

**Meeting of the Retiree Health Care Trust**  
**Board of Trustees**  
September 25, 2014

**Meeting Minutes**

A regular meeting of the Board of Trustees of the Retiree Health Care Trust (“RHCT”) was held on September 25, 2014 at One North Franklin Street, on the 27th Floor. The Chair and Executive Director were present.

A roll call was taken. The following members were present:

Joan Coogan, Chair  
Troy Brown  
Joseph J. Burke  
Omar Brown  
Christopher Kasmer  
Robert Kelly  
Paul Sidrys

James O’Connell was present as General Counsel for the Retirement Plan. Appearing on behalf of the ATU-appointed Trustees was Joseph Burns, of Jacobs, Burns, Orlove and Hernandez. Appearing on behalf of the CTA-appointed Trustees was James Daley of Jackson Lewis LLP. Appearing on behalf of the Regional Transit Authority-appointed Trustee was Daniel Salemi of Franczek Radelet, PC.

Also present were Miguel Zarate and Kweku Obed of Marquette Associates, Ruth Donahue and Barbara Zaveduk of The Segal Company, and Kenneth Yu and Krunal Shah of Mitchell & Titus.

On motion by Mr. Kelly, seconded by Mr. Burke, the Board approved deferral of the proposed minutes.

**Administrative Subcommittee**

On motion by Mr. Kasmer, seconded by Mr. Sidrys, the Board approved the bills and remittances submitted, as well as the applications for health care benefits.

### **Investment Subcommittee**

Mr. Zarate provided a performance report, and answered Trustee questions. He advised that as of September 24, 2014, the RHCT had a market value of \$737,190,299.56.

### **Old Business**

Mr. Kallianis reported that he planned to schedule a meeting for the Legacy payroll audit subcommittee.

Ms. Donahue provided an update on steps towards implementation of Trustee decisions with respect to open enrollment for 2015.

### **New Business**

Mr. Yu presented the audit report for the RHCT, and noted that the firm was providing an unqualified opinion. On motion by Mr. Kelly, seconded by Mr. Kasmer, the Trustees accepted the report.

Mr. O'Connell directed the Trustees' attention to a letter from Vedder Price, seeking an increase in hourly rates, and answered Trustee questions. Mr. Perez suggested that Vedder be asked to calculate what its bills would have been for the last calendar year if the new rates had been in effect, and Mr. O'Connell advised that he would pass along the request.

Mr. O'Connell reported that the petition for leave to appeal filed by the RHCT and its Board of Trustees has been accepted by the Illinois Supreme Court, and that the attorneys he has retained to assist on the matter have begun preparation of the appeals.

On motion by Mr. Kelly, seconded by Mr. Kasmer, the Board voted to adjourn the meeting.