

**CITY OF ANN ARBOR RETIREE HEALTH CARE BENEFIT PLAN & TRUST
BOARD OF TRUSTEES
Minutes for the Regular Board Meeting
June 18, 2009**

B-1

The meeting was called to order by Nancy Sylvester, Chairperson, at 10:14 a.m.

ROLL CALL

Members Present: Flack, Fraser, Heatley, Hescheles, Kahan, Kaur, Nerdrum, Sylvester
Members Absent: Crawford
Staff Present: Kluczynski, Powell
Others: Michael VanOverbeke, Legal Counsel
David Diephius, City Resident
Jeanna M. Cullins, Ennis Knupp
Saba Hashmi, Ennis Knupp
Sam Gallo, Ennis Knupp

AUDIENCE COMMENTS - None

A. APPROVAL OF AGENDA

It was **moved** by Nerdrum and **seconded** by Kaur to approve the revised agenda.

Approved

B. APPROVAL OF MINUTES

B-1 May 21, 2009 Regular Retiree Health Care Benefit Plan & Trust Board Meeting

It was **moved** by Flack and **seconded** by Kahan to approve the May 21, 2009 Board meeting minutes as submitted.

Approved

C. CONSENT AGENDA

C-1 Authorization for Payment of Invoices (\$ 1,697.46)

WHEREAS, the Board of Trustees is vested with the general administration, management and responsibility for the proper operation of the Trust; and

WHEREAS, Section 1:746(1) of Chapter 21 of the Code of the City of Ann Arbor provides that the Trustees may use a portion of the income of the system for payment for reasonable and necessary professional services costs and expenses related to assisting the Trustees and Trust Administrator in the operation of the Trust; and

WHEREAS, the Board of Trustees is required to act with the same care skill, prudence and diligence under the circumstances then prevailing that a prudent person acting in a similar capacity and familiar with those matters would use in the conduct of a similar enterprise with similar aims; therefore be it

RESOLVED, that the Board of Trustees' custodial bank, The Northern Trust Company, is authorized and directed to provide payment to the following vendors and providers of service in the amount as indicated upon receipt by the Board of appropriate invoices or as required by lease agreements, subject to (a) review and approval of said invoices and lease agreements by appropriate Board representatives and (b) payment authorization signed by Nancy Sylvester/Chairperson, Chris Heatley/Vice-Chairperson, or Jeffrey Kahan/Secretary, and Willie J.

Powell, Executive Director.

	<u>PAYEE</u>	<u>AMOUNT</u>	<u>DESCRIPTION</u>
1.	Gray & Company	1,197.46	Investment Consultant Retainer – May 2009
2.	Abraham & Gaffney, P.C.	500.00	Prelim. fieldwork for the year ended June 30, 2009
	<u>TOTAL</u>	1,697.46	

It was **moved** by Heatley and **seconded** by Fraser to approve the consent agenda as revised.
Approved

D. **ACTION ITEMS - None**

E. **DISCUSSION ITEMS – None**

F. **REPORTS**

F-1 **Investment Policy Committee Report – No Report**

F-2 **Preliminary Investment Reports for the Month Ended May 31, 2009**

N. Gail Jarskey, Accountant, submitted the Financial Report for the month ended May 31, 2009, to the Board of Trustees:

5/31/2009 Asset Value (Preliminary)	\$52,252,987
4/30/2009 Asset Value (Audited by Northern)	\$50,579,684
Calendar YTD Increase/Decrease in Assets (excludes non-investment receipts and disbursements)	\$ 1,722,893
Percent Gain <Loss>	3.5%
May 20, 2009 Asset Value	\$ 52,101,558

F-3 **Legal Report - None**

G. **TRUSTEE COMMENTS**

Ms. Sylvester stated that she appreciates Mr. Heatley's time on the VEBA Board.

Mr. Hescheles stated that he has been on the Board for a short period of time, and has enjoyed Mr. Heatley's work and his help, and agrees with everything said at the Retirement Board, adding that Mr. Heatley is passionate about what he does, is fun to be around, does a great job, and he wishes him a lot of luck in his next career.

H. **FUTURE AGENDA ITEMS - None**

I. **INFORMATION**

J. **ADJOURNMENT**

It was **moved** by Heatley and **seconded** by Kahan to adjourn the meeting at 10:18 a.m.
Meeting adjourned at 10:18 a.m.

Willie J. Powell, Executive Director
City of Ann Arbor Employees' Retirement System