

Meeting of the Retirement Plan for CTA Employees Board of Trustees

200 West Adams Street
17th Floor
Chicago, IL

Meeting Minutes

A regular meeting of the Board of Trustees of the Retirement Plan for Chicago Transit Authority Employees was held on September 27, 2018 at 200 West Adams Street, 17th Floor commencing at 9:45 a.m. continuing through 10:51 a.m., then resuming at 11:09 a.m. and adjourning at 11:09 a.m.

Chairman McKone called the meeting to order at 9:45 a.m.

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

Mr. Thomas McKone, Chairman
Mr. David Biggs (appearing for Ms. Sherri Thornton-Pierce)
Mr. Mike Bowen (appearing for Ronald Ester)
Ms. Toi Bowers
Mr. Joseph Burke
Mr. Woodrow Eiland
Mr. Jeremy Fine
Mr. Kenneth Franklin
Mr. Keith Hill
Mr. Christopher Kasmer (appearing for John Burkard)
Mr. Paul Sidrys

Mr. Kallianis reported that a quorum was present.

John Kallianis was present as the Executive Director. Aaron H. Stanton of Burke, Warren, MacKay & Serritella, P.C. appeared as General Counsel. Appearing on behalf of the Local 241 Trustee was Justin J. Lannoye of Dowd, Bloch, Bennett, Cervone, Auerbach & Yokich. Appearing on behalf of the RTA Trustee was Daniel R. Salemi of Morgan, Lewis & Bockius, LLP. Appearing on behalf of the CTA Trustees was David M. Novak of Jackson Lewis PC.

Also present were Mr. Miquel Zarate of Marquette Associates, and Ms. Irene Davis of Mitchell & Titus, LLP.

The Chairman asked the attendees to consider the minutes of a prior meeting. Mr. Franklin moved to approve the minutes of the meeting of August 23, 2018 reflecting the correction of the spelling of Mr. Burkard's name. The motion was seconded by Mr. Kasmer. Mr. Bowen abstained. The motion passed.

Mr. Burke moved to approve the minutes of the Executive Session of August 23, 2018 which motion was seconded by Mr. Hill. Mr. Bowen abstained. The motion passed.

General Administration

Mr. Franklin moved to approve Item No. 4(a) through 4(i) on the agenda which was seconded by Mr. Burke. The motion passed. In regard to Item 4(j) which is the attorneys' fees in regard to the rebate litigation, Mr. Franklin moved to approve the fees, which was seconded by Mr. Hill. A roll call was taken and the motion passed with six ayes and five abstentions.

Investment Subcommittee

In regard to the General Investment Committee, Mr. Zarate gave the report. He stated that as of the close of business on September 26, 2018 the value of the portfolio was \$1,836,519,064.90. The cash position on that date was \$8,656,944.33.

Old Business

The next item on the agenda related to the status of the Legacy Data requests for the 2011-2017 payroll audit. Mr. Kallianis reported that all of the reporting entities were working on this matter and the reporting is 90% plus complete. One of the last items open is settlements over a six year period. Mr. Kemperas of Legacy will start to reach out to the parties to begin fieldwork.

In regard to litigation, Mr. Stanton distributed a summary as to the status. He stated that the deposition phase of litigation will continue for a period of time.

New Business

There was a presentation by Ms. Irene Davis of Mitchell and Titus of the 2017 audited financial statements. Mitchell and Titus expects to issue an unmodified opinion. Mr. Kasmer made a motion to accept the auditor's report which motion was seconded by Mr. Burke and approved by the Board.

On a motion made by Mr. Kasmer and seconded by Mr. Hill the Board at 10:51 a.m. the meeting adjourned to Executive session to discuss the Williams' case. At 11:09 the Board resumed its meeting.

At 11:09 on motion made by Mr. Kasmer, and seconded by Mr. Hill, the meeting adjourned.