

Meeting of the Chicago Transit Authority Retiree Healthcare Trust

January 27, 2011

Approved
Meeting Minutes

A regular meeting of the Board of Trustees of the Chicago Transit Authority Retiree Healthcare Trust was held on January 27, 2011 at One North Franklin Street, on the 24th Floor. The Chairman and the Executive Director were present.

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

Jude Kelley as an alternate for Theresa Mintle (*for a portion of the meeting*)
Joseph Pass
Joseph Burke
Christopher Kasmer
Robert Kelly
Paul Sidrys
Paul Volpe
Theresa Mintle (*for a portion of the meeting*)

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 present on behalf of the Regional Transit Authority appointed Trustee were Andrew Malahowski of Franczek Radelet, PC and John Doerr of Kaizen, Inc. James Daley of K&L Gates was present on behalf of the CTA Trustees . Also present were Ivory Day of Gray & Company; Barbara Zaveduk and Ruth Donahue of Segal and Company.

On a motion by Ms. Mintle, seconded by Mr. Kasmer, the Board of Trustees elected Mr. Pass as the new Chair.

On a motion by Mr. Pass, seconded by Mr. Kasmer, the Board of Trustees elected Ms. Mintle as the new Secretary.

On a motion by Mr. Kasmer, seconded by Mr. Kelly, the Board approved the December 21, 2010 minutes.

Administrative Subcommittee

On a motion by Mr. Kasmer, seconded by Mr. Kelly, the Board approved the payment of all the bills submitted from December and January.

Investment Subcommittee

Mr. Day gave an overview of the market conditions and a preliminary report of the unaudited year-end returns for the RHCT. He also indicated that he would have the official, quarterly report for 2010 year-end at the February RHCT meeting.

Old Business

Mr. Kallianis provided the Board with an update on the ERRP program. He indicated that our first claim for \$1,566,246.31 had been received from HHS on January 12, 2011

Ms. Donahue distributed an updated timeline of key dates. She informed the committee that they needed to come to a conclusion on whether or not the Board would wish to bid out any of the health and dental plans for 2012.

Mr. Kallianis provided a summary from Group Administrators on current enrollment and a summary of the Open Enrollment changes.

Mr. Kallianis spoke briefly about the letter that should go out from the Trustees regarding the changes in eligibility when the next CBA is executed. He indicated that he would re-circulate the letter.

New Business

None.

Executive Session

There was a joint executive session held with the Retirement Plan Board of Trustees to discuss personnel matters.

Open Session (Joint)

Joint Session with Retirement Board of Trustees

There was a joint session held during the Retirement Plan Board of Trustees' meeting to hear presentations from Allsup, Inc. and Mesirow Insurance. Allsup provided the Boards with an update on Medicare Recoveries collected on behalf of the Trusts. Mesirow Insurance provided the Boards with information regarding Fiduciary Liability Insurance.

After discussion regarding the offer of employment to James O'Connell, there was a motion made by Mr. Acevedo, seconded by Mr. Kelly, amending the offer letter to reflect the changes read by Mr. Pass. There was a roll call vote: (RHCT) Mintle- no, Pass-yes, Burke-yes, Kasmer-yes, Kelly-yes, Sidrys-no, Volpe-no, (RP) Mintle-no, Pass-yes, Acevedo-yes, Burke-yes, Burkard-yes, Kelly-yes, Mondero-no, Sidrys-no, Walker-no, Simmons-yes, Xilas-no. The motion carried.

Open Session (RHCT)

On a motion by Mr. Kasmer, seconded by Mr. Sidrys the meeting was adjourned.