

**CITY OF ANN ARBOR RETIREE HEALTH CARE BENEFIT PLAN & TRUST  
BOARD OF TRUSTEES  
Minutes for the Regular Board Meeting  
October 18, 2012**

The meeting was called to order by Jeremy Flack, Chairperson, at 10:28 a.m.

**ROLL CALL**

Members Present: Clark, Crawford, Flack, Hastie, Heusel, Monroe, Nerdrum, Powers  
Members Absent: Rogers  
Staff Present: Kluczynski, Walker  
Others: Michael VanOverbeke, Legal Counsel

**AUDIENCE COMMENTS - None**

**A. APPROVAL OF AGENDA**

It was **moved** by Heusel and **seconded** by Crawford to approve the agenda as submitted.  
**Approved**

**B. APPROVAL OF MINUTES**

**B-1 September 20, 2012 Regular Retiree Health Care Benefit Plan & Trust Board Meeting**

It was **moved** by Crawford and **seconded** by Heusel to approve the September 20, 2012 Board meeting minutes as submitted.  
**Approved**

**C. CONSENT AGENDA - None**

**D. ACTION ITEMS - None**

**E. DISCUSSION ITEMS**

**E-1 IRS Recognition of Exempt Status**

Ms. Walker stated that as discussed in prior meetings, the System applied for a reinstatement with the IRS and has received the qualified plan determination letter. Mr. VanOverbeke stated that the letter does indicate that a 990 form still needs to be filed, and he has prepared a letter to be sent back to the IRS explaining that the VEBA is exempt being that it is a government entity.

**EXECUTIVE SESSION – Executive Director – Compensation Issue**

It was **moved** by Heusel and **seconded** by Crawford to convene an Executive Session for the purpose of discussing an evaluation and personnel matter, noting that the individual involved has requested that the discussion be convened under closed session.  
**Approved**

*Roll call vote:*

Clark – Yes	Hastie – Yes	Nerdrum - Yes
Crawford - Yes	Heusel – Yes	Powers - Rogers
Flack – Yes	Monroe - Yes	Rogers - absent

Executive session time: 10:32 a.m. – 11:52 a.m.

**F. REPORTS**

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

**F-2 Preliminary Investment Reports for the Month Ended September 30, 2012**

N. Gail Jarskey, Accountant, submitted the Financial Report for the month ended September 30, 2012, to the Board of Trustees:

9/30/2012 Asset Value (Preliminary)	\$93,687,824
8/31/2012 Asset Value (Audited by Northern)	\$92,045,442
Calendar YTD Increase/Decrease in Assets (excludes non-investment receipts and disbursements)	\$8,447,864
Percent Gain <Loss>	10.1%
<b>October 17, 2012 Asset Value</b>	<b>\$94,418,285</b>

**F-3 Legal Report – No Report**

**G. TRUSTEE COMMENTS - None**

**H. FUTURE AGENDA ITEMS**

**I. INFORMATION**

**I-1 Record of Paid Invoices**

The following invoices have been paid since the last Board meeting:

	<b>PAYEE</b>	<b>AMOUNT</b>	<b>DESCRIPTION</b>
1	<b>Meketa Investment Group</b>	2,916.67	Investment Consultant Retainer – September 2012
	<b>TOTAL</b>	<b>2,916.67</b>	

**J. ADJOURNMENT**

It was **moved** by Nerdrum and **seconded** by Crawford to adjourn the meeting at 11:54 a.m.  
**Meeting adjourned at 11:54 a.m.**



**Nancy R. Walker, Executive Director  
City of Ann Arbor Employees' Retirement System**