MINUTES OF THE MEETING OF
THE CTA RETIREE HEALTH CARE TRUST
Northern Trust Conference Center
50 S. LaSalle St., Chicago IL
August 27, 2026

TRUSTEES PRESENT	
Tom McKone	Chairman
Keith Hill	Secretary
April Morgan	
Christopher Kasmer (via Teams)	
Andrew Fuller (via Teams)	
Mark Weems (via Teams)	
Lindsay Hollander	

ALSO PRESENT	
Marqueal Williams	Alternate Trustee
John Burkard	Alternate Trustee
James Battle	Alternate Trustee
Paul Sidrys	Executive Director
Hector Flores	Deputy Executive Director of Benefits
Elsa Trejo	Deputy Executive Director of Finance and Accounting
Stanley Mui	Accountant
Angel Trevino	Fund Office
Miguel Zarate	Investment Consultant, Marquette Associates
Nicole Z. Llorens	Actuarial Consultant, Segal Consulting
Daniel A. Levin	Benefits Consultant, Segal Consulting
Joseph Illichman	Benefits Consultant, Segal Consulting
Anita Tanay (via Teams)	Counsel on behalf of the ATU 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
Lindsay Goodman	Counsel on behalf of the NITA appointed Trustee
Stephen Rosenblat	Fund Counsel, Baum Sigman Auerbach & Neuman, Ltd.

CALL TO ORDER

A quorum being present, the meeting was called to order at 10:45 a.m.

The Chairman noted that the Northern Illinois Transit Authority appointed Lindsay Hollander to be a Trustee. The Chairman recognized Joseph Burke who served on the Board as a Trustee appointed by the Regional Transportation Authority. He was thanked for his service.

APPROVAL OF THE MINUTES OF THE PRIOR MEETING

The Minutes of the July 23, 2026 meeting of the CTA Retiree Health Care Trust were previously distributed to the Trustees. A copy of the Minutes is 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 July 23, 2026 meeting of the CTA Retiree Health Care Trust be approved as presented.
>
> Ms. Hollander abstained.

REPORT OF INVESTMENT CONSULTANT

The attention of the Trustees was directed to Mr. Zarate who referred the Trustees to the Marquette Associates Executive Summary dated July 31, 2026. A copy of that report was previously distributed to the Trustees and is attached and made a part of these Minutes. Mr. Zarate directed the attention of the Trustees to the performance summary. For the one month ending July 31, 2026 the Fund returned -0.5% compared to the benchmark return of -0.6%. Year-to-date the Fund returned 5.7% compared to the policy benchmark return of 6.2%. The ending market value of the Fund's assets as of July 31, 2026 was $1,262,159,706. As of yesterday, the market value of the Fund's assets was $1,283,968,374.20. The Fund's asset allocations versus target allocations were reviewed.

Outstanding items were reviewed. A $5 million redemption was put in to the Intercontinental U.S. REIF. $1,946,781 remains on the redemption. A $10 million commitment was made to the Heitman America Real Estate Fund. That $10 million remains unfunded. Similarly, a $28 million commitment was made to the IFM Global Infrastructure Fund and the unfunded commitment is still $28 million. Regarding private debt, a $15 million commitment was made to the Turning Rock Partners Fund II of which $1,386,506 remains unfunded. A $45 million

commitment was made to the Carlyle Direct Lending Fund IV of which $3,995,227 remains unfunded.

Mr. Zarate reviewed individual manager performance. Emerging markets performed poorly in July. The SSgA Active Emerging Markets Small Cap Fund returned -5.6%, beating its benchmark return of -6.7%. Discussion ensued regarding fixed income returns being at or worse than their benchmarks. Fixed income is being repositioned. Discussion ensued.

Mr. Zarate directed the attention of the Trustees to an updated proposed investment policy statement. The investment policy was revised to accommodate Lord Abbett's request for broader discretion. Lord Abbett has an approximately $75 million allocation and asked for broader discretion. A Core Plus Full-Discretion Fixed Income Manager Guidelines – Separate Account was added to the policy to accommodate Lord Abbett. The types of securities allowed to be purchased are already in the policy. The change is in raising the limits for those securities. Discussion ensued regarding risk of making this change. The Lord Abbett policy is similar to the TCW policy that was used when it was a manager. Discussion ensued. Upon motion made and seconded, the following resolution was unanimously adopted:

RESOLVED: To adopt the updated investment policy as presented.

Mr. Sidrys then raised a question about Rhumbline being able to trade on the Korean stock exchange. As an international manager they are getting exposure through ETF's. Discussion ensued.

OLD BUSINESS

A. Summary of Litigation from Fund Counsel

Mr. Rosenblat reported that there was no litigation upon which to report. He did report that one of the convicted defendants responsible for the fraud in the Wakpamani Bond case, Jason Galanis, has been pardoned.

B. Segal Update

Mr. Levin reported that the General Administration Committee met on August 12, 2026 to review premium rates for 2027. For the pre-Medicare group, the consensus was that 2027 rates can stay the same as the 2026 rates. He noted that there would no longer be an HMO option as costs dictated that every participant be in the PPO for pre-Medicare coverage. For the Medicare supplemental package, there was a 45% reduction in the full cost, about half of which would be passed on to the participants. The proposed 2027 contribution rates were presented. Discussion ensued. Upon motion made and seconded, the following resolution was unanimously adopted:

RESOLVED: To approve the 2027 contribution rates as presented.

Mr. Levin reported that the open enrollment meeting will be held on October 27, 2026 from 9:00 a.m. to 12:00 p.m. at Nico's, 7600 South Harlem Avenue in Bridgeview, Illinois. Mr. Sidrys noted that under the Aetna contract, $25,000 is available to spend on wellness. Because of tests available at the enrollment, that $25,000 will offset costs of the meeting.

C. Update Regarding Legal Services RFP

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

RESOLVED: To accept the proposal from Baum Sigman Auerbach & Neuman, Ltd. To provide legal services.

Mr. Rosenblat thanked the Trustees for their decision.

NEXT MEETING DATE

Discussion ensued regarding the next meeting of the Board of Trustees. Upon motion made and seconded, the following Resolution was unanimously adopted:

RESOLVED: That the meeting be held on September 24, 2026 immediately following the CTA Retirement Plan meeting.

FINANCIAL REPORT

Mr. Sidrys noted that the budget was in the meeting materials which also included a comparison of actual expenditures to the budgeted amounts.

GENERAL ADMINISTRATION ISSUES

Mr. Kasmer reported that the Trustees received copies of applications for benefits and bills and remittances under 7(A) and 7(B) of the agenda. Upon motion made and seconded, the following Resolution was unanimously adopted:

> RESOLVED: That 7(A) and 7(B), applications for benefits and bills and remittances be approved as presented.

Discussion ensued regarding reimbursement for educational conferences. A request was made to have the Fund pay for half of the costs for Mr. McKone to attend the International Foundation for Employee Benefits Plans annual conference. Upon motion made and seconded, the following Resolution was unanimously adopted:

> RESOLVED: To approve the request of Mr. McKone to have the Fund pay for one-half of the expenses associated with his attendance at the International Foundation for Employee Benefits Plans annual conference.

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 11:26 a.m.

Keith Hill
SECRETARY

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