

EXHIBIT 19

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STATE OF ILLINOIS)) SS. COUNTY OF C O O K)

IN THE UNITED STATES DISTRICT COURT FOR THE NORTHERN DISTRICT OF ILLINOIS EASTERN DIVISION

RETIRED' CHICAGO POLICE ASSOCIATION) an Illinois Not-for-profit Corp.,) individually and on behalf of its) members and other individuals who are participants in the City of) Chicago's Annuitant Healthcare Plan) and whose participation began after) 1987, but prior to August 23, 1987,)

Plaintiff,

vs -

CITY OF CHICAGO, et al.,

Defendants.

The deposition of HERB KORDECK, taken in the above-entitled cause before CHRISTINE BECHTOLD, C.S.R., Notary Public within and for the County of Cook and State of Illinois at 333 W. Wacker, Suite 2600, Chicago, Illinois on November 22, 1991, at the hour of 10:30 o'clock, pursuant to notice.

103 West Madison Street Chicago, Illinois 60602 (312) 782-8376

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| | 2 | CORPORATION COUNSEL by, MR. STUART FULLERTON, On behalf of the Defendant, The City of Chicago; |
| 1 + | 4 | KEVIN M. FORDE |
| ! | 5 | On behalf of the Defendant, The Chicago Pension Fund; |
| | 7 | BOYLE & HEISS LTD. by MR. FREDERICK HEISS, |
| | 8 | On behalf of the Defendant, |
| | 9 | The Municipal and Laberors pension funds; |
| | 10 | JACOBS, BURNS, SUGARMAN & ORLOVE, |
| | 11 | by, MR. DAVID S. ALLEN, |
| FILE PM 9 | 12 | On behalf of the Defendant, The Firemens Pension Fund; |
| ALLY 4:07 of 14 | 13 | KRISZLOV & ASSOCIATES |
| CTRONIC 1/13/2016 2013-CH PAGE 3 | 14 | by, MS. LISA WAISBREN and MR. CLINTON A. KRISLOV, |
| ECTI 1/1 P | 15 | On behalf of the Plaintiffs; |
| EL | 16 | LAW OFFICES OF JOSEPH V. RODDY, |
| | 17 | by, JOSEPH V. RODDY, |
| | 18 | On behalf of the Deponent, Mr. Herb Kordeck. |
| , | 19 | WITNESS: |
| • | 20 | HERB KORDECK Examination by Mr. Fullerton 3-58 |
| · · · - | 21 | Examination by Mr. Forde 59-62 Further Examination by Mr. Fullerton 62-74 |
| : | 22 | Examination by Mr. Heiss 74-81 |
| · · · · · · · · · · · · · · · · · · · | 23 | EXHIBITS: |
| | 24 | Deposition Exhibit No. 24 22 Deposition Exhibit No. 25 35 |
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3 1 (Witness sworn) 2 WHEREUPON: 3 HERB KORDECK 4 called as a witness herein, having been first duly sworn 5 was examined upon oral interrogatories and testified as 6 follows: 7 EXAMINATION 8 by Mr. Fullerton 9 Q. Could you state your name? 10 My name is Kordeck, K-o-r-d-e-c-k, Herb, Α. 11 H-e-r-b. 12 Where do you live? Q. 13 Α. I reside at 10510 South Millard, 14 M-i-l-l-a-r-d, in Chicago. 15 Q. Mr. Kordeck, are you represented by a lawyer 16 here today? 17 Α. I am, sir. 18 Q. . Who is the lawyer? 19 Α. Mr. Roddy, Joseph Roddy. 20 Q. I understand from Mr. Roddy that he is not 21 going to be asking questions today at the deposition; is 22 that correct. 23 MR. RODDY: That is correct. 24 MR. FULLERTON: Q. Who do you work for? Batti Blair court reporters p.c.

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1 City of Chicago. Α. 2 How long have you worked there? Q. 3 Α. Total of about 32 years, 33 years. Q. What is your job for the City? 5 Currently? Α. 6 Q. Currently. 7 Α. I am a senior legal investigator for the 8 Investigations Division, Department of Law. 9 You are not employed by the police Q. 10 department? 11 Α. No, I am not. 12 Q. Are you a member of the FOP? 13 Α. Yes, I am. 14 Q. How is it you are a member of the Fraternal 15 Order of Police? 16 I chose to join the FOP of my own volition Α. 17 some 27 or 28 years ago while I was then a just newly, 18 relatively newly hired police officer. 19 Q. How long have you work for the Law 20 Department? 21 Since July of 1990. Α. 22 Q. Before that, what did you do? 23 Α. I was a sworn member of the Chicago Police 24 Department from February 1962 through June of 1990.

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1 What was the highest rank that you achieved Q. 2 as a police officer? 3 Α. Detective. 4 Q'. Any particular division or department? 5 I had numerous assignments. A. 6 Going backwards from June of 1990, let's go Q. 7 through your assignments. 8 Α. From June '90 back to April of 1986, I was 9 employed and assigned as a beat officer, the time split 10 equally between the 4th South Chicago police district and 11 the 22nd Morgan Park police district. 12 ο. You were a detective during that assignment? 13 Α. I was a police officer in that last four-year 14 time frame. 15 Prior to April of 1986, what was your job in Q. 16 the police department? 17 Α. From 1986 April going back to approximately 18 October of 1980 -- I'm sorry 1975, I was assigned to a 19 unit called Special Activities Section which was then a 20 section of a division called public and internal 21 information division, also a part of the bureau of 22 community services. 23 Q. Were you a detective at that time? 24 Α. My official title was assistant supervisor.

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1 When were you a detective? Q. 2 It would have been in the range of about 1971 Α. 3 or '72 through and including either late 1975 or early 4 1976. 5 When you were with the Special Activities Q. 6 Section, you said that you were an assistant supervisor? 7 Α. That was the title I was given. 8 Is that a promotion from detective? Q. 9 My pay wasn't increased, so I would probably Α. 10 say not. 11 Q. Was it decreased? 12 Α. No. 13 Were you demoted from the Special Activities Q. 14 Section in 1986 when you went back -- when you became a 15 beat officer, did that involve a demotion? 16 Α. Yes. 17 ο. Can you tell us the reasons why you were 18 demoted? 19 Number one, I don't believe, in my opinion, Α. 20 that the word demotion as you state it is exactly 21 correct. 22 I chose of my own volition in April of 23 1986 to transfer out of the Special Activities Section, 24 using the benefits of the existing police contract to bid Datti Dlair court reporters p.c.

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on an assignment which was convenient to me, close to my home, knowing in advance that if I bid on that position and was successful, it would be considered -- it would lose the rank of detective.

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So when I say I don't know if that is a demotion per se, it may be a matter of semantics.

Q. It may be. I'm trying to get at whether or not you did that voluntarily, or asked to, or were forced to transfer, or whether this was something entirely of your own free will.

A. Under the current existing contract between the City of Chicago and the Fraternal Order of Police, certain vacancies in the patrol officer ranks, when left unfilled, become subject to what is called a bid process whereby individual officers can bid, if they so choose, within a certain time frame, for particular vacancies in particular districts or units.

In the 1986 April transfer, I recognized one. There was one, I believe, or two vacancies in the 22nd District. Because of my seniority, I bid for that position. I was the ranking senior member, hence, I did get the transfer, that was my option.

Q. Who was your supervisor in the Special

Batti Blair court reporters p.c. Activities Section?

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A. I had several supervisors.

Q. Let's start with the most recent one.

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A. When you say supervisor, do you mean in an ascending order or descending order, because I have several supervisors.

Q. Let's put it this way: Who was your immediate superior most recently in the Special Activities Section of the police department?

A. Again, I had three.

Q. Who were they?

A. The highest ranking member was then Deputy Superintendent Ira Harris, H-a-r-r-i-s. Next in the chain of command was my division commander Commander Andrew Rodriguez, R-o-d-r-i-g-u-e-z. Finally, the section sergeant, Sergeant Robert Faust, F-a-u-s-t.

Q. Which one of these people did you report to, if any, on a day-to-day basis?

A. Because of the uniqueness of the unit wherein there was only a sergeant and myself assigned to the section, there would be times I would propose to say that most often I would report to the Sergeant because he and I comprised the section. But as a result of the uniqueness of the section, depending on what our

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assignments were on off-hour call outs, I would have duties to respond and notify my commander as well as the 3 deputy superintendent, depending on what type of incident it was that we were called out on. 5 You and Sergeant Faust comprised the division ο. 6 or the section? 7 Α. We were it. 8 Q. How long had Faust -- Strike that. 9 Was Faust always in the section with 10 you? 11 Α. No. 12 Q. Was he in the section when you left it in 13 1986? 14 Α. Yes. 15 Q. Prior to Faust, who else was in the section 16 with you? 17 Α. This most recent tenure from 1975, '76, 18 whatever it was, through '86 it was exclusively Robert 19 Faust. 20 I had been assigned to that very same 21 section on another occasion from approximately -- I think 22 in my affidavit it lists a time frame of approximately a six- or seven-year period in the '60s through the early '70s I had been assigned to that same section on another

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| 1 | occasion. |
| 2 | Q. Was Faust in the section with you at that |
| 3 | time? |
| 4 | A. No. |
| 5 | |
| 6 | |
| 7 | A. The sergeant was then Sergeant Clarence |
| 8 | Erickson, E-r-i-c-k-s-o-n. We also had one other |
| 9 | additional police officer assigned, Officer Clifton, |
| 10 | C-l-i-f-t-o-n, first name, last name Dorn, D-o-r-n. |
| 11 | Q. Were you replaced in 1986 when you left the |
| 12 | Special Activities Section? |
| 13 | A. I can only answer that question on hearsay. |
| 14 | Q. Fair enough, tell me what you have heard. |
| 15 | A. Well, I was told verbally by an employee of |
| 16 | that division that there would be no replacement |
| 17 | forthcoming because of restrictions on allocations of |
| 18 | manpower. But there were At least two police officers |
| 19 | were transferred in subsequent to my transfer out. |
| 20 | Q. Who were those police officers? |
| 21 | A. One is named Thomas Wheeler, W-h-e-e-l-e-r. |
| 22 | The other officer's name is Mark, M-a-r-k, last name is |
| 23 | Mizula. I believe it is spelled M-i-z-u-l-a. |
| 24 | Q. Are those two police officers still there? |
| | A. To my knowledge, one has transferred out |
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1 which would be Mizula. And as recently as perhaps a week 2 ago, I did have a conversation with Wheeler and he was 3 still currently assigned there, yes. 4 Can you tell me when Wheeler and Mizula, to Q. 5 your knowledge, transferred into the Special Activities 6 Section? 7 Α. I don't know. 8 Q. Was it a matter of years after you left? 9 No, it was a relatively short time. Α. 10 Q. A matter of weeks? 11 Α. Probably. 12 ο. So sometime in 1986? 13 I transferred out in April. Α. I would say 14 probably so. 15 Prior to Commander Andrew Rodriguez, who was Q. 16 your commander in the Special Activities Section? 17 Commander Russel, last name Ditusa, Α. 18 D-i-t-u-s-a. 19 When did he stop being your commander, that Q. 20 is Ditusa? 21 Ditusa was only the commander for about less Α. 22 than one-year's time, so I really can't say. He was 23 there perhaps a matter of months. 24 Can you tell me what year that was? Q.

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1 I don't recall. Α. 2 Prior to Commander Ditusa, who was your Q. 3 commander? 4 Α. Then Commander LeRoy Martin, M-a-r-t-i-n. 5 Q. How long was he your commander? 6 Just in excess of one year. Α. 7 Q. When was that? 8 Α. Approximately in the range of between 1978 9 and 1980. 10 Q. Prior to LeRoy Martin, who was your 11 commander? 12 Α. A lady was the then called director -- The 13 ranks at the time, the exempt ranks of director and 14 commander are parallel in authority and salary in the 15 police department. What they did at the time was they 16 specified certain units as directorships, others as 17 commanders. 18 The commander designation was changed 19 within the last several years. At the time it was then a 20 lady by the name of director Tina, T-i-n-a, last name 21 Vicini, V-i-c-i-n-i. 22 She was a civilian employee of the police Q. 23 department? 24 Α. She was and is. She currently is employed.

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| 2 | Q. When was she the director? |
| | A. It would have been for several years in the |
| | middle to late 1970s. |
| | Q. Was she the director when you began in the |
| | Special Activities Section in 1975? |
| | A. For the second transfer in are you saying? |
| | Q. Yes. |
| | A. Yes. |
| | Q. Is Commander Rodriguez still the commander of |
| | the Special Activities Section? |
| | A. He retired several years ago. |
| | Q. Do you know what year he retired? |
| | A. Not precisely, in the '80s. |
| | Q. Do you know who the commander of the Special |
| | Activities Section is today? |
| | A. I believe the section per se, special |
| | activities, which was in my tenure under the public and |
| | internal information division has been restructured and |
| | is now, and has been for a year or more, under a new |
| | division called neighborhood relations division. |
| | Q. Do you know who the commander of that |
| | division is? |
| | A. At last contact, it was Commander Thomas |
| | Ferry, F-e-r-r-y. |
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1 Q. How long was Commander Rodriguez your 2 commander? 3 Approximately five years. Α. 4 Q. Where is the Special Activities Section 5 located? 6 Α. Currently, it is in the main lobby of the 7 police headquarters building, 1121 South State. The room 8 designation used to be 104. I don't know if it still is, 9 but I do know that's where they are located at currently. 10 It was Room 104 at the time. 11 It is the same room, but you just don't know Q. 12 if the room number remained the same? 13 It is the same location. I don't know if Δ. 14 they altered the room numbers or not. 15 Was it located there the whole time you were Q. 16 in the Special Activities Section from '75 through '86? 17 Α. No. 18 Where was that located prior to that? Q. 19 Actually, our section has had three A. 20 different -- In my tenure there, they had three different 21 office allocations within the headquarters building. 22 From approximately 1983 through the 23 present time it is in what was room 104. 24 First floor of 11th and State? Q.

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| 2 | A. Right. Previous to that which would go back |
| 3 | to 19, I believe '76, it was located in the annex portion |
| 4 | of the headquarters building with address 1111 South |
| 5 | State, Room 308. |
| 6 | Finally, the first and initial office |
| 7 | assignment was in Room 301 of 11th and State and, at the |
| 8 | time, it was a newly formed unit. It was assigned a |
| 9 | section of the police personnel division. |
| 10 | Q. You stated that when you left the Special |
| 11 | Activities Section, the deputy superintendent was Ira |
| 12 | Harris in charge of that section. |
| 13 | A. That's correct. |
| 14 | Q. How long had Deputy Superintendent Harris |
| 15 | been responsible for that section prior to your leaving |
| 16 | it? |
| 17 | A. I think I can probably be more accurate going |
| 18 | from '75 or '76 forward to '86. |
| 19 | Q. Okay. |
| 20 | A. In those years, 1962, approximately, through |
| 21 | about 1975 or '76, it was then, all that time, it was a |
| 22 | section of the police personnel division and it was under |
| 23 | the command of a director of personnel. The police |
| 24 | department's director of personnel was the top supervisor |
| ••• Ŧ | in command of the section and it was then called special |
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In approximately '75 or '76, the department created a new bureau called the Bureau of Community Services and the Special Services Section was moved in the command structure out of personnel to the new Bureau of Community Services, retitled Special Activities Section, relocated in the annex in Room 309 and continued, basically, with the same functions that it had previous.

Now, that would have been '75 or '76, my first deputy superintendent of the bureau was Samual W. Nolan. He in turn was succeeded by then Deputy Superintendent Harold Thomas, T-h-o-m-a-s.

Q. When did he succeed Deputy Superintendent --A. It would have been approximately 19 -- the late 70s, '79 perhaps, '78, '79. Thomas had a short tenure, relatively short, approximately a year and a half, whatever that would carry the time frame to.

He was replaced by then incoming Deputy Superintendent Rollie Mathis, M-a-t-h-i-s. Mr. Mathis remained the deputy superintendent until approximately 1981 or 1982. From that point, '81 to '82 through '86, it was Ira Harris.

Q. Is Ira Harris still with the police.

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department; do you know?

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He retired and I don't know when he retired Α. specifically, other than he had gone to the CHA, I know, as their police chief. I would say maybe sometime in 1988 or '89.

> What about Rollie Mathis? 0.

He retired also and I have lost contact with A. I believe he was a deputy commissioner with the him. then City of Chicago. I believe he was with the building, what was called the Building Department.

Who is the deputy superintendent in charge of Q. that section today; do you know?

I'm honestly not quite positive. Α. I believe it might be James Whigham, W-h-i-g-h-a-m. I'm pretty sure Whigham is a deputy superintendent, although I haven't bothered to verify that.

Q. Aside from Sergeant Faust, during the period 1975 to 1986 when you were in the Special Activities Section, did you work with anyone else in that section?

In a supervisory capacity? Well, you stated that you and Sergeant Faust Q. made up the section.

Α. · In essence, it was for many, many years a two-person unit. It was expanded.

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18 1 0. When was it expanded? 2 Α. After I transferred out. 3 So for your whole tenure there in those 11 Q. 4 years it was you and Sergeant Faust? 5 Α. : Primarily. 6 Do you know where Sergeant Faust is Q. 7 currently? 8 He is retired. He has been retired since, I Α. 9 believe, August of approximately '89, and my last 10 notification was that he relocated to somewhere in the 11 area of of Burlington, Wisconsin. 12 · Q. Do you still stay in touch with him? 13 Α. No. 14 Q. Are you retired from the police department? 15 Α. Yes, I am. 16 Q. Did you retire in July of 1990? 17 Α. June of 1990. 18 I'm sorry, June of 1990: Tell me why you Q. 19 retired. 20 Α. This, I take it, is lawful, the personal 21 I have nothing to hide, I just thought that questions? 22 it was awful personal that you would ask me that 23 question. 24 Q. Can you tell me why you retired? Tell me in

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1 your own words why you retired. 2 Α. I don't believe it would have any impact on 3 these proceedings from my opinion, but sure, I will tell 4 you. 5 Because I did have, and currently do 6 have two adult daughters both simultaneously in college 7 and I was having a very, as many people I am sure, 8 difficult time meeting the obligation to support them, 9 pay their tuition, keep the family going, and I just 10 decided I was going to pursue other employment. 11 And if I could obtain additional 12 full-time employment, I would elect to then take an early 13 retirement, so that I could supplement a lesser pension 14 with the full-time salary. 15 Q. Are you a participant in the City's Retiree 16 Health Care Plan? 17 Α. I am. 18 Q. How long have you been participating in that 19 plan? 20 Α. Initially, I first had coverage, as did every 21 other member of the Chicago Police Department, when it 22 was made a benefit of employment sometime in the 1970s. 23 Q. At that time, you were an active employee of ` 24 the City of Chicago?

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| 1 | A. I was an active police officer | |
| 2 | . Q. What I am trying to get is you have be | en a |
| . i | ' Part in the Retiree Health Care Plan since the dat | |
| Ę | your retirement; is that right? | |
| 6 | A. What I did is I came right over from a | overage |
| | under the Chicago Police Department employment to | the |
| 5 | Coverage of Chicago Law Department coverage. | |
| · . | Q. So now you are covered under a health | care |
| 1(| plan by virtue of your act of employment with the | Law |
| 11 | Department; is that right? | |
| 12 | A. Yes. | |
| 13 | Q. Do you know what the City's Retiree He | alth |
| 14 | Care Plan is? | |
| 15 | A. Could you be more specific about that | |
| 16 | question? I'm pretty sure I know what it is, but | when . |
| 17 | you say To be that general, I probably need a l | ittle |
| 18 | clarification. | |
| 19 | Q. What I am trying to understand is, for | |
| 20 | example, do you have any amount of money withheld | from |
| 21 | your pension check to pay for health insurance? | |
| 23 | A. No, I do not. | |
| 23 | Q. The only health insurance coverage you | have, |
| 24 | if I understand you correctly, is by virtue of you | r |
| | active employment with the Law Department? | |
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1 Α. That's correct. 2 Q. Are you contributing now, as a employee of 3 the Law Department, to any pension? 4 Α. I am precluded by law from becoming a member 5 of the, I believe, it is the municipal employees, based 6 on the fact that I am an annuitant to the police fund. 7 But we are all mandated, as of 8 recently, to be in some type of retirement program, if 9 you will, and I did opt upon employment with the Law 10 Department to make application for membership with the 11 deferred compensation program. 12Q. I have, too. How old are you, Mr. Kordeck? 13 Α. Fifty-five. 14 Q. When is your birth date? 15Α. I was born on October 27, 1936. 16 ο. Did you go to college? 17 Yes, I did. Α. 18 Did you get a degree? Q. 19Α. Yes, I did. 20Q. What was your degree in? 21 Α. Bachelor's in business and public service. 22Q. Where did you go? 23Α. I got the associate's degree through city 24 colleges, Daley College. I got my bachelor's from

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1 Govenor State in Park Forest, Illinois, Park Forest 2 South. 3 Q. Did you do any post graduate education? 4 A. No. 5 Did you bring any documents with you today? Q. 6 A. No. 7 I want to have this marked as City Exhibit Q. 8 24. 9 (Deposition Exhibit No. 24 For 10 Identification was marked) 11 Let me show you City Exhibit 24. Have 12 you seen that before? 13 Yes, I believe I was given a copy of this. Α. 14 Q. That's a copy of the subpoena for this 15 deposition? 16 Α. Yes, sir. 17 Q. Did you review this with your attorney, 18 Mr. Roddy? 19 Α. We went over whatever I was commanded to do 20 and I'm sure Mr. Roddy did see that, sure. 21 You notice in the subpoena it states you were Q. 22 also commanded to bring with you the following documents, 23 there in the middle of the page? 24 Α. Right.

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1 It describes documents that you were to bring ο. 2 with you today. 3 (Witness peruses document) 4 What is not apparent in the request here is A. 5 that these documents that are requested are in possession 6 or would be in possession of the Chicago Police 7 Department. 8 But you don't have possession of any of Q. 9 those? 10 Α. No. 11 ο. Did you review any documents before coming 12 here today for your deposition? 13 Α. What I did review, both yesterday and this 14 morning, was some current Chicago police directives which 15 are part of the Law Department's office file. 16 Q. Did you review anything else? 17 Three types of directives I perused; Α. 18 department general orders, special orders, and perhaps 19 what is called a department notice. 20 Any other documents that you reviewed? Q. 21 Α. No. 22 Q. Did you review your affidavit? 23 Α. Yes, I did. 24 Aside from that and the three directives that Q.

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1 you just described, did you review any other documents 2 before coming here today? 3 Not that I recall. Α. 4 Q. Did you speak with Mr. Krislov? 5 Α. No. 6 I take it you have spoken with Mr. Krislov in Q. 7 the past; is that right? 8 Α. That's correct. 9 When did you most recently speak with him? Q. 10 I would think the best I can determine it Α. 11 would have been in the calendar year 1990, perhaps mid to 12 late part of calendar year 1990. 13 Q. Did you speak with him before that? 14 Α. Yes. 15 ο. When was that? 16 Initially, I believe we first spoke in Α. 17 December of '89 or January of 1990. 18 Q. That was your initial --19 Α. That's correct? 20 Q. - conversation with him? 21 How many conversations have you had 22 with Mr. Krislov in total? 23 I was in Mr. Krislov's office perhaps three Α. 24 times, two or three times subsequent to January, 1990 for

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1 purposes of providing the affidavit. We had phone calls 2 between each other which I wouldn't be able to tell you 3 how many, other than perhaps four or five. 4 Mostly, I would think that those were 5 phone calls with Mr. Krislov's secretarial help trying to 6 arrange a time where both of us could meet here. 7 The contacts over the phone and in his office Q. 8 stopped in mid to late 1990? 9 Sometime in that time frame. Α. 10 Beginning with the first contact you had with Q. 11 Mr. Krislov, tell me as specifically as you can remember 12 what you said and what he said. 13 I believe the first time I had a conversation · A. 14 with Mr. Krislov was -- I think it was in a January 1990 15 meeting, a Sunday afternoon meeting of the Retired 16 Chicago Police Association which was held in the police 17 headquarters building on a Sunday afternoon. 18 I was present at that meeting because 19 of interest in what was then about to be a Frateranl 20 Order of Police Board of Directors election. 21 The Retired Police Association had 22 extended to all the presidential candidates an invitation 23 to address their membership at that meeting if they so 24 choose, and I was in attendance to listen and view and

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26 1 observe. 2 Q. Were you a candidate for the FOP Board of 3 Directors? 4 Α. Yes, I was. 5 Are you currently on the FOP Board of Q. 6 Directors? 7 A. No longer. 8 Q. You were? 9 Α. I was. 10 Q. When were you? 11 I was a member of the Board of Directors -- I Α. 12 left the Board -- I was off the Board officially in April 13 of 1990 and I became a member of the Board going back 14 sometime either in the late '70s or perhaps beginning of 15 the '80s, I'm not sure. 16 Q. The campaign during which you appeared at the 17 January 1990 RCPA meeting was unsuccessful for you? 18 Α. I wasn't there campaigning on my own behalf, 19 I was there in support of a candidate who was in the 20 running for president. It was only those people were 21 invited to speak who were candidates for president. Ι 22 never opted to try to run for president. 23 I was a trustee, elected trustee in the 24 FOP.

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27 1 Why did you step down from the FOP Board of Q. 2 Directors? 3 I lost an election for third vice president Α. 4 in April 1990. 5 Let's go back to the January 1990 meeting of Q. 6 the RCPA. 7 Do you recall meeting with Mr. Krislov 8 at that time? 9 Α. I recall having a conversation with him in 10 the rear of the auditorium, crime lab auditorium. 11 As specifically as you can, relate that Q. 12 conversation to me. 13 Α. A member of the Retired Police Association, I 14 believe, I'm not positive, I didn't hear it first-hand, 15 but it may have been Mr. Pierce who knows me or knows of 16 me, indicated to me that Mr. Krislov represented them and 17 what they were trying to accomplish and he suggested to 18 me that I have a conversation with him if I could because 19 Mr. Pierce was aware of my assignments and activities 20 dealing with retirees with the Chicago Police Department. 21 Did Mr. Pierce tell you what they were trying Q. 22 to accomplish? 23 Α. No. 24 Did he speak to you at all about this Q.

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Q. What happened next after that?

A. I recall Mr. Krislov addressed the membership at the meeting. I don't recall what the content of his message was. Later on in the meeting, we had a short conversation either in the back of the auditorium and/or perhaps out to the hallway.

In essence, what that conversation involved, was the fact that I mentioned that Mr. Pierce was aware of my assignments and responsibilities with police and that perhaps with what I was doing and for how long I was doing it. Mr. Krislov was seeking to find persons who could attest to certain things of which I was not aware of.

We just talked briefly and more or less mutually agreed that we would get back together.

Q. Did he tell you what things he wanted someone to attest to?

A. He never suggested that, no.

Q. Did he discuss that with you?

A. No. I believe I, generally, volunteered the fact that our unit's responsibilities, among other things, was being a conduit for the retirees as an

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official function with the police department, including 2 our personal assistance to their families in the Police 3 Pension Funds, at various city agencies. 4 I also mentioned, I'm sure, that I had 5 addressed on a regular basis what was then known as a 6 pre-retirement seminar which was sponsored by the 7 personnel division of Chicago Police. 8 ο. In January of 1990, were you a member of the 9 RCPA? 10 Α. No, I was not. 11 Q. Are you now? 12 Α. Yes, I am. 13 Q. I want to get into all the stuff that you 14 just talked about in a little bit, but I want to first go 15 on to the next conversation you had with Mr. Krislov. 16 Can you tell me about that, please? 17 Α. I don't recall dates, but we did arrange to 18 meet at a convenient time here in Mr. Krislov's office on 19 a week day afternoon. Although I am not positive, we 20 discussed my chores and activities and duties in a 21 general basis, in-depth, but then we specifically 22 narrowed later what, if any, involvement I did have with 23 the retirees and what those duties and conversations 24 comprised of.

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I suppose as an attorney, I don't know what you would call it, but he, for a lack of a better explanation, picked my brain. I, in turn, answered questions he may have asked me, as what I volunteered, in a truth full manner.

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Q. Discussing your role as what you had done as an officer assigned to the Special Activities Section, specifically, your involvement with the retirees; is that right?

A. Would you repeat that?

Q. Aside from discussing the Special Activities Section, your role in it, and what your role was with regard to retirees, can you tell me anything else that you talked about with Mr. Krislov at that second meeting?

A. Well, aside from that, I believe he again asked me if I were willing, of my own volition, to attest in summary what I had discussed with him in the form of a sworn affidavit and I said, yes, I would and I did.

Q. At that time, was there a draft of your affidavit?

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> Q. When was the next time you had contact with . Mr. Krislov?

> > A. I don't know, it was a short time later. I'm

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going by the date that the affidavit is notarized. It gives me some kind of time frame, February, I believe, of 1990.

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ELECTRONICALLY FILED 1/13/2016 4:07 PM 2013-CH-17450 So the contacts I had with Mr. Krislov would have transpired from the initial meeting, whatever the meeting date of the Police Association in January of '90, through the date of the affidavit, February 7th, I believe, 1990.

In that time frame, perhaps I was here at least two occasions, maybe three.

Q. Were you here on one occasion to sign the affidavit?

A. No, I actually gave the affidavit and, I believe, I'm not certain, but I think I had a problem with scheduling. I believe Mr. Krislov was going to provide me with a draft and that wasn't doable because of my work schedule.

I said I had some time and I believe he had the affidavit, shown to me for anything in there that was not what I had stated to him. I don't recall having to have made any adjustment at all, any amendments.

Q. You don't recall making any changes to the draft affidavit?

A. No. Then I recall waiting around while his

Patti Diair court reporters p.c. secretarial help retyped the final form and I reread it again. It was consistent with what I had said and what was on the previous hand written affidavit and I chose to sign it then.

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Q. After that, did you have further contact with Mr. Krislov?

A. Definitely, maybe a phone call or two after.Q. When were those?

A. The last one -- Well, they were close
together. It would have been, and I don't know the time
frame for sure, I'm guessing it is probably late 1990.
This was early 1990, it would be probably fall or winter
perhaps of 1990.

I had occasion to call Mr. Krislov's office and I don't know what in fact it was, whether it was an addition to my original affidavit, amendment to it, a supplement to it, whatever it was, but it was, I believe, another expanded affidavit to my initial one.

I recall telling him that I would not, under any conditions, sign that second affidavit for the reasons that I didn't understand it and it didn't appear to be words that I had generated which appear in my initial one and I dropped it right there.

Q. Your phone call to Mr. Krislov was prompted

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by receipt in the mail from him of something? 2 I believe what happened was a draft was Α. 3 mailed to my home, if I recall properly. 4 Had you spoken with Mr. Krislov prior to that Q. 5 about the draft affidavit, supplement affidavit? 6 Could have. Α. 7 You don't recall? ο. 8 Α. No. 9 0. The draft supplemental affidavit may have 10 arrived at your home unsolicited or unbeknownst to you 11 without prior discussion with Mr. Krislov? 12 Likely, we probably had some discussion, Α. 13 maybe, I don't know. If you could show me -- if I had a 14 copy of the one that I did not sign, I could refresh my 15 memory a little better. I don't have mine. I destroyed 16 my copy of the draft. 17 Tell me, as best as you can recall, what the Q. 18 draft affidavit stated. 19 I have no recall without looking at it Α. 20 myself, other than it was in language that I felt that I 21 probably don't speak in. 22 Can you tell me what you mean by that? Q. 23 Α. If you look at this copy of this affidavit --24 Q. That's your affidavit of February 7, 1990? Blair court reporters p.c.

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1 Correct. What is written and typed on that Α. 2 affidavit -- I can glance at several sentences of that 3 and say that's the way I speak, whether it is proper or 4 improper, that's me. But the second one, the draft, it 5 didn't sound like me, it didn't sound like something I 6 said. 7 Q. Did you have new concern about the substance 8 of the supplemental affidavit? 9 I don't even recall what the substance was. Α. 10 What did you do with the draft supplemental Q. 11 affidavit that you received from Mr. Krislov? 12 À. I threw it away. 13 Did you have any contact with Mr. Krislov Q. 14 after the phone call you just related to us? 15 Α. No. 16 Q. Can you tell me what Mr. Krislov said in that 17 phone call about the draft supplemental affidavit? 18 I just stated that I wasn't going to -- I was Α. 19 not going to comply with that draft, the follow-up draft, 20 because of the fact that I didn't understand it and I 21 wasn't going to sign something that I didn't understand, 22 and he generally said he understood. 23 Q. Did he send you another draft of the 24 supplemental affidavit?

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1 Α. No. 2 MR. FULLERTON: Let's mark this as City 3 Exhibit 25. 4 (Deposition Exhibit No. 25 For 5 Identification was marked) 6 Mr. Kordeck, giving you City Q. 7 Exhibit No. 25, can you tell me what that is? 8 (Witness peruses document) 9 This appears to be the copy of the affidavit Α. 10 that I volunteered to Mr. Krislov and attested to. 11 What is the date of the affidavit? Q. 12 Α. February 7, 1990. 13 Q. Am I right this is the only affidavit that 14 you have signed in connection with this case? 15 Α. That's correct. 16 Q. Were you promised anything in return for 17 signing the affidavit? 18 Α. No, I was not. 19 Had you had a chance to review your affidavit Q. 20 before today? 21 I reviewed it as recently -- Let me think --Α. 22 one day last week in your presence and I believe you also 23 gave me a copy which I took to my office and maybe 24 reviewed it as recently as yesterday evening.

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1 Q. Is there anything you want to change in your 2 affidavit? 3 Α. No, sir. 4 MR. FULLERTON: I would like to take a break 5 for a minute and get some coffee. 6 (Brief recess taken) 7 Mr. Kordeck, do you remember what Q. 8 the draft affidavit sent to you by Mr. Krislov said? 9 Α. No. 10 MR. FULLERTON: Clint, I have asked you for a 11 copy of the draft affidavit so I can question Mr. Kordeck 12 about it. 13 MR. KRISLOV: My response to you initially 14 was that if we have it, and we'll take a look, it would 15 be covered by work product, obviously, done in the course 16 of litigation. 17 However, we'll take a look during the 18 break at lunch and if we have it, we'll also make a 19 determination as to whether we'll produce it at this time 20 or whether we'll ask the judge for a ruling on that. 21 MR. FULLERTON: Well, the draft affidavit you 22 sent to Mr. Kordeck is clearly responsive to numerous 23 discovery requests we have made upon you. I have asked 24 you for it here. The deposition of Mr. Kordeck is not

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1 over until I get a copy of it and have an opportunity to 2 question him about it. 3 If we come back at a later date, we'll 4 be seeking fees and costs against you for making us come 5 back. 6 So the record is clear on behalf MR. RODDY: 7 of my client, he does not mind coming back because he 8 understands that the subpoena is a continuing subpoena. 9 So we leave the battling up to you 10 gentlemen here. There is no objection by Mr. Kordeck of 11 coming back at a later time, for any questions -- not all 12 the questions today but for what might be evident or is 13 not evident in the subsequent affidavit. We have no 14 objection; is that correct? 15 THE WITNESS: A. That's correct. 16 MR. FULLERTON: Q. Mr. Kordeck, tell us what 17 your duties were in the Special Activities Section of the 18 Chicago Police Department. 19 We had primary responsibility to respond to Α. 20 all calls and notifications, among others, of police 21 officers seriously injured and/or killed, on duty, off 22 duty, for the purpose of representing the superintendent 23 and granting and assisting family members with immediate 24 needs at the time of occurrence, going through matters

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such as providing guardianship, babysitters if you will, for any young offspring that needed to be tended to while spouses were with husbands, et cetera and vice versa. Q. Was that in the event of injury or death

Q. Was that in the event of injury or death, some kind of crisis --

Q. -- that you would arrange for child care?
A. On a need basis. Obviously, if there was a
17- or 18-year-old, barring anything notwithstanding,
that young person could, he or she could tend for
themselves and more likely would be at the scene with us,
usually the hospital.

In the event of deaths, we were charged with the responsibility, for the department, coordinating all death arrangements with the attendant undertakers, when applicable, arranging all marietta (Phonetic) details for honors funerals.

The biggest factor being post-death or post-injury. That's when we also had the responsibility of researching and preparing applicable local, State, and Federal claims that paid benefits to officers or their families.

Q. Tell us what your other duties were.A. We also administered for the entire Chicago

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Police Department what was then known as the Chicago Police Red Cross Blood Donor Plan which I understand has been changed to another name in the last year or two, although I am not aware exactly what it is.

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Those responsibilities entailed scheduling locations for donor sessions through the city, keeping contact with the representative from Red Cross, having authority, sole authority, to release blood and component replacements and preplacements in emergency situations.

We were responsible for arranging and conducting promotional ceremonies for all ranks. We were also responsible for conducting and arranging the annual Police Recognition Ceremony each year at the Arie Crown Theater at McCormick Place.

We regularly conducted in-service training of the benefits of the department and the City to all incoming recruit classes of police officers, all in-service training classes of active police officers, and pre-retirement seminars for prospective retirees.

Q. Are there any other duties that you had in the Special Activities Section?

A. Yes. I need to think about it though. Would you prefer that I skip by what might be mundane

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Q. It's hard for me to tell what is mundane and what is not.

A. We represented the police department at all Police Pension Fund hearings in which annuitants, either as a result of on-duty deaths or natural deaths, make petitions for benefits.

We did the same with the Illinois Court of Claims, Illinois Attorney General's Office for State compensation on injured police officers. Also on a Federal level, we did the same with families that were entitled for Federal benefits under the Public Safety Officers Benefit Act and Federal Employees Compensation Act.

Q. At those three levels, the local, State and Federal level, were you representing the police officers who were applying for benefits?

A. We were given the responsibility to research, prepare and coordinate all applications for benefits,

|| yes.

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Q. Let's go to the issue of the pre-retirement seminars.

How much of your time did you spend on the pre-retirement seminars?

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A. The seminars, when they were conducted when I was active, were a day long, basically an 8:00 a.m. to 4:00 p.m. day in which the member attending was given the work assignment to attend the seminar in order to anticipate and take advantage of what knowledge would be presented there.

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Our presentation of that 8-hour day entailed one hour. One hour was captioned under Special Activities Section on Member Retiree Benefits.

Q. How many pre-retirement seminars did you go to in your tenure in this Special Activities Section?

A. I believe in my affidavit I had cited the number 30. After some reflection, I have to be certain that that number is substantially higher, perhaps maybe 55 to 60.

What I didn't take into consideration when I stated 30 of those such sessions is that I forgot a time frame when these actually started and we were going many times, often times, without a formal notification and invitation from the coordinator which was the personnel division.

So I would estimate only, probably 55 to 60 of these.

Q. Is that throughout the 11 years from '75 to

1 186? 2 I don't know what year exactly that that Α. 3 pre-retirement seminar program come down. I can't say. ٨ Q. You don't remember when that started? 5 Α. . Other than up through and including when I 6 transferred out in 1986. I'm not sure when it started. 7 On those approximately 50 to 55 occasions Q. 8 when you attended pre-retirement seminars, were you there 9 for the entire day? 10 Α. No. Our only obligation was the allotted one 11 hour because we had various entities, agencies that were 12 allotted same hour time frames to make their information 13 known to the people that were at the seminars. 14 So am I right that you would show up at the Q. 15 time appointed for you to give your presentation? 16 Α. The personnel division would notify us in 17 writing of the date of it, of the classroom number and 18 our allotted time. Those times fluctuated, sometimes 19 early in the morning, sometimes late in the afternoon. 20 There was no pattern that we had a set time. 21 We would arrive in advance of the 22 scheduled time. 23 Q. How much in advance, a few minutes? 24 Α. I, myself, probably was there on the average

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to five to ten minutes in advance. 2 Q. After you gave your hour long presentation, 3 would you leave? Α. Yes. 5 Was that your practice throughout the years Q. 6 that you were involved in the pre-retirement seminars? 7 Α. Right, because we had no need to involve 8 ourselves with other presentations. 9 Q. Tell me what you discussed in your hour at the 10 pre-retirement seminars. 11 We attempted to condense in an hour's time Α. 12 frame those areas in which a prospective retiree could 13 anticipate; as a general rule, benefits. We did not of 14 course, nor could we, get into areas of amounts 15 annuities. That's strictly up to the function of our 16 pension fund. 17 We could and did give them 18 approximations of what percentage they would be entitled, 19 because that was public knowledge. You can have a scale 20 issued by the fund showing your age and years of service 21 and give you a percentage that the individual would be 22 entitled to. 23 24

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We touched on the things and the areas that we ourselves had direct involvement in, such as, we

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1 started a program where we called it a mailing list. 2 It was job opportunities. All the 3 retired police officers wishing to get on a mailing list 4 merely sent us their name and address no matter where at. 5 We were the conduit. And when requests 6 for employment for retirement police officers were direct 7 to our office, we would compile a listing of the who, 8 what, why, for, place, the type, the salary if 9 applicable, what the job entailed. We would then 10 communicate that out to the membership via mail. 11 That was something that you discussed in your ο. 12 hour at the seminars? 13 Yes. We also implemented a program which had Α. 14 not been done where we got approval from then 15 Superintendent Rochford to allow us to issue all retirees 16 leaving in an honorable status what we called a 17 retirement identification card. 18 It was exactly the same kind of card 19 data; name, address, social, date of birth, photograph, 20 laminated, that the active members carried, except we had 21 it in a different color. 22 Q. You explained this during your hour? 23 Α. That's correct. 24 What other things did you discuss during your Q.

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hour?

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We discussed options should they seek to A. purchase various retirement mementos. We would bring samples with, tell them who they could contact if they were interested.

What kind of things are those? Α. Ranging from retirement stars to plaques, various plaques, there were all sorts of things. We also informed them that by virtue of their impending retirement, that they would no longer have need to donate blood as a provision of sustaining membership and blood coverage for themselves and their dependents. That was a benefit of the department, and hence, the department's blood donor bank would furnish any of their or their family's blood needs in a retirement area.

We touched on, verbally, what their cost may be for concern expenditures necessary, including health care. Health care, as we related to them, was a benefit which was paid for the retiree by our respective pension fund, and also that those figures, as they stood at the time, were interpreted to be a benefit of retirement.

24 hour? Q.

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Did you discuss anything else during your

A. Probably so. But we always attempted to keep five to ten minutes available at the end of the class and overrunning, if need be, into a ten minute break between the next section for questions.

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Q. How long of this 50 minutes was devoted to the discussion of health care?

A. That would be dependent on what questions were asked.

Q. Aside from whether or not you had questions at the end that discussed health care, during your presentation before the questions, how much time did you devote to the health care issue?

A. I couldn't estimate a time on that because it would be contingent on the class, and it would be contingent on unsurety on perhaps some members in attendance of what we had just related to them.

MR. RODDY: His question is how much of your presentation, forgetting the questions, how much of your presentation was devoted to discussions of health care issues?

THE WITNESS: A. I see. Approximately, on average of somewhere between five to ten minutes. Certainly not more than ten, and usually no less than five.

1 MR. FULLERTON: Q. That doesn't include any 2 questions you may have gotten afterwards? 3 A. No. 4 Q. Now, I want you to tell me as specifically as 5 you can recall what it is that you informed the attendees 6 at these retirement seminars concerning health care. 7 MR. KRISLOV: Asked and answered. 8 MR. FULLERTON: You can answer the question. 9 THE WITNESS: A. Again? We related that, 10 first off, it was an option that they had to choose from, 11 whether they chose to continue their health care 12 coverage. Some individuals, though not many, choose not 13 to because of other family members' coverage in other 14 plans. Most do, or did anyway. 15 We would explain what the current rate 16 was for individuals, for spouse and retiree and what the 17 then existing cost was for family coverage and, in 18 essence, that should they wish to continue with that same 19 coverage, that that was available to them as a benefit of 20 their employment. 21 Q. You stated that you informed them what the 22 current rate was. 23 Had the rates changed during the time 24 that you were giving these pre-retirement seminars?

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1 Some years previous, and I don't recall what Α. 2 it was. What happened was that the amount being assessed 3 for the retirees' portion of health care was a figure 4 that was incorporated into the Illinois Chicago Police 5 Chapter 108 Pension Statutes. 6 That is, when I say that figure, that's 7 what I mean. That figure is in the Statutes themselves. 8 That's what the fee will be for the individual retiree. 9 For that individual retiree's spouse or Q. 10 children, what did you understand about that? 11 Α. That those figures would be consistent and 12 would not change for them. 13 Q. Did you explain to the retirees that the 14 rates, the current rates, would never change? 15 Α. That's correct. 16 Q. That this was a lifetime deal that these 17 rates would never change? 18 Α. It was a benefit, a fringe benefit of their 19 years of service with the City. 20 You, just a moment ago, said that at some Q. 21 point the rates had changed. 22 Α. That was previous to when the figure for the 23 annuitant was incorporated in the Police Pension 24 Statutes. I believe the figure I am speaking of was \$55

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for the retiree.

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CH-17450 (50 of 149 Q. Do you recall how much previous to that statute?

A. No, I don't know when it was incorporated.
 Q. Tell me, as specifically as you can, what you explained to the retirees concerning the lifetime nature of the health care insurance.

MR. KRISLOV: Asked and answered.

MR. RODDY: Go ahead.

THE WITNESS: A. Just a repeat of what I just stated. In addition to their health care, family health care, lifetime membership in the blood donor plan without need for donations.

We had a unit that printed an internal periodical. We would supply that upon request of the retirees by mail. The programs that became available to department members through our unit, such as discounts on various purchases, were also made available to the retirees, in addition to the retiree job opportunity list.

Q. Perhaps you didn't understand my question. My question was: Tell me, as specifically as you can, what words you used in explaining the lifetime nature of the health care insurance.

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1 Α. Some years previous, and I don't recall what 2 it was. What happened was that the amount being assessed 3 for the retirees' portion of health care was a figure 4 that was incorporated into the Illinois Chicago Police 5 Chapter 108 Pension Statutes. 6 That is, when I say that figure, that's 7 what I mean. That figure is in the Statutes themselves. 8 That's what the fee will be for the individual retiree. 9 For that individual retiree's spouse or 0. 10 children, what did you understand about that? 11 That those figures would be consistent and Α. 12 would not change for them. 13 Did you explain to the retirees that the Q. 14 rates, the current rates, would never change? 15 Α. That's correct. 16 That this was a lifetime deal that these Q. 17 rates would never change? 18 Α. It was a benefit, a fringe benefit of their 19 years of service with the City. 20 You, just a moment ago, said that at some Q. 21 point the rates had changed. 22 That was previous to when the figure for the Α. 23 annuitant was incorporated in the Police Pension 24 I believe the figure I am speaking of was \$55 Statutes.

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1 for the retiree. 2 ο. Do you recall how much previous to that 3 statute? 4 No, I don't know when it was incorporated. Α. 5 Tell me, as specifically as you can, what you Q. 6 explained to the retirees concerning the lifetime nature 7 of the health care insurance. 8 MR. KRISLOV: Asked and answered. 9 MR. RODDY: Go ahead. 10 THE WITNESS: A. Just a repeat of what I 11 In addition to their health care, family just stated. 12 health care, lifetime membership in the blood donor plan 13 without need for donations. 14 We had a unit that printed an internal 15 periodical. We would supply that upon request of the 16 retirees by mail. The programs that became available to 17 department members through our unit, such as discounts on 18 various purchases, were also made available to the 19 retirees, in addition to the retiree job opportunity 20 list. 21 Perhaps you didn't understand my question. Q. 22 My question was: Tell me, as specifically as you can, 23 what words you used in explaining the lifetime nature of 24 the health care insurance.

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1 Those individuals who have current City Α. 2 coverage, health care coverage, who select to continue 3 with that coverage for themselves, spouses, families, 4 would have as a benefit of their service to the City, the 5 rates in effect as a benefit of their employment. 6 o. Anything else? 7 Α. That's it. 8 Q. 'I'm sorry? 9 Α. I said I can't think of anything right now. 10 Did you distribute any written material at Q. 11 the seminars concerning health care? 12 Α. No. 13 Now, how did you come to understand the 0. 14 nature of the health care benefit for retirees? 15 This is as a result of our liaison with the Α. 16 families, the pension funds, the police department, 17 including escorting spouses personally to our pension 18 funds to make application for benefits upon the death of 19 of the spouse, what we call personal family assistance .. 20 Q. Do you recall who it was or -- Well, was 21 there anyone in particular who explained to you the 22 nature of retiree health care insurance? 23 Α. Assorted sources. 24 From all these different sources that you 0.

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just mentioned, was there any particular one document or reference material that you consulted to find out about it?

A. The Sergeant and I had -- We did have handout material on other matters. On the health care which we verbalized, he prepared, in conjunction with probably our commander, a draft or an outline of our retirement seminar presentation of which they would then get concurrence from a higher authority, being the deputy superintendent, saying this material and this outline is acceptable and adequate for presentation and we would try then to follow that outline.

Q. Do you recall what the outline said about retiree health care?

A. No.

Q. Was there only one outline?

A. I don't know.

Q. Did the outline change is what I am trying to find out?

A. There may have been more, because I use to keep, as I recall, an outline myself in my briefcase and I think the Sergeant, when he handled those classes, had one for himself.

Q. That is Sergeant Faust?

1 Α. Yes. 2 Mr. Kordeck, isn't it true that one of the Q. 3 other participants at these pre-retirements seminars was 4 the City's benefits office? 5 A. That's true. 6 Q. Do you know what subject they discussed? 7 No, only because at the inception of the Α. 8 pre-retirement seminars, and again, I don't know what 9 year or what month -- The Benefit Management Program or 10 presentation portion of it was not initially a part of 11 the seminar. They came in subsequent to the start of it. 12 I don't know when afterward, but it was after the program 13 had been in effect for some time. 14 Q. Do you know who it was --15 Α. No. 16 Let me finish the question. Do you know who Q. 17 it was on behalf of the City's Benefit Management Office 18 who appeared at the pre-retirement seminars? 19 Α. No. 20 Q. Can you name anyone from that office who did 21 that? 22 I had no reason to know or want to know. Α. 23 Do you know if pre-retirement seminars were Q. 24 held for the firemen?

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1 I don't know that for certain. Α. 2 How about for municipal employees? Q. 3 I can't speak for them either. Α. 4 Or employees who were connected with the 0. 5 laborer's fund? 6 Α. No, I have no knowledge. $\overline{7}$ The only thing you know about it is the --Q. 8 Α. Police. 9 Q. -- pre-retirement seminars for the police 10 fund? 11 Α. Correct. 12 Aside from what you just related to us about Q. 13 your discussion of the retiree health care with the 14 people at the retirement seminars, can you tell us what 15 else was discussed at the retirement seminars about the 16 retiree health care issue? 17 Α. Aside from what the current or what the then 18 fees were, they would ask questions such as is there 19 any -- A popular question we fielded was is there any 20 type of reduction in any of the coverage benefits to 21 retirees as opposed to active members and the answer was 22 no. 23 Let me get to the questions in just a second, Q. 24 but I want to make sure I understand.

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Aside from your discussion during your presentation of the retiree health care benefits, do you know what else might have been discussed at the retirement seminars about health care?

A. No.

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Q. What kinds of other questions were you asked?A. In the health care area?

Q. Yes.

A. We were asked frequently -- A concern was I am going to relocate out of Illinois, is that going to cause a problem processing bills for payment. Fear was there that miles cause bureaucratic tie ups and red tape. We assured them that if they complied

with supplying required data and bills in the fashion that was prescribed, that they ought not have a problem.

Q. What else, what other kind of questions?A. I really can't think of anything else. If

you can refresh my memory -- but those were the particular kinds of questions they asked. What I call the fear type question. In other words --

Q. -- is my coverage going to go down?
A. As far as what the -- Are the benefits as applied currently active, is that going to diminish in any way in retirement, no.

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Q. Before you began conducting part of the pre-retirement seminars, did you -- and you discussed an outline, but I'm wondering if before you began conducting the seminars, you sought or were given authorization concerning what you were going say about the retiree health care.

A. As I stated, the material was prepared, I had some input to it, it wasn't one person, it was a joint effort, but it was prepared, exchanged for ideas, possible omissions and sent through the commander and up to the deputy superintendent for concurrence.

Q. Is this the outline that you are talking about?

A. Right.

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Q. Is there any other material that went through the chain of command like this?

A. Virtually, most everything had to do that.
Q. Anything else on the health care
presentation?

A. No. It was a policy of the Bureau that although we were the conduit to publicize it and make it available, various offers, we had to first get approval through the channels to our deputy superintendent.

Q. I don't understand what you are referring to.

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A. Well, for instance, if the Chicago White Sox, which they did for many years, wanted to invite 10,000 Chicago police families to be their quests at police night at White Sox Park which they did on an annual basis for about 15 years, and myself and the Sergeant got the call making the offer, we were not empowered to give a commitment on the phone to say thank you, yes, we'll take care of it right now. We had to go back through our supervisory personnel for approval.

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2013-CH-17450 PAGE 60 of 149 Q. I understand, but aside from the outline that you referred to as having been approved up the chain of command --

A. I call it outline, maybe it's the wrong choice of words, I don't know. If you can give me some options to an outline. I mean outline, I understand, sounds quite vague. What it was was -- Let me think of a proper adjective rather than outline.

> MR. FORDE: Schedule? MR. KRISLOV: Agenda?

MR. RODDY: Synopsis?

THE WITNESS: A. Synopsis possibly is closer to it, but it is not the word I'm looking for.

MR. FORDE: Let's go on.

MR. FULLERTON: Q. Aside from that document,

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1 was there any other written material that was approved by 2 your superiors regarding what your presentation was going 3 to be at the retirement seminars? 4 Α. I don't understand. Will you repeat that? 5 MR. FULLERTON: Could you repeat the 6 question? 7 (Requested question read) 8 Any material that was to be passed out at the Α. 9 seminar, at least initially, had to have approval from 10 the deputy superintendent. 11 Was there any material other than the outline Q. 12 synopsis that you referred to? 13 Α. Yes. 14 Q. Concerning? 15 I can't tell you exactly what. Α. 16 Did any of it concern the health care issue? Q. 17 I can't recall. Α. 18 I believe you stated earlier that you had no Q. 19 handouts concerning health care? 20 I don't recall any. Α. 21 Q. Tell me what the outline or synopsis said 22 about retiree health care. 23 It listed the various -- The City is Α. 24 self-insured. I understand what you are calling the

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1 companies. Whether they are brokers or whatever they 2 were, we had a listing of the various companies that were 3 employed by the City to administer health care. 4 The various programs such as perhaps 5 Bankers Life and Casualty, Blue Cross Blue Shield, et 6 cetera, et cetera. 7 We also had included the time frame 8 which the police department designated, and the City, 9 each year when members eligible, opted to switch coverage 10 from one company to another. The sources were to obtain 11 claim forms for the various coverages if needed, in 12 addition to their addresses. That's all I can remember. 13 Q. Can you remember anything else? 14 Α. No. 15 MR. FULLERTON: This might be good time to 16 break for lunch. 17 MR. FORDE: How much more? Let's go off the 18 record. 19 (Discussion had off the record) 20 MR. FULLERTON: As we have agreed amongst 21 ourselves off the record, we are going -- I am going to 22 see the floor to Mr. Ford and try to collect my thoughts 23 about any remaining questions I have. 24 MR. FORDE: Mr. Kordeck, my name is Kevin

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1 I represent the Police Pension Fund in this Forde. 2 lawsuit. I have a few questions about your participation 3 in these seminars. At those seminars, I am only talking 4 about the times when you spoke about health benefits, so 5 we can key it into that area. 6 EXAMINATION 7 by Mr. Forde 8 Who were you speaking for when you spoke at Q. 9 those seminars? 10 We were speaking for the superintendent. Α. 11 You were not speaking for the Police Benefit Q. 12 Fund? 13 Α. No, we were not. 14 Was anybody there speaking for the Police Q. 15 Benefit Fund while you were there? 16 I recall later on, in the seminars that I Α. 17 recall, seeing some elected members of the fund, who 18 would have, later on, would have an allotted hour, but 19 that was not when they first started. 20 Q. Did you ever sit through those portions of . 21 the program? 22 No, sir. A. 23 So is it accurate for me to say that you have Q. 24 no idea what they said? Datti Diair court reporters p.c.

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| 2 | A. Exactly. |
| 3 | Q. You mentioned that this was a benefit for |
| 4 | life. What was the basis of that statement, that belief |
| 5 | on your part? |
| 6 | Do you understand my question? I can ask it |
| 7 | differently. |
| 8 | A. Maybe. Would you try, please? |
| 9 | Q. I believe you testified that the rate, \$55 |
| 10 | and \$21, for example, would not change after their |
| 11 | retirement. What was the basis for that statement? |
| 12 | A. That was as a result of, obviously, |
| 13 | concurrence from our top superior. |
| 14 | Q. You mentioned that Did your superior tell |
| 15 | that you it would never change? |
| 16 | A. Yes, he did. Actually, I should say yes they |
| 17 | did. There were several of them. |
| 18 | Q. You also referred to the Statute. Was the |
| 19 | fact that the \$55 and \$21 figures were in the Statute, |
| 20 | was that a part of the basis for your conclusion that |
| | this number couldn't change? |
| 21 | A. No, it was not. |
| 22 | Q. You were familiar with that Statute though, I |
| 23 | think you cited it. Were you familiar with the statute? |
| 24 | A. I recall seeing it. I don't have it with me, |
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1 but I recall. I believe, as I recall, it states a figure 2 amount in it if I am not mistaken. З ο. Were you familiar with the controversy between the City and certain annuitants and the fund in 5 late 1987 and early 1988 about the coverage, health care 6 coverage? 7 Α. No, I wasn't. 8 ٥. You stopped attending these seminars April of 9 '86 I think you said. 10 I transferred out in April of '86, so it Α. 11 would have been just before then. 12 In November or December of '87, where were Q. 13 you? 14 I believe I was assigned to the South Chicago Α. 15 district at the time. 16 Q. Were you familiar with the -- When I say 17 familiar, did you hear one way or another or read about 18 the controversy that started when the City said it would 19 no longer pay for health care benefits for retirees? 20 Α. I became aware of it, yes. 21 Did you became aware of it about the time Q. 22 that was happening, in 1987, early 1988? 23 Α. . Probably so, yes. 24 Q. Did you talk to any retirees about that

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1 situation at that time? 2 Α. Not that I recall. 3 When you told the potential retirees that the Q. 4 figure could not change, you were speaking for the police 5 department? 6 Yes, I was. Α. 7 You were not speaking or did not purport to Q. 8 speak for the pension fund? 9 Α. No, I did not. 10 Did you tell them that the coverage for Q. 11 individuals could not change either -- Strike that. I 12 misspoke. 13 Did you tell them that the premiums for 14 dependents could not change either? 15 Α. That's correct. 16 So you told the retirees that the premium for Q. 17 the police officer would not change and that the amount 18 of premium for their dependents would not change from the 19 amount that was in affect at that time? 20 That's correct. Α. 21 MR. FORDE: I have nothing else. 22 MR. FULLERTON: I have got some more that I 23 realized. 24

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FURTHER EXAMINATION

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by Mr. Fullerton

Q. Mr. Kordeck, during the time that you were conducting these pre-retirement seminars, did you believe that you had authority to bind the City to a contract? MR. KRISLOV: Are you asking for his legal knowledge or his belief?

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2013-CH-PAGE 67 MR. RODDY: Do you understand that question? THE WITNESS: A. I do know that I had the support --

MR. FORDE: I'm going to state an objection on that for relevance, but you can go ahead and answer the question.

THE WITNESS: A. I made these statements knowing in my mind that I had the commitment of my employer, the police department, not the City of Chicago, although I'm sure they are one in the same, but the Law Department is my employer currently. The City is, but at the time, I am geared police and police only.

Q. As part of your job, did you have authority to bind the police department to contracts?

A. Yes, I did.

Q. What kind of contracts?

A. Our section was budgeted, allotted budget

money every year for various expenditures. Purchases ranged from -- When we were involved, at the early part of my tenure, we were involved in some social and athletic programs. We had our police officers competing in sports programs, softball, basketball, and we actually ran the entire league in a centralized location.

We contracted for and signed agreements with and paid umpiring staffs, rental fees for fields, for courts, purchases of balls, jerseys, bats, et cetera. So if that's a contract, I suppose...

Q. You understand that's quite a different thing from binding the City to pay for retiree health care insurance for life; correct?

MR. KRISLOV: Objection.

MR. RODDY: I'm going to have to object on behalf of my client. I don't think he ever said he reached that legal conclusion which seems to be the genesis of your battle. All he is saying is what he did and he thought he had the support of his bosses at the police department.

> MR. FULLERTON: You can answer my question. THE WITNESS: A. Rephrase it.

MR. FULLERTON: Q. What I am trying to understand, Mr. Kordeck, is as a detective assigned to

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the Special Activities Section of the police department, did you have the authority to, as you understand it, to bind the City to paying for retiree health care benefits? Strike that.

As a detective assigned to the Special Activities Section of the Chicago Police Department, did you have the authority to commit the City of Chicago to a certain deal with retirees of the City regarding their health care and retirement?

MR. FORDE: Objection on the basis of relevance.

MR. KRISLOV: Same.

MR. RODDY: If you can answer it, go ahead.

THE WITNESS: A. What I am suggesting is that I had authority and exercised that authority in my small capacity to make commitments to certain segments of our membership based on approval from my top superior, who obviously spoke for our department, not for the City of Chicago.

MR. FULLERTON: Q. Which ones were these top superiors who gave you that authority?

A. Deputy Superintendent Samual Nolan, Deputy
 Superintendent Harold Thomas, Deputy Superintendent
 Rollie Mathis, Deputy Superintendent Ira Harris, Director

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1 Richard Sheehee, Director Tina Vicini, Director Russel 2 Detusa, Commander Andrew Rodreguez. 3 That sounded like the entire list of your 0. 4 superiors through your 11 years. 5 Α. That's correct. 6 Now, are you telling me that you went to each ο. 7 one of them and got authority to say to retirees that 8 their health care coverage in retirement would be at a 9 fix rate for life? 10 Α. I didn't say that the way you stated it. 11 Did you get authority to commit the City, or Q. 12 the Chicago Police Department for the matter, to 13 providing health care coverage in retirement at an 14 unchanged rate forever? 15 MR. RODDY: I am going to object. I think 16 what he had said -- You are indicating that he is 17 committing. I think his testimony is that he felt on the 18 basis of his experience, and the knowledge, and the 19 superintendents, that it had already been committed by 20 the City and he is, therefore, just communicating it. I 21 think that has been his testimony. 22 MR. FULLERTON: You can answer my question. 23 THE WITNESS: Α. That's exactly what I 24

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MR.FULLERTON: Q. Your lawyer's testimony, you are adopting?

A. If need be, because at least I understood his explanation.

Q. Let me ask you again, because what I am asking is somewhat different from what your lawyer said. I am asking: Did you specifically go to any of your superiors --

A. Yes.

Q. -- and request authority to commit the City to providing health care insurance for retirees at an unchanged rate forever?

A. I believe I answered that earlier in a question in which I stated in substance that through each chain of command, on all levels, we always were required to put through to the top level any of our information and offers for concurrences before we were authorized by them to convey that to others.

I am almost certain that in those various tenures, because of revisions, improvements in benefits, changes, that these had to be a regular fact. We had to keep updating them to be consistent and current with the times.

So, yes, my answer to that would be

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1 yes. 2 Q. Tell me who you got this specific authority 3 from. 4 You want their names? Α. 5 Q. Yes. 6 A. Again? 7 Is this the whole list of your superiors? Q. 8 Yes. Right. Α. 9 Did you write memos to them requesting that Q. 10 authority? 11 Our policy was to, when unavailable to --Α. 12 Specifically, with the deputy superintendents, the 13 commanders were always -- We were a cubical away. 14 The deputy superintendent level, it was 15 a policy to put any change amendment, improvement over a 16 cover letter on an interoffice memorandum, addressed to 17 him, through the commander for concurrences. 18 We always get the come back copy 19 approved or disapproved. 20 Do you know if any memoranda exists Q. 21 concerning the subject of retiree health care? 22 Α. I have no idea. 23 Do you recall writing any specifically Q. 24 requesting authority on the ability to commit the

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1 department or the City to providing lifetime health care? 2 Not a particular specific one; several, yes. Α. 3 Q. You recall writing ---4 Several were, I recall, documented in one of A. 5 these interoffice communications. 6 : Several on requesting the authority or Q. 7 several on the changes in the benefits? 8 This is when there was modifications in a A. 9 certain plan's coverage. For instance, if a deductible 10 was raised or something of that nature, we had to 11 communicate that. We were required to. 12 In answer to one of Mr. Forde's questions, Q. 13 you stated that one of your top superiors told you that 14 the rate would not change for retirees after they 15 retired; is that correct? 16 Α. That's correct. 17 Q. Who is that top superior that told you that? 18 Virtually, every deputy superintendent I Α. 19 served under. 20 You testified earlier that the rates did 0. 21 change at one point, however. 22 I'm talking about after the implementation of Α. 23 the existing rate. That was implemented into a pension 24 statute from that point forward.

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1 You are telling me that virtually every Q. 2 superior that you had -- That would be Deputy 3 Superintendent Ira Harris, he told that you specifically? 4 Α. Sure. 5 The people who filled the commander's Q. 6 position told that you specifically? 7 Α. Yes. I might add, if you look at those 8 individuals whom I served under, both at the command and 9 the deputy superintendent level, I think you can see that 10 everyone, basically, is and has been retired for quite 11 some time. I think it is not unusual for a person who is 12 about to be retired themselves to verbalize it by such 13 benefits that they believe we have coming. 14 Did they tell you the basis for their belief 0. 15. that the rates wouldn't change? 16 Α. No. 17 Q. Did you ask? 18 Α. No. 19 Did you have any independent basis for Q. 20 believing that the rates would not change? 21 Α. No. 22 Approximately, how many people did you Q. 23 address at the retirement seminars in the 50 to 55 times 24 that you conducted your portion of them?

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| | A. Just strictly with the retirement seminars? |
| | Q. Yes. |
| | A. Not including in-service or recruit |
| | orientation? |
| | Q. Yes. |
| | A. Just retirement? |
| | Q. Yes. |
| | A. There was generally a limit on the class size |
| | of, I believe it was 40 individuals, 40 to 42 |
| | individuals, something like that. So whatever that |
| | number is multiplied by the 55 or 60 would be your |
| ā | answer. |
| | Q. The authority that you were given to speak |
| | about the Health Care Retirement Seminars, did that ever |
| | take a written form? |
| | A. I don't understand the question. |
| | Q. Do you know What don't you understand |
| | about it? |
| | A. Maybe you can rephrase it. |
| | Q. Did you ever receive written authority for |
| | what you would be discussing at the retirement seminars |
| | about retiree health care? |
| | A. I believe I have answered that several times. |
| | Q. Specifically, concerning what you testified |
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1 about it being a lifetime unchangeable deal? 2 Α. I believe I have answered that question guite 3 a few times. 4 Q. Answer it again. 5 MR. KRISLOV: Objection, it's asked and 6 But if he wants to do it or decline, I answered. 7 certainly don't care. 8 MR. RODDY: Go ahead for about the fifth 9 time. 10 THE WITNESS: A. We had a policy whereby --11 MR. FULLERTON: Q. I am not asking you what 12 the policy is. I am asking you if you received that 13 written authorization. 14 As you asked that question. The answer is Α. 15 yes. 16 Q. Now, do you know where I would find copies of 17 that if they are still in existence? 18 Should they still be in existence, they would Α. 19 likely be in one of two locations. The current filing 20 cabinets of which I believe there are two or three, in 21 the Special Activities Section in police headquarters --22 Q. I'm sorry, in the filing cabinets of the --23 Α. -- Special Activities Section in police 24 headquarters. And more probably if they have not, those

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documents have not surpassed the time of retention, then they were all boxed, labeled and sent down to the subbasement in compliance with the department provision to retain our documents for a concern specific amount of time, the retention period.

Q. What is that retention period?
A. I don't have the vaguest clue any more.
There are different retention periods for different
documents and I haven't looked at one of those for years.

MR. KRISLOV: Stuart, I presume that you will advise someone in the police department to go look for those and not to throw them away until the case is over and you will provide them to us, because I believe those were called for in our production request to you.

MR. FULLERTON: Q. Mr. Kordeck, do you know what the retention policy on this type of document is?

A. No, I don't.

Q. Do you remember what it was?

A. No, I don't.

MR. FULLERTON: Mr. Kordeck, subject to what other people are going to ask you today and subject to getting a copy of the draft affidavit from Mr. Krislov, also subject to getting a full production of documents from Mr. Krislov which is going to be the subject of a

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1 motion to compel discovery from him, I don't have any 2 more questions. з MR. KRISLOV: Could you start over this 4 whatever you are making, this speech now? It is 5 something about me perhaps. 6 MR. FULLERTON: I'm just saying that at this 7 point, I don't have any more questions. There are some 8 conditions under which you may be back here answering 9 more questions. 10 For the record, as I said before, MR. RODDY: 11 he will be back at any time convenient to all the 12 parties, convenient to himself and myself. He 13 understands he is still under the subpoena and will fully 14 recognize the subpoena. 15 I have a couple questions. MR. HEISS: 16 EXAMINATION 17 by Mr. Heiss 18 In the deposition, when you are referring to Q. 19 superiors, are all of those individuals police department 20 personnel? 21 A. Yes, they are. 22 Q. With regard to your knowledge of the issue 23 that we are here about, the health care as to what you 24 told at the seminars, did you ever have any meeting with

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1 any person other than police personnel where you formed 2 your knowledge or opinions from? 3 Do you understand the question? You 4 look perplexed. 5 Α. Not really. 6 Q. Let me rephrase it. After three hours, I 7 think I know when you are perplexed. 8 Other than you gave a knowledge at the 9 seminar and told these people about health care, and you 10 learned that from, you told us, from your supervisors and 11 from other factors, from police personnel people; is that 12 correct? 13 Α. Mostly, yes. Right. 14 The part that I want, is the part that Q. 15 doesn't cover all of it. Did you learn that information 16 from any city personnel other than police officers? 17 Indirectly. When I say indirectly, I mean as Α. 18 serving as liaison. For instance, for the families to 19 the Police Pension Fund, I'm dealing with civilian 20 employees of the pension fund and obviously, we have to 21 have discussions on the individual's application. 22 If that's what you mean an example of, 23 then okay. 24 I'll tell you what I really mean. Q. Did you

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ever meet with anybody from the benefits office of the City of Chicago that told you that this is the way it is with regard to health care costs?

MR. RODDY: Do you understand that? What he is asking is: Did you meet with anyone other than the Chicago Police Department to confirm what your understanding was, whether that is right, wrong or indifferent, your understanding isn't the basis of the lawsuit, but was there anyone other than members of the police department that confirmed what you thought was your understanding.

MR. HEISS: Q. In other words, you told me about the pension fund for a moment. Okay? Do you understand the question as it was put by your Counsel?

Α. What was Benefits Management known as prior to now being named Benefits Management?

I don't have any idea, anything similar to Q. that. As he indicated, where you learned your information other than police department personnel.

Is there any other source -- and the pension fund, because you told us about that. Other than those two sources, did you learn your information from any other sources?

> Α. I am positive over the years interceding on

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claims for retirees from out of town, specifically, on a problem with payment of bills, I had numerous conversations with the various health care coverages interceding to Blue Cross, Bankers, et cetera, trying to rectify and find out what the problem was. And, yes, there would have likely have been occasions when this was discussed in general terms on an unofficial basis.

> Q. This meaning the cost --A. Yes.

Q. -- of individuals?

A. Yes, sir.

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Q. Can you remember what department or what individuals, if any, that you had this discussion with?

A. No. We used to, sir, we used to have specific contacts with the various carriers that would handle police claims, and there was change overs in those, obviously, so I can't recall the names.

Q. Other than the carriers, I am referring to City personnel. Was there any discussion with City personnel?

A. No, not the way you asked that question.
Q. Were you aware that the City circulated a letter in 1984 that the rates would increase in 1985?
A. I was not aware of that.

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1 As a member of this department that you dealt Q. 2 with with regard to the health care, during that period, 3 were you ever aware that the City circulated a letter to 4 raise the premiums for health care coverage? 5 A. I was not. 6 With regard to your conversation with -ο. 7 Let's me withdraw that a moment. 8 When you referred to pension funds for 9 your purposes, are you only referring to police pension 10 funds? 11 Yes, I am. Α. 12 Q. So I can rule out all the other pension 13 funds? 14 Α. Exactly. 15 Q. In that discussion with the Police Pension 16 Fund personnel, during the course of your duties, you had 17 discussions with regards to premium rates? 18 Α. Yes, we would have discussions on rates. 19 Can you tell me the name of any individuals Q. 20 who you had the discussions with? 21 Α. There were so many, sir, there were so many 22 families that we represented down there over the course 23 of 17 years, it would be like a litany --24 MR. FORDE: Excuse me. The question was the

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premiums, the funds, not the families. MR. HEISS: Ο. Number one, not the families and nothing about collecting death benefits. The ' question, when you would go in that premiums would come up? A. Correct. Am I correct in assuming when you would go 0. there and your duties with regard to your department, you would go there for the purpose of obtaining coverage -- I mean obtaining benefits; is that correct? Α. That's correct. Am I also correct you didn't go there at any Q. time to discuss rates of charges for health care; is that correct? Where the rates discussions would come into Α. the conversations, as a general rule, would be if I had a spouse here applying for her own separate annuity as the result of the death of her husband and then the questions regularly would come up with the clerk at the Police Pension Fund that this is the rate it would cost to cover yourself, this is the rate that it would cost to cover your family plan, et cetera, et cetera.

Many times, almost each and every family I had there, that had to have been discussed, that

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23 24 was part of the application procedure.

MR. RODDY: I think his question is, he is taking it one step further. Was there any discussions, Herb, beyond that, by the widow, by you, by anybody that will these rates stay the same? I think that's what he is asking you.

THE WITNESS: A. Yes, virtually every family that I picked up personally, and transported down to the fund, and took back home, I would try, in the time we were traveling, to explain to them what they were going to be doing, the approximate time it would take, the whos, whats, whys, fors, including, invariably, they would usually ask me the rates of continuation for the insurance. Most of them asked me rather than me having to solicit them.

MR. RODDY: One more time. I'm still trying to help. When they got down there, you and the widow, was there ever a discussion by anybody from the pension division confirming your understanding and confirming what you had told the widow that the rates --

THE WITNESS: A. Yes, sir, there was, but I can't give you names. There has been such a change over in employees over the years.

MR. HEISS: Q. I hope I only have one more.

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In this period, I think you were in this department now, the last period from '76 to '86?

A. Okay.

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Q. Is that right?

A. That was the last assignment to that unit, yes.

Q. During that period of time, other than maybe giving pre-retirement seminars, were your duties similar with regard to taking people down to the fund for the purposes of obtaining benefits that they had coming?

A. Yes. In other words, that was just a continuation of all these services into a group. It wasn't just one assignment and not the other, it was all part of it.

Q. I know I am repeating, I just want to make sure that these duties were for -- it's a ten-year period. You did these duties, virtually, for a ten-year period with regard to assisting people, right, at the pension fund?

Q. As a matter of fact, our secretary used to keep a handwritten log by year and day and month of all inquiries and requests for personal family assistance and she would document in there who the family was, day of death, what our disposition was, whether we had personal

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service involved, et cetera, et cetera, et cetera. MR. HISS: Thank you. I am finished. MR. FULLERTON: Why don't we put on the record that we agreed to continue the deposition? MR. FORDE: To a date convenient to Mr. Roddy. (Witness temporarily excused) Batti Blair court reporters p.c.

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1 STATE OF ILLINOIS) 2 SS. COUNTY OF C O O K 3 4 The within and foregoing deposition of 5 the witness, HERB KORDECK, was taken before CHRISTINE 6 BECHTOLD, C.S.R., Notary Public, in the City of Chicago, 7 County of Cock and State of Illinois and there were 8 present at the taking of said deposition counsel as 9 previously set forth. 10 The said witness was first duly sworn 11 and was then examined upon oral interrogatories. The 12 questions and answers were taken down in shorthand by the 13 undersigned and computer-transcribed under my personal 14 direction. 15 The foregoing is a true, accurate and 16 complete record of the questions asked of and answers 17 made by the said witness at the time and place 18 hereinabove referred to. 19 The signature of the witness was 20 reserved to be determined at the conclusion of the 21 deposition. 22 The undersigned is not interested in 23 the within case, nor of kin or counsel to any of the 24 parties.

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Witness my official signature and seal as Notary Public, in and for Will County, Illinois, on this 4th, day of December, A.D., 1991. CHRI E . 6 " OFFICIAL SEAL. S. CHRISTINE BECHTOLD NOTARY PUBLIC, STATE OF ILLINOIS MY COMMISSION EXPIRES 5/30/95 ELECTRONICALLY FILED 1/13/2016 4:07 PM 2013-CH-17450 PAGE 88 of 149 Batti Blair court reporters p.c.

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STATE OF ILLINOIS)) ss: COUNTY OF C O O K)

IN THE UNITED STATES DISTRICT OF FOR THE NORTHERN DISTRICT OF ILLINOIS EASTERN DIVISION

RETIRED CHICAGO POLICE ASSOCIATION, an Illinois Not-for-profit Corp., individually and on behalf of its members and other individuals who are participants in the City of Chicago's Annuitant Healtcare Plan and whose participation began after 1987 but prior to August 23, 1987

Plaintiff,

vs.

90 C 0407

CITY OF CHICAGO, et al.,

Defendants.

Continued discovery deposition of HERBERT KORDECK, taken before PATRICIA A. BLAIR, C.S.R., Notary Public, pursuant to the Illinois Code of Civil Procedure and the Rules of the Supreme Court thereof, pertaining to the taking of depositions for the purpose of discovery, at 333 West Wacker Drive, Suite 2600, in the City of Chicago, Cook County, Illinois, commencing at 11:30 o'clock a.m. on December 16, 1991.

103 West Madison Street Chicago, Illinois 60602 (312) 782-8376

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Date Court reconcerns riled 1/13/2016 4:07 PM 2013-CH-17450 PAGE 91 of 149 There were present during the taking of

this deposition the following counsel:

KRISLOV & ASSOCIATES, by MR. CLINTON A. KRISLOV and MS. LISA WAISBREN,

On behalf of the Plaintiffs;

CORPORATION COUNSEL, by MS. CHERYL COLSTON and MR. STAN BERMAN,

On behalf of Certain Defendant;

BOYLE & HEISS, by MR. FREDERICK HEISS,

On behalf of Certain Defendant;

JACOBS BURNS, SUGARMAN & ORLOVE, by MR. MARTIN J. BURNS,

On behalf of Certain Defendant,

MR. JOSEPH V. RODDY,

On behalf of the Deponent, Herb Kordeck,

MR. KEVIN M. FORDE, by MS. AVA BORRASSO,

On behalf of Certain Defendant.

105 West Madison Street Chicago, Illinois 60602 (312) 782-8376

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| 5 . | 14 | CERTIFIED QUESTIONS: | |
| ELEG | 15 | None | |
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MR. KRISLOV: For the record, you'll want to show this as the continuation of Mr. Herbert Kordeck's deposition called by the City and, as well, we had pending a notice 'of deposition for Mr. Kordeck.

At the point that we were at, I believe, the City had completed its questioning, Mr. Ford's office had completed -- their questions for the Police Fund.

MR. HEISS: I think I've completed mine, also.

MR. KRISLOV: The Municipal and Laborers and we're up to the Fireman's Fund and the plaintiffs.

HERBERT KORDECK,

17 called as a witness herein, having been first duly
18 sworn, was examined upon oral interrogatories and
19 testified as follows:

EXAMINATION

By Mr. Burns:

22 Q Mr. Kordeck, I believe you mentioned that you 23 were with special activities from 1975 until 1986, 24 is that --

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| ; | | |
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| | | |
| 1 | A That's correct. | |
| 2 | Q correct? | |
| 3 | And that you participated in numerous | |
| 4 | seminars that were put on for police officers who | |
| 5 | were contemplating retirement, is that correct? | |
| 6 | A That's correct. | |
| 7 | Q Now, can you tell me the period of time | |
| 8 | covered by those seminars? | |
| 9 | A Per class? | |
| 10 | Q No, the period of time. I mean, did they | |
| 11 | start in 1975, did they start sometime later? | |
| 12 | A Î don't recall. | |
| 13 | Q It wasn't clear. | |
| 14 | A I don't recall the exact starting date but | |
| 15 | perhaps it may have been in a time frame of about | |
| 16 | 1979 or '80. | |
| 17 | Q Okay. So that when you testified before that | |
| 18 | you had participated in approximately 55 or 60 of | |
| 19 | them, you would be then talking about a time frame | |
| 20 | from 1979 until 1986, when you left that section? | |
| 21 | A With the perspective retirees, yes. | |
| 22 | Q We're talking now only about the | |
| 23 | pre-retirement seminars. | |
| 24 | A Right, that's correct. | |
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| 1 | Q So that would be about eight a year or so? | |
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| 2 | How many would they have a year, if you recall? | |
| 3 | Would it have changed throughout that period, as far | |
| 4 | as frequency goes? | |
| 5 | A That was all prepared and administered by the | |
| 6 | personnel division, so I have no idea. | |
| . 7 | Q You participated in it, Mr. Kordeck. How many | |
| 8 | did you participate in? Did you participate in | |
| 9 | every one that was held? | |
| 10 | A Virtually every one. | |
| 11 | Q Who would determine whether you would not have | |
| 12 | participated in a particular one? | |
| 13 | | |
| | A My supervisor. | |
| 14 | Q Okay, so you were assigned on each time you | |
| 15 | went, you this was a result of a specific | |
| 16 | assignment, is that what happened, as against a | • |
| 17 | continuing participation? | |
| 18 | A Pardon me? | |
| 19 | MR. HEISS: Nothing. | |
| 20 | THE WITNESS: A It was as I stated earlier, it | |
| 21 | was my supervisor and myself. Initially he and I | • |
| 22 | both went and attended to if you would, read off | |
| 23 | of each other, take some notes off of each other, as | |
| 24 | far as presentation is concerned. | |
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Once he became comfortable but what the -- data being discussed was, his other responsibilities and duties precluded him from attending, hence I was virtually always the one. MR. BURNS: Q So that was another question I was going to ask you, whether you shared responsibility with anybody else or whether you would participate by yourself in these matters, these pre-retirement seminars, so you've told us about that. Then am I correct in understanding that

these pre-retirement seminars did begin prior to the 1983?

A As I recall, they did.

All right. And I believe you've testified at Q 14 your prior hearing on the deposition, or deposition 15 hearing, that up until the time of the passage of 16the legislation, that a -- that caused the pension 17 fund to contribute towards the health care costs of 18 retirees, that prior to that time, that there had 19 been increases charged to the retirees for their own 20coverage and for the coverage of their spouses and 21 families. 22

Is that a fair statement of -- what you had testified before?

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1 Α Would you see if you can rephrase it? 2 Let me ask it to you fresh. Q 3 Is it not a fact that prior to 1983 that 4 the premiums charged to retirees increased, that is, 5 let's say between 1979 and 1983, that there were, in 6 fact, annual increases in the charge to retirees. 7 MR. KRISLOV: You're asking him if he 8 knows that. 9 MR. BURNS: Q Do you know that? 10 THE WITNESS: A I don't know that for certain. 11 You participated in seminars between 1979 and 0 121983. Is it your present recollection that you do not recall the time when there were increases for 13 14 retirees? 15 Α That's my answer. I wouldn't recall that. 16 Well, I believe you testified -- well, let me Q ask it to you this way, Mr. Kordeck: 17 Is it not a fact that the \$55 figure that 18 2 was in effect in 1983 for under age, or let me 19 put -- let me strike that. I'm sorry. 20Is it not a fact that the \$55 charge 21 that was in effect beginning in -- that was in 22effect in 1983 for non-Medicare covered police 23officers, that that rate was put into effect in 24

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1 1982? 2А Again, as to when it was implemented, I don't 3 know. I can't recall. 4 Well, is it your belief today, sir, that the Q õ \$55 charge for non-Medicare police officers was in 6 effect from 1979 on? 7 Α I don't remember what the figures were back in 8 those days. 9 Q Well, I'm not asking for the exact figures, I'm asking whether the figure was other than 10 sir. 11 \$55 for non-Medicare police officers who were 12 retired. A Again, I don't know what the -- then rates 13 14 were, so I can't comment. Well, did you think there was any change that 15 Q occurred with respect to the payment of the costs 16 for health care coverage for retirees when the 17 legislature acted to have the pension funds pay some 18 or all of the charge to the retired city employees? 19 20 MR. KRISLOV: Objection. Relevance. You can answer. 21 THE WITNESS: A Can I have that back again, 22 please? 23 24 (previous question read)

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1 THE WITNESS: A' I recall when the legislature 2 passed that law but as far as what the rates were 3 previous, I -- I don't know. I can't recall. 4 MR. BURNS: Q Mr. Kordeck, I would hand you a 5 transcript of your testimony, specifically page 69, 6 with respect to charges for retirees and changes 7 with respect to the City's premium for the retirees, 8 and I would ask you to read that, sir, and then I'd 9 ask you if that helps refresh your recollection. 10 MR. RODDY: Just the one page? 11 MR. BURNS: He can read anything he needs but that's the ... 12 13 THE WITNESS: A Which area are you wanting me ... 14 MR. BURNS: I'm interested, sir, in this answer Q 15 here, about after the implementation of existing rate, that was implemented into a pension statute 1617 from that product. А If I read this correctly, if I 18 Okay. understand it correctly, I ... 19 Will you tell us what you meant by it or 20 0 what -- if it has any effect upon your recollection 21 of my question with respect to pre-1983 increases in 22 the premium charged retirees. 23 Α What I was alluding to in that area was the 24

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1 fact that I was aware of the \$55 per annuitant rate $\mathbf{2}$ due to the fact that it was so stated in the 3 legislation. 4 That had nothing to do with existing or õ previous rates or subsequent rates. That was -- my 6 answer to that was -- was I -- I thought you may 7 have asked, was I aware of what the rate was when it 8 was implemented and incorporated into a state 9 statute. 10 I'm asking about changes in the rates, sir, 0 11 not the rates. Understand that. 12Let the record show the witness was 13 referring to page 69 of his transcript when he was giving an explanation of what he understood or 14 15 intended by that statement. 16 Is it your recollection, Mr. Kordeck, that in the retirement seminars, the pre-retirement 17 seminars that you participated in, that at the time 18 you participated, that you were unaware of the 19 charges for the coverage which was to be paid by the 20 retirees for themselves and their spouses? 21Α I was at the time aware of what the rates 22were, existing rates, but when you asked me to 23specify a dollar amount, I can't recall. 24

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1 2 Well, do you recall, though, that between 1979 Q 2and 1982 that there were changes in those rates? 3 Α Likely, yes. 4 All right. So that if you -- well, let me ask Q õ Did your superiors ever tell you between 1979 this: 6 and 1982 that the rates would not change? 7 MR. RODDY: I didn't -- I'm sorry, could 8 I have that one read back. 9 (previous question read) 10 MR. RODDY: Thank you. 11 THE WITNESS: А Probably not. MR. BURNS: Q So that then -- I believe you 12 13 testified previously that they did tell you that the 14 rates were not going to change in the future. Is that a fair statement of your testimony? 15 Were you ever told by superiors to tell 16 pre-retirement seminar participants that the health 17 care rates were never going to change? 18 Α That was, as I think the record will show, at 19 the time, whatever year it was, that the rate for 20 the annuitant was set at \$55 per state statute. 21 From that point on, I was told that the rates would 22stay unchanged. 23Q Okay. Who told you that, sir? 24

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| 2 | 1 | A The supervisors. |
|--|----|---|
| | 2 | Q Who was the supervisor in 1983? |
| | 3 | A Immediate supervisor was Sergeant Robert |
| | 4 | Faust, F-A-U-S-T. |
| | 5 | Q Would he have been the one who so told you? |
| 3 | 6 | A Yes. |
| J | 7 | Q How about anybody else? |
| | 8 | A There would have been also, through him, it |
| | 9 | would have come down through director |
| | 10 | Q Well, I mean excuse me, Mr. Kordeck, but |
| LED | 11 | unless you have personal knowledge of the form in |
| LY FI J7 PM 7450 f 149 | 12 | which it took or how it was I mean, I don't know |
| VICAL 016 4:0 -CH-1 | 13 | that it adds anything. I mean, do you know that |
| TRON 1/13/20 2013- PAGE | 14 | somebody else told him something? |
| ELEC | 15 | A Um-hum. Yes, I do. |
| | 16 | Q Okay. Will you tell us, then, who told him, |
| | 17 | then? |
| | 18 | A Director Amil, A-M-I-L, Calzeretta, |
| ł | 19 | C-A-L-Z-A-R-E-T-T-A. |
| , .: | 20 | Q And would that have taken oral form or written |
| | 21 | form? |
| | 22 | A Oral. |
| - | 23 | Q And would you recall the approximate time that |
| | 24 | that directive for advice was given to Sergeant |
| ang tanàn Ngana M | | |
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| 1 | Faust? |
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| 2 | A Only that it was in the proximity to when the |
| - 3 | state law was changed to state the health care |
| 4 | premium for the annuitant. Whatever year that was, |
| õ | I don't recall. |
| 6 | Q Did you or Sergeant Faust, to your knowledge, |
| 7 | ever read the statute? |
| 8 | A I recall reading it. |
| 9 | Q You recall reading in the statute that says |
| 10 | that if any premium charged in excess of \$55 |
| 11 | would be paid by the annuitant? |
| 12 | A \hat{I} don't recall reading that, no. I'm not |
| 13 | saying it doesn't exist but I don't recall reading |
| 14 | that. |
| 15 | Q But you recall the statute providing that the |
| 16 | City would pay up to \$55 for non-Medicare covered |
| 17 | annuitants and up to \$21 for Medicare covered |
| 18 | annuitants? |
| 19 | MR. KRISLOV: Objection. You are asking |
| 20 | if he recalls that the statute said the City |
| 21 | would pay that amount? |
| 22 | MR. BURNS: If he recalls |
| 23 | reading that the statute says that. |
| 24 | MR. KRISLOV: If that's what the statute |
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1 says, maybe you'd better refer to what the 2 statute actually says. He may ... 3 MR. BURNS: Q You can answer the question, Mr. 4 Kordeck. 5 THE WITNESS: A Not the way I understand it. no. 6 But do you recall discussing the statute at Q 7 any time with your superiors? I mean the contents 8 of the statute. 9 Only the part of the provision that indicated A that the \$55 fixed rate was included in it. 10 That's the extent of it. 11 12What was that discussion and with whom did you 0 have it, and when? 13 You are asking me when? 14 Α Again ... 15 Q Approximately. Do you recall when the statute ... 16 Α Sometime in the '80s. 17 0 Well, do you recall that the -- that the 18 premium increase for health care participation for 19 non-Medicare personnel was set at \$55 a month in 20 1982? 21 I don't know when -- what year. Α 22 Q Do you recall that it was set some months 23before the legislation was passed? 24

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1 I don't understand the question. Α 2 Q Well, what don't you understand about it, Mr. 3 Kordeck? 4 MR. RODDY: Let's not get into that. Why 5 don't we just rephrase the question or so. 6 'I think he's asking you -- I think we'd be 7 better off if we all assume for the purpose, 8 and I don't think anything about the 9 lawsuit, as to when the statute was passed 10 and then go from there. 11 MR. BURNS: Q If the statute was passed in 1983 12 would the increase to \$55 have occurred prior to the 13 passage of the legislation, to your recollection? 14 MR. KRISLOV: Assumes a fact not necessarily in evidence. 15 MR. RODDY: Go ahead, you can answer. 16 MR. BURNS: Q I'm not trying to trap you Mr. 17 Kordeck, I'm just trying to get the time frame here. 18 THE WITNESS: Please bear with me. Α 19 I'm not a Rhodes scholar and when I hear these legalese 20 questions, I get very confused. 21 Q You are not only one here who is not a Rhodes 22scholar, and I'm just asking you for your 23 recollection. 24

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1 I'm not asking you to interpret the statute. $\mathbf{2}$ and I'm saying assuming the statute was passed in 3 1983, do you have any recollection as to whether the 4 \$55 increase for non-Medicare covered annuitants 5 went into effect sometime prior to the passage of 6 that statute? $\overline{7}$ I wouldn't remember that. Α 8 Q Well, do you remember putting on seminars 9 between 1982 and 1983 at which time you told 10 annuitants that the charge would be \$55 if they were 11 not covered by Medicare? Α From the point that the statute was made law 12 is when we talked about the \$55 figure. 13 Obviously we never talked about the \$55 figure prior to it 14 becoming a state law. 15 I don't know that that's so obvious, Mr. 0 16 Kordeck. 17 If the City increased the premium rate 18 for retirees in 1982 to \$55 and seminars were 19 conducted for pre-retirement -- for policemen about 20 to retire in 1982, would you have told them at that 21 time what the premium was? 22Α If that were the year, probably so. 23 Q But in 1983 or whenever the legislation Okay. $\overline{24}$

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| 1 | was passed, you recall discussing with Sergeant |
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| 2 | Faust the fact that the rates were not going to |
| . 3 | change in the future, is that a fair statement of |
| 4 | your testimony? |
| 5 | A Again, I don't understand the question. |
| 6 | Q Well; I understood you to testify, sir, that |
| 7 | in 19 whenever the legislation was let me back |
| 8 | up so we understand it and we are speaking about the |
| . | same thing. |
| 10 | I understood you to testify that prior |
| 11 | to the passage of the legislation |
| 12 | A Üm-hum. |
| 13 | Q you did not tell attendees at the |
| 14 | pre-retirement seminars that their health care costs |
| 15 | would never increase, is that a fair statement? |
| 16 | A What we were instructing the pre-retirees |
| 17 | prior to the increase of to the \$55 figure was |
| 18 | what we were instructed to do and that is to tell |
| 19 | them that whatever the current rate was at that |
| 20 | point was a benefit of their employment. |
| 21 | Q But you did not I understood you, sir, and |
| 22 | correct me if I'm wrong because I'm trying to get |
| 23 | your recollection that prior to the passage of |
| 24 | the statute, because rates had increased, you did |
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1 not tell the attendees that the rates would be fixed $\underline{2}$ forever. 3 That is your testimony, Mr. MR. KRISLOV: 4 Burns. 5 I'm asking the witness. MR. BURNS: 6 MR. KRISLOV: This whole business about 7 assuming increases is something which you 8 are placing in his mouth. Whether he 9 recalls or not seems to be irrelevant. If 10 you could talk about setting the rates I'd 11 appreciate it, rather than trying to cram 12 this increase concept down the witness' throat. 13 MR. RODDY: The only objection I have on 14 behalf of Mr. Kordeck, who is my client, is 15I think he said -- he can correct me if I am 16 17 wrong -- that no matter what the rates were at the time the retiree retired, forgetting 18 the legislation of the 55, they told them, 19 whether it was pre-'83 or post '83, that the 20 rate that was in existence at that time was 21 the rate that they would have the rest of 22their retirement. Is that ... 23 THE WITNESS: Q That is correct. 24In

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other words, our instructions were to inform them that whatever the existing rate was on the date of their official retirement is the rate that they would have in perpetuity.

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5 MR. BURNS: Q So that you were telling them -different people would have different rates in 7 perpetuity, then, is that what you are saying Mr. Kordeck, that if somebody retired in 1979 at one rate and somebody else retired in 1981 at a different rate then prevailing, that you would tell both of them that they'd have it in perpetuity, even though the rates were different.

Whatever the rate was -- that was supposed to 13 Α be on -- effective their pension date is the rate 14 that they were promised that they would get. 15

Q I understand what you are saying. Α I'm sure that means the same thing.

I understand what you are saying now. Q I'm sorry, I misunderstood you before.

So you told -- if the rate was \$20 a 20 month in 1979, you told the 1979 attendees that 21 their rate would be \$20 for the rest of their life, 22and that in -- is that correct? 23

> Α I need to backtrack one thing. Again, we have

> > Batti Blair court reporters p.c.

1 never established -- if someone can, I'd appreciate $\mathbf{2}$ it -- I think we should establish when the seminars 3 started officially. 4 Q You said 1979, about 1979. 5 Well, as I also stated previously, we were Α 6 giving the same presentation not only to 7 pre-retirees but also to in-service people who we 8 also addressed on a regular basis. 9 Q That may be but I'm only interested right now, in the pre-retirement seminar attendees and 10 whether -- I believe you testified that you would 11 12tell them at the year in which it occurred that 13 that -- the rate then -- then prevailing would apply 14 throughout their retired life. That was -- we were told to instruct them it 15 Α was benefit of their employment. 16 Q Now, were you aware, because you put on these 17 pre-retirement seminars, of any increases charged to 18retirees between the time when the seminars --19 pre-retirement seminars began in 1983? 20 Α Probably not. 21 Q So you have no present recollection as to 22whether you told people that -- different rates 23would be -- were in effect, in effect and therefore 24

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1 they would be -- some retirees would have X charge 2 and other retirees would have X plus charge? 3 We wouldn't have had -- we wouldn't have had Α to find out what the existing rates would have been 4 õ at the time. 6 You didn't tell them what the specific rate 0 7 was, then, you told them that they would have the 8 existing rate forever. 9 Α That's correct. 10 0 Did you ever have any complaints from 11 pre-retirement seminar participants that the City would had increased their rates subsequent to their 12 retirement prior -- prior to -- well, did you ever 13have any complaints? 14 15 А No one ever lodged a complaint to me or through my supervisors. 16 Q Now, in 1983, when you had, or whenever you 17 had the meeting about the legislation, if -- with 18 Sergeant Faust, I believe you said you met with him 19 and you had a discussion with him about the 20legislation. Is that a fair statement? 21 I don't recall I've ever said we had a meeting Α 22

about it, per se.

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Well, how did the information -- how was the

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1 information communicated to you? $\underline{2}$ Α Any new development dealing with benefits 3 applying to our members, whenever it became 4 official, whatever the day or time, we always 5 exchanged that between ourselves, when one or the 6 other became aware it was a possibility or a 7 probability. 8 0 Did you become aware of the legislation 9 personally or did Sergeant Faust make you aware of 10 it? 11 Α I became aware that it was going to be made in the form of legislation through my activities in the 12FOP. 13 Q And when did you become aware of that effort? 14 Again, I don't recall. 15 А Q How long preceding the actual passage of the 16 17 statute, if you can recall? I don't recall. 18 Α Well, after the passage of the 19 Q Okay. legislation, I believe you said you may have looked 20 at the -- at the statute. . 21Now I'm asking you, though, whether -- I 22 understood you -- let me back up. 23 I understood you to say that Sergeant 24

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1 Faust told you that the rates would not change 2 thereafter, that those -- let's say -- take the \$55 3 non-Medicare rate, that that rate would be locked in 4 forever, it would be paid for by the pension fund. 5 Is that a fair statement of your 6 recollection? 7 Α Again, one more time. If you could repeat 8 that. 9 0 Well ... 10 Α Because you keep saying, sir, Sergeant Faust, Sergeant Faust. It wasn't -- we worked for other 11 superiòrs besides Sergeant Faust. 12 But I'd asked you, sir, who told you about the Q 13 14 \$55 and the rates and I -- I understood you to say Sergeant Faust. 15 Now, if it wasn't Sergeant Faust --16 No, I said --Α 17 -- I apologize. Q 18 Α I said I became aware of it myself. He may 19 have known but I became aware of it myself as a 20 result of my legislative activity with the FOP. 21 Q You became aware of the existence of the 22proposal. I'm interested now in how that would 23 affect what you presented at a pre-retirement 24

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A It wasn't presented at the a pre-retirement seminar until the law was enacted.

Q And that's what I'm asking about. How did you become aware of the fact that it was enacted and it would affect your presentation at the seminars?

A As a member of the legislative committee, it would have been one of my responsibilities to know of any planned or pending legislation in Springfield.

Q Would it have been part of your responsibilities to read that legislation, sir --Mr. Kordeck?

A Depends who prepared the legislation.

Q We're talking about this legislation, which was going to affect what was presented at a pre-retirement seminar. Would it be your responsibilities to read the legislation?

19 A I believe I answered that I did -- I do recall 20 reading.

Q Okay.

A -- the statute.

Q And I believe you said that Sergeant Faust told you that those rates would not change. Now

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A 811

1 if -- I just want to find out in 19 -- if you have a $\mathbf{2}$ recollection of discussing with anybody from the 3 police department, subsequent to the passage of the 4 legislation which set the pension fund contribution õ of \$55, about what you would say to the attendees at 6 the pre-retirement seminars. 7 Are you -- are you asking me, sir, if I Α 8 discussed the -- that figure with prospective 9 retirees before the law was implemented? 10 No, I'm -- now I'm asking you if you had a Q 11 discussion with anybody who told you about informing pre-retirement attendees about the legislation. 1213 No. Α 14 Well, did you begin telling the attendees that Q the pension fund would pay \$55 for non-Medicare 15 participants --16 Α After --17 18 Q -- non-Medicare annuitants, I'm sorry. 19 А After the law was passed, yes. 20 Q Yes, okay. How did you become aware that you should do that? 21 Α I was told by my superiors. 22 Q And who were your superiors at that time? 23Sergeant Robert Faust, Director Amil Α 24

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A 812

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| 1 | Calzaretta, and it would have been one of two deputy | |
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| 2 | superintendents because they had short tenures. One | |
| . 3 | would have been Deputy Superintendent Harold Thomas, | |
| 4 | T-H-O-M-A-S, and Deputy Superintendent Raleigh | |
| 5 | Mathis, M-A-T-H-I-S. | |
| 6 | Q Did you have discussions with each of these | |
| 7 | individuals about that? | |
| 8 | A At one time or other, yes. | |
| 9 | Q Okay. Did any of those did you have any | , |
| 10 | written documents from any of those gentlemen with | |
| 11 | respect to this issue? | |
| 12 | A No, I did not. | |
| 13 | Q How frequently would these pre-retirement | |
| 14 | seminars have been held? How many times a year, do | |
| 15 | you have any recollection? | |
| 16 | A I don't recall that. | |
| 17 | Q Was there any consistency with respect to | |
| 18 | scheduling them, that is, every three months, every | |
| 19 | six months, every | |
| 20 | A That, you'd have to get from the personnel | |
| 21 | division. | |
| 22 | Q I'm asking if you have a recollection, Mr. | |
| 23 | Kordeck. | |
| 24 | A No, I don't. | |
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| | 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 | <pre>calleled, and it would nove peen one of two deputy superintendents because they had short tenures. One would have been Deputy Superintendent Harold Thomas, T-H-O-M-A-S, and Deputy Superintendent Raleigh Mathis, M-A-T-H-I-S. Q Did you have discussions with each of these individuals about that? A At one time or other, yes. Q Okay. Did any of those did you have any written documents from any of those gentlemen with respect to this issue? A No, I did not. Q How frequently would these pre-retirement seminars have been held? How many times a year, do you have any recollection? A I don't recall that. Q Was there any consistency with respect to scheduling them, that is, every three months, every six months, every A That, you'd have to get from the personnel division. Q I'm asking if you have a recollection, Mr. Kordeck. A No, I don't.</pre> |

Batti Blair court reporters p.c.

A 813

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| 1 | Q Now, I believe you testified during your |
| 2 | deposition that you would tell the participants that |
| . 3 | their coverage would be the same. Is that a fair |
| . 4 | statement of what you would tell them? |
| 5 | MR. KRISLOV: Why don't you show him |
| 6 | 'where you're referring to in his deposition? |
| 7 | MR. BURNS: Q Do you have a recollection of what |
| 8 | you told participants in the pre-retirement seminar |
| 9 | as to the coverage? Not the charge for it but what |
| 10 | the but the coverage. |
| 11 | THE WITNESS: A You mean by the benefit coverage? |
| 12 | Q Yes. |
| 13 | A That's correct. |
| 14 | Q What's correct, sir. We I asked a question |
| 15 | and Mr. Krislov made comments and then I I asked |
| 16 | a another question. |
| 17 | Did you have conversations with them |
| 18 | about what they would what their coverage would |
| 19 | be? |
| 20 | A Your generally the statement was your |
| 21 | existing policy, coverage as is, stays as is. |
| 22 | Q Did you mention at any time that the |
| 23 | participants or other let me put it this way |
| 24 | that the prospective annuitants would move from an |
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1 active employee's plan to a retired employee's plan? 2 Α I knew that was -- that was the procedure, 3 although, I was not aware of what, if any, 4 difference in coverages there were between the 5 plans. 6 0 I'm not certain I understand that, Mr. Kordeck 7 and I'm not trying to be difficult. 8 You say you were not aware of any 9 differences. Was it your understanding that the 10 coverage was the same? 11 Α Yes. 12 Okay. Had you ever compared the plans --Q 13 Α No. 14 Q -- for coverage? 15 Had anybody ever told you that the coverage was the same? 16 I was told that by several individuals; yes. 17 А The same individuals who told you that there Q 18 would never be an increase? 19 Is that a fair statement? 20 That's fair. Α 21Now, did you or anybody else tell you to make Q 22 distinctions between non-Medicare covered annuitants 23 and Medicare covered annuitants? 24

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A 815

1 Α Only in the respect of the differences of age 2 and premium. 3 Well, will you tell us what you told the Q 4 participants with respect to Medicare, if there was 5 a general presentation. 6 Α The only area on Medicare was we were informed 7 to let them know that their Medicare coverage at the 8 time, they would have to do two things: Reach the 9 required age, and at the time, I believe, the 10 existing premium was 21 or \$22. 11 Q Did you tell them anything about the coverage 12that would be --13 А No. Q -- afforded them --14 Α No. 15 Q -- by the City plan, now we're talking about. 16 The annuitant health care plan for -- of 17 the City and for people who were on Medicare, what 18 their benefits would be from the City, if they were 19 covered by Medicare. 20 Other than -- as I stated, other than age Α 21 requirement and premium at the time. Medicare was 22not really discussed. 23 Q Well, I believe you testified that you -- that 24

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A 816

1 employees of the fire department would not attend 2 the police department pre-retirement seminars, as 3 far as you're aware, is that a fair statement? . 4 Α Yes, it is. 5 0 Did you have any communication with 6 representatives of the fire department or more -- or 7 the -- the Fireman's Annuity and Benefit Fund with 8 respect to health care coverage for retired city 9 employees? 10 No, I did not. Α 11 Q Did you have any discussions with 12 representatives of the City or the other pension funds with regard to that matter? 13 14 Α No. Q 15 Now, you -- you testified during your deposition, if I -- if I understood it correctly, 16 Mr. Kordeck, that you would tell prospective 17 retirees the time frame when members could switch 18 coverage from one company to another. Do you 19 remember saying that? 20 Α No ... 21Q I mean, I direct your attention to page 58 of 22your deposition. 23Α I believe it's -- I recall the statement but I 24

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1 believe it might have been in a different context $\mathbf{2}$ than what you just stated. 3 I said -- I know that the -- at the time 4 the active members were afforded an opportunity to õ switch from the various companies once each calendar 6 year in what they called a re-enrollment period. 7 Q No, I understand ... 8 А But I never -- I don't recall ever stating 9 that I told retirees that they could do that, the 10 active members could. If that differs here, I don't know. 11 12 That's why I asked you about it, sir. Q I mean, 13 if you can explain it ... MR. RODDY: 14 What page, 58? 15 MR. BURNS: 58 towards the top part there. 16 The questions were directed to 17 18 pre-retirement seminars. THE WITNESS: A But again, sir ... 19 Q I'm not saying -- I wasn't here. 20I know. Α 21 I don't know what the ... Q 22I know. What I'm saying is :.. Α 23Q I'm asking you now to explain it, if you can. 24

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1 The attendees at the pre-retirement seminar Α 2 were all active members of the Chicago Police 3 Department. They were not retirees. I think that's 4 where the distinction has to come in. 5 All right. Well, that's fine. 0 That's why I 6 asked you about it. 7 You're saying that when you told them 8 about switching coverage that you were talking about 9 switching coverage for active personnel only. 10 That's correct. Α All right. Now, do you recall a time when 11 Q retirees participated in different -- insurance 12company programs? 13 No, I don't. 14 Α Do you recall a time when the City took over 150 the health care coverage for annuitants and provided 16 the benefits directly -- do you recall that, a time 17 when the City took over? 18 I recall it but I wouldn't be able to tell you 19 Α when it was or what the provisions of it were. 20 Do you remember -- was it your understanding Q 21 that Blue Cross and Blue Shield and Banker's would 22 continue to administer claims for annuitants after 23the City took over the program? 24

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| 1 | A Until such time as a person was Medicare |
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| 2 | eligible. |
| 3 | Q What would happen when they became Medicare |
| 4 | eligible? |
| 5 | A Again, as I stated previously |
| 6 | Q No, as far as administration goes. I was |
| 7 | asking before about administration of the the |
| 8 | City benefits provided an annuitant health care |
| 9 | plan. I think we've established that, and I believe |
| 10 | you agreed at a certain point in time the City took |
| 11 | over the plan but that the administration of that |
| 12 | plan was through Blue Cross and Blue Shield, and I |
| 13 | understood you to say until such time as Medicare |
| 14 | took over. |
| 15 | So you explain if you are you |
| 16 | appear puzzled. I mean, I'm not |
| 17 | A I am puzzled because all I really knew or know |
| 18 | for a fact is that premiums, and probably coverage, |
| 19 | are different from members up to the time they reach |
| 20 | age 65. Then it would be after 65. |
| 21 | Q Well, 65 provided well, let me ask it to |
| 22 | you: Is age 65 alone sufficient for that |
| 23 | distinction or does one have to be also eligible for |
| 24 | Medicare |
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| 1 | A Both. | |
| 2 | Q and age 65? | |
| 3 | A Both. | |
| 4 | Q Both. Okay. And I understood you to say that | |
| 5 | administratively that the City had their plan | • |
| 6 | administered through Blue Cross and Blue Shield | |
| 7 | A And Banker's. | |
| 8 | Q and Banker's. | |
| 9 | And then I understood you to say until | |
| 10 | such time that Medicare took over, and I was just | |
| 11 | asking you to explain what you meant by that with | |
| 12 | regard to administration of the health care program. | |
| 13 | A Assuming the person had the necessary | |
| 14 | qualifications at age 65, all I know is, is that | |
| 15 | they were put in under Medicare coverage at a lesser | |
| 16 | premium. | |
| 17 | Q Who would administer the health care for those | |
| 18 | people? That's what I'm asking. | |
| 19 | A I don't know. | |
| 20 | MR. BURNS: Okay. I don't have anything | |
| 21 | further. | |
| 22 | MR. KRISLOV: My turn. | |
| 23 | - | |
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| 2 | EXAMINATION |
| . 3 | by Mr. Krislov: |
| 4 | Q Mr. Kordeck, I understood you to say in |
| 5 | response to Mr. Burns' questioning today that you |
| 6 | had a in addition to pre-retirement seminars, |
| | were there some programs that were given to regular |
| 7 | in-service people not facing near term retirement? |
| 8 | A Yes, there was. |
| 9 | Q And was that a regular |
| 10 | A Yes, it was. |
| 11 | Q program, as well? |
| 12 | And can you tell us roughly the period |
| 13 | that that that you you conducted those, I take |
| 14 | it, in the same way as the pre-retirement seminars? |
| 15 | A That's correct. |
| 16 | Q And the approximate period over which those |
| 17 | were done? |
| 18 | A Those were continuous from 1976 through 1985. |
| 19 | Q When you say continuous, I presume not every |
| 20 | hour, 24 hours a day but ballpark |
| 21 | A What it was |
| 22 | Q regularity. |
| 23 | A the police department had a program where |
| 24 | they brought in a class full of active police |
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1 officers, different class, once each week, for what 2 they call in-service training, and that was ongoing 3 and we had allotted one hour to address the 4 in-service retirees each week about benefits. 5 We also had the responsibility doing the 6 same thing: each and every time there was a new 7 class -- new classes of police recruits brought into 8 the training academy. 9 Q And you would tell the recruits at the 10 training academy about their benefits? 11 Α We would generally explain what their benefits 12 were. 13 Q Okay. Similar to the benefits that you were describing for the pre-retirement seminars. 14 Α 15 Most -- yes. 16 Q Somebody is going to ask it. If you can recall how your -- your explanation of those to 17 the -- recruits regarding the retirement benefits. 18 Would it differ -- strike that. 19 20 One of us, I'm sure, is going to ask you this so let me ask you. 21 Do you recall if your description of the 22retirement benefits differed when you were talking 23to new recruits, police active employees or 24

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1 employees at the pre-retirement seminars? 2 Α They would have had to differ. 3 In any particular respect? Q 4 Α In one -- in one area, obviously, recruits 5 themselves are on probation for one year and until 6 they satisfy that one year's probation, they -- they 7 are not eligible for the benefits of a police 8 officer who has passed probation. 9 With respect to health care coverage, 10 we were told to inform them that should they make a 11 career of the department, Chicago Police Department, 12 and leave with the minimum qualifications of years of service, coupled with age, that also their 13 membership and their eligibility for health care in 14 retirement would also apply. 15 Let me shift for a moment to the files you --16 Q you testified the last time that your files -- you 17 said you had, I believe, a couple of file cabinets 18 over at police headquarters? 19 Α Yes, sir. 20 Do you recall when the last time you saw those Q 21 files was? 22 Α It would have been as far back as 1986. 23 Q Okay. And you don't know -- do you know where 24

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A 824

| 1 | those files are now? |
|----|--|
| 2 | A No, I do not. |
| 3 | Q And the when you last saw them were they at |
| 4 | police headquarters |
| 5 | A Yes, sir, they were. |
| 6 | Q in your office? |
| 7 | Do you have a knowledge about the |
| 8 | police department's usual record retention policy, |
| 9 | or if there is one? |
| 10 | A There is one and it's very voluminous and |
| 11 | different different reports, different items have |
| 12 | different retention periods and I wouldn't be able |
| 13 | to tell you exactly what it is. |
| 14 | Q Would you have any knowledge of what the |
| 15 | applicability of that policy to those files would |
| 16 | be? |
| 17 | A Not for certain. |
| 18 | Q The you recall when you made the first |
| 19 | affidavit I believe in February of 1990, February |
| 20 | 7th. I forget which exhibit is but it's referred |
| 21 | to as City Exhibit 25. |
| 22 | Do you recall making the February 7, 1990 |
| 23 | affidavit? |
| 24 | A Yes, sir, I do. |
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Q And then you stated that in the fall we spoke again and you reviewed a draft or two of, or -- or a draft of an affidavit which you declined to pursue further, is that correct?

A That's correct.

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Q Between the time of the first affidavit and the second affidavit you have retired and then been rehired by the City's law department, is that right? A That's correct.

Q And prior to giving the -- after receiving the draft of the affidavit, the second affidavit, am I correct that you felt the need to discuss that with your supervisor?

14MS. COLSTON: Objection. Leading.15MR. BURNS: Q Did you discuss the second16affidavit with your supervisor?

THE WITNESS: A I did.

Q And what -- what was your supervisor's name?
A Director Lawrence Nitsche, N-I-T-S-C-H-E.
Q And it was after -- was it before or after
your discussion with him that you decided not to
give a second affidavit?

A I believe what I did is, I discussed it with him and told him I was not going to respond to the

> Batti Blair court reporters p.c.

1 second affidavit because I saw a few -- an issue or 2 a statement in there that wasn't factual. 3 There -- there were -- there was an 0 Okav. 4 inaccuracy? 5 Α An inaccuracy; correct. 6 Were you concerned -- weren't you concerned, 0 7 at least in part, as to whether giving a second 8 affidavit might adversely affect your employment 9 with the City? 10 MS. COLSTON: Objection. Leading. 11 MR. BURNS: I'll also object on grounds 12 of relevancy. 13 You can still answer. 14 THE WITNESS: A What Mr. Nitsche advised me is to, whatever I did do, from that point on, he said 15 to be very cautious, not to put my name or affix my 16 17 signature to something that wasn't exactly 100 18 percent correct so that I wouldn't perjure myself. MR. KRISLOV: Q You are -- let me move along. I 19 think we're right about done. 20 I have one other question. 21 As I listened to your testimony the 22 last time, you are not a member of the annuitant 23 24health care plan at all now, right?

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| 1 | A That's correct. |
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| 2 | Q Your health care comes from the City as an |
| . 3 | active employee. |
| 4 | A Yes, it does. |
| 5 | Q Okay, I don't think I have any further |
| 6 | questions. |
| 7 | MR. HEISS: I do. |
| 8 | EXAMINATION |
| 9 | by Mr. Heiss: |
| 10 | Q Mr. Kordeck, as a member of FOP's legislative |
| 11 | committee what were your duties with regard to the |
| 12 | health care legislation that became effective |
| 13 | January 1, 1983? |
| 14 | A We collectively, the committee, specifically |
| 15 | the chairman, was responsible for, obviously, trying |
| 16 | to obtain and keep a pulse on what was developing in |
| 17 | Springfield, reporting back to us and the |
| 18 | membership. |
| 19 | Q When you refer to the committee, you were a |
| 20 | member of that committee, is that right? |
| 21 | A Correct. |
| 22 | Q How many individuals were on the committee? |
| 23 | A I don't recall. Perhaps four, maybe five. |
| 24 | Q How long were you on the legislative |
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| 1 | committee? |
| 2 | A I'm still on it. So |
| . 3 | Q When did you when did you become a member |
| 4 | of the legislative committee? |
| 5 | A Oh, probably sometime in the late '70s to |
| 6 | early '80s. |
| 7 | Q What did you personally have to do with regard |
| 8 | to that piece of legislation that dealt with the |
| 9 | health care? |
| 10 | A What did I personally? Anything that |
| 11 | developed, which it did, we were responsible for |
| 12 | conveying this to the members within our own units |
| 13 | of assignment. |
| 14 | MR. RODDY: I think his question and |
| 15 | correct me if I'm wrong is what |
| 16 | personally did you do, I guess down in |
| 17 | Springfield, to see what could be passed. |
| 18 | . Is that more or less |
| 19 | MR. HEISS: I'll accept that one but I |
| 20 | have more to it, but he can answer that |
| 21 | one. I'm curious to know the answer to that |
| 22 | one. |
| 23 | THE WITNESS: A Only the only the chairman and |
| 24 | president would actually do the actual lobbying on |
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any legislation, but it was -- as I recall, that was a City bill, was it not? It wasn't an FOP bill. So there wouldn't have been any direct lobbying. It wasn't the union's bill.

Q I understand and I'm aware of that. But in -in answer to some of the questions that Mr. Burns asked you, you said that you were familiar with the rate of \$55 that was in that portion of the pension code that dealt with the police fund, is that correct?

A Yes, I was.

Q And since you were familiar with the legislation, I want to know what your knowledge was other than the fact that it was in there, because you indicated that you were on the legislative committee, is that correct?

A I was on the committee; yes.

18 Q Now, as a member of the committee, did you --19 did you -- what did you do with regard to that bill, 20 if anything?

A The -- responsibility for information on that bill rested with the chairman. I was only a committee member.

Q So, did you get information about that bill

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| 1 | from the chairman, that you can recall? |
|-----|---|
| 2 | A He gave us periodic meaning the members of |
| . 3 | the committee periodic updates as to what the |
| 4 | vote factor looked like. |
| 5 | Q About the time that this legislation was |
| 6 | pending 'in Springfield, how often did your committee |
| 7 | meet? |
| 8 | A We would discuss this at the monthly board |
| 9 | meetings, FOP board meetings. |
| 10 | Q In a separate meeting from the committee or |
| 11 | I'm sorry, from the board? |
| 12 | A Both. |
| 13 | Q Minutes taken of all of both of meetings, |
| 14 | the meeting of the legislative committee and the |
| 15 | board meeting? |
| 16 | A We only have minutes taking of the board |
| 17 | meeting. |
| 18 | Q Did you was there any information that you |
| 19 | learned with regard to that particular facet dealing |
| 20 | with the health care would have been different than |
| 21 | you learned from your knowledge of what you were |
| 22 | telling people at the retirement seminars? |
| 23 | A No. |
| 24 | Q Prior to the passage of the bill did the |
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1 committee as a body ever review that piece of 2 legislation that dealt with health care? 3 Α The chairman had a draft of the bill. We all 4 observed the draft of the bill, but as far as --5 what the bill was and what happened, we didn't do 6 anything until -- other than he lobbied -- until 7 such time as it was officially enacted. 8 0 But it's -- then -- it's your understanding 9 that you reviewed the bill before it was passed, is 10 that correct? Α A draft of it. 11 12 A draft of the bill. Is it your understanding Q that the draft of the bill that your committee 13 reviewed was the piece of legislation that was 14 finally signed into -- signed in by the governor? 15 Α As we were informed, it was -- I believe the 16 chairman indicated that that was merely language, 17 suggestive language, and that ultimately it would be 18 incorporated in a so-called shell bill. 19 0 I'm not talking about any other facets about 20 overall legislation that was submitted to the 21 General Assembly in on our discussion now other than 22 that little provision that dealt with the health 23 care. 24

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| <u> </u> | | 1 | You understand that, isn't that correct? | |
| | | 2 | A Yes. | |
| | | 3 | Q And with regard to the draft that your | |
| | · | 4 | committee reviewed, was there any changes in that | • |
| · | | 5 | | |
| i | | 6 | draft, to your knowledge, prior to the time that the | |
| 1 | | 7 | legislation was passed and signed in the law by the | • |
| , .¥ } | | 8 | governor? | |
| | | 9 | A I wouldn't know. | |
| | | - | Q But to your knowledge, you don't know of any | |
| LED | | 10 | changes. | |
| 7 FILE 50- 490- | | 11 | A I don't. | |
| 54:07 54:07 H-174: 86 of 1 | | 12 | Q And in your review of the draft, would it be | |
| 20NIC 3/2016 13-CI | | 13 | fair fair to say that you read the draft? | 9 7-1 |
| 1/1 1/1 PA | | 14 | A It was as I recall, it was a synopsis. Who | |
| EL | | 15 | prepared the synopsis, I don't know. | |
| | | 16 | Q So, is it your best recollection that you did | |
| ~ | | 17 | not review the draft of the bill before it was | |
| | , | 18 | passed by the General Assembly? | |
| · | Ň | 19 | A We looked at a synopsis. | |
| .: • | | 20 | Q So the answer to my question is, you did not | |
| : | | 21 | review the draft of the legislation other than | |
| ·. · | | 22 | looking at a synopsis. | |
| · . | | 23 | A Personally; correct. | |
| | | 24 | Q After it was passed did you ever review the | |
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| . 10 | 1 | actual statute that was passed by the General |
| | 2 | Assembly relating to health care that provided a \$55 |
| 1 | . 3 | payment for with regard to police officers? |
| • | 4 | A Yes, sir. |
| | 5 | MR. HEISS: I have no further questions. |
| £ | 6 | MR. RODDY: Signature is waived. |
| | 7 | MR. BURNS: Do you have any questions? |
| | 8 | MS. COLSTON: I think I do have a couple |
| | 9 | of questions just clarifying questions. |
| | 10 | MR. RODDY: Because I don't want you to |
| LED | 11 | be repetitive because the City had him here for two |
| LY FI 77 PM 7450 f 149 | 12 | hours the last time we were here. |
| NICAL 016 4:0 -CH-1' 137 o | 13 | EXAMINATION |
| ELECTRON 1/13/20 2013-0 PAGE | 14 | by Ms. Colston: |
| ELEC | 15 | MS. COLSTON: Mr. Kordeck, if I understand your |
| | 16 | testimony in answering questions that Mr. Burns |
| | 17 | posed, the seminars began somewhere around 1979, |
| | 18 | correct? |
| | 19 | A That, again, ma'am, I don't know the exact |
| | 20 | date. |
| : | 21 | Q But before 1982, sometime before 1982? |
| | 22 | A Again, I don't know the exact date. |
| | 23 | Q I'm not asking you for the exact date. What I |
| | 24 | am asking you is, the seminars did begin the |
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1 pre-retirement seminars, sometime before 1982. 2 MR. KRISLOV: He can answer it, but it's 3 been asked -- I'm not his lawyer. 4 THE WITNESS: A I said if that time frame, you're 5 going to have to get that from the police personnel 6 division. They administer the program, I don't 7 know. 8 MS. COLSTON: Q So you don't know if any seminars 9 began prior to 1982? 10 I don't remember the time frame. Α 11 Q If I understood your testimony today in 12 response to Mr. Burns' questioning, I believe you 13 stated that there were some seminars, pre-retirement seminars that started before 1982 that you were 14 15 involved in. 16 I believe that's the case. Δ 17 Q Okay. All right. And if I remember 18 correctly, you also stated that you told the attendees that whatever the rate was at that time, 19 that that was the rate that they would have until 20 they died, basically, for health care coverage. 21 That's generally correct. 22 Α Q Now, in 1982, the rates were increased for all 23 of the annuitants, weren't they? 24

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1 MR. KRISLOV: She's -- you're asking if 2 he knows and this has been asked and 3 answered, a few times. . ~ 4 THE WITNESS: A I don't know. I don't recall at 5 all. I don't know. I don't recall what the exact 6 time of 'the year it was that they were changed. 7 MS. COLSTON: Q What I am asking you is, when the 8 increase went into effect it was for all the 9 annuitants. 10 Objection. MR. KRISLOV: It presumes an increase took place in that year and there 11 12 is nothing in the record to indicate that 13 the increase took place that year. He's 14 already also testified that he doesn't recall. I'm not his lawyer. 15 16 MS. COLSTON: Q What I'm asking you, Mr. Kordeck, is, as a result of the legislation, there was an 17 increase in the annuitant's rate for health care 18 coverage, right? 19 MR. BURNS: Objection. 20 MR. KRISLOV: Objection again. 21 MR. BURNS: I object to the form of that 22 question. 23 MR. RODDY: I don't think that is what he 24

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1 He said when he gives the seminars it said. 2 was his position that whenever the annuitant 3 retired, whatever that rate was, that that 4 would stick with that annuitant for the rest 5 of his life, and that is why I have to 6 'object to your question because you're 7 saying that he said that even prior 8 annuitants that had retired prior to the 9 legislation would be affected and I don't 10 think that's what he said. 11 You can answer. 12 THE WITNESS: A That's correct. I believe I 13 explained that, or I tried to earlier. 14 MS. COLSTON: I don't have any more 15 questions. 16 MR. BURNS: I have one question, then. FURTHER EXAMINATION 17 18 by Mr. Burns: Q Was it your understanding, then, Mr. Kordeck, 19 that after the legislation was passed that the 20 premium rates that had been in effect for people 21 prior to 1982, that those rates continued in effect 22 and that the pension funds paid only the amount of 23 24 the money charged by -- by the City at the time the

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| 1 | people retired? |
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| 2 | Do you understand that? |
| 3 | MR. KRISLOV: I hope he did. I didn't. |
| . 4 | MR. BURNS: We don't expect that, Clint. |
| 5 | MR. RODDY: I don't understand it but I'm |
| 6 | 'not in the case. |
| 7 | MR. BURNS: Q I believe you testified, Mr. |
| 8 | Kordeck, that you do not recall whether there were |
| 9 | premium increases between 1979 and 1983. There |
| 10 | might have been, though. |
| 11 | THE WITNESS: A Might have been. |
| 12 | Q You have no knowledge of that. |
| 13 | A I have no knowledge. |
| 14 | Q Do you have any knowledge, then, as to whether |
| 15 | or not the statute affected the charge charge by |
| 16 | the City for those who retired prior to 1983? |
| 17 | A Our understanding was that the statute that |
| 18 | was passed was to include those people from that |
| 19 | day, effective day, forward. |
| 20 | Q I'm talking about those before, Mr. Kordeck. |
| 21 | A We already had told them, sir, that prior to |
| 22 | the statute, that whatever the rates were, was their |
| 23 | benefit of employment. |
| 24 | Q All right, and I'm asking you whether your |
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understanding that the statute which provided for the City to pay up to \$55, that in fact the City was paying less than \$55 for some people if those people had been told at the time of their retirement that their premium charge would be -- whatever the amount was, but something less than \$55.

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MR. RODDY: I think he answered that he thought the statute was prospective, that it applied only to those people who would retire after the date of the statute, is that correct?

12 THE WITNESS: That's correct. 13 MR. BURNS: Q Is it your understanding, sir, 14 that those who retired prior to 1983 did not benefit 15 from that statute?

16 THE WITNESS: A Only that -- we were instructed .17 only in that those ...

Q I'm -- excuse me, I am asking your understanding, not your instructions. Let's first get your understanding.

MR. RODDY: They could be similar. MR. BURNS: Q They could be the same, absolutely, but I'm saying -- I'm asking your understanding based upon the colloquy --



| (*). 11 *** | 1 | MR. RODDY: Okay. |
|---|----|--|
| | 2 | |
| | 3 | MR. BURNS: Q based upon the colloquy we just |
| | 4 | had, about it being prospective only. |
| , , , | 5 | Was it your understanding that pre-1983 |
| | 6 | retirees did not benefit from the statute? |
| | 7 | THE WITNESS: A We were told that they did. |
| : | | Q Well, can you explain to me, sir, how, if they |
| | 8 | were benefiting from the statute, how then it could |
| A | 9 | be prospective only with respect to the rates? |
| | 10 | I mean, obviously the payments did not go |
| K FILED PM 50 49 | 11 | retroactive to the date of their retirement and the |
| ALL) 54:07 H-174: 13 of 1 | 12 | pension funds would begin paying as of the date set |
| ELEČTRONICA 1/13/2016 2 2013-CH PAGE 143 | 13 | by the statute, but I'm talking now about the rates. |
| ,EČTF 1/1: PA | 14 | Was it your understanding that those |
| E | 15 | people, if let's take the let me give you a |
| | 16 | hypothetical. Let me give you a |
| • • • • • | 17 | MR. KRISLOV: Have we got a question |
| | 18 | started yet? |
| | 19 | MR. BURNS: Q Let me give you a hypothetical. |
| | 20 | Take a pre-65, non-Medicare annuitant, |
| | 21 | who retired in 1981. If that person's premium |
| | 22 | charge for his own coverage was \$40 a month, what |
| | 23 | effect, if any, did you think that the statute would |
| | 24 | have upon that \$40 charge? |
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| 11 | . 1 | THE WITNESS: A None. |
| | 2 | Q That the individual would continue paying the |
| | • 3 | \$40? |
| | 4 | A Correct. |
| | 5 | Q And that the statute the \$55 took effect |
| | 6 | only for those who retired on or after the effective |
| : | 7 | date of the statute? |
| | . 8 | A Yes, sir. |
| | 9 | Q All right. Do you recall ever seeing that in |
| 0 | 10 | any communication from your supervisors? |
| | 11 | A Recall seeing what, sir? |
| ALLY 4:07 P -1745(| 12 | MR. RODDY: Your last answer. |
| DNIC/ 2016 13-CH | 13 | MR. BURNS: Q The fact that it would be |
| ÉCTR 1/13 201 PAC | 14 | prospective only and not retroactive. |
| EL | 15 | THE WITNESS: A It was in a communication. |
| | 16 | Q And in writing rather than oral? |
| | 17 | A It was in writing. |
| | 18 | MR. BURNS: Okay. |
| • • | 19 | MR. KRISLOV: Is that it for you? |
| | 20 | MR. BURNS: I have no further questions. |
| | 21 | FURTHER EXAMINATION |
| | 22 | by Mr. Krislov: |
| . · | . 23 | Q Mr. Kordeck, if we were able to find your |
| | 24 | files back at police headquarters, might we be able |
| n an | | |
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1 to get -- if there were any inaccuracies, might we 2 be able to get more information from those, if we 3 could find them, or firm up the information which 4 you have, or fill in any gaps in your recall? Would 5 it help? 6 Α It certainly wouldn't hinder. I'd just have 7 to question what may be available, however, because 8 of drastic changes that have been made since I left 9 in 1985. 10 Q When you say drastic changes, what do you 11 mean? 12 A Well, the section was -- moved from one floor 13 to another, and it's -- its command personnel were detached and the amount of individuals that have 14 been brought in and have subsequently transferred 15 out since my departure, I couldn't begin to tell you 16 what, if anything, was kept, if these folks would 17 know where it was at or what to look under, what 18 their filing systems are. 19 20 Q I understand that. I'm not asking you about I'm just saying that if -- if there are any that. 21 gaps in your recall, which admittedly we all have, 22 if we could find those records, if you believe that 23 those would help us to close the gaps? 24

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A 842

1 Objection on speculation. MR. BURNS: 2 THE WITNESS: A Yes, definitely. 3 MR. KRISLOV: Q We have asked the City, Mr. 4 Fullerton, rather, and Ms. Colston for those, and 5 Mr. Kordeck, while I don't relish the thought of 6 calling you back, Ms. Colston, would you make 7 another effort to see if those files can be found? 8 They are certainly responsive to our discovery 9 that's out to the City. We have not received those. 10 Mr. Fullerton had indicated that there 11 are no such files in the possession of the City at 12 this point, so will you make another effort to 13 determine if they can be located? 14 MS. COLSTON: We have been doing 15 everything we can and the people at the police department say that those files don't exist. . 16 17 FURTHER EXAMINATION by Ms. Colston: 18 Q Mr. Kordeck, are these your personal files 19 that you had at the time you were working? 20 Α No, ma'am, they were unit files, section files. 21 Q For what units? 22 Special activities section. A 23 And is that -- is that a unit that is still at 0 24

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| 12 | 1 | the police department? | |
| ne det | 2 | A Yes, it is, ma'am. | |
| | . 3 | Q And that's at 1121 South State? | |
| • | 4 | A Yes, ma'am. | • |
| | 5 | MR. KRISLOV: Subject to his being | |
| 1 | . 6 | recalled with the files, we're done. Are you done? | |
| | 7 | MS. COLSTON: Yes. | |
| | 8 | | |
| | 9 | | |
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| of 1450 | 12 | • | |
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1 STATE OF ILLINOIS SS: 2 COUNTY OF C O O K 3 The within and foregoing deposition of 4 the witness, HERBERT KORDECK, was taken before 5 PATRICIA A. BLAIR, C.S.R., Notary Public, at Suite 6 2600, 333 West Wacker Drive, in the City of Chicago, 7 Cook County, Illinois, commencing at 11:30 o'clock 8 p.m. on December 16, 1991. 9 There were present during the taking of 10 this deposition the following counsel: 11 MR. CLINT KRISLOV, representing The Plaintiffs, 12 MS. CHERYL COLSTON and 13 MR. STANLEY BERMAN, representing Certain Defendant; 14 MR. FREDERICK HEISS, representing 15 Certain Defendant: 16 MS. AVA BORRASSO, representing Certain Defendant; 17 MR. JOSEPH RODDY, representing Certain Defendant; 18 MR. MARTIN J. BURNS, representing 19 Certain Defendant. 20 The said witness was first duly sworn and 21 was then examined upon oral interrogatories; the 22 questions and answers were taken down in shorthand 23 by the undersigned, acting as stenographer and 24

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1 Notary Public; and the within and foregoing is a 12 2 true, accurate and complete record of all the 3 questions asked of and answers made by the 4 aforementioned witness at the time and place 5 hereinabove referred to. 6 The signature of the witness was waived 7 by agreement of counsel. 8 The undersigned is not interested in the 9 within case, nor of kin of counsel to any of the 10 parties. ELECTRONICALLY FILED 1/13/2016 4:07 PM 2013-CH-17450 PAGE 149 of 149 11 Witness my official signature and seal as 12 Notary Public in and for Cook County, Illinois, on 26th. ecconbirz 13 this of day A.D.. 1991. 14 15 16 PATRICIA A. BLAIR, C.S.R. 17 Notary Public 105 West Madison Street 18 Suite 1802 Chicago, Illinois 60602 312-782-8376 19 License No. 837 20 21 "OFFICIAL SEAL" PATRICIA A. BLAIR 22 NOTARY PUBLIC, STATE OF ILLINOIS MY. COMMISSICH EXPIRES 7-18-93 23 24 60 Zatti Dlair court reporters p.c. A 846

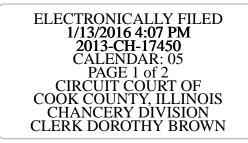


EXHIBIT 19A

STATE OF ILLINOIS

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COUNTY OF COOK

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AFFIDAVIT OF HERBERT C. KORDECK

Herbert C. Kordeck being first duly sworn deposes and states the following:

1. My name is Herbert C. Kordeck. I reside at 10510 South Millard, Chicago, Illinois 60655.

2. I understand that this affidavit is being given in connection with litigation over annuitant healthcare coverage in the lawsuit entitled <u>City v. Korshak</u>, 87 CH 0134 and Ill. App. 1-89-3451, or <u>Retired Police v. City of Chicago</u>, U.S. Dist. Ct. N.D., Ill.Ed. No. 90 C 407.

3. In the course of my work for the Chicago Police Department I was assigned to the Special Activities Section of the Public and Internal Information Division ("PIID"), during the periods May 1965 through June 1972 and October 1976 through April of 1986.

4. In the course of my assignment to that division, one of my primary responsibilities was to speak for the Police Department at pre-retirement seminar programs regularly given to employees who were nearing an age at which they could elect retirement or early retirement. I personally conducted or spoke at over 30 such programs over the period ending with my reassignment in April 1986.

5. Based upon the directions I was given, and routinely heard and discussed with other officers having similar, responsibility, I confirm that we routinely told prospective retirees after 1982 that their healthcare premium was paid by the Policemen's Annuity and Benefit Fund as one of the permanent benefits of their service to the City of Chicago, (i.e., that their own post-retirement healthcare coverage would be a lifetime benefit) and that they would have to pay only for spousal and dependent coverage, at the monthly rate of \$21.00 for Medicarequalified individuals, \$55.00 for non-Medicare, \$150.00 for family (dependent) coverage. The individuals were told that this was their permanent package. There was never any suggestion that these rates might fluctuate in the future.

Further affiant sayeth not.

Dated: February 7, 1990

Herbert C. Kodeck

SUBSCRIBED AND SWORN TO before me this <u>1</u> day of February, 1990./

"OFFICIAL SEAL" Debra L. Dalloz Notary Public, State of Illinois My Commission Expires 4/21/93