

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

Minutes for the Regular Board Meeting
June 17, 2021

B

The meeting was called to order by Board Chairperson, Jeremy Flack, at 10:18 a.m.

ROLL CALL

Members Present: DiGiovanni(*Via TX, Ann Arbor, MI*), Flack(*Via TX, Wood County, OH*), Hastie(*Via TX, Ann Arbor, MI*), Lynch(*Via TX, Dexter, MI*), Monroe(*Via TX, Ann Arbor, MI*), Peariso(*Via TX, Ann Arbor, MI*), Praschan(*Via TX, Saline, MI*), Schreier(*Via TX, Ann Arbor, MI*)
Members Absent: Nerdruem
Staff Present: Buffone(*Via TX*), Gustafson(*Via TX*), Hollabaugh(*Via TX*), Orcutt(*Via TX*)
Others: Michael VanOverbeke(*Via TX*), Legal Counsel

AUDIENCE COMMENTS

A. APPROVAL OF AGENDA

It was **moved** by Monroe and **seconded** by Schreier to approve the agenda as submitted.
Approved

B. APPROVAL OF MINUTES

B-1 May 20, 2021 Regular Board Meeting

It was **moved** by Schreier and **seconded** by DiGiovanni to approve the May 20, 2021 Board Meeting minutes as submitted.
Approved

C. CONSENT AGENDA - None

D. ACTION ITEMS - None

E. DISCUSSION ITEMS

E-1 Assumed Rate of Return Discussion (6.90% - 6.80%)

Ms. Orcutt informed the Board of the selection of actuarial assumptions and parameters noting the resolution made last fiscal year to lower the assumed rate of return from 7.0% to 6.5% over a 5-year period and that the Board will annually review the reduction. Meketa agreed that lowering the assumed rate of return to 6.80% is prudent and in the best interest of the System.

It was **moved** by Hastie and **seconded** by DiGiovanni to approve the 6.80% assumed rate of return.

Approved

F. REPORTS

F-1 Preliminary Investment Reports for the Month Ended May 31, 2021

Maria Buffone, Accountant, submitted the Financial Report for the month ended May 31, 2021, to the Board of Trustees:

5/31/2021 Asset Value (Preliminary)	\$239,603,549
4/30/2021 Asset Value (Audited by Northern)	\$237,080,187
Calendar YTD Increase/Decrease in Assets (<i>excludes non-investment receipts and disbursements</i>)	\$16,566,131
Percent Gain <Loss>	7.43%
June 16, 2021 Asset Value	\$243,061,236

F-2 Legal Report – None

G. TRUSTEE COMMENTS / SUGGESTIONS

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	Gabriel, Roeder & Smith	\$2,425.00	74/75 GASB Q2 2021 Fee
2	Gabriel, Roeder & Smith	\$6,700.00	VEBA Valuation Q2 2021 Fee
3	Meketa	\$3,750.00	Investment Consultant Fee 5/2021
	Total	\$12,875.00	

J. ADJOURNMENT

It was **moved** by DiGiovanni and **seconded** by Schreier to adjourn the meeting at 10:20 a.m.
Meeting adjourned at 10:20 a.m.

Wendy Orcutt

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