

# **Meeting of the Retirement Plan for CTA Employees Board of Trustees**

10 S. LaSalle Street  
Suite 1100  
Chicago, IL 60603

## **Meeting Minutes**

A regular meeting of the Board of Trustees of the Retirement Plan for CTA Employees was held on May 23, 2013 at One North Franklin Street, 27<sup>th</sup> Floor. The Chair and the Executive Director were present.

A roll call was taken indicating that the following Trustees were present:

Joan Coogan, Chair  
Javier Perez, Jr.  
John Burkard  
Joseph J. Burke  
Herman Reyes as an alternate for Marcellus Barnes  
Juanita Valdez as an alternate for Carlos Acevedo  
Robert Kelly  
Ron DeNard  
Paul Sidrys  
Ronald Ester as an alternate for Karen Walker  
Marjorie Espina as an alternate for Larry Owens

James O'Connell was present as General Counsel for the Retirement Plan. Appearing on behalf of the Union-appointed Trustees was Joseph Burns, of Jacobs, Burns, Orlove and Hernandez. Appearing on behalf of the Regional Transit Authority-appointed Trustee were Andrew Malahowski of Franczek Radalet, PC, and John Doerrer of John A. Doerrer and Associates, PC. James Daley of Schuyler Roche & Crisham appeared on behalf of the CTA-appointed Trustees.

Also present were Ivory Day of Gray & Company, and James Lamont and James Kemperas for Legacy Professionals, LLP.

On motion by Mr. Burke, seconded by Mr. Kelly, the Board voted to approve the draft minutes for the March 28 regular meeting.

On motion by Mr. Burkard, seconded by Mr. Sidrys, the Board approved the draft minutes for the March 28 executive session.

On motion by Mr. Perez, seconded by Mr. Burke, the Board approved the draft minutes for the April 25 regular meeting.

On motion by Ms. Espina, seconded by Mr. Burke, the Board approved the draft minutes for the April 25 executive session.

### **General Administration Subcommittee Items**

On motion by Mr. Burkard, seconded by Mr. Kelly, the Board voted to approve items 4(a) through 4(j) under the General Administration committee agenda.

### **Investment Subcommittee Items**

Mr. Day reviewed with the Trustees the performance of the Plan for 2012 including real estate, noting that the net return for the year was approximately 10.75. He discussed the returns which would be needed in equity investments to offset various potential low returns on fixed income investments going forward. He indicated that he could perform a more detailed stress test and present his findings to the Investment Subcommittee. Mr. Day noted that the RFP for a Global Macro hedge fund would be posted on Gray & Company's website on May 24. He reported that the assets of the Plan as of May 19, 2013 were \$1,829,018,121.85.

### **Old Business**

Mr. Lamont provided an update on the Legacy payroll audit.

Mr. Kallianis updated the Trustees on the two presentations by Steve Vernon on retirement planning scheduled for May 18 at Plumbers Hall.

### **Executive Session**

On motion by Mr. Kelly, seconded by Mr. Burke, the Trustees voted unanimously to move to executive session, to discuss litigation and personnel issues.

### **Open Session**

On motion by Mr. Perez, seconded by Mr. Burkard, the Trustees voted to establish a personnel subcommittee on succession planning, to consist of Ms. Coogan and Mr. Burke. Other Trustees would be welcome to attend.

On a motion by Mr. Perez, seconded by Ms. Espina, the Board approved adjournment of the meeting.