

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

Minutes for the Regular Board Meeting

April 16, 2020

B

The meeting was called to order by Board Chair Person, Jeremy Flack, at 9:58 a.m.

ROLL CALL

Members Present: DiGiovanni(Via TX), Flack(Via TX), Hastie(Via TX), Lynch(Via TX),
Monroe(Via TX), Peariso (Via TX), Schreier(Via TX)
Members Absent: Nerdrum
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 Hastie to approve the agenda as submitted.
Approved

B. APPROVAL OF MINUTES

B-1 March 19, 2020 Regular Board Meeting

It was **moved** by DiGiovanni and **seconded** by Monroe to approve the March 19, 2020
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 – March 26, 2020

*Following are the Investment Policy Committee minutes from the meeting convened at
2:07 p.m. on March 26, 2020:*

Member(s) Present: DiGiovanni(via TX), Flack(via TX), Hastie(via TX), Horning(via TX),
Monroe(via TX)
Member(s) Absent: None
Other Trustees Present: Lynch(via TX), Peariso(via TX)
Staff Present: Buffone(via TX), Hollabaugh(via TX), Orcutt(via TX)
Others Present: Henry Jaung, Meketa Investment Group(via TX)
Keith Beaudoin, Meketa Investment Group(Via TX)
John Harris, Meketa Investment Group(via TX)

DISCUSSION ON CURRENT MARKET CONDITIONS AND POSSIBLE REBALANCE

Mr. Jaung from Meketa discussed the current market conditions with the IPC Committee. With the current market conditions, Meketa recommended that the Retirement System redeem 4-5 Million from 36 South and move into cash for benefit payments as the fund has done well in the down market. After further discussion, IPC decided to move forward with Meketa’s recommendation.

It was **moved** by DiGiovanni and **seconded** by Monroe to redeem approximately \$5 Million into cash for benefit payments.

Approved

The Committee also discussed rebalancing in the current market. IPC further discussed liquidating High Yield towards the target allocation and agreed to rebalance the High Yield from Sky Harbor.

It was **moved** by DiGiovanni and **seconded** by Horning to rebalance \$5 Million from Sky Harbor to the Rhumbline HEDI Fund.

Approved

ADJOURNMENT

It was **moved** by Monroe and **seconded** by DiGiovanni to adjourn the meeting at 3:32 p.m.
Meeting adjourned at 3:32 p.m.

F-2 Preliminary Investment Reports for the Month Ended March 31, 2020

Maria Buffone, Accountant, submitted the Financial Report for the month ended March 31, 2020, to the Board of Trustees:

3/31/2020 Asset Value (Preliminary)	\$175,452,961
2/29/2020 Asset Value (Audited by Northern)	\$189,758,733
Calendar YTD Increase/Decrease in Assets (excludes non-investment receipts and disbursements)	(\$22,670,968)
Percent Gain <Loss>	-11.44%
April 15, 2020 Asset Value	\$179,793,349

F-3 Legal Report – None

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	Meketa Investment Group	\$3,750.00	Investment Consultant Fee 3/2020
2	Hexavest	\$12,709.67	Investment Management Fee 1/1/2020-3/31/2020
	Total	\$16,459.67	

J. **ADJOURNMENT**

It was **moved** by Peariso and **seconded** by Monroe to adjourn the meeting at 10:01 a.m.
Meeting adjourned at 10:01 a.m.

Wendy Orcutt

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