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THE CIRCUIT COURT OF COOK COUNTY, ILLINOIS
        COUNTY DEPARTMENT - CHANCERY DIVISION
CITY OF CHICAGO a Municipal
Corporation,
           Plaintiff-Counterdefendant,)
                                       )No. 01 CH 4962
MARSHALL KORSHAK, et al.,
          Defendant-Counterplaintiff,)
 -and-
MARTIN RYAN, et al.,
               Intervening Plaintiffs,)
MICHAEL W. UNDERWOOD, JOSEPH M. VUICH,)
RAYMOND SCACCHITTI, ROBERT MCNULTY,
JOHN E. DORN, WILLIAM J. SELKE,
JANIECE R. ARCHER, DENNIS MUSHOL,
RICHARD AGUINAGA, JAMES SANDOW,
CATHERINE A. SANDOW, MARIE JOHNSTON,
and 392 OTHER NAMED PLAINTIFFS LISTED )
in EXHIBIT 1,
                           Plaintiffs,)
                                       )No.
-77-
                                       )2013 CH 17450
CITY OF CHICAGO, a Municipal
                                       )Previous Nos.:
Corporation,
                           Defendant,)No. 01 CH 4962
                                       )No. 87 CH 10134
-and-
TRUSTEES OF THE POLICEMEN'S ANNUITY
AND BENEFIT FUND OF CHICAGO;
TRUSTEES OF THE FIREMEN'S ANNUITY
and BENEFIT FUND OF CHICAGO;
TRUSTEES OF THE MUNICIPAL EMPLOYEES'
ANNUITY AND BENEFIT FUND OF CHICAGO;
and TRUSTEES OF THE LABORERS' &
RETIREMENT BOARD EMPLOYEES' ANNUITY
BENEFIT FUND OF CHICAGO,
                           Defendants.)
               Record of proceedings had at the
hearing of the above-entitled cause, before the
Honorable NEIL H. COHEN, one of the Judges of said
Court, on October 22, 2019, in Room 2308, Richard J.
Daley Center, Chicago, Illinois, commencing at
11:00 a.m.
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Page 2		Page 4
1 APPEARANCES		
2	1 2	THE COURT: This is Underwood versus
3 KRISLOV & ASSOCIATES, LTD. 20 North Wacker Drive, Suite 1300		City of Chicago.
4 Chicago, Illinois 60606 (312) 606-0500	3	And I think I have a motion for
5 BY: Mr. Clinton A. Krislov	4	Korshak, although it's filed under Underwood.
Clint@krislovlaw.com,	5	So for the plaintiffs.
Mr. Kenneth T. Goldstein 7 Ken@krislovlaw.com	6	MR. KRISLOV: Actually, for the
For the plaintiffs;	/	participants, Your Honor, Clint Krislov and Ken
8 9 RICHARD J. PRENDERGAST, LTD.	8	Goldstein.
10 111 West Washington Street, Suite 1100 11 Chicago, Illinois 60602	9	THE COURT: And for the City of
12 (312) 641-0881	10	Chicago.
13 BY: Mr. Richard J. Prendergast rprendergast@rjpltd.com	1	MR. PRENDERGAST: Good morning, Your
14 -and-	12	Honor. Richard Prendergast.  MS. NABER: And Jennifer Naber.
15 LANER MUCHIN	14	THE COURT: For the Funds.
16 515 North State Street	15	
Chicago, Illinois 60654 17 (312) 467-9800	16	MR. DONHAM: Good morning, Your Honor
By: Ms. Jennifer Naber  18 jnaber@lanermuchin.com	17	Cary Donham for the Laborers' Fund.
For the City;	18	MR. KUGLER: Good morning. Justin
DAVID R. KUGLER & ASSOCIATES, LTD.	19	Kugler on behalf of the Police Fund.  MR. DEADY: Good morning, Your Honor.
20 6160 North Cicero Avenue Suite 308	20	Pat Deady on behalf of the Firefighter Intervenors.
21 Chicago, Illinois 60646	21	· ·
(312) 263-3020 22 BY: Mr. Justin Kugler	22	MS. BOECKMAN: Good morning, Your Honor. Sarah Boeckman and Ed Burke on behalf of the
justinkugler@comcast.net 23 for the Trustees of the Policemen's	23	Municipal Funds and Firemen's Fund.
Annuity and Benefit Fund of Chicago;	24	MR. BURKE: Good morning, Judge.
	24	
Page 3		Page 5
1 BURKE, BURNS & PINELLI, LTD. Three First National Plaza, Suite 4300	1	THE COURT: All right. I have two
2 Chicago, Illinois 60602	2	matters up. I have the motion for final judgment
(312) 541-8600 3 BY: Mr. Edward J. Burke	3	order and I have a motion for interest on
eburke@bbp-chicago.com,	4	back-payment subsidies.
Ms. Sarah Boeckman	5	Is that right?
5 sboeckman@bbp-chicago.com for the Trustees of the Firemen's Annuity	6	MR. KRISLOV: The other things that
6 and Benefit Fund of Chicago;	7	are up this morning, Your Honor, are a report on the
7 TAFT, STETTINIUS & HOLLISTER, LLP	8	subsidies from the Funds.
8 111 East Wacker Drive, Suite 2800	9	And to bring you up to date on the
Chicago, Illinois 60601 9 (312) 836-4038	10	on where we are on the audit and reconciliation fees,
BY: Mr. Cary E. Donham 10 Cdonham@taftlaw.com	11	I wish to point out that there are a number of
For the Trustees of the Laborers' &	12	participants who are here, although their numbers
11 Retirement Board Employees' Annuity and Benefit Fund of Chicago;	13	have their numbers are declining, as Chuck
12	14	Lomanto, who has been here repeatedly, died a week or
HOGAN MARREN BABBO & ROSE, LTD.  13 321 North Clark Street	15	so ago.
Suite 1301 14 Chicago, Illinois 60602	16	And then between the rates, which are
(312) 946-1800	17	now up to nearly \$3,000 a month for individual, 5,000
15 By: Mr. Patrick E. Deady Ped@hmbr.com	18	for a couple, and 7,000 for a family, people are
16 For the Intervenor.	19	either being forced off the program because of
18	20	it's beyond their ability to pay, or they're dying
19 20	21	off.
21	22	And with all due respect, Your Honor,
22 23	23	we had your assurance years ago that this would
24	24	that they would not be left like this, but they have

2 (Pages 2 to 5)

Page 8 Page 6 1 THE COURT: No, what do you want? But 1 been. 2 2 THE COURT: Anything else, I will suggest to you that filing motions, one could 3 3 Mr. Krislov? argue that you've waived any argument that I should 4 MR. KRISLOV: No. We can proceed 4 be thrown off the case. It's sort of like you want 5 to --5 to have your cake and eat it too, and get two bites 6 6 THE COURT: So let me ask you a at the apple. 7 7 question. What do you want? 8 MR. KRISLOV: Yes. 8 MR. KRISLOV: Your Honor, I want to 9 9 THE COURT: You filed a motion before get coverage -the appellate court to have me thrown off this case. 10 10 THE COURT: No, no --You also filed a motion asking that all orders that 11 11 MR. KRISLOV: -- for these people that I've entered since 2017 be voided. 12 12 are not medically --13 MR. KRISLOV: Yes. 13 THE COURT: Come on. What do you want 14 THE COURT: How do I jibe your request 14 to do with regard to the motion that you filed to 15 for these motions with your request to have all have me thrown off the case? 15 orders I've entered to be voided to have me -- I 16 MR. KRISLOV: I want to have that 16 think you used the word recused, or I don't know what 17 17 proceed. 18 18 verb --THE COURT: All right. Then this 19 MR. KRISLOV: The matter reassigned. 19 case -- all your motions will be held in abeyance 20 20 until that's decided. THE COURT: I'm sorry? 21 MR. KRISLOV: Vacating --21 MR. KRISLOV: And what are we going to 22 THE COURT: Reassigned. 22 do about the audit and reconciliation fees? MR. KRISLOV: -- your prior --23 THE COURT: Everything will be held in 23 24 THE COURT: Doesn't that immobilize me 24 abeyance until -- I'm immobilized by your motion. Page 7 Page 9 1 1 until that's resolved? MR. KRISLOV: Your honor, you're not 2 MR. KRISLOV: If you feel that does --2. immobilized --3 THE COURT: No, no. It's what you 3 THE COURT: Yes, I am. If this were a 4 feel. You asked the appellate court to have this motion to recuse me because of prejudice, the law 5 says I would be immobilized. There's nothing I could 5 case reassigned from me for reasons of my 6 stubbornness and disagreement with you over certain 6 do until a hearing was held on whether I'm prejudiced 7 7 decisions having to do with the class-action case, as or not. That's what the law says. 8 8 I understand it, as has been attached, I think, to This is the same thing. You're Mr. Donham's submission. That's your request, not 9 9 arguing that -- that I was obdurate and didn't follow the law as you understand it. It was -- you've gone 10 mine. 10 11 You also asked that all orders that 11 beyond saying this is a mere disagreement between two I've entered be voided for reasons that I don't 12 people. 12 13 understand. But it's not important that I understand 13 You have claimed lawlessness on my 14 part, and stubbornness on my part, to the point that it. 14 15 15 I violated my oath of office. You're entitled to That seems to me, why should I 16 your opinion, and you're entitled to make your 16 entertain any of your motions now if the motion that 17 you filed before the appellate court is granted? It 17 position known. 18 18 will void any action I do here. I don't wish to But it seems to me that if you're 19 19 waste my time or waste your time. right, and I don't think that you are, but you're 20 Isn't the right way to handle this to entitled to make your play. And if you're right, 21 21 wait and see what the appellate court does with your then anything I'm doing now is a waste of my time and 22 22 yours. If you're wrong, then I'll be happy to go motion and then proceed accordingly? 23 23 MR. KRISLOV: You could do that. You forward. But while you have this motion -- one 24 24 could --second, Ken. 3 (Pages 6 to 9)

Page 10 Page 12 While you have this motion in play, 1 1 the fact is, the case goes on in spite of it. 2 2 THE COURT: No, this is much different while you've made this motion, this move to have me 3 thrown off the case because -- and to have everything 3 than that. This is an argument by you that I don't that I've done voided, it seems to me that you've 4 follow the law and that I'm stubborn in my attachment 5 made your play on it. You've made your motion, and 5 to not following the law because I don't agree with 6 6 it has to be considered. you, and for other reasons that I'm sure that you 7 7 Now, what do you think the timeline is will announce to the appellate court. 8 for the appellate court to deal with this? 8 This is something more than that. 9 MR. KRISLOV: Don't know. We'll ask 9 This is an argument that this Court should not be in 10 them to bring it to a head. 10 charge of this case. That goes to the -- to the core 11 11 If you're going to freeze the case -of fairness. You're claiming I can't be fair. 12 THE COURT: You froze the case. 12 You're entitled to your opinion. 13 MR. KRISLOV: No, Your Honor. You had 13 You're entitled to prosecute your case about that. I 14 think its a direct analogous situation to when a frozen the case. 15 motion is filed and I have to recuse myself because 15 THE COURT: Once again. MR. KRISLOV: Whatever -- whoever --16 16 of prejudice. 17 THE COURT: You're the one who filed 17 In those situations, according to the 18 law, I'm frozen. There's nothing I can do until a 18 the motion. 19 MR. KRISLOV: You're the one that's 19 hearing is held on that issue. 20 20 freezing the case, and that's --That's what you said before the 21 THE COURT: You put me in a position 21 appellate court. You've chosen the forum. That's 22 22 fine. You're entitled to do that too, I think. where I can't do anything without facing the 23 23 possibility that it's going to be a worthless act, But until that's resolved, I think I'm 24 and it's going to be voided. 24 barred from actually doing anything further. Page 11 Page 13 1 MR. KRISLOV: Your Honor, it may be. 1 MR. KRISLOV: Okay. May we at least 2 THE COURT: That's because of you. 2 have the report from the Funds on the subsidies? 3 3 That's your position. THE COURT: No, I'm done until this is 4 4 You're entitled to do that. Don't resolved. 5 5 make a mistake of thinking that I take it personally MR. KRISLOV: Your Honor, this just 6 or care. You're entitled to do it. 6 continues --7 7 But while you do it, it freezes THE COURT: I'm done until it's --8 everything. It's just like when I'm being asked to 8 MR. KRISLOV: -- to indulge the 9 recuse myself for prejudice. You're entitled to make 9 defendants. 10 that motion, and that's great. 10 THE COURT: -- resolved, because of 11 But I'm not going to -- everything 11 your motion. else is a waste of time. It stops me. It 12 MR. KRISLOV: Your Honor, I'm entitled 12 13 immobilizes me. I'm between a rock and a hard place 13 to make a motion, I'm entitled to make a motion --14 14 because of what you filed. You're entitled to file THE COURT: Sure you are. I said that 15 15 it, but one should understand, there are five times. 16 consequences. 16 MR. KRISLOV: I'm entitled to make a 17 17 motion before the appellate court. This is the consequence. 18 MR. KRISLOV: The -- I think that the 18 THE COURT: Yes, you are. class cert -- I think that that issue was before the 19 19 MR. KRISLOV: If you decide to freeze 20 appellate court on the class, and the motion for them 20 the case because of that, that's your decision. 21 to take a class certification. 21 THE COURT: Okay. 22 22 And so while we agree that that should MR. KRISLOV: I disagree with you, but 23 23 happen, nonetheless, all the stuff that's on appeal that's your decision. 24 may render most of your prior decisions moot. But 24 THE COURT: Well, I think it's the

4 (Pages 10 to 13)

Page 14 Page 16 natural probable consequences of your motion. And 1 1 MR. KRISLOV: No, it doesn't. 2 2 you can disagree all you want, but you should have If my opponents would provide some 3 3 law, that would be -thought ahead. 4 If you wanted me to go forward with 4 THE COURT: It's not coming from your 5 the case, you should have thought about that. 5 opponents. It's coming from me. 6 6 MR. KRISLOV: Your Honor --MR. KRISLOV: Okay. Then we disagree 7 7 THE COURT: But by making your move, if there's --8 you put me in a position where anything I do will be 8 THE COURT: And I gave you the perfect 9 subject to being voided, according to you. 9 analogy about recusal for prejudice, which is what 10 And that's fine. You're entitled to 10 you're claiming. I'm obdurate, I'm stubborn, I won't follow the law as you claim it is; and because of 11 make that motion, but it freezes me. We're frozen. 11 Congratulations. 12 that, you want me off the case. 12 13 I'll put it over for three months. 13 Okay. You're entitled to ask for the 14 MR. KRISLOV: Put it over for a year nuclear option. I disagree with you. Even if you're 14 15 or two. 15 right, I disagree with that as a relief. But you're entitled to do that. 16 16 THE COURT: If you want. 17 17 MR. KRISLOV: Put it over indefinitely It just freezes me. There's not much 18 on that basis. 18 I can do. That's something that you should have 19 THE COURT: Now, I have to give it a 19 thought about as the natural probable consequence of your motion, which you're entitled to do. date of at least six months. 20 20 21 MR. KRISLOV: Well, I'd like as short 21 MR. KRISLOV: That's your decision, 22 22 a date a possible, because, you know, we won't be Your Honor --23 23 able to outlast this war of attrition which you have THE COURT: It is. This case will be indulged my opponents in, and the retirees --24 put over for three months for an appellate check Page 17 Page 15 1 THE COURT: This is not a war of 1 date. 2 attrition, Mr. Krislov. 2 MR. KRISLOV: To understand, are you 3 MR. KRISLOV: This is a war of 3 saying I have to withdraw my motion in order to attrition, Your Honor. 4 4 proceed? 5 5 THE COURT: No. No. For the sixth THE COURT: Well, once again, we 6 6 time, you should go forward with your motion if disagree about that. 7 7 There's nothing I can do about that as that's -- I assume that you felt the motion was well long as you've made that motion. 8 founded. I assume that. I assume you just didn't 8 9 9 MR. KRISLOV: So do we have to throw it in as a haphazard motion in order to chill 10 withdraw the motion before the appellate court in 10 this Court or do anything to the parties on either 11 side, including your clients. 11 order --12 12 THE COURT: No, you --I assume it wasn't a whim or 13 MR. KRISLOV: You're putting me in 13 capricious on your part. I assume it comported with 14 Rule 137. You're entitled to do it. 14 an --15 15 THE COURT: -- don't withdraw the Do it, and I'll be here to hear what 16 motion. 16 the appellate court says when they rule, and I'll put 17 MR. KRISLOV: -- impossible situation. 17 it over for three months. 18 We have a right to ask the appellate court to do 18 January check date. What date is best 19 19 something. for everybody? 20 20 MR. PRENDERGAST: I have a trial THE COURT: Yes, do you. 21 MR. KRISLOV: And that does not bind 21 starting in either mid- or late January. 22 22 you to say we're freezing it, period. I take THE COURT: In Chicago? 23 MR. PRENDERGAST: In Chicago. So if 23 offense -we can have a date earlier. 24 THE COURT: Yes, it does. 24 5 (Pages 14 to 17)

Page 18 Page 20 1 THE COURT: It's just a check date. REPORTER'S CERTIFICATE 1 2 2 MR. KRISLOV: What date is the 3 I, JERRI ESTELLE, CSR, RPR, doing 3 usual --4 business in the City of Chicago, State of Illinois, THE COURT: There is no usual. I'm 4 do hereby certify that I reported in computerized 5 trying to make it amenable to your schedules. 6 shorthand the foregoing proceedings as appears from MR. KRISLOV: How about January 5th? 6 7 my stenographic notes. 7 I don't know if we'll still be open, but January 5th. 8 I further certify that the foregoing 8 THE COURT: January 5th is a Sunday. 9 is a true and accurate transcription of my shorthand We won't be open on Sunday. 9 10 notes and contains all the testimony had at said ITNESS

ied Shorthand
ois on October 23,

Jeru Latelle

Jerti Estelle, CSR, RPR
License Number: 084-003284 10 MR. KRISLOV: The 6th, Monday. I 11 proceedings. thought I saw it on the first column. Sorry. 11 12 12 MS. NABER: May we have it the next 13 hand as Certified Shorthand Reporter in and for the 13 day, Your Honor? State of Illinois on October 23, 2019. 14 14 THE COURT: Sure. January 7th. 15 15 MR. PRENDERGAST: At what time? 16 16 THE COURT: 10:30. MR. PRENDERGAST: Your Honor? 17 17 18 THE COURT: Yeah. 18 19 MR. PRENDERGAST: I appreciate this is 19 pretty much between and you Mr. Krislov, but could I 20 20 21 address this issue for a moment? 21 22 THE COURT: Really, no. There's 22 23 nothing -- this is all sua sponte. I have no idea 23 what the City or the Funds' position is on this. 24 Page 19 1 Largely, it doesn't matter. 2 MR. PRENDERGAST: Actually, I had a 3 suggested solution, and I'll share it with 4 Mr. Krislov. 5 THE COURT: Well, that may be. But it 6 seems to me that even hearing your response is 7 something that I'm frozen from doing. 8 MR. PRENDERGAST: I understand, Your 9 Honor. 10 THE COURT: So that's my opinion and 11 my ruling. January 7th. 12 MR. PRENDERGAST: Thank you. 13 MR. KRISLOV: Thank you, Your Honor. 14 THE COURT: All right. Court's in 15 recess. 16 (Proceedings concluded at 11:20 a.m., 17 October 22, 2019.) 18 19 20 21 22 23 24

6 (Pages 18 to 20)