

MINUTES OF THE MEETING OF
THE CTA RETIREE HEALTH CARE TRUST
50 S. La Salle Street, Chicago, IL
May 22, 2025

TRUSTEES PRESENT

Keith Hill	Chairman
Tom McKone	Secretary
Joseph Burke (via Teams)	
Andrew Fuller	
April Morgan	
Christopher Kasmer (via Teams)	
Mark Weems	

ALSO PRESENT

James Battle	Alternate Trustee
Michael Bowen	Alternate Trustee
Marqueal Williams	Alternate Trustee
Paul Sidrys	Executive Director
Hector Flores	Deputy Executive Director for Benefits
Elsa Trejo	Deputy Executive Director of Finance and Accounting
Stanley Mui	Fund Accountant
Stephen J. Rosenblat	Fund Counsel, Baum Sigman Auerbach & Neuman, Ltd.
Lindsay Goodman (via Teams)	Counsel on behalf of the RTA appointed Trustee
Anita Tanay	Counsel on behalf of the Local 308 appointed Trustee
Ronald Willis	Counsel on behalf of the ATU Local 241 appointed Trustee
Jeffrey Bora	Counsel on behalf of the CTA appointed Trustees
Miguel Zarate	Investment Consultant, Marquette Associates
Michael Barry (via Teams)	Investment Consultant, Marquette Associates
Daniel A. Levin (via Teams)	Benefits Consultant, Segal Consulting
Barbara Zaveduk	Actuarial Consultant, Segal Consulting

CALL TO ORDER

A quorum being present, the meeting was called to order at 12:04 p.m.

APPROVAL OF MINUTES OF PREVIOUS MEETING

The Minutes of the April 24, 2025 meeting of the CTA Retiree Health Care Trust were previously distributed to the Trustees and are attached and made part of these Minutes.

Consequently, the reading of the Minutes was dispensed with. Upon motion made and seconded, the following Resolution was adopted:

RESOLVED: That the Minutes of the April 24, 2025 meeting of the CTA Retiree Health Care Trust be approved as presented.

Mr. Weems abstained.

REPORT OF INVESTMENT COMMITTEE

Mr. Zarate directed the attention of the Trustees to the Marquette Associates, RHCT Monthly Executive Summary dated April 30, 2025. A copy of that report is attached and made part of these Minutes. The ending market value on April 30, 2025 for the Fund was \$1,080,858,991. As of yesterday, May 21, 2025, the market value of the Fund's assets was \$1,105,505,418.12. Year to date through April 30, 2025, the Fund has returned 0.2%.

Mr. Zarate reported that Intercontinental Real Estate made a sizable redemption. He also expects a \$1.3 million capital call from the Carlyle Direct Lending Fund IV Private Debt Strategy shortly. \$8,301,978 remains unfunded on the \$45,000,000 commitment.

Asset allocation was reviewed. The Fund is slightly underweight to equities, holding 46% of the assets in equities with the policy target being 47%. The RHCT policy benchmark returned 0.2% year to date as of April 30, 2025 while the actual composite returned for the Fund was -0.2%. All alternative managers have not yet reported. Each manager's performance was then reviewed. Special attention was given to non-U.S. equity manager, the GQG International Equity Fund, which returned 10% year to date through April 30, 2025, while the MSCI AC World EX USA Net returned 9%. Lazard International Equity also uses that same benchmark. Lazard returned 11%. Marquette had no recommendations on changing any managers or allocations. Mr. Zarate spoke in favor of indexing equity holdings. Discussion ensued regarding mid-cap holdings.

Mr. Zarate was thanked for his report.

OLD BUSINESS

a. Summary of Litigation from Fund Counsel

Mr. Rosenblat reported that there was no litigation upon which to report.

b. Segal Update

Mr. Levin reported that the General Administration Committee will consider responses to the Request for Proposal for a dental network provider. Ms. Zaveduk and Ms. Llorens are working on projections, including risk modeling. That report will be referred to the General Administration Committee.

c. Update Regarding Software

Mr. Sidrys reported that the conversion to the new Procentia system will take place this upcoming weekend.

NEW BUSINESS

Mr. Weems asked Mr. Rosenblat whether it would be a breach of fiduciary duty to move assets of the RHCT to an entity that appointed a Trustee. Mr. Rosenblat said assets of the Trust must be used for health benefits for former CTA employees and their dependents. Mr. Rosenblat continued that use of the RHCT assets would also have to comply with any IRS requirements that apply to how the contributions come into the Fund.

GENERAL ADMINISTRATION COMMITTEE ISSUES

Mr. Kasmer reported that the Trustees received copies of applications for benefits and bills and remittances under items 7.a. and b. Consequently, the following motion was unanimously adopted:

RESOLVED: That item 7.a. and b., applications for benefits and bills and remittances be approved as presented.

Mr. Kasmer noted that there were no items under 7.c., educational conference reapprovals. Mr. Kasmer then reminded the Trustees that the General Administration Committee meeting is scheduled for June 4, 2025, at which time the Committee will consider proposals for a dental network.

EXECUTIVE SESSION

There was no need for an Executive Session.

ADJOURNMENT

There being no further business to come before the Board, upon motion made and seconded, the following Resolution was unanimously adopted:

RESOLVED: That the meeting be adjourned.

The meeting was adjourned at 12:28 p.m.

SECRETARY

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