

Meeting of the Retirement Plan for CTA Employees Board of Trustees

200 West Adams Street
17th 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 October 30, 2019 commencing at 9:45 a.m., and adjourning at 10:32 a.m.

Mr. Keith Hill, the Chairman, called the meeting to order at 9:45 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. Ronald Ester)
Mr. Mike Bowen (for Ms. April Morgan)
Ms. Toi Bowers
Mr. John Burkard
Mr. Woodrow Eiland
Mr. Ronald Ester (arrived while meeting in progress)
Mr. Jeremy Fine
Mr. Kenneth Franklin
Ms. April Morgan (arrived while meeting in progress)
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. Appearing on behalf of the RTA Trustee was Dan Salemi of Morgan, Lewis, & Bockius. Also present were Kweku Obed, Jesus Jimenez and Miguel Zarate of Marquette Associates, and Jeanette Carmona of Mitchell Titus.

Mr. Kallianis reported that a quorum was present.

Consideration of Minutes from prior Meetings

The Chairman then spoke of the two sets of minutes from the prior meeting which were available, the Regular Meeting minutes and the Executive Session minutes. Mr. Burkard

moved to accept the Minutes of the Regular meeting of September 19, 2019, which motion was seconded by Mr. Franklin. Mr. Bowen abstained. The motion passed.

Mr. Burkhard moved for approval of the minutes of the Executive Session of September 19, 2019, which motion was seconded by Mr. Eiland. Mr. Bowen and Mr. Fine abstained. The motion was approved.

At this time Mr. Ester took a place at the table and Mr. Biggs withdrew from the table.

Old Business

Mr. Kallianis announced that there would be a meeting on November 21, 2019 of the Investment Committee.

Mr. Hill called for a report in regard to the payroll audit update. Mr. Kallianis reported that the earnings and additional information from Locals 241 and 308 had been entered into Legacy's systems. Legacy is reviewing those reports. There is additional information that Legacy wishes to confirm with 241 and 308 to make sure that they have people directly categorized as part-time or full-time union officers over the period from 2011 to 2017. Legacy is also working with the CTA to get information on a monthly basis for that time frame rather than a cumulative basis for the full-time and part-time union officers.

Mr. Hill then called for an update on the RFP for actuarial services and the selection of a Review Committee. Mr. Kallianis stated that there is a need to bring some of the responders in for interviews prior to bringing a recommendation to the full board.

Mr. Hill called for a summary of litigation. Mr. Richard Burke responded that the Litigation Summary is in the file for distribution.

Ms. April Morgan then arrived at the meeting and took the seat at the table and Mr. Michael Bowen stepped away from the table.

General Administration

Mr. Franklin moved that Items 6a through 6i. of the Agenda be approved, which motion was seconded Mr. McKone. The motion was unanimously approved. Mr. Franklin then made a motion to approve agenda item 6j. in regard to the rebate case litigation bills. It was seconded by Mr. Hill. Roll call was taken. There was 5 ayes and 5 abstentions. The motion carried.

Investment Committee

Mr. Jimenez stated that the market value of the investment portfolio as of close of business on October 29, 2019 was \$1,813,876,316.44. Of that amount \$17,459,282.47 was in cash. The report was given by Mr. Obed

New Business

Mr. Hill then called for consideration of a proposed benefits review. Jeanette Carmona from Mitchell Titus made a presentation in regard to the proposal for the review. The proposal relates to review of both the Retirement Plan and Health Care Trust procedures. In response to a question from Mr. Sidrys she stated that the engagement is simply a test of 25 samples. It is not a valuation of controls.

The Chairman stated there was no need for an Executive Session. Mr. Burkhard made a motion to adjourn which was seconded by Mr. Eiland and which was approved at 10:32 a.m.