

CTA Retiree Health Care Trust

55 W. Monroe, Suite 1950
Chicago, IL 60603

October 22, 2015

Approved Meeting Minutes

A regular meeting of the Board of Trustees of the Retiree Health Care Trust (“RHCT”) was held on October 22, 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
Lisa Walik as an Alternate for Omar Brown
Joseph Burke
Kenneth Franklin
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. Brandon Anderson 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; Ruth Donahue and Barb Zaveduk of Segal; Shane Olson from Humana.

On motion by Mr. Sidrys, seconded by Ms. Walik, the Board approved the minutes of the September 29, 2015 RHCT Board meeting.

Administrative Committee

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

On Item 4c, Mr. Kasmer, reported that the GA Committee met on October 7th regarding the draft HRA Plan Summary. He indicated that there would be a follow-up meeting to review the proposed Plan with Board members who were not able to attend the October 7th meeting and to review additional information that the Committee had asked Segal to prepare regarding eligibility scenarios.

Investment Subcommittee

Mr. Zarate reviewed the monthly flash report for September, 2015. He reported that the market value for the fund as of the prior day's close of business was \$724,125,785. Mr. Zarate reported that the fund was underperforming its benchmark for the month, but that YTD, three years and five years, the fund had out-performed its benchmark.

Old Business

Shane Olson from Humana provided the Board with a brief update on the status of the coming acquisition of Humana by Aetna. He reported that Humana did not expect the transaction to close until later in 2016 and that each company was operating independently in the meantime. He also reported that there was a public announcement that the Medicare HQ would remain in Louisville where Humana's HQ is currently located. Mr. Olson also provided the Committee with an update on the customer service aspects of our program, including reasons that people call customer service and some general information on medical and prescription usage for the Trust's members.

Ms. Donahue provided the Board with an updated timeline for key dates, including the upcoming open enrollment process and the November 3rd open enrollment meeting taking place at Local 399's HQ.

New Business

Mr. Kasmer reported to the Board that the November and December meetings had been rescheduled to November 19th and December 17th, respectively. On a motion by Ms. Coogan, seconded by Mr. Franklin the Board affirmed the new dates.

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