

Meeting of the Retirement Plan for CTA Employees

Board of Trustees

10 S. LaSalle Street
Suite 1100
Chicago, IL 60603

Approved
Meeting Minutes

A regular meeting of the Board of Trustees of the Retirement Plan for CTA Employees was held on March 25, 2010 at One North Franklin Street, 24th Floor. The Chairman and the Executive Director were present.

A roll call was taken indicating that the following Trustees were present:

Theresa Mintle
Michael Simmons as an alternate for Darrell Jefferson

Carlos Acevedo
John Burkard
Donald Franklin
Dan Hrycyk
Robert Kelly
Gia Morris
Lynn Sapyta
Paul Sidrys
Peter Xilas

Appearing on behalf of the Retirement Plan was Michael Virgil, of Burke, Warren, MacKay, & Serritella. Appearing on behalf of the Union Trustees was Joe Burns, of Jacobs, Burns, Orlove & Hernandez, and appearing on behalf of the Regional Transit Authority appointed Trustee were John Doerrer of Kaizen, Inc. and Andrew Malahowski of Franczek Sullivan, PC. Judith Kelley of Chicago Transit Authority was present on behalf of the CTA Trustees. Also present was Ivory Day of Gray & Company.

On a motion by Mr. Kelly, seconded by Mr. Sidrys, the Board of Trustees approved the February 2010 minutes.

General Administration Subcommittee Items

Mr. Acevedo presented for approval items 4 (a) through 4 (h), including the death reports since last meeting, pre-retirement allowances, new retirement applications, return to work from disability allowance, disability summary, election of deferred vested old age retirement allowance, death benefits, refunds of contributions, bills and remittances. The total amount of bills and remittances including federal income tax for the month was \$3,216,430.91.

On a motion by Mr. Franklin, seconded by Mr. Burkard, the Board of Trustees approved the General Administration Subcommittee items, including the bills and remittances.

Investment Subcommittee Items

Mr. Day distributed to the Trustees a copy of the asset allocation rebalancing schedule with the most recent market values for the total plan and the managers.

Real Estate Subcommittee Items

Ms. Sapyta reported that she, along with Mr. Kelly, met with Townsend to discuss the real estate allocation. They had agreed to look at a couple of funds, listen to their advice and then make a decision from there.

Old Business

Mr. Rivera from GRS provided an overview on the Contribution Rate for 2010.

Mr. Kallianis briefed the Board on the job posting for General Counsel/Assistant Executive Director. The posting appears on the CTA Retirement website, ICMA website and the GFOA website.

Mr. Burkard made a motion, seconded by Mr. Kelly, to have GRS retained as the plan actuary, subject to them resigning from the CTA's executive pension plan. There was a roll call vote: Mintle-no, Simmons-yes, Acevedo-yes, Burkard-yes, Franklin-no, Hrycyk-yes, Kelly-yes, Morris-no, Sapyta-no, Sidrys-no, Xilas-no. The motion did not pass.

Ms. Sapyta made a motion, seconded by Mr. Xilas, to hire GRS as the Plan's actuary without condition. After some discussion, the motion was withdrawn.

Mr. Kallianis briefed the Board about the treatment of subrogation collections and indicated that he would have a recommendation for the next meeting.

New Business

None.

Executive Session

On a motion by Mr. Burkard, seconded by Mr. Sidrys, the Committee approved moving into Executive Session for the purpose of discussing litigation and personnel issues.

Open Session

On a motion by Mr. Burkard, seconded by Mr. Kelly, the Board authorized Plan Counsel to represent the Plan in the litigation discussed in Executive Session.

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