

**Meeting of the Retirement Plan for CTA Employees
Board of Trustees**

55 W. Monroe Street
5th Floor
Chicago, Illinois

**Regular Session
Meeting Minutes**

A regular meeting of the Board of Trustees of the Retirement Plan for Chicago Transit Authority Employees was held on September 19, 2019 at 55 West Monroe Street, 5th Floor, Chicago, Illinois commencing at 9:42 a.m., adjourning at 10:38 a.m., reconvening at 10:42 a.m. and adjourning at 10:43 a.m.

Mr. Keith Hill, the Chairman, called the meeting to order at 9:42 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. Jeremy Fine)
Ms. Toi Bowers
Mr. John Burkard
Mr. Joseph Burke
Mr. Woodrow Eiland
Mr. Ronald Ester
Ms. Erin Kleist-Gaynor (replaced after roll call by Ms. April Morgan)
Mr. Kenneth Franklin
Mr. Paul Sidrys

John Kallianis was present as the Executive Director. Richard Burke of Burke, Warren, MacKay & Serritella, P.C. appeared as General Counsel. Appearing on behalf of the CTA Trustees was James P. Daley of Jackson Lewis, PC. Appearing on behalf of the ATU 241 Trustees was Ron Willis of Dowd, Bloch, Bennett, Cervone, Auerbach & Yokich. Appearing on behalf of ATU 308 Trustee was Anita Tanay. Also present were Kweku Obed and Jesus Jimenez of Marquette Associates, Aaron Shapiro of Buck Consultants, and Irene Davis and Jeanette Carmona of Mitchell Titus.

The Executive Director reported that a quorum was present.

Consideration of Minutes from prior Meetings

Mr. Hill asked for consideration of the minutes of the prior meeting. Mr. McKone made a motion to approve the minutes of the August 29, 2019 meeting, which motion was seconded by

Mr. Franklin. Ms. Kleist-Gaynor abstained from voting. The minutes were unanimously approved.

Investment Subcommittee

The Chairman then called for the Investment Committee Report which was given by Mr. Obed. Mr. Obed stated that at the close of business on September 18, 2019 the investment portfolio was valued at \$1,806,851,605.62. Of that amount, \$14.9 million was held for cash for ongoing payments.

Old Business

Mr. Hill called for a report in regard to the payroll audit. Mr. Kallianis stated that the period under review is from July 1, 2011 to December 31, 2017. The first part of the audit is very labor intensive because it is reviewing files from Locals 241 and 308 in regard to the part time union officers. For Local 308 there are 281 individuals and for Local 241 there are 374 individuals. There is a considerable reconciliation to be made between timesheet and payroll. The auditors have reached out to the CTA for the schedules for those individuals.

The next matter raised was the RFP for actuarial services. Mr. Kallianis stated that the RFP had been issued and responses have been received. The responses have been sent to the Committee members for their review. Their responses are due September 20, 2019.

The Chairman asked for the summary of litigation. Mr. Richard W. Burke responded that a report had been distributed in the packet of material for this meeting. He also stated the settlement agreement had been sent out to Mr. Hampton for review. It was the same settlement agreement that had been previously distributed to counsel for the various Trustees.

General Administration

Mr. Franklin directed attention to the package regarding general administrative issues. Mr. McKone made a motion to approve from the agenda Items 6a. through 6i., with a caveat in regard to Item 6i that the rent payment was subject to further information regarding the increase as stated in the bill. The motion was seconded by Mr. Burkard and the motion was approved unanimously. Mr. Franklin then made a motion to approve item 6j in regard to the rebate case bills. The motion was seconded by Mr. Eiland. A roll call vote was taken. Mr. Kallianis reported that the motion passed with 6 ayes, and 5 abstentions.

New Business

Mr. Shapiro made a report on the actuarial valuation as of January 1, 2019. Mr. McKone moved to accept the report of the actuary which determined the funded ratio of the Plan as of January 1, 2019 and certified the 2020 employer and employee contributions included in the report. The motion was seconded by Mr. Sidrys. A roll call vote was taken and the motion passed. It passed with 7 ayes, 1 no and three abstentions.

The Chairman called for the report of the audit which was given by Ms. Irene Davis of Mitchell Titus. Mr. Hill made a motion to accept the audit report which was seconded by Mr. Burke. The motion passed unanimously.

Mr. Eiland made a motion to go into executive session to discuss litigation which was seconded by Mr. Burkard and the meeting adjourned at 10:34 a.m.

The meeting then reconvened at 10:42 a.m. Mr. Burke made a motion to adjourn which was seconded by Mr. Burkard and unanimously approved. The meeting adjourned at 10:43 a.m.