

**Meeting of the Retiree Health Care Trust**  
**Board of Trustees**  
February 26, 2015

**Meeting Minutes**

A regular meeting of the Board of Trustees of the Retiree Health Care Trust (“RHCT”) was held on February 26, 2015 at One North Franklin Street, on the 27th Floor.

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

Javier Perez, Chair  
Joan Coogan, Secretary  
Joseph J. Burke  
Lisa Walik as an alternate for Omar Brown  
John Burkard as an alternate for Christopher Kasmer  
Mark Weems as an alternate for Kenneth Franklin  
Paul Sidrys

The Executive Director was present. James O’Connell was present as General Counsel for the Retirement Plan. Appearing on behalf of the ATU-appointed Trustees was Joseph Burns, of Jacobs, Burns, Orlove and Hernandez. Appearing on behalf of the CTA-appointed Trustees was David Novak of Jackson Lewis LLP. Appearing on behalf of the Regional Transit Authority-appointed Trustee was Daniel Salemi of Franczek Radelet, PC.

Also present were Kweku Obed and Miguel Zarate of Marquette Associates.

On motion by Mr. Sidrys, seconded by Mr. Burke, the Trustees approved the January 22, 2015 meeting minutes.

**Administrative Subcommittee**

On motion by Ms. Coogan, seconded by Ms. Walik, the Board approved Items 4(a) through 4(b) on the General Administration Subcommittee agenda.

**Investment Subcommittee**

Mr. Obed advised that the market value of the trust as of February 25, 2015 was \$751,730,783.85, and provided a performance review. Mr. Zarate discussed Marquette’s memorandum summarizing the results of the RFPs for the S & P 500 and S & P 400 Index Funds. Mr. Sidrys reported that the Investment Subcommittee had met and had

reviewed and accepted Marquette's recommendations. Mr. Zarate advised that, based on the factors indicated in the memorandum, including fees, performance, and reputation, Marquette recommended Northern Trust as the S & P 500 Index Fund manager. On motion by Mr. Burke, seconded by Mr. Weems, the Trustees approved Northern Trust as the S & P Index Fund manager. Mr. Zarate advised that, based on the factors indicated in the memorandum, including reputation of the provider and the fact that it is already in place, Marquette recommended Northern Trust as the S & P 400 Index Fund manager. On motion by Mr. Burke, seconded by Mr. Burkard, the Trustees approved Northern Trust as the S & P 400 Index Fund manager.

Mr. Zarate reviewed Marquette's memorandum on the RFP for emerging manager core fixed income to replace Hughes Capital. Based on the criteria, as set forth in the memorandum, Mr. Zarate advised that Marquette recommended Garcia Hamilton and Pugh Capital as finalists for further review. On motion by Mr. Burkard, seconded by Mr. Sidrys, the Trustees approved Garcia Hamilton and Pugh Capital for further review.

### **Old Business**

Mr. Kallianis updated the Trustees on steps anticipated to take advantage of the legislation permitting the RHCT to offer an HRA benefit.

On motion by Mr. Sidrys, seconded by Mr. Burkard, the Board voted to adjourn the meeting.