

**MUNICIPAL EMPLOYEES' ANNUITY AND BENEFIT FUND OF CHICAGO**  
**SPECIAL MEETING NO. 2011-09-01**  
**SEPTEMBER 7, 2011**

Herndon Capital held a special meeting of the Retirement Board of the Municipal Employees' Annuity and Benefit Fund in the Fund offices September 7, 2011 issues of legislation, an economic overview and a presentation.

**PRESENT:**

Timothy Guest – President  
Amer Ahmad – Vice President  
Stephanie Neely – Treasurer  
John Gibson – Recording Secretary  
Martin Durkan - Trustee  
Michael Walsh – Deputy City Treasurer (Proxy for the Treasurer)  
Jeremy Fine – Assistant Comptroller (Proxy for the Vice President)  
Frederick Heiss – Attorney at Law  
Terrance R. Stefanski – Executive Director  
James Mohler – Chief Investment Officer  
Nadia Oumata- Investment Analyst  
Brian Wrubel – Marquette Associates  
James Wesner – Marquette Associates  
Kelly Schrade – Marquette Associates  
Angela Myers – Loop Capital  
Sharon Piet – Podesta

Legislative Update

Mr. Robert Molaro, the Fund's lobbyist, was present to update the Board on legislation affecting the Fund.

The Board moved into closed session at 2:00 p.m. in accordance with ILCS 120/2(c)(1) order to discuss personnel matters. Motion by Ms. Neely. Second by Mr. Ahmad..

Carried: Ayes – Messrs. Ahmad, Durkan, Gibson, Guest, Ms. Neely. Noes – None.

The Board moved out of closed session at 3:00 p.m. Motion by Mr. Gibson. Second by Ms. Neely.

Carried: Ayes – Messrs. Ahmad, Durkan, Gibson, Guest, Ms. Neely. Noes – None.

No actions taken.

Economic Presentation

This item was taken out of order.

Ms. Diane Swonk and Mr. Daniel Hynes from Mesirow Financial were present to give an overview of the current economic climate and discuss issues related to future investment strategies.

After their presentation, the Board thanked Ms. Swonk and Mr. Hynes for sharing their insights.

Investment Manager Presentation

Mr. Mark Sydnar, Senior Vice President and Mr. Rendell Cain, CFA, Principal of Herndon Capital made a presentation to the Board regarding Domestic Equity Large Cap value opportunities.

Following the presentation the Board thanked them for their time.

After much discussion, Ms. Neely made a motion to invest up to \$100 Million with Herndon upon successful negotiation by the staff. Second by Mr. Ahmad.

Carried: Ayes – Messrs. Ahmad, Durkan, Gibson, Guest, Ms. Neely. Noes – None.

Submitted by:

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John K. Gibson  
Recording Secretary

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Terrance R. Stefanski  
Executive Director