

Meeting of the Retirement Plan for CTA Employees Board of Trustees

200 West Adams Street
17th Floor
Chicago, IL

Regular Session Meeting Minutes

A regular meeting of the Board of Trustees of the Retirement Plan for Chicago Transit Authority Employees was held on March 28, 2019 at 200 West Adams Street, 17th Floor commencing at 9:37 a.m. and adjourning at 10:42 a.m.

Mr. Keith Hill, the Chairman, called the meeting to order at 9:37 a.m.

At the direction of Mr. Hill, a roll call was taken and established that the following Trustees were present:

Mr. Keith Hill, the Chairman
Mr. Tom McKone, the Vice Chairman
Mr. David Biggs (for Mr. Ron Ester)
Mr. Mike Bowen (for Ms. April Morgan) (for part of the meeting, until Ms. Morgan was present)
Mr. John Burkard
Mr. Joseph Burke
Mr. Woodrow Eiland
Mr. Jeremy Fine (arrived while the meeting was in progress)
Mr. Kenneth Franklin
Mr. Tanno Muhammed (for Ms. Toi Bowers)
Mr. Paul Sidrys

John Kallianis was present as the Executive Director. Rachel Yarch of Burke, Warren, MacKay & Serritella, P.C. appeared as General Counsel. Appearing on behalf of the Local 241 Trustee was Ron Willis of Dowd, Bloch, Bennett & Cervone. Appearing on behalf of the CTA Trustees was James P. Daley of Jackson Lewis PC. Appearing on behalf of the RTA appointee was Daniel R. Salemi of Morgan, Lewis & Bockius. Also present were Miguel Zarate, and Jesus Jimenez of Marquette Associates and Craig Goesel and Clayton Casale of Alliant/Mesirow Insurance Services.

Mr. Kallianis reported that a quorum was present.

Consideration of Minutes from prior Meetings

In response to a question from Mr. Hill, Mr. Kallianis stated there were two sets of meeting minutes for review; one from the Regular session of February 28, 2019; and one from the Executive session of February 28, 2019. On motion made by Mr. Eiland seconded by Mr. Franklin, the minutes were approved, with an abstention by Mr. Bowen.

Investment Subcommittee

Mr. Zarate gave the Investment Committee Report. Midway through the presentation by Mr. Zarate, Mr. Jeremy Fine joined the meeting. Later in Mr. Zarate's presentation, Ms. April Morgan joined the Trustees.

Mr. Zarate stated that the market value of the investments for the Retirement Plan, as of March 27, 2019, was \$1,789,246,108.96. The cash balance as of March 27, 2019 was \$24,169,515.52.

Old Business

In regard to Item 4 (the Payroll Audit Update), Mr. Kallianis stated that Jim Komperas is working with Local 308 and then Legacy will move on to the CTA followed by working with Local 241 and then the CTA.

In regard to the summary of litigation there was a memorandum in the folder for each of the Trustees from Burke, Warren, MacKay & Serritella, P.C. summarizing the litigation.

In regard to the RFP for investment consulting services. Mr. Kallianis stated that the responses are due back to the Plan's office on April 5, 2019.

The discussion then moved to an update of the RFP for actuarial services. Mr. Kallianis directed the Trustees to the folder which they had received in which there was a draft RFP. The RFP would be for a five year period.

Mr. Sidrys made a motion to notify Buck Consultants that the Plan would not renew their existing contract with Buck Consultants. The motion was seconded and unanimously passed.

General Administration

Mr. Franklin gave the report. Mr. Franklin moved to that Items 5(a) through 5(i) be approved as presented, which motion was seconded by Mr. McKone and unanimously approved by the Trustees.

The pending request from Burke, Warren, MacKay & Serritella, P.C. for a rate increase was referred to the General Administration Committee.

New Business

Mr. Craig Goesel and Mr. Clayton Casale of Alliant/Mesirow Insurance Services, attended the meeting to discuss the fiduciary liability policy and the cyber liability policy. After a presentation by Mr. Goesel, Mr. Sidrys made a motion to accept the proposal for option #2, which was seconded by Mr. McKone. The motion passed unanimously.

Mr. McKone then made a motion to change the April meeting date, from April 25, 2019 to April 30, 2019. It was seconded by Mr. Burke. The motion passed unanimously.

There being no need for Executive session, Mr. Eiland made a motion to adjourn which was seconded by Mr. Burke and passed unanimously.

The meeting adjourned at 10:42 a.m.