

Meeting of the Chicago Transit Authority Retiree Health Care Trust

April 26, 2012

Meeting Minutes

A meeting of the Board of Trustees of the Chicago Transit Authority Retiree Health Care Trust (“RHCT”) was held on April 26, 2012 at One North Franklin Street, on the 18th Floor. The Chair and Executive Director were present.

A roll call was taken. The following members were present:

Joan Coogan, Chair
Joseph Pass
Joseph J. Burke
Christopher Kasmer
Robert Kelly
Paul Sidrys
Paul Volpe

James O’Connell was present as General Counsel for the Trust. Anita Tanay of Jacobs, Burns, Orlove & Hernandez was present on behalf of the Union Trustees. Present on behalf of the Regional Transit Authority appointed Trustee were Andrew Malahowski of Franczek Radelet, PC, and John Doerrer. James Daley and David Novak of K&L Gates were present on behalf of the CTA Trustees. Also present were Ivory Day of Gray & Company, Nancy Yourell of Aetna, and Barb Zaveduk and Ruth Donahue of The Segal Company

On a motion by Mr. Burke, seconded by Mr. Volpe, the Board approved the proposed minutes for March 22, 2011.

Administrative Subcommittee

On a motion by Mr. Pass, seconded by Mr. Kelly, the Board approved the payment of the General Administration Subcommittee bills submitted, not including the Vedder Price bill, pending the answer to Mr. Kasmer’s question.

On motion by Mr. Kelly, seconded by Mr. Burke, the Board approved payment of expenses for travel and educational sessions for Trustees who may attend the ILPERS conference in Chicago at the end of May, 2012.

Investment Subcommittee

Mr. Day provided a report. The value of the RHCT assets as of April 25, 2012 was \$627,333,180.78. Mr. Day noted that the Plan had a very good first quarter in the markets.

Old Business

Mr. Kallianis briefed the Trustees on recent developments with respect to the payroll audit, and advised that Legacy might be done as early as July of this year.

The Trustees discussed the formation of a subcommittee to consider additional detail concerning the definition of service for the RHCT. On motion by Mr. Kelly, seconded by Mr. Burke, the Trustees voted to delay the printing of the Plan Summary so that it can include additional decisions the Trustees may make concerning the definition of service. Mr. Kelly moved to have a subcommittee meet as soon as possible to address additional issues concerning the definition of service. Mr. Volpe seconded the motion, and the Board voted to approve the motion.

Mr. Kallianis described a proposal for the purchase of malpractice insurance for Mr. O'Connell and the other attorney recently retained to do legal work, with the annual cost of \$3,299 to be split between the plans. On motion by Mr. Kelly, seconded by Mr. Burke, the Board approved purchase of the insurance, with the cost to be split between the two plans.

Ms. Yourell from Aetna provided the Trustees with a year-to-date summary of the phase-in of the new programs. She and Ms. Donahue of The Segal Company provided additional detail in answer to the inquiry by a participant that had been discussed at the last meeting.

On motion by Mr. Kelly, the meeting was adjourned.