

**CITY OF ANN ARBOR RETIREE HEALTH CARE BENEFIT PLAN & TRUST
BOARD OF TRUSTEES
Minutes for the Regular Board Meeting
September 20, 2012**

The meeting was called to order by Jeremy Flack, Chairperson, at 11:08 a.m.

ROLL CALL

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

AUDIENCE COMMENTS - None

A. APPROVAL OF REVISED AGENDA

A revision to the agenda includes the following discussion item:

- E-1 Eligibility of Surviving Spouse for Retiree Healthcare Coverage When Retiree Had Waived Coverage at Retirement

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

Approved

B. APPROVAL OF MINUTES

B-1 August 16, 2012 Regular Retiree Health Care Benefit Plan & Trust Board Meeting

It was **moved** by Heusel and **seconded** by Clark to approve the August 16, 2012 Board meeting minutes as submitted.

Approved

C. CONSENT AGENDA - None

D. ACTION ITEMS - None

E. DISCUSSION ITEMS

E-1 Eligibility of Surviving Spouse for Retiree Healthcare Coverage When Retiree Had Waived Coverage at Retirement

Mr. VanOverbeke stated that this item has been placed on the agenda in order for Staff to receive clarification regarding a deceased retiree who, at the time of retirement was eligible for retiree healthcare, but had waived participation in order to receive healthcare with another employer. The retiree could have come back at any point in time if he didn't have other healthcare per the Plan provisions, and had he lived to draw that healthcare and passed away, because he elected an Option 2 benefit at the time of retirement, his surviving spouse would be eligible to receive the System's retiree healthcare benefits.

Mr. VanOverbeke stated that the question has been raised by the deceased retiree's spouse who is looking to retire and wants to know if she can participate in his healthcare at this point in time, and the answer to that is yes, that there is no provision in the Plan that penalizes someone for taking

the healthcare of the other employer. Had the retiree elected the straight-life option, she would not be eligible for the healthcare because an employee must elect an option form of benefit to be eligible. Mr. VanOverbeke stated that Human Resources may want to create a form which indicates the retiree's healthcare decision at the time of retirement. Ms. Walker stated that she would make that suggestion to HR.

F. REPORTS

F-1 Investment Policy Committee Minutes – No Report

F-2 Preliminary Investment Reports for the Month Ended August 31, 2012

N. Gail Jarskey, Accountant, submitted the Financial Report for the month ended August 31, 2012, to the Board of Trustees:

8/31/2012 Asset Value (Preliminary)	\$91,971,020
7/31/2012 Asset Value (Audited by Northern)	\$90,954,861
Calendar YTD Increase/Decrease in Assets (excludes non-investment receipts and disbursements)	\$6,717,074
Percent Gain <Loss>	8.1%
September 19, 2012 Asset Value	\$ 93,880,990

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:

	PAYEE	AMOUNT	DESCRIPTION
1	Meketa Investment Group	2,916.67	Investment Consultant Retainer – August 2012
	TOTAL	2,916.67	

J. ADJOURNMENT

It was **moved** by Monroe and **seconded** by Heusel o adjourn the meeting at 11:14 a.m.
Meeting adjourned at 11:14 a.m.



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