

Meeting of the Chicago Transit Authority Retiree Healthcare Trust

May 27, 2010

Approved

Meeting Minutes

A regular meeting of the Board of Trustees of the Chicago Transit Authority Retiree Healthcare Trust was held on May 27, 2010 at One North Franklin Street, 24th Floor. The Chairman and the Executive Director were present.

A roll call was taken indicating that the following members were present:

Theresa Mintle
Joseph Pass
Robert Kelly
James Kasmer
Don Franklin
Paul Sidrys
Paul Volpe

Charles Wolf from Vedder Price was present at the meeting as Plan Counsel. Present on behalf of the Union Trustees was Anita Tanay, of Jacobs, Burns, Orlove & Hernandez, and Andrew Malahowski of Franczek Sullivan, PC. appeared on behalf of the Regional Transit Authority appointed Trustee David Novak of K&L Gates was present on behalf of the CTA Trustees. Also present were Ivory Day of Gray and Company; Mitch Bramstaedt, Ruth Donahue and Barbara Zaveduk of Segal Company; and Kristin Wood-Hales and Bob Eisendrath of CVS/Caremark.

On a motion by Mr. Pass, seconded by Mr. Kelly, the Board approved the April 2010 minutes.

Administrative Subcommittee

On a motion by Mr. Kasmer, seconded by Mr. Kelly, the Board approved the payment of all the bills submitted, with the exception of the March bill for Vedder Price.

Investment Subcommittee

Mr. Day from Gray and Company updated the committee on the RFPs for Large and Mid Cap equity managers. He reminded the Trustees that they are both due by June 1st.

On a motion by Mr. Pass, seconded by Mr. Kelly, the Board approved the payment of the first quarter, 2010 invoice from Lynmar Capital Group.

Old Business

Mr. Kallianis briefed the Trustees on the recommendation for the allocation of recoveries. On a motion by Mr. Kelly, seconded by Mr. Kasmer, the Board of Trustees approved the recommendation of Mr. Kallianis for the split of recoveries between the RHCT and the Pension Plan.

New Business

Ms. Zaveduck from Segal presented the Preliminary Funding Valuation Results. The results are in draft form. The report is due to be filed with the Auditor General on October 2nd.

Mr. Bramstaedt from Segal presented an overview of the Federal Reinsurance Program and the process. On a motion from Mr. Pass, seconded by Mr. Kelly, the Board of Trustees approved the expenditure of \$15,000 for Segal to get a valid application on file.

Ms. Wood-Hales from Caremark presented an overview of the six month summary from July 1, 2009 through December 31, 2009.

There was discussion on the potential savings related to the bid by CVS/Caremark to the consortium of public entities. On a motion by Mr. Franklin, seconded by Mr. Pass, the Board of Trustees approved the new three year agreement with CVS/Caremark.

On a motion by Mr. Kelly, seconded by Mr. Kasmer, the Board moved to executive session to discuss litigation.

Executive Session

What was discussed?

Open Session

On a motion by Mr. Kelly, seconded by Mr. Volpe, the meeting was adjourned.