

Meeting of the Retirement Plan for CTA Employees
Board of Trustees
July 23, 2020
VIA MICROSOFT TEAMS

Regular Session
Meeting Minutes

The Board of Trustees of the Retirement Plan for Chicago Transit Authority Employees, by way of Microsoft Teams and telephone conference calls, and in compliance with the Illinois COVID-19 Executive Order, convened on July 23, 2020 at the hour of 9:38 a.m., adjourned at 11:23 a.m. for an Executive Session, resumed at 11:46 a.m., and adjourned at 11:47 a.m.

At the direction of the Chairman, a roll call was taken and established that the following Trustees were participating:

Mr. Keith Hill, the Chairman
Mr. Tom McKone, the Vice Chairman
Marquel Williams (for Ms. Toi Bowers)
Mr. John Burkard
Mr. Joseph Burke
Mr. Woodrow Eiland
Mr. Tanno Muhammed (for Woodrow Eiland who left meeting early)
Mr. Mike Bowen (for Mr. Ron Ester)
Mr. Jeremy Fine
Mr. Kenneth Franklin
Ms. April Morgan
Mr. Paul Sidrys

John Kallianis participated as the Executive Director. Richard W. Burke of Burke, Warren, MacKay & Serritella, P.C. participated as General Counsel. Participating on behalf of the CTA Trustees was James P. Daley of Jackson Lewis, PC. Participating on behalf of the ATU 241 Trustees was Ron Willis of Dowd, Bloch, Bennett, Cervone, Auerbach & Yokich. Participating on behalf of ATU Local 308 was Anita Tanay. Participating on behalf of the RTA Trustee was Dan Salemi of Morgan Lewis & Bockius. Also participating were Miguel Zarate of Marquette Associates, and Mr. Troy Jaros and Mr. Kevin Spanier of Buck Consulting.

Mr. Kallianis reported that a quorum was participating.

Consideration of Minutes from prior Meetings

Mr. Franklin made a motion to defer the minutes of July 23, 2020. The Motion was seconded by Mr. Hill. A roll call was taken. The motion passed on 11 yeases and 0 nos.

Investment Committee

The Chairman called for the Investment Committee Report which was given by Mr. Zarate of Marquette Associates. Mr. Zarate reported that as of the close business on July 22, 2020, the market value of the Plan's investments was \$1,739,442,849.98 and the cash position was \$13,516,891.81.

Old Business

Mr. Kallianis reported in regard to the 2011-2017 payroll audit, that the work is continuing, and Legacy is going day by day for comparisons of the payroll. John Kreulis of Legacy reported that he hoped to have the work done in the next few weeks for the expedited cases. In terms of the overall work, there is progress being made and Lagacy expects to have something significant to report to the Trustees during August.

Mr. Richard Burke reported that the status of litigation was contained in the packet of information for the meeting.

General Administration

The General Administration Committee Report was given by Mr. Franklin. Mr. Franklin made a motion to approve Item 6a and 6i on the agenda. The motion was seconded by Mr. Hill. A roll call vote was taken. The motion passed 11 yeases and 0 nos. Mr. Franklin stated there were no requests for Item 6j Educational Conference approvals.

New Business

Mr. Troy Jaros and Mr. Kevin Spanier of Buck Consulting made a report in regard to the January 1, 2020 actuarial valuation. Prior to the conclusion of the report, Mr. Hill made the suggestion that the parties to the collective bargaining agreement meet soon to study a funding policy in preparation for the year 2022 in light of anticipated very significant contributions to the Retirement Plan under the present funding policy. Mr. Kallianis was directed to set up a meeting between Union and Management on that issue.

Mr. McKone made a motion to accept the report of the actuary which determines the funded ratio of the Plan as of January 1, 2020 and to certify the 2021 Employer and Employee contributions included in the report. The motion was seconded by Mr. Burkard. A roll call was taken. The motion passed with 11 yeases and zero nos.

Mr. McKone called to the attention of the Trustees that Mr. Ron Ester was retiring from the CTA, and that he had served as a Trustee for at least eight years. Mr. Hill also spoke of Mr. Ester's service and thanked him for the service.

Mr. Franklin made a motion to go into Executive Session, which was seconded by Mr. Hill. A roll call was taken. Prior to the vote Mr. Tanno Muhammed sat in for Mr. Eiland. On a vote of 11 yeases and zero no's, the motion carried.

The meeting adjourned at 11:23 a.m.

The meeting resumed at 11:46 a.m. Mr. Franklin made a motion to adjourn, which was seconded by Mr. Hill. A roll call vote was taken with a vote of 11 yeases and zero no's, the motion passed and the meeting adjourned at 11:47 a.m..