

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 January 23, 2014 at One North Franklin Street, 27th 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
Carlos Acevedo
John Burkard
Joseph J. Burke
Michael McBride as an alternate for Marcellus Barnes
Robert Kelly
Paul Sidrys
Patricia Thomas-Miller as an alternate for Ronald DeNard
Ronald Ester
Omar Brown

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

Also present was Ivory Day of Gray & Company.

Ms. Coogan noted that there had been news reports on the charitable activities of one of the Trustees, and that the Plan's General Counsel has been asked to advise the Board with respect to such activities, and to provide recommendations the Trustees might consider governing such activity by all members of the Board as well as employees of the Plan.

Mr. Kelly made a statement for the record, regarding his work as a Local Union officer on behalf of the ATU Local 308 Scholarship Fund, and advised of several steps he was taking to eliminate any possible misperceptions.

On motion by Mr. Burke, seconded by Mr. Burkard, the Board voted to approve the proposed minutes for the December Board meeting.

General Administration Subcommittee Items

On motion by Mr. Acevedo, seconded by Mr. McBride, the Board voted to approve items 4(a) through 4(i) under the General Administration committee agenda.

Investment Subcommittee Items

Mr. Day provided the Trustees with a report and answered questions on performance including alternatives, through the third quarter, and noted that the Plan's return since December 31, 1990 was 9.18%, without adjusting for fees.

Mr. Day reported that total assets as of January 21, 2014 were \$1,863,716,645.68.

Real Estate Subcommittee

Mr. Kallianis reported that a meeting of the real estate subcommittee is scheduled for Thursday January 30 to interview five finalists for the core portfolio.

Old Business

Mr. Kallianis noted that Legacy had received comments from the CTA on its draft report, but not from Local 241 or 308. The Trustees discussed having Legacy add its comments on the CTA's response, so that its report can be finalized. Mr. Kallianis was asked to circulate the report again, to all Trustees, and to convene a meeting of the subcommittee appointed at last month's meeting, so it can provide its recommendations to the full Board.

Mr. Kallianis noted that responses are due on the investment consultant RFP by December 20, and that he planned to circulate all responses to the subcommittee established to review them.

Executive Session

On motion by Mr. Kelly, seconded by Mr. Acevedo, the Trustees voted unanimously to go to executive session to discuss a personnel matter, and pending litigation.

Open Session

On motion by Mr. Acevedo, seconded by Mr. McBride, the Board approved adjournment.