

CTA Retiree Health Care Trust

55 W. Monroe, Suite 1950
Chicago, IL 60603

July 28, 2015

Approved Meeting Minutes

A regular meeting of the Board of Trustees of the Retiree Health Care Trust (“RHCT”) was held on July 28, 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
Joseph Burke
Lisa Walik as an alternate for Omar Brown
Kenneth Franklin
Carlos Acevedo as an alternate for Tommy Sams
Paul Sidrys

John Kallianis was present as Executive Director of the RHCT. Mike Virgil of BWM&S 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, Miguel Zarate and Brian Wrubel of Marquette Associates; Ruth Donahue and Barb Zaveduk of Segal; Miriam Martinez and George Holding of the City of Chicago Treasurer’s Office.

For purposes of efficiency, Mr. Kasmer asked the representatives from the City Treasurer’s Office to come up and briefly summarize the issue they had presented at the Retirement Plan Meeting. The issue of a resolution related to sharing fee information was referred to the Investment Subcommittee on a motion by Mr. Burke, seconded by Ms. Coogan.

On motion by Mr. Burke, seconded by Ms. Coogan, the Board approved the minutes of the May 13, 2015 Special Joint meeting with the Retirement Plan Board, the executive session from the same May 13th meeting and the June 25, 2015 RHCT Board meeting. Mr. Acevedo abstained from voting.

Administrative Committee

Mr. Kasmer presented items 4a and 4b, including benefits and bills for consideration. On motion by Mr. Franklin, seconded by Ms. Walik, the Board approved Items 4(a) and 4(b) on the General Administration Committee agenda.

On Item 4c, Mr. Kasmer reported that there would be a meeting of the Committee in August to discuss the HRA Plan Summary.

On a motion by Mr. Burke, seconded by Mr. Franklin, the Board approved Ms. Coogan's attendance at the NCPERS conference in California in August.

Investment Subcommittee

Mr. Zarate reviewed the monthly flash report for May, 2015. He reported that the market value for the fund as of the prior day's close of business was \$739,431,482.33.

Mr. Zarate reminded the Board about the outstanding RFPs for emerging market equity search and real estate. He indicated that they had received a considerable number of responses from emerging market and real estate managers and that after evaluating the proposals and hoped to be able to interview finalists in August.

Old Business

Mr. Kasmer reported that the GA Committee had met to discuss offering a 401a and a 457 for Plan staff. He said the Committee was recommending moving ahead with the 457 and doing some additional work on the 401a. On a motion by Ms. Coogan, seconded by Mr. Franklin, the Board approved the offering of a 457 Plan for Plan staff.

Mr. Kasmer reported that the Educational Travel Policy was being sent back to the GA Committee for some additional discussion.

Ms. Donahue reported to the Board that there would be a mid-year update with Humana on August 7th at Segal's offices and that Barb would likely be back at the August meeting with the results of the valuation and the 45% test.

Ms. Donahue further reported that there would be quite of bit of activity in the next few months, including renewals, setting of 2016 premiums and the open enrollment process for 2016.

New Business

On a motion by Ms. Coogan, seconded by Ms. Walik, the Board voted to adjourn the meeting.