

**Laborers' and Retirement Board Employees'
Annuity and Benefit Fund of Chicago
Minutes of Regular Board Meeting No. 998**

June 19, 2018

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**LABORERS' & RETIREMENT BOARD EMPLOYEES'
ANNUITY & BENEFIT FUND OF CHICAGO**

June 19, 2018

Report of Meeting No. 998 held on June 19, 2018, starting at 1:07 p.m. at the office of the Laborers' and Retirement Board Employees' Annuity and Benefit Fund of Chicago ("Fund" or "LABF"). The following notes attendance:

Board Members:	Victor Roa	– President (Union Appointed Member)
	Erin Keane	– Vice President (City Comptroller, City of Chicago)
	Michael LoVerde	– Secretary (Active Employee Elected Member)
	Carol Hamburger	– Trustee (Managing Deputy Comptroller, City of Chicago)
	Carole Brown	– Trustee (Chief Financial Officer, City of Chicago)
	James Capasso, Jr.	– Trustee (Annuitant Elected Member)
	James Joiner	– Trustee (Active Employee Elected Member)
Staff & Consultants:	Graham Grady	– Taft Stettinius & Hollister LLP, Fund's Counsel
	Cary Donham	– Taft Stettinius & Hollister LLP, Fund's Counsel, via telephone
	Dr. Terence Sullivan	– Fund's Physician
	Robert S. Molaro	– Robert S. Molaro and Associates, Legislative Liaison
	James Wesner	– Marquette Associates, Fund's Investment Consultant
	Kweku Obed	– Marquette Associates, Fund's Investment Consultant
	Neil Capps	– Marquette Associates, Fund's Investment Consultant
	Jeremy Zirin	– Marquette Associates, Fund's Investment Consultant
	Michael Walsh	– Executive Director and Chief Investment Officer
	Peggy Grabowski	– Comptroller
	John Carroll	– Compliance Administrator
	Sheila Jones	– Administrative Coordinator
	Nadia Oumata	– Manager of Accounting and Investments
	Tina Rhoten	– Benefits Manager
	Paul Rzeszutko	– Assistant Benefits Manager
	Nicole Evangelista	– Payment Services Coordinator
	Irene Velazquez	– Payment Services Assistant
Absent:	Kurt Summers, Jr.	– Trustee (City Treasurer, City of Chicago)
Observers:	Jabari Porter, City of Chicago Treasurer's Office	
	Jeffrey Johnson, Municipal Employees' Annuity and Benefit Fund of Chicago	

President Roa determined that a quorum was present after Secretary LoVerde took attendance.



*Laborers' and Retirement Board Employees'
Annuity and Benefit Fund of Chicago*


Board Members:

I am transmitting herewith the minutes for the meeting of the Retirement Board which was held on **June 19, 2018**. The minutes are comprised of the following:

- Public Participation
- Approval of Minutes from Prior Meetings
- Schedule A: Applications for Refunds
 - 1. Refund of Contributions Due to Separation from Service
 - 2. Miscellaneous Refunds
- Schedule B: Applications for Annuities
 - 1. Employee Annuities
 - 2. Spouse and Child Annuities
- Schedule C: Adjustment Refunds to New Annuitants
- Schedule D: Applications for Duty Disability Benefits
- Schedule E: Applications for Ordinary Disability Benefits
- Schedule F: Applications for Extension of Duty Disability Benefits
- Schedule G: Applications for Extension of Ordinary Disability Benefits
- Schedule H: Payment of Uncashed Checks of Deceased Members
- Schedule I: Payment of Administrative Expenses
- Robert S. Molaro & Associates Presentation
- Investments Report
- Executive Session No. 1
- Executive Session No. 2
- Administrative Report
- Legal Report
- Executive Session No. 3
- Executive Session No. 4
- Adjournment

All the foregoing matters were checked upon receipt in the office of the Retirement Board and were found to be hereinafter set forth.

Sincerely,


Michael R. LoVerde
Retirement Board Secretary

**LABORERS' & RETIREMENT BOARD EMPLOYEES'
ANNUITY & BENEFIT FUND OF CHICAGO**

June 19, 2018

PUBLIC PARTICIPATION

None.

APPROVAL OF MINUTES FROM PREVIOUS MEETINGS

It was moved by Trustee LoVerde, seconded by Trustee Capasso, that the regular minutes of Meeting No. 997 held on May 22, 2018 be approved as submitted.

Roll-call: For -- Trustees Roa, Keane, LoVerde, Hamburger, Capasso, Brown and Joiner.
Against -- None.

It was moved by Trustee LoVerde, seconded by Trustee Capasso, that the minutes of Executive Sessions 1, 2 and 3 of Meeting No. 997 held on May 22, 2018 be approved as submitted.

Roll-call: For -- Trustees Roa, Keane, LoVerde, Hamburger, Capasso, Brown and Joiner.
Against -- None.

SCHEDULE A – APPLICATIONS FOR REFUNDS

1. Refund of Contributions Due to Separation from Service[is this correct votes? Some confusion]

It was moved by Trustee Hamburger, seconded by Trustee LoVerde, that the applications presented for Refunds of Contributions Due to Separation from Service be approved and ordered paid.

Roll-call: For -- Trustees Roa, Keane, LoVerde, Hamburger, Capasso, Brown and Joiner.
Against -- None.

2. Miscellaneous Refunds

It was moved by Trustee Hamburger, seconded by Trustee LoVerde, that the applications presented for Miscellaneous Refunds be approved and ordered paid.

SCHEDULE B – APPLICATIONS FOR ANNUITIES

1. Employee Annuities

It was moved by Trustee Hamburger, seconded by Trustee Joiner, that the applications for Employee Annuities be approved and ordered paid.

Roll-call: For -- Trustees Roa, Keane, LoVerde, Hamburger, Capasso, Brown and Joiner.
Against -- None.

2. Spouse and Child Annuities

It was moved by Trustee Capasso, seconded by Trustee Hamburger, that the applications for Spouse and Child Annuities be approved and ordered paid.

Roll-call: For -- Trustees Roa, Keane, LoVerde, Hamburger, Capasso, Brown and Joiner.
Against -- None.

SCHEDULE C – ADJUSTMENT REFUNDS TO NEW ANNUITANTS

It was moved by Trustee LoVerde, seconded by Trustee Joiner, that the Adjustment Refunds to New Annuitants be approved and ordered paid.

Roll-call: For -- Trustees Roa, Keane, LoVerde, Hamburger, Capasso, Brown and Joiner.
Against -- None.

SCHEDULE D – APPLICATIONS FOR DUTY DISABILITY BENEFITS

It was moved by Trustee Brown, seconded by Trustee LoVerde, that the applications for Duty Disability Benefits be approved and ordered paid.

Roll-call: For -- Trustees Roa, Keane, LoVerde, Hamburger, Capasso, Brown and Joiner.
Against -- None.

**LABORERS' & RETIREMENT BOARD EMPLOYEES'
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SCHEDULE E – APPLICATIONS FOR ORDINARY DISABILITY BENEFITS

It was moved by Trustee Capasso, seconded by Trustee LoVerde, that the applications for Ordinary Disability Benefits be approved and ordered paid.

Roll-call: For -- Trustees Roa, Keane, LoVerde, Hamburger, Capasso, Brown and Joiner.
Against -- None.

SCHEDULE F – EXTENSION OF DUTY DISABILITY BENEFITS

It was moved by Trustee LoVerde, seconded by Trustee Joiner that the applications for Extension of Duty Disability Benefits, be approved and ordered paid.

Roll-call: For -- Trustees Roa, Keane, LoVerde, Hamburger, Capasso, Brown and Joiner.
Against -- None.

SCHEDULE G – EXTENSION OF ORDINARY DISABILITY BENEFITS

It was moved by Trustee LoVerde, seconded by Trustee Joiner, that the applications for Extension of Ordinary Disability Benefits be approved and ordered paid.

Roll-call: For -- Trustees Roa, Keane, LoVerde, Hamburger, Capasso, Brown and Joiner.
Against -- None.

SCHEDULE H – PAYMENT OF UNCASHED CHECKS OF DECEASED MEMBERS

It was moved by Trustee Capasso, seconded by Trustee LoVerde, that the applications for Uncashed Checks of Deceased Members be approved and ordered paid.

Roll-call: For -- Trustees Roa, Keane, LoVerde, Hamburger, Capasso, Brown and Joiner.
Against -- None.

SCHEDULE I – PAYMENT OF EXPENSES

It was moved by Trustee Joiner, seconded by Trustee LoVerde, that Administrative Expenses be approved and ordered paid.

Roll-call: For -- Trustees Roa, Keane, LoVerde, Hamburger, Capasso, Brown and Joiner.
Against -- None.

PRESENTATION BY ROBERT S. MOLARO & ASSOCIATES

Robert Molaro of Robert S. Molaro & Associates provided the Board with a legislative update. He reviewed the State's budget deal as well as summarized certain bills that have been introduced in Springfield and gave an update on the status of the bills. See attached memos.

INVESTMENTS REPORT

Market Tracker

Mr. Obed reviewed May 2018 market performance.

May 31, 2018 Preliminary Performance Report

Mr. Wesner reviewed the Fund's May 31, 2018 Preliminary Performance Report.

Open-Ended Core Real Estate Fund RFP

This topic was discussed in executive session.

**LABORERS' & RETIREMENT BOARD EMPLOYEES'
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EXECUTIVE SESSION NO. 1

At 1:44 p.m., Trustee LoVerde requested an executive session under 5 ILCS 120/2(c)(7) to discuss the sale or purchase of securities, investments or investment contracts. Trustee Brown seconded the motion.

Roll-call: For -- Trustees Roa, Keane, LoVerde, Hamburger, Capasso, Brown and Joiner.
Against -- None.

At 2:22 p.m., Trustee Hamburger made a motion, seconded by Trustee Capasso, that the executive session be adjourned and that the Board return to open session.

Roll-call: For -- Trustees Roa, Keane, LoVerde, Hamburger, Capasso, Brown and Joiner.

No action was taken. Trustees instructed Fund staff and Marquette to proceed in setting up the presentations as discussed.

LEGAL REPORT

Underwood Litigation

This topic was taken out of order and discussed in executive session.

EXECUTIVE SESSION NO. 2

At 2:32 p.m., Trustee LoVerde requested an executive session under 5 ILCS 120/2(c)(11) to discuss current or potential litigation involving the Fund. Trustee Joiner seconded the motion.

Roll-call: For -- Trustees Roa, Keane, LoVerde, Hamburger, Capasso, Brown and Joiner.
Against -- None.

At 2:46 p.m., Trustee LoVerde made a motion, seconded by Trustee Capasso, that the executive session be adjourned and that the Board return to open session.

Roll-call: For -- Trustees Roa, Keane, LoVerde, Hamburger, Capasso, Brown and Joiner.
Against -- None.

No action was taken.

ADMINISTRATIVE REPORT

Annual Funding Resolution

Mr. Walsh discussed the events that led up to the final version of the Funding Resolution for the year 2018, which was approved in 2017, and then reviewed the draft of the current Funding Resolution for the year 2019. The Trustees suggested some further clarifications to the Funding Resolution for the year 2019.

It was moved by Trustee LoVerde, seconded by Trustee Capasso, to approve the 2019 Funding Resolution subject to there being no objections to the revised version which would be circulated to the Board for review prior to submission. (see attached).

Roll-call: For -- Trustees Roa, Keane, LoVerde, Hamburger, Capasso, Brown and Joiner.
Against -- None.

Proposed Payee Agent Process Review

Mr. Carroll discussed proposed changes to the procedure for paying a nursing home on behalf of a member when that member (1) cannot manage his or her own finances, (2) has no designated Power of Attorney or legal guardian, and (3) has nobody else providing care to him or her. Mr. Carroll explained that the new procedure was designed to mimic the "Petition in Lieu [of guardian]" process and includes written assurance from the nursing home that it will take on the responsibility of completing the necessary forms and informing the Fund immediately of the member's death or any other relevant changes associated with the status of the member's condition or care.

The Board gave direction to Fund staff to proceed with the new procedure.

**LABORERS' & RETIREMENT BOARD EMPLOYEES'
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Miscellaneous

2018 Trustee Election - Mr. Walsh informed the Board of the upcoming election for an active member Trustee representative. Mr. Walsh reported that this election would to be conducted as a walk-in election, unless the Board directed staff otherwise, and that more information regarding the election would be presented at the July 24th board meeting.

Harassment Training - Mr. Walsh reported that the harassment training for LABF Staff and LABF Trustees has been postponed and that he would inform Trustees of the new date once finalized.

Marquette Investment Symposium – Mr. Walsh reminded Trustees that the Marquette Investors Symposium will be held on September 28, 2018.

LEGAL REPORT

Fraud Matter

This topic was discussed in executive session.

EXECUTIVE SESSION NO. 3

At 3:08 p.m., Trustee LoVerde requested an executive session under 5 ILCS 120/2(c)(11) to discuss current or potential litigation involving the Fund. Trustee Hamburger seconded the motion.

Roll-call: For -- Trustees Roa, Keane, LoVerde, Hamburger, Capasso, Brown and Joiner.
Against -- None.

At 3:30 p.m., Trustee LoVerde made a motion, seconded by Trustee Hamburger, that the executive session be adjourned and that the Board return to open session.

Roll-call: For -- Trustees Roa, Keane, LoVerde, Hamburger, Capasso, Brown and Joiner.
Against -- None.

The Trustees took no action but directed Fund staff and Fund Counsel to proceed with negotiations.

Appeal of Denied Benefits

This topic was discussed in executive session.

EXECUTIVE SESSION NO. 4

At 3:30 p.m., Trustee LoVerde requested an executive session under 5 ILCS 120/2(c)(11) to discuss current or potential litigation involving the Fund. Trustee Capasso seconded the motion.

Roll-call: For -- Trustees Roa, Keane, LoVerde, Hamburger, Capasso, Brown and Joiner.
Against -- None.

At 3:35 p.m., Trustee LoVerde made a motion, seconded by Trustee Brown, that the executive session be adjourned and that the Board return to open session.

Roll-call: For -- Trustees Roa, Keane, LoVerde, Hamburger, Capasso, Brown and Joiner.
Against -- None.

The Trustees took no action.

ADJOURNMENT

With no further business, at 3:35 p.m., Trustee Hamburger made a motion to adjourn the meeting. Trustee Keane seconded the motion.

Roll-call: For -- Trustees Roa, Keane, LoVerde, Hamburger, Capasso, Brown and Joiner.
Against -- None.



ROBERT S. MOLARO & ASSOCIATES

6808 West Archer Avenue • Chicago, Illinois 60638 • Tel (773) 229-0400 • Fax (773) 229-0118 • molarolaw@yahoo.com

June 18, 2018

**TO: The Honorable Members of the Board of Trustees Laborers'
Annuity and Benefit Fund of Chicago**

FR: Robert S. Molaro & Associates

RE: Springfield Update and final report

Some highlights of the 38.5 Billion Budget Deal

Investing in Schools

- Additional \$350 million investment into K-12 education
- \$50 million in support of early childhood education
- 2% increase in funding for higher education institutions—to reduce pressure to raise tuition

College Scholarships and Grants

- Introduced a new, merit-based scholarship program, “AIM High,” funded by \$25 million from the state and \$25 million from universities to help keep students in-state
- \$4.3 million for veteran grant reimbursements to apply to all Illinois community colleges, and continues to fund the MAP Grant Program for students with financial need

Pensions

- Makes full pension payment, about \$8 billion
- Caps end-of-career salary increases to prevent unnecessary pension hikes
- Funds a voluntary pension Cost of Living Adjustment (COLA) buyout, modeled after Missouri's plan (Estimated savings of buyout: approx. \$455 million)

Capital and Roadways

- \$2.5 billion into the Department of Transportation’s road program to make much-needed repairs to roads across the state

- Provides funding for State Police to hire 100 new police cadets to keep roadways and communities safer
- \$53 million for Quincy Veterans' Home (largest veterans' home in Illinois) to fund its renovation and eliminate the presence of Legionnaires' disease



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TO: The Honorable Members of the Board of Trustees,
Laborers' Annuity and Benefit Fund of Chicago

FROM: Robert S. Molaro & Associates

RE: Springfield Update – End of Spring Session

DATE: Friday, June 1, 2018

The following is an end of Spring Session update:

HB 4413 (Ammons) (Manar) The Broadcast Meetings bill has been held in the Senate State Government Committee at the request of its sponsor, Senator Andy Manar.

<http://www.ilga.gov/legislation/billstatus.asp?DocNum=4413&GAID=14&GA=100&DocTypeID=HB&LegID=109186&SessionID=91>

HB 4811 (Zalewski) (Mulroe) The Duty Disability bill for MEABF was passed unanimously in both Houses. This bill also contains cleanup language for last year's funding law, P.A. 100-23. This bill will soon be sent to the Governor for his consideration.

<http://www.ilga.gov/legislation/fulltext.asp?DocName=10000HB4811enr&GA=100&SessionId=91&DocTypeId=HB&LegID=110154&DocNum=4811&GAID=14&Session=>

HB 3342 (Gregory Harris) (Steans) This is the Budget Implementation Act (BIMP). It contains the following interesting provisions regarding certain State funds only. Below is a widely reported summary of those provisions. Please note that any pension fund(s) savings reported here were calculated by the pension Funds' Actuaries.

<http://www.ilga.gov/legislation/fulltext.asp?DocName=10000HB3342enr&GA=100&SessionId=91&DocTypeId=HB&LegID=105096&DocNum=3342&GAID=14&Session=>

Tier 1 Pension Buy-Out for Vested, Inactive Members

Offers a pension buy-out in an amount estimated at 60% net present value of assets to all Tier 1 members who have a vested pension but are no longer active members of SERS, SURS, and TRS. Estimated savings is \$41 million. A maximum of \$1 billion in bonds will be issued over the course of three (3) years to pay for this proposal and the following 3% COLA buy-out.

3% COLA Buyout

This provides retiring Tier 1 members an option to have their automatic annual increases calculated at 1.5% in exchange for an accelerated pension benefit payment equal to 70% of the difference between the actuarial present value of the automatic annual increase under the Tier 1 provisions (3%) and the actuarial present value of an automatic annual increase of 1.5%.

The estimated savings for this buy-out is \$381.9 million. Further, a maximum of \$1 billion in bonds will be issued over the course of three (3) years to pay for this proposal and the buy-out for vested, inactive members.

Reduce Spiking Cap to 3% from 6%

This part of the pension changes in the BIMP bill reduces the salary spiking cap from 6% to 3% starting in FY 19. Please note: Any additional pension costs due to a salary increase over 3% would be covered by the local employer. The estimated savings for the reduced spiking cap would be in the amount of \$22 million.

Recertification

This requires a re-certification of the State contribution for FY19 to reflect the changes to SERS, SURS, and TRS no earlier than June 15, 2019, and no later than June 30, 2019. Monthly vouchers will not be paid for the 11th and 12th month of the fiscal year 2019 until the recertification is submitted to the Governor, the Comptroller, and the General Assembly.

Senate Amendment # 1 to SB 371, which is currently on hold in the Senate Committee on Assignments, would allow for downstate police and fire pension boards to opt-in to either a Downstate Police Pension Investment Fund or a Downstate Fire Pension Investment Fund. These new funds would assume the investment authority only of the local boards. A local pension board would have the voluntary option to transfer their investment authority to their respective downstate investment fund.

<http://www.ilga.gov/legislation/billstatus.asp?DocNum=371&GAID=14&GA=100&DocTypeID=SB&LegID=100312&SessionID=91>

HB 109 is the FY19 Budget (which includes \$38.5 billion in appropriations). It passed the Senate on a roll call of 54-2-2 and the House on a roll call of 100-14-0. The Governor has indicated that he will sign the bill. This budget did not include new tax increases.

This link will take you to the Enrolled copy.

<http://www.ilga.gov/legislation/fulltext.asp?DocName=10000HB0109enr&GA=100&SessionId=91&DocTypeId=HB&LegID=99059&DocNum=109&GAID=14&Session=>

Two other bills of note are:

HB 4412 (Ammons) (E. Sims, Jr.) Amends the General Provisions Article of the Illinois Pension Code. In provisions concerning the allocation and delegation of fiduciary duties, provides that each retirement system, pension fund, or investment board shall make its best efforts to ensure that the racial and ethnic makeup of its senior administrative staff represents the racial and ethnic makeup of its membership. Effective immediately. HB 4412 passed both Houses late yesterday and is on its way to the Governor.

<http://www.ilga.gov/legislation/fulltext.asp?DocName=10000HB4412sam001&GA=100&SessionId=91&DocTypeId=HB&LegID=109185&DocNum=4412&GAID=14&Session=>

HB 5877 (L. Wallace) Creates the Racial Impact Note Act. Provides that every bill which has or could have a disparate impact on racial and ethnic minorities, upon the request of any member, shall have prepared for it, before second reading in the house of introduction, a brief explanatory statement or note that shall include a reliable estimate of the anticipated impact on those racial and ethnic minorities likely to be impacted by the bill. Specifies the contents, and provides for the preparation, of each racial impact note. Amends the State Officials and Employees Ethics Act. Prohibits racial discrimination and harassment by State officers and employees. Provides that each State officer and employee shall annually complete a racial bias, discrimination, and harassment-training program approved by the appropriate jurisdictional authority. Expands the jurisdiction of the Executive Ethics Commission to include allegations of racial discrimination and harassment by persons registered under the Lobbyist Registration Act. Provides that the personnel policies of units of local government shall prohibit racial discrimination and harassment. Defines "racial discrimination and harassment". Provides for rulemaking, including emergency rulemaking. Amends the Secretary of State Act. Provides the Secretary of State's Inspector General with jurisdiction to investigate complaints of racial discrimination and harassment by persons registered under the Lobbyist Registration Act. Amends the Lobbyist Registration Act. Prohibits racial discrimination and harassment by persons registered under the Lobbyist Registration Act. Provides that each registered lobbyist shall annually complete a racial

bias, discrimination, and harassment-training program approved by the Secretary of State. Defines "racial discrimination and harassment". Amends the Illinois Human Rights Act. Requires the Department of Human Rights to establish a racial discrimination and harassment hotline for the anonymous reporting of racial discrimination and harassment in both public and private places of employment, and to provide for reporting by both telephone and Internet. Amends the Illinois Administrative Procedure Act to provide for emergency rulemaking. Effective immediately. HB 5877 passed the House and needs to be heard by the Senate. The bill will be alive until mid-January, 2019 and could be heard during the upcoming Veto Session in November.

<http://www.ilga.gov/legislation/billstatus.asp?DocNum=5877&GAID=14&GA=100&DocTypeID=HB&LegID=112644&SessionID=91>

The dates for the Veto Session are November 13, 14, 15, 27, 28, and 29.

LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND OF CHICAGO

FUNDING RESOLUTION FOR THE YEAR 2019

WHEREAS, in accordance with the Illinois Pension Code, specifically 40 ILCS 5/11-169(b), as amended, the Retirement Board (the "Board") of the Laborers' and Retirement Board Employees' Annuity and Benefit Fund of Chicago (the "Fund") is required to certify the amount of City of Chicago (the "City") contributions required under Article 11 for which the City shall levy a property tax in the following year; and

WHEREAS, 40 ILCS 5/11-169(f), as amended, allows the City to, in lieu of levying all or a portion of the required tax in any year, deposit an amount that, together with the taxes levied for that year, "*is not less than* [emphasis added] the amount of the city contributions for that year as certified by the board to the city council" and that the deposit may be derived from any legally available source; and

WHEREAS, the Board estimates that the total amount of funding required for the purposes of Article 11 for the year 2019 based on an actuarial valuation of the Fund as of December 31, 2017 and based on the provisions of the statute as in effect on that date is \$135,946,770, which represents the actuarially determined contribution amount needed to prevent the Fund from a further increase in its unfunded liability; and

WHEREAS, 40 ILCS 5/11-169, as amended, provides that the City's annual required contribution to the Fund shall be \$60,000,000 in payment year 2020, which corresponds to tax year 2019; and

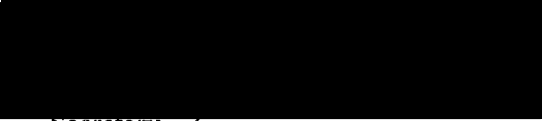
WHEREAS, 40 ILCS 5/11-176 requires that the City contribute sums equal to the amounts ordinarily contributed by the employee and by the City for periods during which members received a duty disability benefit from the Fund and such employee contributions amount totals \$1,542,290 based on 2017 duty disability benefit activity; and

WHEREAS, the Illinois Appellate Court, in its June 29, 2017 opinion in the case of Underwood, et al. v. City of Chicago, et al., stated that, with respect to the August 16, 1985 amendment creating 40 ILCS 5/11-160.1, which provided eligible annuitants the "right to a fixed-rate [healthcare] subsidy that, under the Illinois Constitution, cannot be diminished or impaired", "the City is obligated to pay \$25 per month for its municipal and laborers and retirement board employees", which totals \$197,300 based on eligible retiree health insurance plan participants in 2017 [40 ILCS 5/11-160.1 and 40 ILCS 5/11-160.2, as amended, specify that healthcare subsidy payments "shall be paid from tax levy authorized under Section 11-169"];

NOW, THEREFORE, BE IT RESOLVED that pursuant to the provisions of an Act of the General Assembly of Illinois, approved March 18, 1963, in force July 1, 1963, entitled "The Illinois Pension Code," as amended, the Retirement Board of the Laborers' and Retirement Board Employees' Annuity and Benefit Fund of Chicago hereby certifies that the sum required to be contributed by the City for the purposes of this Fund for the year 2019, in accordance with the provision of providing revenue for the Annuity and Benefit Fund is \$61,739,590, which, given the City's authority to utilize other legally available sources in lieu of the tax levy, shall not be reduced due to loss or cost of collections associated with the property tax.

AND BE IT FURTHER RESOLVED that the Secretary be instructed to submit a copy of this Resolution to the said City Council.

I HEREBY CERTIFY that this is a true copy of a Resolution duly adopted by the Retirement Board of the Laborers' and Retirement Board Employees' Annuity and Benefit Fund of Chicago, at a meeting held on June 19, 2018, at which meeting a quorum of the said Board were present and voting.



Secretary /
The Retirement Board