Report of proceedings at the meeting of
the above-entitled cause, before Tabitha Watson, an
Illinois Shorthand Reporter, on the 10th day of
March, 2021, at the hour of 9:30 a.m., via
videoconference.

Reported by: Tabitha Watson, CSR, RPR
License No.: 084-004824
BOARD MEMBERS PRESENT:

ALEJANDRO SILVA, Chairperson
ARABEL ALVA ROSALES
KEVIN IRVINE
BERNARD JAKES
JOHNNY MILLER

ALSO PRESENT:

DORVAL R. CARTER, JR., President
GREGORY LONGHINI, Secretary
KAREN SEIMETZ, General Counsel
DONALD BONDS
JEREMY FINE
ELLEN MCCORMACK
BILL MOONEY
JUAN PABLO PRIETO
SECRETARY LONGHINI: Good morning. I'm Gregory Longhini, the Secretary to the Chicago Transit Board.

On March 3rd of this year, the Board Office issued a notice of changed format for the Finance, Audit & Budget Committee of the Transit Board and the Transit Board meeting itself scheduled for today.

Due to the COVID-19 pandemic, on March 5th, 2021, Illinois Governor JB Pritzker renewed the disaster proclamation in effect for Illinois to address this emergency. Section 12 of that proclamation declares that in-person attendance of more than ten people is not feasible in light of public health concerns. This means that the Chicago Transit Authority public meeting occurring today, March 10th, 2021, will take place only virtually. Because the disaster proclamation is still in effect in the state of Illinois, this meeting is being held pursuant to the amended provision of the Open Meetings Act, that is Section 7(a), which allows for virtual public meetings, so long as the disaster proclamation is in effect.
Chairman Silva, we are ready to begin the March 10th Finance, Audit & Budget Committee meeting.

CHAIRPERSON SILVA: Good morning. I would like to call to order the March 10, 2020 meeting of the Committee on Finance, Audit & Budget. Will the secretary call the roll?

SECRETARY LONGHINI: Yes.

Director Miller?

DIRECTOR MILLER: Here.

SECRETARY LONGHINI: Director Irvine?

DIRECTOR IRVINE: Here.

SECRETARY LONGHINI: Director Jakes?

DIRECTOR JAKES: Here.

SECRETARY LONGHINI: Director Alva Rosales?

DIRECTOR ALVA ROSALES: Here.

SECRETARY LONGHINI: Chairman Silva?

CHAIRPERSON SILVA: Here.

SECRETARY LONGHINI: We have a quorum with all five members of the committee present. Let the record also show that President Carter and General Counsel Karen Seimetz are also participating in the meeting and that Ms. Seimetz and myself are in the building here at 567 West Lake Street, the
headquarters building.

Director Silva, we may now proceed to Agenda Item Number 2.

CHAIRPERSON SILVA: Our first order of business is the approval of the committee minutes of February 10, 2021. May I have a motion to approve?

DIRECTOR JAKES: So moved.

DIRECTOR IRVINE: Second.

SECRETARY LONGHINI: Moved and seconded by Jakes and Irvine.

Director Miller?

DIRECTOR MILLER: Yes.

SECRETARY LONGHINI: Director Irvine?

DIRECTOR IRVINE: Yes.

SECRETARY LONGHINI: Director Jakes?

DIRECTOR JAKES: Yes.

SECRETARY LONGHINI: Director Alva Rosales?

DIRECTOR ALVA ROSALES: Yes.

SECRETARY LONGHINI: Chairman Silva?

CHAIRPERSON SILVA: Yes.

SECRETARY LONGHINI: That motion is approved with five yes votes. We'll proceed to Number 3.

CHAIRPERSON SILVA: Our next order of business is the finance report. Jeremy Fine, good morning.
JEREMY FINE: Good morning. I'm Jeremy Fine, your Chief Financial Officer and I'll be presenting the results for January 2021. Next page, please.

With regard to revenues for January, we see positive variance to budget for both farebox and passes. We see almost $900,000 of positive variance on farebox and 700,000 for passes, giving us a total of $1.6 million of positive variance for the month of January on fare and pass totals.

Obviously this is significantly different than we've seen over the last year, but just as a reminder, this is a comparison to a post-20 -- post-COVID outbreak budget. So, again, we were adjusting our expectations for, you know, the current environment that we're operating in, whereas in our prior reports for 2020, we were comparing to the original 2020 budget. So we see some positive variance here for the first time in a while.

Reduced-fare subsidy is flat to budget; but, again, as a reminder, you know, the State over the last several years has cut our subsidy from 28 million down to 14, but we adjusted the budget accordingly. But, again, that's a reduced subsidy
from the State for reduced-fare subsidies.

   Nonfarebox totals coming in lower than expected due to reduction in the subsidy that we receive from the City for ground transportation tax funding as well as an adjustment to non-capital grant revenues.

   So, overall, for the month of January we end up essentially flat, slightly down about $300,000 to budget. But, again, substantially different than what we've seen over the course of the last, you know, nine months or so. Next page, please.

   With regard to our expenses, we continue to do a very good job of controlling our expenses. We see labor coming in slightly favorable to budget by about 1.9 million. Again, we've benefited from very good weather in January. Materials was essentially flat, slightly down.

   Fuel and power continue to be strong performers for us where we see positive variance by about $750,000 for fuel and a little over $500,000 for power.

   Injuries and damages coming in as expected. Security services and other expenses
slightly favorable, but mostly due to timing of invoices.

So, overall, for the month of January we see total operating expenses favorable by about $3.6 million. When you offset the small shortfalls in revenues, we're positive for the month of January $3.3 million net. So, again, very good first month performance here vis-a-vis the '21 budget. Next Page, please.

With regard to our public funding, we see for the month a total aggregate number of just around $3 million negative to budget. We see sales tax, again, this is relative to the November 2020 collections, about $8 million down to budget. But, interestingly, that's only about -- the total collection of 38.4 million is about 7 and a half percent below the prior year. So, again, fairly strong performance, albeit off of budgeted expectations.

PTF for the month coming in strong at 3.3 million above our budgeted numbers. Same with the real estate transfer tax coming in a little over $2 million positive to the budget. So, again, overall, about $3 million off of our budgeted
expectations driven primarily due to the November 2020 sales tax collections. Next page, please.

With regard to the year-to-date numbers, we split this into two different charts here. First I'll cover, you know, 2020 and then we'll talk about 2021 now that we're kind of lapping over into 2021 collections.

We've received most of the public funding revenues through the year, albeit sales tax, we still have one month outstanding for December, but through November, we're down about $62 million on an annual basis. For PTF, we're down about 37 and a half million; for RETT, about 17.6 million; and the PTF on RETT, about 3 million; and a little under a million on ICE funding. So, overall, year-to-date with one month remaining for sales tax and for ICE, we're down about $120 million to budget.

Again, the CARES funding has been a critical component on closing the gap for 2020 as well as what we'll do for 2021. Next page, please.

With regard to '21 collections, again, we're still finalizing the collection results for
2020 for sales tax, so we don't have numbers available yet for 2021, but the numbers that we do have for public funding through February were positive by about six and a half million dollars through January. For RETT, we're a little over $2 million positive. So, overall, we're about eight and a half million dollars positive year-to-date. But, again, we're still waiting for collections to come in on the sales tax. So, you know, again, we'll continue to update the Board on the coming months as to how this continues to shake out. But, again, a good positive momentum shift in seeing positive trajectory here in our variance to budget. Next page, please.

With regard to CARES Act draws, you know, we have been drawing over the course of the last year, you know, between 40 and 50-plus million on a monthly basis. This month, you know, again, we're at that 53.7 amount. System-generated revenue draw is a little bit higher as it current -- as it typically is every year. January is a high expense, lower revenue month. So, again, we see about a $54 million draw. That results in about $500 million being drawn on a year-to-date basis.
About 817 million was allocated in the first CARES draw or first CARES allocation. So we've drawn about 62 percent of that total CARES 1 package.

The RTA board will be taking this month the Cares 2 allocations and those allocations will help us offset the remaining balance of the 2021 projected budget gap. So, again, we're excited about that as well as, you know, the Federal Government's continued commitment for a CARES 3 package. You know, that is still working its way through the Congressional approval process; but, again, we're very excited by the continued commitment from Congress for CARES funding. Again, this is something that we will continue to need in the coming months and coming years. So, again, this is a very critical component for us to offset shortfalls in both ridership related revenues and public funding. Next page, please.

With regard to the three commodities that we purchase, again, we're finalizing the process for the RFPs that we have out for fuel and natural gas. We're fully locked in for where we want to be for 2021. You know, we are looking for selective opportunities to buy outer years. You know, while
the market has gone up, it's still, you know, at kind of lower -- lower end of the historic ranges. So we will look for selective opportunities to continue to buy.

Particularly, you know, on the fuel side, the spot price is only a couple of pennies above our blended rate for 2021, which was one of our lowest rates historically that we've ever seen.

So, again, it's a good market to continue to look for selective opportunities, but again we'll look for the market to relax a little bit, particularly on the natural gas side after the winter usage starts to ebb.

That concludes my prepared remarks with regard to the FAB for January. Glad to answer any questions.

CHAIRPERSON SILVA: Can you explain what we did to have such a strong performance and how do -- February looks?

JEREMY FINE: So we're still closing the books on February. Obviously though, the weather in February was a little bit harsher than what we saw in January, so that would potentially impact our expenses as well as potentially the revenues.
So, you know, again, we'll be updating the Board next month on that once we close the books there. But, you know, again, we were -- we were trying to put together projections in the '21 budget. You know, we extrapolate those over the various months, you know, and what we had expected with regard to our farebox revenues and are -- you know, which we're pretty much on line with where we had projected in the '21 budget. And then what we were projecting with regard to public funding, you know, that came in -- actual results came back a little bit better than our projected results in the '21 budget.

So, again, I think what we've seen is the economy starting to rebound. You know, there are storm clouds on the horizon. So I don't want to get too overly optimistic on that, but, you know, again, we've seen a very strong rebound in the economy after the early dip and, again, we're happy to see out-performance vis-a-vis the budget; but, again, it's just one month. I don't want to draw too many conclusions off the trend of one month. We'll continue to see how things pan out, like I said, in February and then as we start hopefully
getting back to normal, you know, throughout the year. So, you know, again, we've got a long road to go, but, again, we're glad to see some positive variance here at least for the month of January.

CHAIRPERSON SILVA: Keep it up. Good.

PRESIDENT CARTER: Director Silva, I want to add a little bit more context to Jeremy's comments about the funding that we may be expecting from Congress. Currently, the House is actually voting today on the emergency relief bill that would contain over $30 billion for transit as part of that bill itself. We anticipate, based on the numbers as they're currently set up, that the region should receive around 1.5 billion of that. That has to then be divided up between Wisconsin and Illinois and once that negotiation takes place, the remainder will be divided up between CTA, Metra, and Pace. I expect a substantial portion of that 1.5 billion will be coming to our region and the expectation around that is, of course, this is the funding that is going to have to really carry us through 2022 and 2023. How that will be divided between Metra, CTA, and Pace still needs to be decided. RTA will start those discussions later...
this year and we'll obviously keep the Board
apprised of what it is that comes out of that.

Clearly, based on our three-year budget
projection, we're expecting, you know, a
substantial deficit for both next year and the year
after barring, as Jeremy pointed out, other factors
that may start to, you know, move in our direction.
The other thing that we're, of course, concerned
about is what the State budget looks like and
whether or not they will incur additional cuts on
the public funding side and that still has yet to
be determined at the State legislator.

I would also point out that the budget or
the bill that's being proposed by the Federal
Government will also contain a substantial amount
of funding for State and local governments, which
we hope will offset the desire to need to cut
subsidies like CTA and the transit side, but it's
still too early for us to know that.

So I think what Jeremy is saying and I
would echo is things look good right now,
recognizing that we're looking at a budget that is
substantially reduced from what we were
experiencing just, you know, a year ago and we have
a lot of potential for stabilization from the
funding we're going to get from the Federal
Government, but there's still a lot of other levers
that need to be worked out and a lot of other
decisions that have to occur until we'll have
comfort about what our fiscal situation is going to
look like over the next couple of years. But the
good news is, at least for this year, we're looking
like we're in good shape and should be able to move
forward this year without any significant
challenges around the funding that we currently
have.

CHAIRPERSON SILVA: Thank you.
SECRETARY LONGHINI: Any further questions,
Chairman Silva?

CHAIRPERSON SILVA: I'm alright now.
SECRETARY LONGHINI: You're okay?

Director Alva Rosales, any questions from
you?

DIRECTOR ALVA ROSALES: Jeremy, can you just
elaborate a little bit on the needs-based analysis
that we used with regards to the CARES 2 funding
for the CTA?

JEREMY FINE: Yeah. So in the discussions with
the RTA, you know, we just outlined the fact
that -- you know, what our needs are, you know,
with regard to the projected shortfalls that we
would see in 2021 and, you know, again, just kind
of outlining that we've continued to have to
deliver full service based on the ridership trends
that we've seen and continue to deliver safe and
efficient service has driven, you know, substantial
projected shortfall for 2021.

Based on that, you know, shortfall, you
know, they made a determination, you know, based on
some metrics that they were using, you know, with
regard to needs-based analysis to allocate the
funding to the service boards and, again, you know,
we're seeing, you know, a large allocation from
that CARES 2 package to the CTA so that we can,
again, help offset the shortfalls that we're
projecting and it would subsequently also help the
shortfalls that both Metra and Pace are expecting
as well. So, again, you know, I think the
region -- RTA, as a region, was trying to be fair
in allocating the moneys at this point in time to
the agencies that needed it at this point in time.

You know, the determinations with regard
to CARES 3 allocations will be worked out in the
coming weeks. You know, and -- you know, there may
be a different set of metrics used in that
allocation process; but, again, for CARES 2
funding, again, they looked at, you know, who
needed what, when, and where and made the
allocations appropriately.

DIRECTOR ALVA ROSALES: Great. Thank you. No
more questions.

PRESIDENT CARTER: Director Alva Rosales, I
would clarify one thing that Jeremy said. I don't
think the allocation for the CARES 3 funding will
happen in the next couple of weeks. I think maybe
in the next couple of months, but it's not going to
happen that fast. It's going to take them I'm sure
some period of time just to negotiate with Indiana
and Wisconsin to see how much gets divided between
the three of us.

So my expectation is that in the next, you
know, I'd say by sometime this spring the
conversation will begin around this next allocation
so that Jeremy can then figure out how that feeds
into our budget for the upcoming year.

DIRECTOR ALVA ROSALES: Great. Thank you.
SECRETARY LONGHINI: Thank you, President Carter.

Director Miller, any questions?

DIRECTOR MILLER: No questions. Just congratulations to the team. Good to see favorable moves there. Thanks.

SECRETARY LONGHINI: Thank you.

Director Irvine?

DIRECTOR IRVINE: No questions. Thanks.

SECRETARY LONGHINI: Director Jakes?

DIRECTOR JAKES: No questions. I echo the sentiments of Director Miller.

SECRETARY LONGHINI: Thank you, all.

There are no further questions, Chairman Silva, so you may proceed to Agenda Item Number 4.

CHAIRPERSON SILVA: Our next order of business is review of an ordinance authorizing an intergovernmental agreement with the Illinois Department of Children and Family Services.

Jeremy.

JEREMY FINE: Thank you. I'm Jeremy Fine, your Chief Financial Officer.

Today for your consideration, I present a proposal for an IGA between the CTA and the
Illinois Department of Children and Family Services. DCFS wishes to make bulk purchases of limited-use paper Ventra tickets for distribution to its clients determined to be in need of transportation assistance. This process replaces an outdated and cumbersome process that DCFS has had in place for transportation for years prior.

Under this IGA, DCFS will place orders with CTA for Ventra tickets via the Ventra group sales order form without prepayment and the CTA will, thereafter, invoice DCFS and when payment is received, CTA will pay Cubic.

The IGA commences upon board approval and execution and continues until June 30, 2023, but may be canceled by either party before the date upon 90 days written question.

CTA has this arrangement with many other governmental agencies, but the DCFS policy -- internal policy that they have requires an IGA for annual spends in excess of $20,000. They're expecting the expenditure levels based on prior usage to be about 50,000.

I'm happy to answer any questions that you may have. Thank you for your consideration.
CHAIRPERSON SILVA: Is this agreement, okay, the first time or this is -- this is -- we're just following, okay, the old one we used to have?

JEREMY FINE: Yeah, so this is the first time that we will have an IGA agreement with DCFS. We have, you know, sold fare media or, you know, DCFS has used fare media for years for their clients that need transportation assistance, but what had to happen previously is if somebody needed that assistance, they went to the DCFS office, requested it, Springfield sent them a voucher that took three to five days to receive in the mail, and then they would have to take that voucher to Jewel -- to a Jewel grocery store and have that converted into fare media.

Obviously, that's a very cumbersome process and really didn't align with the, you know, transportation needs of the customers of DCFS. So this will streamline this process. You know, the DCFS office will be able to hand out the media -- the fare media there at that point, you know, when the request is made and the need is identified.

So, again, this will streamline and better align DCFS customers' transportation needs with the
actual receipt of the fare media. So, again, this kind of conforms with other agreements we have out there. We're excited to get DCFS onto the sales platform and, again, I think it will be a huge benefit to the ultimate users of the fare media.

CHAIRPERSON SILVA: Good. Thank you.

SECRETARY LONGHINI: Director Alva Rosales?

DIRECTOR ALVA ROSALES: Jeremy, it just sounds like a much more efficient way of doing it. Are we looking at other agencies that we could streamline as well?

JEREMY FINE: Yeah, we're looking across the board. You know, this one, you know, was probably a little bit of an outlier, but we are looking to obviously streamline any process like this. You know, because this is just kind of novating into the 21st Century here, so we're very excited about this. But we will look for other opportunities if they are still out there, but this one was a little bit of an outlier, so we're excited to get them on board onto the group sales platform.

DIRECTOR ALVA ROSALES: Sounds good. Thank you.

SECRETARY LONGHINI: Director Miller?
DIRECTOR MILLER: No questions.

SECRETARY LONGHINI: Director Irvine?

DIRECTOR IRVINE: No questions. Good work. Thank you.

SECRETARY LONGHINI: Director Jakes?

DIRECTOR JAKES: No questions.

SECRETARY LONGHINI: There are no further questions on this item, Chairman Silva.

CHAIRPERSON SILVA: Since there are no further questions, may I have leave to place this item on the omnibus for board approval?

DIRECTOR JAKES: So moved.

DIRECTOR IRVINE: Second.

SECRETARY LONGHINI: Moved and seconded by Jakes and Irvine. That's all we have for the ordinances today, sir. So we may proceed to the contracts, sir, starting with Contract Number A1.

CHAIRPERSON SILVA: Our next order of business is Contract Number A1, a railcar service contract.

SECRETARY LONGHINI: Any questions, Chairman? Do you have any questions, Chairman Silva?

CHAIRPERSON SILVA: No, I don't have questions.

SECRETARY LONGHINI: Director Alva Rosales?

DIRECTOR ALVA ROSALES: No questions.
SECRETARY LONGHINI: Director Miller?

DIRECTOR MILLER: No questions.

SECRETARY LONGHINI: Director Irvine?

DIRECTOR IRVINE: No questions.

SECRETARY LONGHINI: Director Jakes?

DIRECTOR JAKES: No questions.

SECRETARY LONGHINI: Chairman, we're finished with questions. We may move to A2.

CHAIRPERSON SILVA: Our next order of business is Contract A2, uniform contract.

SECRETARY LONGHINI: Chairman Silva, any questions?

CHAIRPERSON SILVA: Yeah. We've been giving uniforms, okay, to our people for how many years now?

PRESIDENT CARTER: Probably since the creation of CTA.

CHAIRPERSON SILVA: So this is the first time, okay, that we change it?

PRESIDENT CARTER: No, no, no, no. Our uniform contract has evolved over time, as has our collective bargaining agreements that dictate how we handle uniforms for our bargained-for employees.

CHAIRPERSON SILVA: So it's part of the labor
agreements?

PRESIDENT CARTER: Yes. The labor agreement dictates how much we will pay our employees for the uniforms. We control what the uniforms look like in terms of their style and makeup and over the years, obviously the style of uniform has changed, you know, as we've modernize the look and things of that nature. I honestly don't remember the last time that we updated our actual uniform itself.

Don, I don't know if you remember when we did that. It has been quite a while. I know that.

DONALD BONDS: It's been over 20 years.

PRESIDENT CARTER: Yeah.

DONALD BONDS: Over 20 years since we made -- we've made some slight changes over the last few years, but any major changes has been over 20 years.

CHAIRPERSON SILVA: Thank you.

SECRETARY LONGHINI: Director Alva Rosales, any questions?

DIRECTOR ALVA ROSALES: No. Just compliments I think on the choices. They've done studies where they show that a lot of times what you wear to work or what you have to wear really does affect your
self-esteem and I think they look really great.

Also, compliments on the fact that we were able to get 100 percent DBE participation. You know, we found somebody very qualified that has done this type of work before and that is, you know, a DBE. So huge kudos, because I know that all of it was not an easy task and the team did a great job on this I think. So thank you for that.

SECRETARY LONGHINI: Director Miller, any questions?

DIRECTOR MILLER: No questions. Thank you.

SECRETARY LONGHINI: Director Irvine?

DIRECTOR IRVINE: No questions. Just echoing Director Alva Rosales, kudos for giving this whole contract to a DBE. Good work. Well done.

SECRETARY LONGHINI: Director Jakes?

DIRECTOR JAKES: No questions. Thank you.

SECRETARY LONGHINI: Thank you, all. Chairman Silva, we may now proceed to Contract B, as in boy, 1.

CHAIRPERSON SILVA: Our next order of business is Contract Number B1, fire protection contract.

SECRETARY LONGHINI: Chairman Silva, any questions?
CHAIRPERSON SILVA: No.

SECRETARY LONGHINI: Director Alva Rosales?

DIRECTOR ALVA ROSALES: No questions.

SECRETARY LONGHINI: Director Miller?

DIRECTOR MILLER: No questions.

SECRETARY LONGHINI: Director Irvine?

DIRECTOR IRVINE: No questions.

SECRETARY LONGHINI: Director Jakes?

DIRECTOR JAKES: No questions.

SECRETARY LONGHINI: All right. Chairman Silva, we may now go to Contract B2.

CHAIRPERSON SILVA: Our next orders of business is Contract Number B2, a change order to 95th Street Station contract.

SECRETARY LONGHINI: Chairman Silva?

CHAIRPERSON SILVA: No questions.

SECRETARY LONGHINI: Direct Alva Rosales?

DIRECTOR ALVA ROSALES: My clicker is not working. No questions.

SECRETARY LONGHINI: That's technology for you. Director Miller?

DIRECTOR MILLER: No questions.

SECRETARY LONGHINI: Director Irvine?

DIRECTOR IRVINE: No questions.
SECRETARY LONGHINI: Director Jakes?

DIRECTOR JAKES: No questions.

SECRETARY LONGHINI: All right. Chairman Silva, we may now proceed -- that was B2, correct?

Yes. We'll now proceed to Contract C, as in cat, 1.

CHAIRPERSON SILVA: Our next order of business is Contract Number C1, a change order to the Genfare contract.

SECRETARY LONGHINI: Questions, Chairman Silva?

CHAIRPERSON SILVA: No. No questions.

SECRETARY LONGHINI: Director Alva Rosales?

DIRECTOR ALVA ROSALES: No questions.

SECRETARY LONGHINI: Director Miller?

DIRECTOR MILLER: No questions.

SECRETARY LONGHINI: Director Jakes -- Director Irvine?

DIRECTOR IRVINE: No questions.

SECRETARY LONGHINI: Director Jakes?

DIRECTOR JAKES: No questions.

SECRETARY LONGHINI: All right. Chairman, we can now go to C2.

CHAIRPERSON SILVA: Our next order of business is Contract Number C2, a payroll management
contract.

SECRETARY LONGHINI: Questions, Chairman Silva?

CHAIRPERSON SILVA: No, no questions.

SECRETARY LONGHINI: Director Alva Rosales?

DIRECTOR ALVA ROSALES: No questions.

SECRETARY LONGHINI: Director Miller?

DIRECTOR MILLER: No questions.

SECRETARY LONGHINI: Director Irvine?

DIRECTOR IRVINE: No questions.

SECRETARY LONGHINI: Director Jakes?

DIRECTOR JAKES: No questions.

SECRETARY LONGHINI: Chairman, before we move
to the next item, we need a motion to recommend
board approval of Contract Number C2. Do I hear a
motion?

DIRECTOR JAKES: So moved.

DIRECTOR IRVINE: Second.

SECRETARY LONGHINI: Okay. The motion to
recommend board approval of Contract Number C2, the
payroll management contract has been moved by
Director Jakes and seconded by Director Irvine. So
I will now take a rollcall vote on that matter.

Director Jakes?

DIRECTOR JAKES: Yes.
SECRETARY LONGHINI: Director Irvine?

DIRECTOR IRVINE: Yes.

SECRETARY LONGHINI: Director Miller?

DIRECTOR MILLER: Yes.

SECRETARY LONGHINI: Director Alva Rosales?

DIRECTOR ALVA ROSALES: I'll recuse myself from this vote. Thanks.

SECRETARY LONGHINI: All right. Chairman Silva?

CHAIRPERSON SILVA: Yes.

SECRETARY LONGHINI: That motion to approve C2 passes with four yes votes and one recusal. So now, Chairman Silva, we may proceed to Contract G, as in girl, 1.

CHAIRPERSON SILVA: Our next order of business is Contract Number G1, a mechanical engineering contract.

SECRETARY LONGHINI: Chairman Silva?

CHAIRPERSON SILVA: Yes. Can you tell us, okay, about the DBE participation in this contract?

J.P. PRIETO: Good morning, Director. On Contract G1, the contract -- subcontracting opportunities were too small to set a DBE goal, so there was no DBE set on this contract.
CHAIRPERSON SILVA: Okay. Thank you.
SECRETARY LONGHINI: Director Alva Rosales?
DIRECTOR ALVA ROSALES: No questions.
SECRETARY LONGHINI: Director Miller?
DIRECTOR MILLER: No questions?
SECRETARY LONGHINI: Director Irvine?
DIRECTOR IRVINE: No questions.
SECRETARY LONGHINI: Director Jakes?
DIRECTOR JAKES: No questions.
SECRETARY LONGHINI: All right. Chairman Silva, you may go to G, as in girl, 2.
CHAIRPERSON SILVA: Our next order of business is Contract Number G2, a software licensing contract.
SECRETARY LONGHINI: Chairman Silva? Any questions, Chairman?
CHAIRPERSON SILVA: No.
SECRETARY LONGHINI: No? Okay.
DIRECTOR ALVA ROSALES: Just curious, does this have a DBE goal under it -- on it? I'm not quite sure.
J.P. PRIETO: No, Director, it does not have a DBE goal because this is a piggyback and it's also
to provide the licensing. There are no subcontracting opportunities.

DIRECTOR ALVA ROSALES: Okay. Thank you.
SECRETARY LONGHINI: Thanks, Juan Pablo.

Direct Miller?
DIRECTOR MILLER: No questions.
SECRETARY LONGHINI: Director Irvine?
DIRECTOR IRVINE: No questions.
SECRETARY LONGHINI: Director Jakes?
DIRECTOR JAKES: No questions.
SECRETARY LONGHINI: All right. Chairman, we may now proceed to Contract Number J, as in July, 1.

CHAIRPERSON SILVA: Our next order of business is Contract Number J1, a change order to an insurance contract.

Is this the one with the Mesirow?
ELLEN MCCORMACK: That is the -- this is the change order we're asking for for the Mesirow contract. We're just asking to extend it for two months so that it will now expire in August.

CHAIRPERSON SILVA: And then it will expire in August and we will renew?
ELLEN MCCORMACK: We will be bringing in a new
contract before the Board for your approval when
this contract expires, prior to its expiration.

CHAIRPERSON SILVA: How many years has Mesirow
been filling this contract?

ELLEN MCCORMACK: I don't have that
information, but I will be happy to get it to you.

CHAIRPERSON SILVA: Okay. Thank you.

SECRETARY LONGHINI: Thank you, Ellen.

Director Alva Rosales?

DIRECTOR ALVA ROSALES: So there's an RFP that
has already been let out and then we're just trying
to make a decision on it, Ellen?

ELLEN MCCORMACK: That's correct. But we're
also -- one of the issues is that we're in the
process of working on a renewal for property
insurance and we didn't want to have this -- if we
changed vendors, we didn't want to have that occur
during this process.

COUNSEL SEIMETZ: Mesirow, Vice Chair, is the
broker that's currently working on the renewal of
our property insurance, which will come before the
Board I think in June. So this is just really to
bridge the gap in case, as Ellen pointed out, they
do not get the next RFP because we can't obviously
start with a new broker negotiations for this particular renewal.

    DIRECTOR ALVA ROSALES: No, that makes sense actually. Great. Thank you.

    SECRETARY LONGHINI: Director Miller?
    DIRECTOR MILLER: No questions.

    SECRETARY LONGHINI: Director Irvine?
    DIRECTOR IRVINE: No questions.

    SECRETARY LONGHINI: Director Jakes?
    DIRECTOR JAKES: No questions. Thank you for your clarification, Karen. That helped me a lot.

    SECRETARY LONGHINI: Chairman Silva, we may now proceed to Contract Number J2.

    CHAIRPERSON SILVA: Our final order of business is Contract Number J2, an administrative management contract.

    SECRETARY LONGHINI: Chairman Silva?
    CHAIRPERSON SILVA: No, no questions.

    SECRETARY LONGHINI: Director Alva Rosales?
    DIRECTOR ALVA ROSALES: No questions.

    SECRETARY LONGHINI: Director Miller?
    DIRECTOR MILLER: No questions.

    SECRETARY LONGHINI: Director Irvine?
    DIRECTOR IRVINE: No questions.
SECRETARY LONGHINI: Director Jakes?

DIRECTOR JAKES: No questions.

SECRETARY LONGHINI: All right. We're finished with the contracts, Chairman. We may now proceed to 6A.

CHAIRPERSON SILVA: Since there are no further questions on the contract, may I have leave to place nine contracts on the omnibus?

DIRECTOR JAKES: So moved.

DIRECTOR IRVINE: Second.

SECRETARY LONGHINI: Motion to leave nine contracts, which does not include C2, onto the omnibus has been moved by Director Jakes and seconded by Director Irvine. They have now been placed on the omnibus. So we may proceed to Number 6B, sir.

CHAIRPERSON SILVA: Since there is no further business to come before the Committee, may I have a motion to approve the omnibus and recommend the omnibus for board approval?

DIRECTOR JAKES: So moved.

DIRECTOR IRVINE: And I second.

SECRETARY LONGHINI: Moved and seconded by Directors Jakes and Irvine. I will now take a
rollcall vote on the omnibus.

    Director Miller?

DIRECTOR MILLER: Yes.

SECRETARY LONGHINI: Director Irvine?

DIRECTOR IRVINE: Yes.

SECRETARY LONGHINI: Director Jakes?

DIRECTOR JAKES: Yes.

SECRETARY LONGHINI: Director Alva Rosales?

DIRECTOR ALVA ROSALES: Yes.

SECRETARY LONGHINI: Chairman Silva?

CHAIRPERSON SILVA: Yes.

SECRETARY LONGHINI: That motion is approved with five yes votes. Chairman, we can move to Committee Agenda Item Number 6.

CHAIRPERSON SILVA: Finally, may I have a motion to adjourn?

DIRECTOR JAKES: So moved.

DIRECTOR IRVINE: Seconded.

SECRETARY LONGHINI: Moved and seconded by Jakes and Irvine. I'll take a vote.

    Director Miller?

DIRECTOR MILLER: Yes.

SECRETARY LONGHINI: Director Irvine?

DIRECTOR IRVINE: Yes.
SECRETARY LONGHINI: Director Jakes?
DIRECTOR JAKES: Yes.
SECRETARY LONGHINI: Director Alva Rosales?
DIRECTOR ALVA ROSALES: Yes.
SECRETARY LONGHINI: Chairman Silva?
CHAIRPERSON SILVA: Yes.
SECRETARY LONGHINI: That motion is approved with five yes votes. We are adjourned and we're going to take a short break before the start of the board meeting. Thank you.

(Meeting adjourned at 10:07 a.m.)
Tabitha Watson, being first duly sworn, on oath says that she is a court reporter doing business in the State of Illinois and that she reported in shorthand the proceedings of said meeting and that the foregoing is a true and correct transcript of her shorthand notes so taken as aforesaid and contains the proceedings given at said meeting via videoconference on said date.

[Signature]

Certified Shorthand Reporter