nays: None

Absent: Carlson, del Valle, Fabrizio

On motion of Martin, second by Shanahan for Continued Case Management of Mr. Cox's disability status. The vote was:

Yeas: Jackson, Lux, Martin, Neely, Shanahan

Nays: None

Absent: Carlson, del Valle, Fabrizio

2. ADMINISTRATIVE ITEMS:A. APPROVAL OF MINUTES OF REGULAR MEETING AND SPECIAL MEETING:

On motion of Martin, seconded by Carlson, the minutes of the regular meeting number 943, held on July 18, 2009 and special meeting number 943A, held on July 29, 2009, were accepted and approved without reading, each member having been previously furnished with a copy. The vote was:

Yeas: Jackson, Lux, Martin, Neely, Shanahan

Nays: None

B. MINIMUM FORMULA ANNUITIES:

11937 WALTER F. BECTON, Firefighter, Midway

Born:	07/31/1946	\$5,071.55	a month beginning July 31, 2009
Ent. CFD:	02/22/1980		based on 75%
Retired:	07/31/2009	\$152.15	annuity increment, 3%, begins August 1, 2010

- REFUND \$32.69 FOR 2006 ERRORS IN DEDUCTIONS.

MINIMUM FORMULA ANNUITIES:

11199 PHILLIP W. BOZEMAN, Captain, Engine 38

Born:	04/29/1956	\$6,567.65	a month beginning July 7, 2009
Ent. CFD:	02/18/1980		based on 75%
Retired:	07/07/2009	\$98.51	annuity increment, 1.5%, begins May 1, 2016, last one on January 1, 2035

- REFUND \$18.73 FOR 2006 ERRORS IN DEDUCTIONS AND \$33,780.03 SPOUSE CONTRIBUTIONS

12322 MILE J. CEKO, Ambulance Commander, Ambulance 26.

Born:	06/24/1953	\$6,708.10	a month beginning July 8, 2009
Ent. CFD:	02/26/1975		based on 75%
Retired:	07/08/2009	\$201.24	annuity increment, 3%, begins August 1, 2010

- COLLECT \$141.48 FOR 2003 ERRORS IN DEDUCTIONS
- REFUND \$129.60 FOR 1998 AND 2006 ERRORS IN DEDUCTIONS

11970 LAMARTINE EDWARDS, Lieutenant, 1st District Relief

Born:	11/10/1953	\$5,951.11	a month beginning July 2, 2009
Ent. CFD:	03/01/1980		based on 75%
Retired:	07/02/2009	\$178.53	annuity increment, 3%, begins August 1, 2010

- REFUND \$11.54 FOR 2006 ERRORS IN DEDUCTIONS

13086 GLENN FOX, Firefighter, Truck 16

Born:	03/03/1955	\$3,663.07	a month beginning June 30, 2009
Ent. CFD:	11/01/1986		based on 57.5%
Retired:	06/30/2009	\$54.95	annuity increment, 1.5% begins April 1, 2015, last one on January 1, 2034

Note: Leave of Absence since 2/2/09

- REFUND \$37.23 FOR 2006 ERRORS IN DEDUCTIONS

11839 WILFRED HOLMES, Captain, Fire Prevention Bureau Central

Born:	02/28/1956	\$6,660.32	a month beginning August 1, 2009
Ent. CFD:	02/20/1980		based on 75%
Retired:	08/01/2009	\$99.90	annuity increment, 1.5% begins March 1, 2016, last one on January 1, 2035

- REFUND \$36.43 FOR 2006 ERRORS IN DEDUCTIONS

MINIMUM FORMULA ANNUITIES:

10272 JOHN E. LEDERER, Lieutenant, Truck 18, Duty Disability since May 5, 2004

Born:	08/10/1946	\$6,130.90	a month beginning August 10, 2009
Ent. CFD:	12/22/1973		based on 75%
Retired:	08/10/2009	\$183.93	annuity increment, 3%, begins September 1, 2010

11858 DONALD LEIGH JR., Captain, Engine 34

Born:	01/01/1957	\$6,567.65	a month beginning July 28, 2009
Ent. CFD:	02/20/1980		based on 75%
Retired:	07/28/2009	\$98.51	annuity increment 1.5%, begins February 1, 2017, last one on January 1, 2036

- REFUND \$18.73 FOR 2006 ERRORS IN DEDUCTIONS

10543 GREGORY W. LEWIS, District Chief, District 4

Born:	05/25/1949	\$8,922.71	a month beginning July 18, 2009
Ent. CFD:	07/16/1977		based on 75%
Retired:	07/18/2009	\$267.68	annuity increment, 3%, begins August 1, 2010

- COLLECT \$221.11 FOR 1980, 2003 AND 2007 ERRORS IN DEDUCTIONS
- REFUND \$290.25 FOR 1986 AND 2006 ERRORS IN DEDUCTIONS

12002 STEVE F. MANFREDA, Lieutenant, Engine 34

Born:	11/29/1958	\$5,951.11	a month beginning July 3, 2009
Ent. CFD:	03/01/1980		based on 75%
Retired:	07/03/2009	\$89.27	annuity increment, 1.5%, begins December 1, 2018, last one on January 1, 2037

- REFUND \$11.25 FOR 2006 ERRORS IN DEDUCTIONS

9927 WILLIAM E. MEYER, Lieutenant, Engine 77, Duty Disability since October 7, 1998

Born:	08/09/1946	\$6,187.00	a month beginning August 8, 2009
Ent. CFD:	12/16/1970		based on 75% of final salary
Retired:	08/08/2009	\$185.61	annuity increment, 3%, begins September 1, 2010

12621 WILLIAM J. PINK, Paramedic, Ambulance 26

Born:	11/07/1952	\$5,025.84	a month beginning July 8, 2009
Ent. CFD:	10/20/1976		based on 75%
Retired:	07/08/2009	\$150.78	annuity increment, 3%, begins August 1, 2010

- REFUND \$53.54 FOR 2006 ERRORS IN DEDUCTIONS

MINIMUM FORMULA ANNUITIES:

11890 THOMAS M. SATTLER, Firefighter, Engine 69

Born:	06/23/1954	\$5,071.55	a month beginning July 7, 2009
Ent. CFD:	02/20/1980		based on 75%
Retired:	07/07/2009	\$152.15	annuity increment, 3%, begins August 1, 2010

- REFUND \$18.60 FOR 2006 ERRORS IN DEDUCTIONS

11719 MICHAEL SCIANNA, Battalion Chief, Battalion 10

Born:	07/03/1957	\$7,262.96	a month beginning July 6, 2009
Ent. CFD:	02/19/1980		based on 75%
Retired:	07/06/2009	\$108.94	annuity increment, 1.5%, begins August 1, 2017, last one on January 1, 2036

- COLLECT \$4.76 FOR 2003 ERRORS IN DEDUCTIONS
- REFUND \$501.54 FOR 1984, 2001 AND 2006 ERRORS IN DEDUCTIONS

10335 DAVID E. STACK, Firefighter, Midway, Occupational Disease Disability since February 20, 2004

Born:	08/30/1946	\$5,251.12	a month beginning August 30, 2009
Ent. CFD:	12/22/1973		
Retired:	08/30/2009		

- COLLECT \$39.65 FOR 2006 ERRORS IN DEDUCTIONS
- REFUND \$28,096.04 SPOUSE CONTRIBUTIONS

On motion of Martin, second by Shanahan, and by unanimous vote, the foregoing applications for minimum formula annuities accompanied by staff accountant's letters as to amounts and all necessary records were approved and granted to those applicants under provisions of the Code in the amounts and under the terms set forth. The vote was:

Yeas: Jackson, Lux, Martin, Neely, Shanahan

Nays: None

C. WIDOW'S AND CHILDREN'S ANNUITIES:

6457 GERALDINE T. BIRSA, widow of Matt S. Birsa, retired since May 4, 1981

Born:	01/31/1928	\$1,000.00	a month beginning July 20, 2009
Ent. CFD:	01/16/1954		
Deceased:	07/19/2009		

WIDOW'S AND CHILDREN'S ANNUITIES:

5803 RITA MARY BOWMAN BY LINDA L. KRUSE, widow of Daniel H. Bowman, retired since November 8, 1978

Born: 06/26/1921 \$1,000.00 a month beginning June 28, 2009
Ent. CFD: 06/16/1950
Deceased: 06/27/2009

Note: Waiting for Doctor's Letter for Guardianship

8078 MARJORIE FLYNN, widow of Frank Flynn, retired since April 17, 1987

Born: 04/19/1934 \$1,367.46 a month beginning July 1, 2009
Ent. CFD: 03/07/1961
Deceased: 06/30/2009

7709 FRANCES PAC, widow of Raymond H. Pac, retired since November 21, 1994

Born: 06/04/1931 \$2,167.91 a month beginning June 20, 2009
Ent. CFD: 02/17/1958
Deceased: 06/19/2009

On motion of Martin, second by Lux, and by unanimous vote, the foregoing applications for widows' and childrens' annuities accompanied by staff accountant's letters as to amounts and all necessary records were approved and granted to those applicants under provisions of the Code in the amounts and under the terms set forth. The vote was:

Yeas: Jackson, Lux, Martin, Neely, Shanahan

Nays: None

D. REFUNDS: (NONE)

E. DEATH BENEFITS:

6457 MATT S. BIRSA, retired since May 4, 1981

Born: 01/31/1928 \$6,000.00 to Geraldine Birsa, widow
Ent. CFD: 01/16/1954
Deceased: 07/19/2009

5803 DANIEL H. BOWMAN, retired since November 8, 1978

Born: 06/26/1921 \$6,000.00 to Rita M. Bowman, widow,
Ent. CFD: 06/16/1950 by Linda Kruse, daughter
Deceased: 06/27/2009

DEATH BENEFITS:

8078 FRANK FLYNN, retired since April 17, 1987

Born: 04/19/1934 \$6,000.00 to Marjorie L. Flynn, widow
 Ent. CFD: 03/07/1961
 Deceased: 06/30/2009

8649 ARTHUR C. HANSEN, retired since November 9, 1994

Born: 09/24/1932 \$6,000.00 to Michael A. Hansen, son
 Ent. CFD: 06/01/1964
 Deceased: 06/26/2009

9798 JOHN HENNELLY, retired since November 30, 2000

Born: 05/24/1935 \$6,000.00 to Lorraine Hennelly, widow
 Ent. CFD: 04/16/1970
 Deceased: 06/09/2009

6763 THOMAS J. HYLAND, retired since March 21, 1992

Born: 03/21/1929 \$6,000.00 ¼ each to Thomas E. Hyland,
 Ent. CFD: 11/01/1954 Margaret M. Hyland, John L. Hyland
 Deceased: 05/30/2009 and Timothy Hyland, children

9654 HILERY O'SHAUGHNESSY, retired since November 30, 2001

Born: 03/22/1943 \$6,000.00 to John Minich, Funeral Director
 Ent. CFD: 02/16/1969
 Deceased: 08/09/2009

7709 RAYMOND H. PAC, retired since November 21, 1994

Born: 06/04/1931 \$6,000.00 to Frances L. Pac, widow
 Ent. CFD: 02/17/1958
 Deceased: 06/19/2009

On motion of Martin, second by Neely, and by unanimous vote, the foregoing ordinary death benefits were granted under provisions of the Code in the amounts and under the terms set forth. The vote was:

Yeas: Jackson, Lux, Martin, Neely, Shanahan

Nays: None

F. PARTIAL PAYMENTS:

- 7134 HELEN BAHR, widow, deceased July 1, 2009; \$32.26 to
Irene Bahr, daughter.
- 8578 MADELEINE L. BALDWIN, widow, deceased June 7, 2009; \$665.90 to
Michael Baldwin, son
- 6457 MATT S. BIRSA, retired, deceased July 19, 2009; \$1,179.58 to
Geraldine Birsa, widow
- 7139 LOIS C. BOYLE, widow, deceased July 13, 2009; \$666.99 to
Barbara Buss, daughter
- 6646 ELIZABETH CUSUMANO, widow, deceased June 4, 2009; \$312.99 to
Susan Cusumano, daughter
- 9798 JOHN HENNELLY, retired, deceased June 9, 2009; \$1,367.44 to
Lorraine Hennelly, widow
- 6648 GRACE LORENZEN, widow, deceased June 18, 2009; \$600.00 to
Robin Dal Santo, daughter
- 9011 RUTH I. MCGRAW, widow, deceased June 12, 2009; \$1,978.35 to
Jackie Gaulager, daughter
- 3069 SARAH A. MCCULLOUGH, widow, deceased July 25, 2009; \$806.45 to
James McCullough, executor
- 7709 RAYMOND H. PAC, retired, deceased June 19, 2009; \$2,746.01 to
Frances Pac, widow
- 7077 LORRAINE E. PAUL, widow, deceased May 10, 2009; \$413.49 to
Patricia Paul, daughter
- 4805 EMILY S. RUCINSKI, widow, deceased February 10, 1997; \$357.14 to
Walter Rucinski, successor trustee
- 7677 EVELYN SPOTSER, widow, deceased May 15, 2009; \$483.87 to
Enid Spotser, daughter
- 6133 FEDORA YANCICK, widow, deceased June 26, 2009 to
Paul Yancick, executor

The foregoing pro rata payments on account of the death of annuitants, pensioners and beneficiaries on motion of Martin, second by Lux, were granted under the provisions of the Code in the amounts and under the terms set forth. The vote was:

Yeas: Jackson, Lux, Martin, Neely, Shanahan

Nays: None

G. BENEFIT RECALCULATIONS:i. TERMINATION OF CHILD SUPPORT:

10989 ANTHONY MATHEWS, retired since September 21, 2005, Terminate Income Withholding for Support, dated August 1, 2009, Order No. 1989D0065978. Terminates child support for Naameth Mathews.

10670 ALBERT L. BRAGGS, retires since November 10, 2006. Order No. 99 D 6826 entered August 6, 2009 in the Circuit Court of Cook County terminates child support for James Braggs (DOB 2/14/90) and Alyssa Braggs (DOB 1/19/91) effective immediately.

*On motion of Martin, second by Shanahan, the foregoing Benefit Recalculations were approved.
The vote was:*

Yeas: Jackson, Lux, Martin, Neely, Shanahan

Nays: None

ii. INCREASE TO FULL ORPHAN BENEFITS:

6848 BRUCE LORENZEN, Handicapped Child Annuity Benefits since November 2, 1997. Mother and natural guardian deceased June 18, 2009. Increase benefits to full orphan amount of \$1,023.30 per month payable to Court Appointed Guardian Robin Dal Santo, sister.

On motion of Martin, second by Neely, the foregoing Benefit Recalculation was approved. The vote was:

Yeas: Jackson, Lux, Martin, Neely, Shanahan

Nays: None

iii. QILDRO ORDER:

11839 WILFRED HOLMES, retired since August 1, 2009. Application for Minimum Formula Annuity presented in this meeting. QILDRO Order 04 D 11758 entered January 24, 2006 in the Circuit Court of Cook County requires distribution to the Alternate Payee, Michelle Dixon-Holmes in the amount of \$499.44 per month to include a proportionate amount of future cost of living increases.

On motion of Martin, second by Lux, the foregoing Benefit Recalculation was approved. The vote was:

Yeas: Jackson, Lux, Martin, Neely, Shanahan

Nays: None

BENEFIT RECALCULATIONS:iv. REFUND DUTY AVAILABILITY PENSION CONTRIBUTIONS:

15438 WILLIAM SLAWSON – Resigned February 4, 2009, 8:00 a.m., Refund \$41.85

On motion of Martin, second by Shanahan, and by unanimous vote, the foregoing Benefit Recalculation was approved. The vote was:

Yeas: Jackson, Lux, Martin, Neely, Shanahan

Nays: None

H. REQUESTS FOR PERMISSION:i. GUARDIANSHIP:

6219 ARCHIE G. CHANEY BY ROCHELLE C. RICHARDSON, daughter. Retired since May 20, 1989. Power of Attorney and Doctor's Letter on file.

8402 JAMES C. GLEESON BY HELEN A. SCHLICHT, sister. Retired since June 9, 1986. Power of Attorney and Doctor's Letter on file.

5089 GLADYS HERRMANN BY ROBERT S. HERMANN, son. Widow's Annuity since November 7, 1979. Power of Attorney and Doctor's Letter on file.

6848 BRUCE LORENZEN BY ROBIN DAL SANTO, sister. Handicapped Child Annuity Benefits since November 2, 1997, mother and natural guardian deceased. Order Approving Guardians' Petition to Use Social Security and Pension Benefits for Maintenance of Protected Person entered in the Lake Superior Court Probate Division of Hammond, Indiana, Cause No. 45D01-0302-GU-0004, entered August 4, 2009.

6091 FLORENCE F. MORONEY BY PATRICK E. MORONEY, son. Widow's Annuity since November 20, 2002. Power of Attorney and Doctor's Letter on file.

4483 GLADYS M. MULLANEY BY ALAN M. MULLANEY, son. Widow's Annuity since October 20, 1993. Power of Attorney and Doctor's Letter on file.

4664 RUTH I. OECHSLE BY JAMES L. KEEVAN, son. Widow's Annuity since October 6, 1995. Power of Attorney and Doctor's Letter on file.

The Secretary presented request for permission to receive, receipt for, endorse and cash monthly annuity payments on behalf of the foregoing annuitants, as they are no longer able to do so personally. Physician's statements confirming disability, Letters of Guardianship or Powers of Attorney accompanied the requests. On motion of Martin to grant guardianship, second by Lux, and by unanimous vote, guardianship and conservatorship proceedings were waived under provisions of Illinois Compiled Statutes, 40 ILCS 5/6-213. The Secretary was directed to forward the monthly annuity checks to the guardian-in-fact until further action of the Board. The vote was:

Yeas: Jackson, Lux, Martin, Neely, Shanahan

Nays: None

I. GIFT FUND: (INFORMATION ONLY)

(SEE GIFT FUND ADDENDUM)

J. REMOVALS: *The following changes in the rolls of annuitants and beneficiaries since the last regular meeting were directed to be recorded:*

Matt S. Birsa	Annuity	Died July 19, 2009
Clarence J. Brown	Annuity	Died August 08, 2009
Hilery O'Shaughnessy	Annuity	Died August 09, 2009
Leo R. Stefanowski	Annuity	Died July 26, 2009
Lorraine C. Bernahl	Widow's Annuity	Died July 29, 2009
Lois C. Boyle	Widow's Annuity	Died July 13, 2009
May Kane	Widow's Annuity	Died July 13, 2009
Marianne K. Kelly	Widow's Annuity	Died July 01, 2009
Dora M. Maas	Widow's Annuity	Died August 05, 2009
Sarah A. McCullough	Widow's Annuity	Died July 25, 2009
Ellen I. Moeller	Widow's Annuity	Died July 08, 2009
Betty Nyquist	Widow's Annuity	Died July 22, 2009
Evelyn Spotser	Widow's Annuity	Died May 15, 2009
Fedora Yancick	Widow's Annuity	Died June 26, 2009
Raymond M. Ellitch	Duty Disability	Retired July 28, 2009
Oliver K. Hugo, III	Duty Disability	Retired July 21, 2009
Jerome P. Koch	Duty Disability	Retired July 23, 2009
Jeffrey J. Taylor	Duty Disability	Retired July 31, 2009
Timothy F. Hynes	Occupational Disease Disability	Retired July 30, 2009
Desiree Aramburu	Child's Disability Benefit	Age 18 on August 10, 2009
Mark Kelly	Child's Disability Benefit	Age 18 on August 13, 2009
Nyssa P. Wratschko	Child's Disability Benefit	Age 18 on August 22, 2009

*On motion of Martin, seconded by Neely, the foregoing additions and removals were accepted.
The vote was:*

Yeas: Jackson, Lux, Martin, Neely, Shanahan

Nays: None

K. EXPENDITURES:i. INVOICES PAID - BUDGETED OPERATING EXPENSES REQUIRING IMMEDIATE PAYMENT: (INFORMATION ONLY)

(See Expenditure Addendum)

EXPENDITURES:

ii. INVOICES PRESENTED FOR PAYMENT - BUDGETED OPERATING EXPENSES:

(See Expenditure Addendum)

On motion of Martin, seconded by Neely, to pay the foregoing invoices presented for payment of budgeted operating expenses. The vote was:

*Yeas: Jackson, Lux, Martin, Neely, Shanahan
Nays: None*

iii. SECRETARY'S MOTION FOR PREPAYMENT OF MONTHLY OPERATING EXPENSES:

It is hereby moved that the following monthly expenditures for the next succeeding month for which invoices have not been received as of this date and the exact amounts not yet determined, that are due and payable prior to the next month's Board meeting be and the same are hereby authorized and approved to be paid upon receipt of the respective invoices which such expenses by creditor are hereinafter set forth as follows:

Rent
Electric
Telephone
Postage for Benefit Checks
Petty Cash - \$700
Brinks

On motion of Martin, seconded by Shanahan, to pay the bills. The vote was:

*Yeas: Jackson, Lux, Martin, Neely, Shanahan
Nays: None*

iv. REQUEST FOR EXPENDITURES: (NONE)

v. PHONE POLL: (NONE)

L. EXECUTIVE DIRECTOR'S REPORT:

i. MONTHLY REPORT:

On motion of Martin, second by Shanahan to accept the Executive Director's Report. The vote was:

*Yeas: Jackson, Lux, Martin, Neely, Shanahan
Nays: None*

ii. 2009 EXPENDITURES TO DATE: (INFORMATION ONLY)

ii. LEGACY PARTNERS, 12/31/08 FINAL AUDIT REPORT:

iii. 12/31/08 AGREED UPON PROCEDURES REPORT:

3. LEGAL STATUS:

On motion of Martin, second by Shanahan to accept the Legal Status Report. The vote was:

*Yeas: Jackson, Lux, Martin, Neely, Shanahan
Nays: None*

On motion of Neely, second by Shanahan to go into executive session. The vote was:

*Yeas: Jackson, Lux, Martin, Neely, Shanahan
Nays: None*

The Board came out of executive session.

HEARINGS:

B. DUTY DISABILITY APPLICATIONS:

The Secretary presented the application for duty disability benefits made to and sworn by:

14786 KATHRIN W. BENDER, Paramedic In Charge, Ambulance 5

Born: 08/24/1967 \$4,949.87 a month beginning June 25, 2009
Ent. CFD: 03/16/1995

Witnesses: Thelma Bell, Secretary (Civilian)

On motion of Martin, second by Lux, the foregoing application for Duty Disability benefits was deferred at the request of the applicant. The vote was:

*Yeas: Jackson, Lux, Martin, Neely, Shanahan
Nays: None*

HEARINGS:

DUTY DISABILITY APPLICATIONS:

14786 KATHRIN W. BENDER, Paramedic In Charge, Ambulance 5

On motion of Martin, second by Neely, at the request of the applicant, to authorize payment for additional medical testing of the applicant. The vote was:

Yeas: None

Nays: Jackson, Lux, Martin, Neely, Shanahan

Motion Fails

4. COMMITTEE ITEMS TO BE CONSIDERED BY THE BOARD:

B. LEGAL – LUX/MARTIN:

The Board discussed the following Legal items.

1. Status
2. Implementation of SB 364 Requirements (PA96-0006) (Ongoing)
 - Impact on and Revisions to Fund Policies
 - Ethics Policy
 - Travel Policy
 - Investment Policy
3. Review of Refund – Child Support Matter (Proposed Order)
4. 6-217 Civil Service Age Issue
5. 6-210 Eligibility for Retirement Benefits
6. 6-159 Discussion of Existing Language
7. Gabriel Roeder Smith – Experience Study
8. FBAR – Report of Foreign Bank and Financial Account
9. Annuitant Tax Credit Issue
10. IRS Code Applicable to Governmental Pension Funds

Fund staff was directed to draft a letter to all retirees regarding the new tax tables effecting deduction on benefits.

On motion of motion Martin, second by Shanahan the Board went into executive session. The vote was:

Yeas: Jackson, Lux, Martin, Neely, Shanahan

Nays: None

COMMITTEE ITEMS TO BE CONSIDERED BY THE BOARD:

LEGAL – LUX/MARTIN:

On motion of Martin, second by Shanahan the Board went into executive session.

Out of executive session the following motion was made.

On motion of Martin, second by Lux to direct the Fund's attorney to work with the Municipal Fund to come to an agreement consistent with the discussion held in executive session. The vote was:

Yeas: Jackson, Lux, Martin, Neely, Shanahan

Nays: None

Legislative and Election issues were discussed during the Executive Director's report.

H. REQUESTS FOR PERMISSION:

ii. RESIDE OUT OF STATE:

11734 SPENCER, JOHN. Duty Disability since October 10, 2006.

There being no further business to discuss, the meeting was adjourned.