

ANNUITY AND PENSION BOARD

Minutes of the Regular Meeting held January 16, 1964.

The meeting was called to order at 2:00 p.m. by Chairman William J. O'Malley.

PRESENT: Messrs. Alvin F. Fischer, Stephen A. Galligan, Charles G. Gumm, Alfred C. Hass, and William J. O'Malley; also Miss Ruth A. Poehlmann, Secretary.

LATER: Messrs. O. N. Strobel for John E. Kalupa, and Bernard B. Kroenke; also Mr. Harry G. Slater, Legal Adviser.

Minutes

The minutes of the meeting of December 19, 1963, were approved as submitted.

1964 Expense Fund Budget

The Secretary presented the resolution, laid over at the last Board meeting, relative to the Expense Fund Budget (see minutes of December 19, 1963, page 168).

After discussion, the matter was ordered placed on file since the Board does not approve the reductions in their budget.

National Conference Attendance

The Secretary reported that the matter of attendance of Board members at the National Conference on Public Employee Retirement Systems was laid over at the December meeting.

After discussion, the Secretary was directed to forward a letter to the Committee on Finance-Printing reporting all members of the Board have been authorized to attend the conference as in past years (see minutes of December 19, 1963, page 168).

Mr. Strobel arrived at 2:10 p.m.

Investment Proposal

The Secretary read a communication dated January 13, 1964, from Robert M. Krauskopf of Newton and Company Investment Counselors in regard to the proposal from Kassauba Development Corporation, concluding that this purchase would not be a desirable investment for this fund (see minutes of December 19, 1963, page 167).

Mr. Gumm moved that, on recommendation of the Investment Counselor, we do not accept the proposal from Kassuba Development Corporation to purchase the land on the Southwest Corner of 6th Street and Wisconsin Avenue for \$700,000, and that the Investment Counselor be requested to notify Kassuba Development Corporation that the Board is not interested in this investment. The motion was seconded by Mr. Hass and was unanimously carried.

Mr. Kroenke arrived at 2:15 p.m.

Financial Statements

The Retirement Fund Financial Statement for the month of December, 1963, was distributed to the Board. This matter was laid over to the next meeting.

Bills

The Secretary presented the following bills:

The Secretary presented a bill from Actuary George B. Buck for fourth quarter retirement computations in the amount of \$660.00. The Secretary reported that this amount exceeded the 1963 budget amount for actuarial services by \$185.00 and recommended the excess be charged to the "Pension Study and Actuarial Conference" Account.

It was moved by Mr. Strobel and seconded by Mr. Gumm that the Actuary's bill be approved and ordered paid and that the \$185.00 amount for actuarial services be charged to the "Pension Study and Actuarial Conference" Account. The motion prevailed by the following vote:

AYES: Messrs. Fischer, Galligan, Gumm, Hass, Strobel, Kroenke, and O'Malley.

NOES: None.

1963 Bills (Paid out of 1963 Funds)

<u>Voucher No.</u>	<u>Vendor</u>	<u>Amount</u>
<u>Expense Fund:</u>		
E-3480	George B. Buck	\$ 660.00
E-3481	Radtke Bros. & Kortsch Co.	377.89
E-3482	H. C. Miller Co.	20.07
E-3483	The Schwaab Stamp & Seal Co.	5.20
E-3484	Remrand Systems	8.35
E-3485	The H. H. West Company	11.02
E-3486	J. J. Krueger, City Treasurer	<u>579.92</u>

Subtotal 1963 Bills \$ 1,662.45

1964 Bills

<u>Voucher No.</u>	<u>Vendor</u>	<u>Amount</u>
<u>Expense Fund:</u>		
E-3488	Barron's Magazine	\$ 15.00
E-3489	Victor Comptomater Corp.	8.00
E-3490	National Conference on Public Employee Retirement Systems	100.00
E-3491	Employees' Retirement System of the City of Milwaukee Appropriation for 1964	3,094.00
E-3492	Frederick C. T. John, Postmaster, Milwaukee	478.45
E-3493	George B. Buck	750.00
E-3494	Secretary of State of Wisconsin National Surety Corporation	8.00
Subtotal 1964 Bills		\$ 4,453.45
Grand Total All Bills		\$ 6,115.90

It was moved by Mr. Gumm and seconded by Mr. Strobel that the bills be approved and ordered paid. The motion prevailed by the following vote:

AYES: Mausza, Fischer, Calligan, Gumm, Hass, Strobel, Kroenke, and O'Malley.

NOES: None.

Report of Investment Committee

The Secretary reported the following investment transactions since the last meeting:

<u>REDEMPTIONS</u>	<u>Securities</u>	<u>Yield</u>	<u>Rate</u>	<u>Maturity</u>
\$ 1,260.26	Howard Avenue Shopping Center, Inc.	5 3/4 %	5 3/4 %	3- 1-70
5,479.45	Union Carbide S. F. Notes	4.45	4 1/2	12-31-96
2,183.24	Butler Warehouse Lease Rental	-	4 1/8	-
400,000.00	U. S. Treasury Bills	3 3/8	3 3/8	6- 4-64
122.52	Grafton State Bank Mtges.	-	-	-
10,000.00	Standard Oil Co. (Ohio)	4 1/4	4 1/4	1- 1-82
4,000.00	Southern Natural Gas Co.	4 3/4	4 3/4	1- 1-79
1,000.00	Wisconsin Power & Light Co.	4.59	4 5/8	3- 1-89
2,576.00	Tidewater Oil Co. \$1.20 Cumulative Preferred Stk. \$25 Par Value-100 sh.	4.65	4.8	-
350,000.00	U. S. Treasury Bills	3 1/2	3 1/2	12-31-64
<u>PURCHASES</u>				
\$ 200,000.00	U. S. Treasury Bonds	4.18	4	8-15-73
300,000.00	U. S. Treasury Bonds	4.21	4 1/8	5-15-94/89
350,000.00	U. S. Treasury Bills under Repurchase Agreement to 1-15-64	3 1/2	3 1/2	12-31-64
900,000.00	U. S. Treasury Bills	3.59	3.59	6- 4-64
1,000,000.00	U. S. Treasury Bills	3.51	3.51	4- 2-64

<u>PURCHASES (Continued)</u>	<u>Securities</u>	<u>Yield</u>	<u>Rate</u>	<u>Maturity</u>
\$ 500,000.00	U. S. Treasury Bills under Repurchase Agreement to 1-31-64	3 1/2 %	3 1/2 %	10-31-64
500,000.00	New York Telephone Co.	4.53	4 5/8	1- 1-2004
100,000.00	U. S. Treasury Bonds	4.22	4 1/8	5-15-94/89
100,000.00	U. S. Treasury Bonds	4.14	4	8-15-73
400,000.00	Sinclair Oil Corp. S. F. Debentures	4.60	4.60	12-15-88

Received 20 shares Monsanto Chemical Company Common Stock as a 2% stock dividend payable to holders of record 11/4/63.

It was moved by Mr. Kroenke and seconded by Mr. Galligan that the action of the Investment Committee be ratified. The motion prevailed by the following vote:

AYES: Messrs. Fischer, Galligan, Gumm, Hass, Strobel, Kroenke, and O'Malley.

NOES: None.

The Secretary reported Newton and Company had recommended a private placement for Atlantic Refining Company 4 5/8% 25-year note; based on signed leases of filling stations.

It was moved by Mr. Hass and seconded by Mr. Fischer and unanimously carried, that this matter be laid over until the January 23 investment meeting at Newton and Co.

Retirements

The Secretary presented the following resolutions:

The Service Retirement Resolution for January, 1964, listing:

C-9216	Joseph G. Couchman	January 3, 1964
C- 734	Arthur Rynders	January 24, 1964
C-2811	John A. Spors	January 31, 1964

The Service Retirement Resolution for February 1, 1964, retirements, listing:

A- 491	Wilma Wagner	C-4790	Harvey Nordrum
A-2370	Henry Kosanke	C-5218	Herman D. Ceschi

adopted. It was moved by Mr. Gumm and seconded by Mr. Hass that the resolutions be adopted. The motion prevailed by the following vote:

AYES: Messrs. Fischer, Galligan, Gumm, Hass, Strobel, Kroenke, and O'Malley.

NOES: None.

Withdrawal Benefit

The Secretary presented the Withdrawal Benefit Resolution (Voluntary Separation-Immediate Allowance) listing the following retirement:

C-4773 Theresa Garay

It was moved by Mr. Gumm and seconded by Mr. Hass that the resolution be adopted. The motion prevailed by the following vote:

AYES: Messrs. Fischer, Galligan, Gumm, Hass, Strobel, Kroenke, and O'Malley.

NOES: None.

Retirements Granted: 3,184

Terminated: 1,506

Balance: 1,678

Recertified Retirement Allowance

The Secretary reported that the Service Retirement Allowance of #C-897, Fred Alioto (see minutes of September 19, 1963, page 131), was revised and re-certified by the Actuary since Social Security benefits have been awarded to him, and presented the Service Retirement Resolution showing the revised retirement allowance.

It was moved by Mr. Gumm and seconded by Mr. Hass that the revised allowance for Fred Alioto be approved and the resolution adopted and that the revision be noted in the minutes of September 19, 1963. The motion prevailed by the following vote:

AYES: Messrs. Fischer, Galligan, Gumm, Hass, Strobel, Kroenke, and O'Malley.

NOES: None.

Death Claims

The Secretary presented the following resolutions:

The Ordinary Death Benefit Resolution listing the following deceased member:

C- 7575 Armin C. Schmidt

the total amount to be paid being \$9,987.60.

The Fractional Installment Retirement Allowance Resolution listing the following deceased members:

R- 948 Katherine Zaverl
R- 1905 Ostar F. Abendroth

R-1585 Winfield Burkhart
R-1027 Vincent Mangino, Jr.

the total amount to be paid being \$152.33.

The Option Number One Resolution listing the following deceased members:

R- 761 Otto E. Giese
R- 1924 Clement H. Follmer

R-1537 Joseph J. Mollerus
R-1692 August Trawicki

the total amount to be paid being \$1,847.56.

It was moved by Mr. Fischer and seconded by Mr. Strobel that the resolutions be adopted and the claims be paid. The motion prevailed by the following vote:

AYES: Messrs. Fischer, Galligan, Gumm, Hass, Strobel, Kroenke, and O'Malley.

NOES: None.

Annuity

The Secretary presented the Annuity in Lieu of Ordinary Death Benefit Resolution listing the following deceased members and their beneficiaries:

AR-3175	Eugene A. Schmidt	Marjorie Ellen Schmidt, Wife
AR-3176	Edward W. Gerstmann	Ruth Gerstmann, Wife

It was moved by Mr. Strobel and seconded by Mr. Kroenke that the resolution be adopted. The motion prevailed by the following vote:

AYES: Messrs. Fischer, Galligan, Gumm, Hass, Strobel, Kroenke, and O'Malley.

NOES: None.

Return of Contributions

The Secretary presented Resignation Resolutions listing 24 withdrawals, paid December 20, 1963, in the amount of \$15,187.74; and 13 withdrawals, paid January 3, 1964, in the amount of \$15,585.74.

It was moved by Mr. Gumm and seconded by Mr. Galligan that the payments be ratified and the resolutions be adopted. The motion prevailed by the following vote:

AYES: Messrs. Fischer, Galligan, Gumm, Hass, Strobel, Kroenke, and O'Malley.

NOES: None.

Return of Contributions - Section 36.03 (6)

The Secretary presented the Resolution for the Return of Contributions - Section 36.03 (6) listing returns to 5 members, the total amount to be paid being \$46.71.

It was moved by Mr. Gumm and seconded by Mr. Galligan that the resolution be adopted. The motion prevailed by the following vote:

AYES: Messrs. Fischer, Galligan, Gumm, Hass, Strobel, Kroenke, and O'Malley.

NOES: None.

Excess Contributions

The Secretary reported receipt of application for refund of excess contributions from #C-384, Eliza Heger, and presented the Partial Withdrawal of Annuity Savings Fund Resolution (Excess Contributions), the total amount to be paid being \$1,384.24.

It was moved by Mr. Hass and seconded by Mr. Fischer that the application be approved and the resolution be adopted. The motion prevailed by the following vote:

AYES: Messrs. Fischer, Galligan, Gumm, Hass, Strobel, Kroenke, and O'Malley.

NOES: None.

Report on Vested Rights

The Secretary reported that the following members have elected deferred retirements under Section 36.05 (6) (d) 2 (Vested Rights) during the year 1963:

C- 3073	Catherine L. Sheldon	P-15081	James H. Oelke
C- 4773	Theresa Garey	A-15420	Dolores R. Snieg
C- 7722	Doris Jakubowski	A-15711	Elsie Boltz
A- 8969	Betty R. Nordahl	C-15775	Robert H. Lindsay
A- 9120	Bernice Zervas	F-19833	Paul A. Kay
A- 9358	Ellen Prazynski	C-20220	Rosemary O'Rourke
A-10893	Robert Geske	A-21046	Edgar L. Riewe
A-13790	James H. McGuire		

The Secretary also reported that the following, who had elected Vested Rights in prior years, withdrew contributions and membership was terminated in 1963:

C- 7747	Martyn A. Ronge	C-12440	Geraldine Robarge
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It was moved by Mr. Strobels, seconded by Mr. Kroenke and unanimously carried, that the deferred retirements be approved.

Option #3 Benefits Continued

The Secretary reported that Griggs Waring, R-2191, retired January 1, 1958, under Option #3, died December 25, 1963, and that an amount of \$165.99 a month will be continued to his wife, Mrs. Blossom Waring, for her lifetime; and that Joseph J. Benes, R-3008, retired January 1, 1963, under Option #3, died January 6, 1964, and that an amount of \$202.83 a month will be continued to his wife, Mrs. Mary Helen Benes, for her lifetime.

Termination of Annuity

As a matter of record, the Secretary reported the following annuity has been terminated:

AR-2389 Harriet Nanna, widow of Joseph Nanna, C-9269
5 year annuity in the amount of \$69.36 per month
beginning November 1, 1958, terminated October 31, 1963.

Firemen's Annuity and Benefit Fund Communication

The Secretary reported receipt January 14, 1964, of the following communication from the Retirement Board of The Firemen's Annuity and Benefit Fund:

"To the Board of Trustees
Employees' Retirement System
City of Milwaukee

Gentlemen:

This is to certify that at a duly called meeting of the Retirement Board of the Fireman's Annuity and Benefit Fund of Milwaukee, held on November 18, 1963, a quorum being present, the

Board of Trustees agreed to provide the amount of \$704.00 in the 1964 budget, for participation in the General City Employees' coordinated plan, for the Clerk of the Board, Irene M. LaFontaine, and made part of the minutes.

We further certify the necessary amount will be provided each year for participation in the General City Employees' coordinated plan, for the Clerk of the Board, Irene M. LaFontaine.

(Signed) Arthur F. Bendlin, President

(Signed) Ernst W. Eggert, Secretary"

and also presented an application for membership from Irene M. LaFontaine. The Secretary explained that the Pension Law includes the Firemen's Fund as a separate retirement group and that this is the first employee to be enrolled from that group.

After discussion, it was moved by Mr. Guam, seconded by Mr. Fischer and unanimously carried, that the Firemen's Annuity and Benefit Fund be included in the Employees' Retirement System and the application for membership from Irene M. LaFontaine be accepted, such membership to be effective as of January 1, 1964.

The Secretary was directed to request the Actuary to certify the amount payable by the Firemen's Annuity and Benefit Fund as an employer group.

#F-10358 - Oscar W. Pollnow

The Secretary reported receipt of a communication dated December 31, 1963, from the Fire Department Medical Panel in reply to our request that the Oscar Pollnow file be reviewed to determine whether Mr. Pollnow is able to engage in a gainful occupation as indicated in the letter from Dr. Jahn (see minutes of December 19, 1963, page 173). The letter from the Medical Panel reads in part as follows:

"Mr. Pollnow was examined and his condition evaluated solely on the basis of duty in the Milwaukee Fire Department. After considering your communication of December 10th, and the previous letter of October 17th, carrying with it the report from Dr. Jahn, we must still advise that we find Mr. Pollnow unfit for duty in the Milwaukee Fire Department.

"The Medical Staff reviewed the record, including a history of being gainfully employed, prior to our re-evaluation. We do not wish to make a determination concerning employment outside of the Milwaukee Fire Department."

The Secretary reviewed the case and suggested that Dr. Jahn be requested to determine disability for gainful occupation.

Mr. O'Malley left the meeting on other city business, and Vice-Chairman Hass presided.

Mr. Slater arrived at 3:00 p.m. and the Secretary reviewed this case for him.

After discussion, the Secretary was instructed to send a communication to the City Personnel Director inquiring whether Mr. Pollnow could be transferred to city employment other than in the Fire Department in a position at a salary equal to his salary at the time of retirement, since he apparently is able to engage in non-firefighting work and there is no vacancy in the Fire Department.

#P-17313 - Leonard Fedek

The Secretary reported that in accordance with Board action of November 21, 1963 (page 160), Leonard Fedek was directed to return to Milwaukee (at his own expense) for examination by the Police Department Medical Panel when his next examination is due in April, 1964; that a communication was received from Chief of Police Johnson forwarding material sent by Mr. Fedek, including a copy of a Social Security Hearing Examiner's Decision denying a disability insurance benefit, and expressing his wish not to see Mr. Fedek subjected to unnecessary financial burden since in his opinion Mr. Fedek is permanently disabled for police work.

Mr. Slater recommended that Dr. Krumbiegel recommend a physician in Phoenix, Arizona, to examine Mr. Fedek, and that the Board accept whatever report he should submit.

Insurance Proposals

The Secretary submitted the following advisory proposals for Standard broad form money and securities insurance:

Coverage

Inside Premises:	\$ 5,000	money and securities
	<u>995,000</u>	securities
	\$ 1,000,000	
Outside Premises:	\$ 5,000	money and securities
	<u>495,000</u>	securities
	\$ 500,000	

Premium Cost

	One Year	Three Year
Wiviott-Bamberger Inc. (American Casualty Company)	\$ 734.49	\$ 1,836.23
Richter-Schroeder Company (American Ins. Co. - National Surety)	1,065.27	2,663.18
Leedom-O'Connor & Noyes Company (Travelers Insurance Company)	1,315.90	3,289.75

After considerable discussion, it was moved by Mr. Fischer, seconded by Mr. Strobel and unanimously carried, that the Board accept the lowest quotation for a three-year premium in the amount of \$1,836.23, submitted by Wiviott-Bamberger Inc., to insure money and securities with American Casualty Company under a standard broad form money and securities policy, and that the policy be referred to the Legal Adviser for approval.

The Secretary was instructed to have the policy dated to take effect upon expiration of our present coverage.

The meeting adjourned at 3:10 p.m.

Ruth A. Pochlmann

Secretary

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EMPLOYEES' RETIREMENT SYSTEM - Retirement Fund

Statement of Receipts and Disbursements

for December, 1963

Cash Balance November 30, 1963

\$ 38,865.08

Add: December Receipts

Redemptions:

School Sisters of St. Francis 3.80%	\$ 37,000.00	
Central Telephone Co. 3.80%	3,000.00	
Grace Line, Inc. 4.20%	6,000.00	
Phillip Petroleum Co. Common Stock		
500 shares	24,252.21	
U. S. A. Treasury Bonds 2 3/4%	450,000.00	
U. S. Treasury 1 1/2% Notes due 10/1/68	409,781.25	
Northern Illinois Gas Co. 4 5/8%	1,003.50	
Northern Illinois Gas Co. 5%	1,006.50	
Alberta Municipal Finance Corp. 5%	3,000.00	
Child Care Centers	4,000.00	
U. S. Treasury Bills due 6/4/64	400,000.00	
Wisconsin Power and Light Co. 4 5/8%	1,005.30	
Butler Warehouse Lease Rental	2,168.30	
Howard Avenue Shopping Center, Inc.	1,253.99	
Grafton State Bank Mortgages	417.03	\$ 1,343,888.08

Interest Income

389,249.31

Reimbursement of Pension - Retired Deaths

1,397.97

Members' Contributions - Regular

419,807.05

Members' Contributions - Excess

4,076.82

Fire and Police Survivorship Contributions

3,533.68

Total Receipts

2,161,952.91

Total Receipts and Balance

\$ 2,200,817.99

Deduct: December Disbursements

Investments:

U. S. Treasury Bills due 6/4/64	\$ 400,000.00	
U. S. Treasury 1 1/2% Notes due 10/1/68	450,000.00	
U. S. Treasury 3 1/2% Bonds due 2/15/90	408,124.32	
Sinclair Oil Corp. 4.60% S. F. Deb.		
due 12/15/88	400,460.00	
U. S. Treasury Bonds 4 1/8%		
due 5/15/94-89	98,743.13	
U. S. Treasury Bonds 4% due 8/15/73	99,919.84	\$ 1,857,247.29

Members' Contributions Refunded

43,752.68

Retired Death Claims

2,003.34

Fire and Police Survivorship Payroll

1,275.00

Pension Payroll

244,320.35

Total Disbursements

2,148,598.66

Cash Balance December 31, 1963

\$ 52,219.33

EMPLOYEES' RETIREMENT SYSTEM - Expense Fund

Statement of Receipts and Disbursements

for December, 1963

Cash Balance November 30, 1963 \$ 33,580.45

Add: December Receipts

Postage received from Fred P. Gerhardt 1.00

Total Receipts and Balance \$ 33,581.45

Deduct: December Disbursements

Salaries and Wages	\$ 6,291.02
Employer Social Security Taxes	25.16
Employer Group Life Insurance Premiums	20.75
Employees' Insurance - Blue Cross	103.04
Tabulating Service	4,818.48
Printing	1,238.93
Stationery and Office Supplies	78.90
Postage	368.51
Newspapers and Periodicals	5.00
Repair and Maintenance of Equipment	46.75
Actuarial Fees	1,225.00
Pension Study and Actuarial Conferences	185.00
Election Expense	205.97
Registration and Postage	9.55
Coordinated Plan Conversion Expense	377.89
Miscellaneous Expense	<u>.50</u>

Total Disbursements 15,000.45

Cash Balance December 31, 1963 \$ 18,581.00

ANNUITY AND PENSION BOARD

Minutes of the Special Meeting on Investments held January 23, 1964.

The meeting was called to order at 11:10 a. m. by Vice-Chairman Alfred C. Hass.

PRESENT: Messrs. Alvin F. Fischer, Stephen A. Galligan, Charles G. Gumm, Alfred C. Hass, John E. Kalupa, and William J. O'Malley; also Harry G. Slater, Legal Adviser, and Miss Ruth A. Poehlmann, Secretary.

ALSO PRESENT: Alderman Erwin F. Zillman of the Committee on Finance-Printing. O. N. Strobel, Deputy Comptroller. Rudolph E. Pede, Assistant Executive Director, Employees' Retirement System. Representatives of Newton and Company, Investment Counselors.

ABSENT: Alderman Bernard B. Kroenke.

Mr. Robert M. Krauskopf presented Newton and Company "Year-End Investment Report and Appraisal" of the Employees' Retirement System as of December 31, 1963, and commented upon the valuation and transactions during the year 1963. The Report shows a total investment portfolio of \$105,058,952 par value and a market value of \$101,443,526 as of December 31, 1963; purchases for the year 1963 totaled \$14,015,089; sales and redemptions, \$4,065,701.

The Report shows the diversification of the portfolio as follows:

Type	Par Value	Percent of Total Portfolio	Investment Return by Type
U. S. Government Bonds	\$ 6,489,000	5.8 %	3.85 %
Government-Insured Bonds	1,076,000	1.1	4.42
Federal Agency Bonds	2,530,000	2.5	4.25
Municipal Bonds	1,172,000	.9	3.44
Canadian Securities	4,767,000	4.6	4.19
Industrial Bonds	21,329,823	21.0	4.23
Institutional Bonds	4,550,000	5.4	5.08
Public Utility Bonds	50,824,000	47.0	3.97
Railroad Bonds	5,878,000	4.9	3.55
Total Bonds	\$ 98,615,823		
Real Estate & Mortgages	1,210,292	1.2	4.33
Preferred Stock	2,503,048	2.7	4.57
Common Stock	2,729,789	2.9	4.56
Total Account	\$ 105,058,952	100.0 %	Average Return - 4.09 %

Mr. Krauskopf reported that the return on the entire portfolio had increased from 4.05% in 1962 to 4.09% as of December 31, 1963.

Board members expressed appreciation to the Investment Counselors for the excellent report. The report was accepted and ordered placed on file.

The Investment Counselors recommended the following investment transactions:

Purchase \$ 400,000 Atlantic Refining Company Lease Corporation
4 5/8% Note due 1989, on a Private Placement basis.

It was moved by Mr. Hass and seconded by Mr. Gumm that the Board agree to purchase \$400,000 Atlantic Refining Company Lease Corporation 4 5/8% Note due 1989 on a Private Placement basis provided the terms and documents meet with approval of the Legal Adviser and Investment Counselors. The motion prevailed by the following vote:

AYES: Messrs. Fischer, Galligan, Gumm, Hass, Kalupa, and O'Malley.

NOES: None.

Purchase \$ 400,000 Grayhound Corporation
4 5/8% Senior Note due 1984

It was moved by Mr. Kalupa and seconded by Mr. Fischer that the Board purchase \$400,000 Grayhound Corporation 4 5/8% Senior Note due 1984 as recommended by the Investment Counselors. The motion prevailed by the following vote:

AYES: Messrs. Fischer, Galligan, Gumm, Hass, Kalupa, and O'Malley.

NOES: None.

The Investment Counselors submitted a list of common stocks recommended for purchase.

It was moved by Mr. Galligan and seconded by Mr. Fischer that the following common stocks be purchased at the prices recommended:

500 shares Pepsi Cola Company
1,500 shares Montgomery Ward & Company
125 shares Colgate Palmolive Company
700 shares General Motors Corporation
500 shares Goodyear Tire & Rubber Company

The motion prevailed by the following vote:

AYES: Messrs. Fischer, Galligan, Gumm, Hass, Kalupa, and O'Malley.

NOES: None.

The Investment Counselors also recommended the purchase of another \$100,000 Ekco Products Company 4.60% Debentures due 8/1/87.

It was moved by Mr. Gumm and seconded by Mr. Fischer that the Board purchase an additional \$100,000 Ekco Products Company 4.60% Debentures due 8/1/87. The motion prevailed by the following vote:

AYES: Messrs. Fischer, Galligan, Gumm, Hass, Kalupa, and O'Malley.

NOES: None.

The Investment Counselors recommended the sale of 625 shares of Greyhound Corporation common stock, leaving our holdings at 2,000 shares.

Upon motion of Mr. Gumm, seconded by Mr. Galligan, the following Resolution was adopted:

RESOLVED, that the following securities be sold:

625 shares The Greyhound Corporation
Common Stock

The motion prevailed by the following vote:

AYES: Messrs. Fischer, Galligan, Gumm, Hass, Kalupa, and O'Malley.

NOES: None.

Mr. Krauskopf advised that we will be offered rights to 2,205 shares of American Telephone & Telegraph Company common stock and recommended that we sell these rights.

It was moved by Mr. Kalupa and seconded by Mr. Hass that our rights to 2,205 shares of American Telephone & Telegraph Company common stock be sold. The motion prevailed by the following vote:

AYES: Messrs. Fischer, Galligan, Gumm, Hass, Kalupa, and O'Malley.

NOES: None.

The meeting adjourned at 12 noon.

Ruth A. Poehlmann

Secretary