

**PALM TRAN ATU LOCAL 1577 PENSION PLAN
MINUTES OF SPECIAL MEETING HELD JUNE 19, 2020**

Chair Dwight Mattingly called the meeting to order at 2:00 PM. This meeting was conducted via teleconference using Conference Line: 1-312-757-3121 and Conference ID: 110-276-205. Those persons present on the call included:

TRUSTEES

Dwight Mattingly, Chair
Marcos Rodriguez
Lisa Pontius
Sean Smith

OTHERS PRESENT

Ken Harrison, Sugarman & Susskind
Pedro Herrera, Sugarman & Susskind
Bonni Jensen, Klausner, Kaufman, Jensen & Levinson
Mary Shah, Strategic Benefits Advisors
Stephanie Atli, Strategic Benefits Advisors
Laura Stein, Robbins Geller Rudman & Dowd LLP
Rachel Jensen, Robbins Geller Rudman & Dowd LLP
Rachel Ann Cocalis, Robbins Geller Rudman & Dowd LLP
ONE OTHER PERSON

APPROVAL OF THE AGENDA

Lisa Pontius made a motion to approve the Agenda, seconded by Marcos Rodriguez, and approved by the Trustees 4-0.

PUBLIC COMMENT

There was no public comment.

REPORT – GRUPO TELEVISIVO SECURITIES LITIGATION

Chair Dwight Mattingly stated that the purpose of the meeting is to have all trustees ratify the actions that he took regarding becoming lead plaintiff in the securities litigation case led by Robbins Geller Rudman & Dowd LLP (“Robbins Geller”) regarding Grupo Televisivo Securities (“Grupo Televisivo”). He explained that it stemmed from foreign investments held with Fisher when they were a fund manager for the pension plan. The judge handling the case said that the lead plaintiff was not “typical” which would result in the case being dismissed. Palm Tran was contacted by Robbins Geller because Palm Tran was invested in this security throughout the period in question, including through three allegedly fraudulent disclosures made by Grupo Televisivo, and would be considered “typical” and able to carry the case as lead plaintiff. Mr. Mattingly has been asked to bring testimony and bearing on the case.

Plan Attorney Ken Harrison introduced the representatives of Robbins Geller.

Laura Stein from Robbins Geller expressed appreciation for the opportunity to speak with the Board. The Robbins Geller team working on this case is comprised of Rachel Ann Cocalis, Rachel Jensen, and OTHER PERSON. Ms. Stein has been doing securities monitoring for the pension plan since 2014. During that time there have been only one or two cases that the Board has had to

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make a decision on. Palm Tran is the only fund of 1000 funds that was affected by all three disclosures made by Grupo Televisio. Robbins Geller has been working on this case for two years. The case passed the motion to dismiss which was a huge hurdle but the judge found that the lead plaintiff wasn't typical, so without Palm Tran's participation as lead plaintiff the case could end before anyone could have a chance to make any recoveries. Palm Tran will be asked to step in and represent the class to be the typical plaintiff that Robbins Geller believes the court is looking for.

Rachel Jensen explained that the case concerns international corporations that have retained the rights to soccer media coverage. During a FIFA investigation, it was exposed that FIFA officials were being bribed by media companies for the rights to the media coverage. This revelation caused the price of Grupo Televisio's stock to drop which hurt investors all across the country. Shortly after Grupo Televisio admitted to material weaknesses in their financial reporting. This resulted in another stock price drop. The Palm Tran plan is uniquely situated because of lasting through the final disclosure in 2018. The court rejected the defendant's argument that their fraud dropped the price. Based on the court's indication that the fraud impacted the price, we are cautiously optimistic that the court will allow us to add new plaintiffs to the case.

Mr. Mattingly stated that the motion would be to approve Palm Tran becoming a part of the class but it's a little bit more than being a member of the class and getting a payout if the case is won. Fisher was led to believe that the statements they used to trade the stock and buy it for us were misleading and not representative of what was really going on. We would have a small amount to recover, less than \$6,000. The amount of time and expense would be minimal. It would be Mr. Mattingly testifying that the Plan did own these and did take a loss. Other than that it is records keeping and electronically giving the records that show that we owned the stock.

Sean Smith made a motion to ratify Mr. Mattingly's action to get involved in the case as lead plaintiff. Lisa Pontius seconded the motion, approved by the Trustees 4-0.

Pedro Herrera asked the Board to confirm that they were okay with Mr. Mattingly taking actions between board meetings. Lisa Pontius asked if the Board would be kept abreast of actions Mr. Mattingly took between board meetings. Mr. Herrera confirmed that the Board would be informed about all actions taken by Mr. Mattingly as well as all developments in the case.

BOARD COMMENTS

No comments.

ADJOURNMENT

There being no further business and the next Quarterly Meeting has been scheduled for Thursday, September 3rd, Sean Smith made a motion to adjourn the Meeting at 2:19 PM, seconded by Marcos Rodriguez, and approved by the Trustees 4-0.

Secretary

Date