

CITY OF ANN ARBOR RETIREE HEALTH CARE BENEFIT PLAN & TRUST
BOARD OF TRUSTEES

Minutes for the Regular Board Meeting
June 21, 2018

B

The meeting was called to order by Dave Monroe, Board Secretary, at 11:03 a.m.

ROLL CALL

Members Present: Clark, Crawford, DiGiovanni, Monroe, Schreier
Members Absent: Flack, Hastie, Lynch, Nerdrum
Staff Present: Gustafson, Hammond, Hollabaugh, Orcutt
Others: Michael VanOverbeke, Legal Counsel
David Diephuis, City Resident
Doug Smith, City Resident

AUDIENCE COMMENTS - None

A. APPROVAL OF AGENDA

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

B. APPROVAL OF MINUTES

B-1 May 17, 2018 Regular Board Meeting

It was **moved** by DiGiovanni and **seconded** by Schreier to approve the May 17, 2018 Board Meeting minutes as submitted.
Approved

C. CONSENT AGENDA – None

D. ACTION ITEMS – None

E. DISCUSSION ITEMS – None

F. REPORTS

F-1 Investment Policy Committee Minutes – June 5, 2018

Following are the Investment Policy Committee minutes from the meeting convened at 3:09 p.m. on June 5, 2018:

Member(s) Present: Clark, Crawford (4:30pm depart), DiGiovanni (4:35pm depart), Flack, Hastie, Monroe
Member(s) Absent: None
Other Trustees Present: None
Staff Present: Gustafson, Hammond (3:30 pm arrival), Hollabaugh, Orcutt
Others Present: Henry Jaung, Meketa Investment Group
David Diephuis, City Resident

VEBA INTERIM UPDATE AS OF APRIL 30, 2018

As of April 30, 2018, the balance of the Fund was \$167,007,675. Mr. Jaung also reviewed the PA 314 Compliance, stating that everything is currently in compliance.

Mr. Jaung also noted that Southern Sun was underperforming and would like the Committee to consider relocating the funds once Southern Sun's performance has improved.

ADJOURNMENT

Meeting adjourned at 4:56 p.m.

F-2 Preliminary Investment Reports for the Month Ended May 31, 2018

Corbin Hammond, Accountant, submitted the Financial Report for the month ended May 31, 2018, to the Board of Trustees:

5/31/2018 Asset Value (Preliminary)	\$168,758,066
4/30/2018 Asset Value (Audited by Northern)	\$167,381,692
Calendar YTD Increase/Decrease in Assets (excludes non-investment receipts and disbursements)	\$1,375,835
Percent Gain <Loss>	0.82%
June 20, 2018 Asset Value	\$168,672,596

F-3 Legal Report

Mr. VanOverbeke provided a memo updating the Board regarding Medicare Part B Requirement in regards to the City of Ann Arbor Retiree, Mr. Wesolowski's, question mentioned at the April 19, 2018 Board Meeting.

It was **moved** by DiGiovanni and **seconded** by Crawford to receive and file the memorandum from legal counsel dated June 20, 2018 regarding Medicare Part B requirement and direct a copy of the memo to Joe Wesolowski.

G. TRUSTEE COMMENTS / SUGGESTIONS - None

H. FUTURE AGENDA ITEMS - None

I. INFORMATION (Received & Filed)

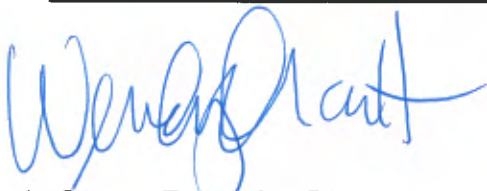
I-1 Record of Paid Invoices

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

	<u>PAYEE</u>	<u>AMOUNT</u>	<u>DESCRIPTION</u>
1	Income Research Management	\$1,318.65	Investment Management Fee period ended 3/31/18
2	Conduent HR Consulting	\$4,792.82	3rd & 4th Quarter Installment for Actuarial Services including 6/30/17 Valuation
3	The Northern Trust Company	\$1,420.00	Reissue 9/29/17 payment for Emerging Market Fund
4	Meketa Investment Group	\$3,750.00	Investment Management Fee May 2018
	Total	\$11,281.47	

J. ADJOURNMENT

It was **moved** by Crawford and **seconded** by Schreier to adjourn the meeting at 11:07 a.m.
Meeting adjourned at 11:07 a.m.



**Wendy Orcutt, Executive Director
City of Ann Arbor Employees' Retirement System**