

MINUTES OF THE MEETING OF THE
CTA RETIREE HEALTH CARE TRUST
50 South LaSalle Street, Chicago, IL
October 26, 2023

TRUSTEES PRESENT

Keith Hill	Chairman
Thomas McKone	Secretary
Joseph J. Burke (via Teams)	
Eric Dixon	
Andrew Fuller	
Christopher Kasmer (via Teams)	
Georgette Hampton (for April Morgan)	

ALSO PRESENT

Paul Sidrys	Executive Director
Hector Flores (via Teams)	Deputy Executive Director
John Burkard	Alternate Trustee
Marqueal Williams	Alternate Trustee
Miguel Zarate	Investment Consultant, Marquette Associates
Brent Baccus (via Teams)	Fund Auditor, Mitchell & Titus
Dan A. Levin (via Teams)	Benefits Consultant, Segal Consulting
Colleen Batty (via Teams)	Benefits Consultant, Segal Consulting
Barbara Zaveduk (via Teams)	Actuarial Consultant, Segal Consulting
Stephen J. Rosenblat	Fund Counsel, Baum Sigman Auerbach & Neuman, Ltd.
Anita Tanay (via Teams)	Counsel for ATU Local 308 Trustee
Ronald Willis	Dowd, Bloch, Bennett, Cervone, Auerbach & Yokich, on behalf of the ATU Local 241 Trustee

CALL TO ORDER

Roll was taken and a quorum was declared present at 10:53 a.m.

PRESENTATION OF MINUTES FOR APPROVAL

The Minutes of the September 21, 2023, meeting of the CTA Retiree Health Care Trust were presented for approval. The Minutes were previously distributed to the Trustees. A copy of those Minutes are attached and made part of these Minutes. Mr. Rosenblat advised the Trustees that a correction on page 5 was suggested by Mr. Kasmer. The revision states as follows:

70 basis points. Lazard charges a blended fee which comes to approximately 64-65 basis points. Because the Committee met just yesterday, approval of the GQG contract was not able to be posted on the agenda so action on that matter will be held until the November meeting. Mr. Zarate was thanked for his report.

OLD BUSINESS

Summary of Litigation from Plan Counsel

Mr. Rosenblat referred to the Litigation Report previously distributed to the Trustees and attached and made part of these Minutes. The final hearing in the Williams case was held this week. There were no objections and the Court accepted the settlement. There is now a 30 day window within which some further objections could be made. Mr. Rosenblat anticipates this being wrapped up completely by the end of the year. Mr. Rosenblat reported that no objections have yet been filed. Mr. Rosenblat was thanked for his report.

Acceptance Of Audited Financial Statements

The attention of the Trustees was directed to Mr. Sidrys who said that Brent Baccus of Mitchell Titus is available via Zoom. A draft of the Audited Financial Statement was reviewed with the Trustees at a prior meeting. Mr. Baccus reported that nothing has changed from the draft report. He said that they received the final documentation that was needed in order for the report to be finalized. Upon motion made and seconded, the following Resolution was unanimously adopted:

RESOLVED: To accept the Audited Financial Statements for the year 2022 from Mitchell Titus as presented.

Segal Update

The attention of the Trustees was directed to Mr. Levin who reported on the upcoming open enrollment. He said that the enrollment packets were delayed because of issues with the mail vendor. The printing vendor which has been used in the past hired a mail vendor which apparently has been unable to complete the mailing as quickly as promised. The prior mail vendor was not HIPAA certified. Open enrollment is scheduled to end on November 15, 2023. Approximately 11,000 enrollment kits need to be mailed out, of which 900 have been. Discussion ensued.

Mr. Levin then reported on the status of the CVS contract for a prescription benefit manager. He is anticipating receiving a draft contract shortly.

Discussion ensued regarding the Statement of Work for Segal Consulting's assistance on software vendor projects. The fee will be divided 90% for the Retirement Plan and 10% for the Retiree Health Care Trust based on Segal's analysis of the benefit of the new software. Upon motion made and seconded, the following Resolution was unanimously adopted:

RESOLVED: To accept the Statement of Work Segal Consulting for assistance with software vendor projects.

NEW BUSINESS

Upon motion made and seconded, the following Resolution was unanimously adopted:

RESOLVED: To reschedule the December 2023 Board meeting to December 21, 2023.

Discussion ensued regarding the 90/10 split between the Retirement Plan and RHCT on software expenses. Upon motion made and seconded, the following Resolution was unanimously adopted:

RESOLVED: To approve a 90/10 split on software expenses between the CTA Retirement Plan and the CTA Retiree Health Care Trust.

REPORT OF GENERAL ADMINISTRATION COMMITTEE

Mr. Kasmer noted that copies of applications for benefits and bills and remittances under Items 7(a) and (b) of the agenda were previously distributed to the Trustees and are attached and made part of these Minutes. Upon motion made and seconded, the following Resolution was unanimously adopted:

RESOLVED: To approve Items 7(a) and (b), as presented.

EXECUTIVE SESSION

Mr. Rosenblat said that there was no need for an Executive Session.

ADJOURNMENT

Upon motion made and seconded, the following Resolution was unanimously adopted:

RESOLVED: That the meeting was adjourned at 11:45 a.m.



SECRETARY