

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

Minutes for the Regular Board Meeting  
September 21, 2023

B

The meeting was called to order by Board Chairperson, Jeremy Flack, at 8:38 a.m.

**ROLL CALL**

Members Present: DiGiovanni, Flack, Foster, Grimes, Lynch, Monroe, Nerdrum, Praschan,  
Schreier  
Members Absent: None  
Staff Present: Buffone, Gustafson, Hollabaugh, Orcutt  
Others: Michael VanOverbeke, Legal Counsel

**AUDIENCE COMMENTS**

**A. APPROVAL OF AGENDA**

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

**B. APPROVAL OF MINUTES**

**B-1 August 24, 2023, Regular Board Meeting**

It was **moved** by Monroe and **seconded** by Grimes to approve the August 24, 2023,  
Board Meeting minutes as submitted.  
**Approved**

**C. CONSENT AGENDA**

**C-1 GASB Disclosure 74/75**

The disclosure has been received and filed.

It was **moved** by Monroe and **seconded** by Grimes to approve the consent agenda as  
presented.  
**Approved**

**D. ACTION ITEMS**

**D-1 Resolution to Invest in Pimco Private Income Fund (“PIF”)**

WHEREAS, the Board of Trustees is vested with the general administration, management,  
and operation of the Retiree Health Care Benefit Plan & 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; and

WHEREAS, Meketa as the Retirement System’s investment consultant, the Investment Policy Committee (IPC), and the Board of Trustees have discussed an allocation to Private Debt which has a policy target of 7%, and

WHEREAS, potential Private Debt Income managers were discussed by Meketa and the IPC on August 8 and September 7, 2023, and

WHEREAS, Meketa and the Investment Policy Committee have recommended an investment with PIMCO Private Income Fund (“PIF”) so be it,

RESOLVED, that the Board of Trustees approve the investment In the PIMCO Private Income Fund (“PIF”) with a total commitment in the amount of \$3 million, to be funded in 2 tranches of \$1.5 million each in January 2024 and March 2024 pending review of investment management documents by the Board’s legal counsel and any recommended additional due diligence.

It was **moved** by Foster and **seconded** by Nerdrum to approve the investment In the PIMCO Private Income Fund (“PIF”) with a total commitment in the amount of \$3 million, to be funded in 2 tranches of \$1.5 million each in January 2024 and March 2024 pending review of investment management documents by the Board’s legal counsel and any recommended additional due diligence.

**Approved**

**E. DISCUSSION ITEMS**

**E-1 Meketa FYE Results and Updates**

The Board reviewed the FYE 2023 results and market updates provided by Meketa.

**F. REPORTS**

**F-1 Preliminary Investment Reports for the Month Ended August 31, 2023**

Maria Buffone, Accountant, submitted the Financial Report for the month ended August 31, 2023 to the Board of Trustees:

8/31/2023 Asset Value (Preliminary)	\$252,063,607
7/31/2023 Asset Value (Audited by Northern)	\$253,640,366
Calendar YTD Increase/Decrease in Assets ( <i>excludes non-investment receipts and disbursements</i> )	\$19,766,871
Percent Gain <Loss>	8.55%
<b>September 20, 2023 Asset Value</b>	<b>\$249,269,603</b>

**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	GRS	\$2,750.00	GASB 74/75 Valuation
2	GRS	\$7,625.00	VEBA Valuation Q3 2023
3	Meketa	\$3,750.00	Investment Consulting 8/2023
4	VanOverbeke, Michaud, Timmony	\$1,400.80	Legal Services 10/1/2022-12/31/2022
5	VanOverbeke, Michaud, Timmony	\$766.80	Legal Services 1/1/2023-3/31/2023
6	VanOverbeke, Michaud, Timmony	\$745.50	Legal Services 4/1/2023-6/30/2023
	<b>Total</b>	<b>\$17,038.10</b>	

**J. ADJOURNMENT**

It was **moved** by Monroe and **seconded** by Nerdrum to adjourn the meeting at 8:41 a.m.  
Meeting adjourned at 8:41 a.m.

*Wendy Orcutt*

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