

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

**Minutes for the Regular Board Meeting
August 19, 2021**

B

The meeting was called to order by Board Chairperson, Jeremy Flack, at 9:56 a.m.

ROLL CALL

Members Present: Flack(*Via TX, Wood County, MI*), Hastie(*Via TX, Ann Arbor, MI*), Lynch(*Via TX, Dexter, MI*), Monroe(*Via TX, Ann Arbor, MI*), Nerdrum(*Via TX, Ann Arbor, MI*), Peariso(*Via TX, Ann Arbor, MI*), Praschan(*Via TX, Ann Arbor, MI*), Schreier(*Via TX, Ann Arbor, MI*)
Members Absent: DiGiovanni
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 July 15, 2021 Regular Board Meeting

It was **moved** by Schreier and **seconded** by Monroe to approve the July 15, 2021 Board Meeting minutes as submitted.
Approved

C. CONSENT AGENDA - None

D. ACTION ITEMS

D-1 Resolution to Invest in JP Morgan Infrastructure Investment Fund

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 Investment Group, as the Retirement System's investment consultant, the Investment Policy Committee (IPC), and the Board of Trustees have discussed an allocation to Infrastructure in the amount of a 3% target, and

WHEREAS, a potential infrastructure manager, J.P. Morgan, presented their investment strategies to the IPC on August 3, 2021, and

WHEREAS, Meketa Investment Group and the Investment Policy Committee have recommended an investment with J.P. Morgan in the Infrastructure Investments Fund “IIF”, so be it,

RESOLVED, that the Board of Trustees approve the investment with J.P. Morgan in the IIF with a commitment in the amount of \$3 million, pending review of investment management documents by the Board’s legal counsel and any recommended additional due diligence.

It was **moved** by Monroe and **seconded** by Flack to approve the investment with J.P. Morgan in the IIF with a commitment in the amount of \$3 million, pending review of investment management documents by the Board’s legal counsel and any recommended additional due diligence.

Approved

E. DISCUSSION ITEMS - None

F. REPORTS

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

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

| | |
|---|----------------------|
| 7/31/2021 Asset Value (Preliminary) | \$247,284,192 |
| 6/30/2021 Asset Value (Audited by Northern) | \$243,825,192 |
| Calendar YTD Increase/Decrease in Assets <i>(excludes non-investment receipts and disbursements)</i> | \$24,265,386 |
| Percent Gain <Loss> | 10.88% |
| August 18, 2021 Asset Value | \$248,523,705 |

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 | \$2,425.00 | GASB 74/75 Valuation Q3 2021 |
| 2 | GRS | \$6,700.00 | VEBA Valuation Q3 2021 |
| 3 | Meketa | \$3,750.00 | Investment Consultant Fee 6/2021 |
| 4 | Loomis Sayles | \$7,942.30 | Investment Manager Fee 4/1/2021-6/30/2021 |
| 5 | Rhumblin HEDI | \$6,439.00 | Investment Manager Fee 4/1/2021-6/30/2021 |
| 6 | Rhumblin | \$879.00 | Investment Manager Fee 4/1/2021-6/30/2021 |
| 7 | IRM | \$2,799.43 | Investment Manager Fee 4/1/2021-6/30/2021 |
| 8 | Loomis Sayles | \$7,942.30 | Investment Manager Fee 4/1/2021-6/30/2021 |
| 9 | Meketa | \$3,750.00 | Investment Consultant Fee 7/2021 |

Total

| |
|-------------|
| \$42,627.03 |
|-------------|

J. **ADJOURNMENT**

It was **moved** by Nerdrum and **seconded** by Schreier to adjourn the meeting at 10:00 a.m.
Meeting adjourned at 10:00 a.m.

Wendy Orcutt

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