

Meeting of the Chicago Transit Authority Retiree Health Care Trust
April 25, 2013

Meeting Minutes

A regular meeting of the Board of Trustees of the Chicago Transit Authority Retiree Health Care Trust (“RHCT”) was held on April 25, 2013 at One North Franklin Street, on the 27th Floor. The Vice-Chair and Executive Director were present.

A roll call was taken. The following members were present:

Joan Coogan, Vice Chair
Carlos Acevedo as an alternate for Javier Perez
Joseph J. Burke
Christopher Kasmer
Robert Kelly
Paul Sidrys
Judith Kelly as an alternate for Larry Owens

James O’Connell was present as General Counsel for the Trust. Tiffany Reeves of Jacobs, Burns, Orlove & Hernandez was present on behalf of the Union appointed Trustees. Present on behalf of the Regional Transit Authority appointed Trustee were Andrew Malahowski of Franczek Radalet, PC and John Doerrer of John A. Doerrer and Associates, PC. James Daley of Schuyler Roche & Crisham was present on behalf of the CTA appointed Trustees. Also present were Ruth Donahue and Barb Zaveduk of The Segal Company, Ivory Day of Gray & Company, and Tim Bowen of Mesirow Insurance Services, Inc.

On a motion by Mr. Kasmer, seconded by Mr. Burke, the Board approved the minutes for March 2013.

Administrative Subcommittee

On a motion by Mr. Kasmer, seconded by Mr. Acevedo, the Board approved the payment of the General Administration Subcommittee bills submitted.

Investment Subcommittee

Mr. Day reviewed historical data supporting the projected return for the RHCT. He reported that the RHCT had \$672,775,109.56 in total market value as of April 24, 2013.

Old Business

Mr. Kallianis reminded the Trustees that Mr. Day would be providing educational sessions following the Board meetings, beginning in May.

Mr. Kallianis advised that there was draft legislation that had been circulated among the parties concerning a proposal for HRAs, and indicated he would keep the Trustees advised of further developments.

Mr. Kallianis provided an update on the Legacy payroll audit.

Ruth Donahue described a card that Segal and Aetna had designed for Aetna Medicare Advantage participants, with helpful information for the participant and the provider.

New Business

Mr. Bowen presented a summary of the Trustees' options for fiduciary liability coverage, and recommended that the Trustees renew the \$10 million policy they currently have with ULLICO. On motion by Mr. Kelly, seconded by Mr. Kasmer, the Trustees voted to accept Mr. Bowen's recommendation and renew the ULLICO policy, as described in the Fiduciary Liability Insurance Coverage Summary he presented at the meeting.

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