

# **The Chicago Transit Authority Retiree Healthcare Trust**

## **Meeting Minutes**

A regular meeting of the Board of Trustees of the Chicago Transit Authority Retiree Healthcare Trust was held on June 25, 2009 at One North Franklin Street, 3<sup>rd</sup> Floor. The Chairman and the Executive Director were present.

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

Theresa Mintle  
Joseph Pass  
James Kasmer  
Don Franklin  
Robert Kelly  
Lynn Sapyta  
Paul Sidrys

Appearing on behalf of the Health Care Trust was Chuck Wolf, of Vedder Price, PC. Appearing on behalf the union trustees was Joe Burns, of Jacobs, Burns, Orlove, and Stanton & Hernandez, and appearing on behalf of the Regional Transit Authority appointed trustee, John Doerrer of Kaizen, Inc. and Andrew Malahowski of Franczek Sullivan, PC. Eugene Munin of the CTA was present on behalf of the CTA Trustees. Also present was Ivory Day, Andrew Kelsen of Gray and Company; Mitch Bramstaedt, Ruth Donahue of Segal & Company; Paul Black, Sloane Payne of WCM Investment Management; Sam Austin of Virtus; and Brian Elliott, Jullie Kutasov of Kayne Anderson Rudnick.

On a motion by Mr. Kelly, seconded by Mr. Kasmer, the Board of Trustees approved the minutes from the May meeting, as well as February's meeting. A motion to defer April minutes was approved.

### **Administrative Subcommittee**

On a motion by Mr. Kelly, seconded by Mr. Sidrys, the Board approved the payment of the Segal bills.

On a motion by Mr. Sidrys, seconded by Ms. Mintle the Board approved the payment of the Office of the Auditor General.

On a motion by Mr. Kasmer, seconded by Mr. Kelly, the Board approved the payment of the Diane Carole Reporting bill.

On a motion by Mr. Kasmer, seconded by Mr. Franklin, the Board approved the payment of the BCBS PPO bill.

On a motion by Mr. Sidrys, seconded by Mr. Franklin, the Board approved the payment of the Caremark bill.

On a motion by Mr. Franklin, seconded by Mr. Sidrys, the Board approved the payment of the ComPsych bill.

On a motion by Mr. Kasmer, seconded by Mr. Sidrys, the Board approved the payment of the HMO IL bill.

On a motion by Mr. Kasmer, seconded by Mr. Sidrys, the Board approved the payment of the Unicare HMO bill.

On a motion by Mr. Sidrys, seconded by Mr. Franklin, the Board approved the payment of the CompDent bill.

On a motion by Mr. Sidrys, seconded by Mr. Franklin, the Board approved the payment of the Gray and Company bill.

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### **Investment Subcommittee**

Mr. Day from Gray and Company gave the Committee an update on the market.

WCM and Kayne Andersen, two small-cap managers, made brief presentations. They each provided a summary of their performance. It was decided that Mr. Day would go back to both firms and get best and final offer on the fees and then make a decision on selection at the July meeting.

### **Old Business**

There was conversation at the Board about the possibility of “rounding-up” years of service for retirees who would move up to the next band of service as a result. There was also discussion about the possibility of offering a subsidy of some kind to retirees who could not afford the coverage. After this discussion, it was agreed that data needed to be compiled to analyze enrollment patterns.

After further discussion on rounding issue, Mr. Kelly made a motion to “round up” the service for current retirees who would move to the next band. There was a roll call vote: Pass-yes, Mintle-no, Kelly-yes, Sapyta-no, Kasmer-yes, Sidrys-no, Franklin-no. The motion did not pass.

### **New Business**

There was discussion about two managers that the Board had selected in October, 2008 – UBS and Hughes Capital. Mr. Day described the search process used by Gray and Company to pull together managers for the Board to interview.

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