

Retiree Health Care Trust

55 W. Monroe, Suite 1950
Chicago, IL 60603

Meeting Minutes

A regular meeting of the Board of Trustees of the Retiree Health Care Trust (“RHCT”) was held on March 26, 2015 at One North Franklin Street, on the 27th Floor.

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

Chris Kasmer, Chair
Joan Coogan, Secretary
Bill Lachman as an alternate for Joseph Burke
Lisa Walik as an alternate for Omar Brown
Kenneth Franklin
Tommy Sams
Paul Sidrys

The Executive Director was present. James O’Connell was present as General Counsel for the Retirement Plan. David Novak of Jackson Lewis, LLP appeared on behalf of the CTA-appointed Trustees. Justin Lannoye of Dowd, Bloch, Bennet and & Cervone appeared on behalf of the ATU Local 241-appointed Trustee. Joseph Burns of Jacobs, Burns, Orlove and Hernandez appeared on behalf of the ATU Local 308-appointed Trustee. Daniel Salemi of Franczek Radelet, PC appeared on behalf of the Regional Transit Authority-appointed Trustee.

Also present were Kweku Obed and Miguel Zarate of Marquette Associates.

On a motion by Mr. Lachman, seconded by Ms. Walik, the Board elected Mr. Kasmer Chair of the Board of Trustees.

On motion by Ms. Coogan, seconded by Ms. Walik, the Trustees approved the minutes of the Joint Executive Session held on February 12, 2015.

On motion by Ms. Coogan, seconded by Mr. Sidrys, the Trustees approved the minutes of the regular RHCT Board meeting held on February 26, 2015.

Administrative Subcommittee

On motion by Mr. Franklin, seconded by Mr. Sams, the Board approved Items 5(a) and 5(b) on the General Administration Subcommittee agenda.

Mr. Kasmer reported to the Board that the General Administration Subcommittee had met with Segal staff about implementation of the HRA benefit and that he expected to reconvene the Subcommittee in the near future to follow up to confirm the decisions made at the first meeting.

On motion by Ms. Coogan, seconded by Ms. Walik the Board deferred consideration of Item 5(d) on the General Administration Subcommittee agenda.

Investment Subcommittee

Mr. Sidrys reported that the Investment Subcommittee had met on March 19th to interview managers and that there was consensus at the meeting about the recommendations that Marquette would be making today.

Mr. Zarate advised that the market value of the trust as of March 25, 2015 was \$748,642,633.13 and provided a performance review for the month of February and for the first quarter of 2015.

Mr. Zarate reviewed Marquette's memorandum on the Emerging Manager Core Fixed Income Search. Mr. Zarate advised that Marquette recommended Garcia Hamilton for the \$80M allocation. On motion by Mr. Sidrys, seconded by Ms. Coogan, the Trustees approved the hiring of Garcia Hamilton.

New Business

After some discussion about the upcoming departure of Mr. Kallianis and Mr. O'Connell, the Board approved a motion, made by Ms. Coogan and seconded by Mr. Franklin, to establish a Subcommittee to conduct searches for replacements.

On motion by Mr. Franklin, seconded by Ms. Walik, the Board voted to adjourn the meeting.