

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

**Minutes for the Regular Board Meeting  
October 16, 2025**

**B**

The meeting was called to order by Board Chairperson, Jeremy Flack, at 9:37 a.m.

**ROLL CALL**

Members Present: DiGiovanni, Flack, Foster, Grimes, Nerdrum, Praschan, Toth  
Members Absent: Lynch, Schreier  
Staff Present: Buffone, Gustafson, Lieder, Orcutt  
Others: Frank Judd, Legal Counsel

**AUDIENCE COMMENTS**

**A. APPROVAL OF AGENDA**

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

**B. APPROVAL OF MINUTES**

**B-1 September 18, 2025 Regular Board Meeting**

It was **moved** by Foster and **seconded** by Grimes to approve the September 18, 2025, Board Meeting minutes as submitted.  
**Approved**

**C. CONSENT AGENDA – None**

**D. ACTION ITEMS**

**D-1 PRESENTATION: FYE June 30, 2025 Actuarial Valuation**

Mr. Koch from GRS presented the VEBA Valuation Draft for FYE June 30, 2025 during the System's Regular Board Meeting. The funded ratio increased from 93.91% to 99.81%. This is due to investment performance exceeding expectations and lower health care costs than anticipated.

It was **moved** by Nerdrum and **seconded** by Grimes to approve the June 30, 2025 VEBA Actuarial Valuation as presented.  
**Approved**

**D-2 PRESENTATION: FYE June 30, 2025 Audited Financial Statements**

Mr. Merritt from Rehmann presented the Audited Financial Statements for FYE June 30, 2025 during the System's Regular Board Meeting held before this meeting. The System achieved another clean audit for the fiscal year with no findings. Ms. Orcutt thanked the staff for their work highlighting Ms. Buffone's work on the audit.

It was **moved** by Nerdrum and **seconded** by Grimes to approve the June 30, 2025 Audited VEBA Financial Statements as presented.  
**Approved**

### **D-3     Securities Litigation Policy Draft**

Ms. Orcutt presented the Securities Litigation Policy draft with edits. The System's legal counsel reviewed and approved the revisions that were made by the APC.

It was **moved** by Foster and **seconded** by DiGiovanni to approve the Securities Litigation Policy draft as submitted.

**Approved**

### **D-4     Summit Partners Credit Fund II Term Extension Amendment**

Ms. Orcutt presented the Amendment to Summit Partners Credit Fund II Term Extension for another year.

It was **moved** by Nerdrum and **seconded** by Grimes to approve the Amendment for extension of the Summit Partners Credit Fund II Term.

**Approved**

### **E.     DISCUSSION ITEMS – None**

### **F.     REPORTS**

#### **F-1     Preliminary Investment Reports for the Month Ended September 30, 2025**

Ms. Orcutt submitted the Financial Report for the month ended September 30, 2025, to the Board of Trustees:

|                                                                                                           |                      |
|-----------------------------------------------------------------------------------------------------------|----------------------|
| 9/30/2025 Asset Value (Preliminary)                                                                       | \$316,299,219        |
| 8/31/2025 Asset Value (Audited by Northern)                                                               | \$311,889,912        |
| Calendar YTD Increase/Decrease in Assets<br>( <i>excludes non-investment receipts and disbursements</i> ) | \$4,432,359          |
| Percent Gain <Loss>                                                                                       | 1.42%                |
| <b>October 15, 2025 Asset Value</b>                                                                       | <b>\$316,956,820</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     | Meketa       | \$3,750.00    | Investment Consulting Fee 9/2025 |
| 2     | GRS          | \$2,900.00    | GASB 74/75 Valuation Q4 2025     |
| 3     | GRS          | \$8,125.00    | VEBA Valuation Q4 2025           |
| Total |              | \$14,775.00   |                                  |

J. **ADJOURNMENT**

It was **moved** by Nerdrum and **seconded** by Grimes to adjourn the meeting at 9:38 a.m.  
**Meeting adjourned at 9:38 a.m.**

*Wendy Orcutt*

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