

Meeting of the Retirement Plan for CTA Employees Board of Trustees

200 West Adams Street
17th Floor
Chicago, IL

Meeting Minutes

A regular meeting of the Board of Trustees of the Retirement Plan for Chicago Transit Authority Employees was held on June 28, 2018 at 200 West Adams Street, 17th Floor commencing at 9:41 a.m. and continuing through 10:37 a.m. and then resuming at 11:03 and adjourning at 11:06 a.m.

Chairman McKone called the meeting to order at 9:41 a.m.

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

Mr. Thomas McKone, Chairman
Mr. Marquel Williams (for Toi Bowers)
Mr. John Burkard
Mr. Joseph Burke
Mr. Tanno Muhammad (for Woodrow Eiland)
Mr. Ronald Ester
Mr. Jeremy Fine
Mr. Kenneth Franklin
Mr. Keith Hill
Mr. Paul Sidrys
Mr. David Biggs (for Ms. Sherri Thornton-Pierce)

Mr. Willie Means reported that a quorum was present.

Willie Means was present as the Deputy Executor Director. Appearing on behalf of ATU Local 308 Trustee was Mr. Brandon M. Anderson of Jacobs, Burns, Orlove and Hernandez. Appearing on behalf of Local 241 Trustees was Mr. Justin J. Lannoye of Dowd, Bloch, Bennett, Cervone, Auerbach, and Yokich. Appearing on behalf of the RTA Trustee was Mr. Daniel R. Salemi of Morgan, Lewis & Bockius, LLP. Appearing on behalf of the CTA Trustees was Mr. James P. Daley and Mr. David Novak of Jackson Lewis LLP. Appearing as counsel for the Retirement Plan were Richard W. Burke and Rachel E. Yarch of Burke, Warren, MacKay & Serritella, P.C. Also present was Mr. Miguel Zarate and Mr. Kweku Obed of Marquette Associates and Mr. James Kemperas of Legacy Professionals, LLP.

On a Motion by Mr. Franklin and seconded by Mr. Burke, the minutes of the meeting of May 24, 2018 were approved with two typographical corrections on the last page which misspelled Mr. Sidrys' name. The minutes passed after Mr. Hill, Mr. Ester, and Mr. Fine abstained.

General Administration

Mr. Franklin reported the General Administration issues which are referenced in item 4 on the Agenda. On a motion made by Mr. Franklin, which was seconded by Mr. Burke the report of the General Administration Committee described in items 4(a) through 4(i) of the Agenda was approved.

Under item 4(j) a bill related to legal services in the rebate litigation. There was a motion by Mr. Burkard to approve the bill which was seconded by Mr. Burke. Roll call was taken and the motion passed with 6 in favor and 5 abstentions. In regard to item 4(k) educational conference, there were no educational requests.

Investment Subcommittee

The Investment Subcommittee Report was given by Mr. Obed of Marquette Associates. He reported that as of the close of market on June 27, 2018 the value of the investment portfolio was \$1,840,681,564.60.

Old Business

Mr. Kemperas of Legacy spoke on Legacy data requests for 2011 through 2017 payroll audit. He reported that progress has been made and that the audit was moving forward. Mr. Sidrys made motion to approve a one-year extension in the audit performance services of Legacy, which was seconded by Mr. Franklin and passed. The motion to revise the engagement letter extends the Legacy audit to December 31, 2017.

New Business

Mr. Richard Burke presented the summary of litigation which was in the folders for all the Trustees. Mr. Richard Burke then asked for an Executive Session to discuss an engagement of an additional expert in the Williams' case.

Prior to adjourning to Executive Session, Mr. Hill inquired in regard to Rhumblin and its status as a diversity manager. The Chairman directed his inquiry to Marquette to respond.

Mr. Hill inquired about salary adjustments for individuals in the Pension office. His inquiry was directed to Mr. Richard Burke to respond.

Mr. McKone then asked for a vote in regard to adjourning to Executive Session to discuss the Williams' litigation. The motion passed and the meeting adjourned at 10:34 a.m.

At 11:03 the Chairman resumed the regular session. Mr. Joseph Burke then made a motion to retain Joseph Stevens as a consultant expert based upon counsel's recommendation. Mr. Burkard seconded the motion. Mr. Franklin, Mr. Williams, Mr. Hill and Mr. Muhammad abstained. The motion passed.

On a motion made by Mr. Burkard and seconded by Mr. Sidrys the meeting adjourned at 11:06 a.m.