

Meeting of the Retiree Health Care Trust
Board of Trustees
August 12, 2014

Meeting Minutes

A special meeting of the Board of Trustees of the Retiree Health Care Trust (“RHCT”) was held on August 12, 2014 at 101 North Wacker Street, on the 4th Floor, at 9:30 a.m.

The following members were present:

Joan Coogan, Chair
Troy Brown as an alternate for Javier Perez
Christopher Kasmer
Robert Kelly
Paul Sidrys
Omar Brown

John Kallianis was present as Executive Director, and James O’Connell was present as General Counsel for the Retirement Plan. Appearing on behalf of the ATU-appointed Trustees was Anita Tanay, of Jacobs, Burns, Orlove and Hernandez. Appearing on behalf of the Regional Transit Authority-appointed Trustee was Daniel Salemi of Franczek Radelet, PC.

Also present were Ruth Donahue, Nichole Zatt, Kirsten Schatten, and Barbara Zaveduk of The Segal Company, and Willie Means and Carl Haymore.

Barbara Zaveduk began her review of the preliminary valuation results by listing the types of assumptions incorporated into the valuation. Ms. Zaveduk reviewed the assumptions recommended in detail, and answered Trustee questions. Mr. Kallianis advised that the final valuation would be presented for approval at the regular August Board meeting.

Ms. Donahue reviewed the vendor bid results with the Trustees. Ms. Donahue reviewed the bidders and their proposal with the Trustees and answered Trustee questions.

The Trustees identified benefits of accepting the MetLife bid for dental, and the Blue Cross bid for the pre-Medicare PPO. The Trustees discussed the benefits of retaining the current HMO bidder. For the Medicare population, the Trustees discussed the comparative advantages of the various bids, and discussed the likelihood that including the drug program with the medical contract would save money.

Ms. Zaveduk reviewed with the Trustees the existing schedule of premium rates, and potential changes, and answered Trustee questions.

On motion by Mr.Kasmer, seconded by Troy Brown, the Trustees voted to adjourn the meeting.