

Special Meeting of the Chicago Transit Authority Retiree Healthcare Trust

December 17, 2008

Meeting Minutes

A special meeting of the Board of the CTA Retiree Healthcare Trust was held on Wednesday December 17, 2008 at 181 W. Madison, 7th Floor. The Chairman and the Executive Director were present.

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

Dennis Anosike
Don Franklin
Lynn Sapyta
James Kasmer
Joseph Pass
Don Franklin
Paul Sidrys

Chuck Wolf, of Vedder Price, appeared on behalf of the Trust. Joseph M. Burns of Jacobs, Burns, Orlove, Stanton & Hernandez appeared on behalf of the Union Trustees. John A. Doerrer, of Kaizen, Inc. appeared on behalf of the RTA appointed Trustee. Eugene Munin appeared on behalf of the CTA appointees.

Mitch Bramstaedt, Ruth Donahue and Barb Zaveduk of Segal provided the Board with some analysis regarding the reserve requirements for the Trust. After some discussion, Mr. Franklin made a motion to formalize the liquidity requirement inside the investment policy such the sufficient liquidity is maintained for the claims, expressed as incurred but not reported, plus one month. The motion was seconded by Mr. Kasmer. After some additional discussion, the motion was amended to reflect that it be conditioned on the statute being amended. The motion passed, as amended.

The Segal representatives then explained the different scenarios that they had prepared. The scenarios included changes to plan design for retiree healthcare, including changes to medical benefits and prescription benefits. There was additional discussion around these scenarios.

The Board meeting was adjourned on a motion by Mr. Kasmer.