

## **MINUTES**



500 West Big Beaver  
Troy, MI 48084  
troyml.gov

### **Retiree Healthcare Benefits Plan & Trust Board Meeting**

February 13<sup>th</sup>, 2019 at 1:00 PM  
Troy City Hall City Council Board Room  
500 West Big Beaver Troy, Michigan 48084  
(248) 524-3330

#### **Roll Call**

A meeting of the Retiree Healthcare Benefits & Trust Board of Trustees was held on **February 13<sup>th</sup>, 2019** at Troy City Hall, 500 W. Big Beaver Road, Troy, MI 48084.

The meeting was called to order at 1:44 p.m.

**Trustees Present:** Mark Calice (left at 1:55 PM)  
Thomas Darling, CPA  
Justin Novak  
Mark Miller  
Thomas Gordon II  
Milton Stansbury  
David Hamilton  
Mark Owczarzak

**Trustees Absent:** None

**Also Present:** Rebecca Sorensen – UBS Financial Management  
Darin McBride - UBS Financial Management  
Shazia Fatima

#### **Minutes from the November 14<sup>th</sup>, 2018 Meeting**

##### **Resolution # ER-2019-02-01**

Moved by: Novak

Seconded by: Stansbury

**RESOLVED**, that the Minutes of the November 14<sup>th</sup>, 2018 meeting with the adjourn time adjusted to 2:05 PM be **APPROVED**.

Yeas: - 7 -

Absent: - 0 -

**Motion Passes**

**Regular Business**

- Chairman Calice had to leave, hence, it was decided to discuss the recommendation first.

**Investments**

- **Recommendations:**
  - Mid Cap equities are currently at 16%. Propose reducing position by 4% - adding 2% to Large Cap Core, 1% to Large Cap Growth, and 1% to Large Cap Value

**Resolution # ER-2019-02-02**

Moved by: Darling

Seconded by: Hamilton

**RESOLVED**, Reduce Mid Cap Equities (iShares Russell Mid-Cap ETF, Janus Henderson and John Hancock Mid Cap Value) by 4% and, add 2% to Large Cap Core (SPDR S&P 500 ETF), add 1% to Large Cap Growth (Loomis Sayles) and add 1% to Large Cap Value (MFS Large Cap Value) be **APPROVED**.

Yeas: - 7 -

Absent: - 0 -

**Motion Passes**

- **Investment Review – UBS Financial – Darin McBride**
  - MTD Net Rate of Return as of January 31<sup>st</sup>, 2019: 6.81%.
  - Darin also discussed the Asset Allocation and Manager performance.
  - UBS is happy with the manager performance and had no recommendations at this time.

**Other Business**

- Administrator Darling informed the Board that available funds in the Employee Retirement System (ERS) restricted for the retiree healthcare benefits have been exhausted. Future retiree healthcare benefits will be funded by the Retiree Healthcare Fund.
- The City's annual required contribution to the Retiree Healthcare Fund is estimated at approximately \$5.6 million. The annual cost of retiree healthcare is estimated at approximately \$5.5 million. Accordingly, future net contributions to the fund or requests for reimbursement to the City

from the fund will be limited in the foreseeable future compared to prior years.

**Public Comment**

None

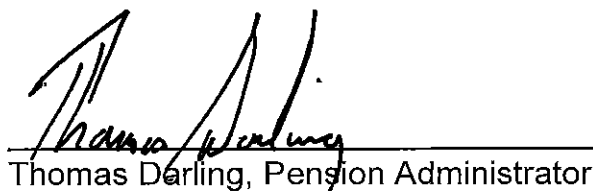
**Adjourn**

The meeting was adjourned at 2:33 PM.

The next meeting is Wednesday May 8<sup>th</sup>, 2019 at 1:00 p.m. at Troy City Hall, Council Board Conference Room, 500 W. Big Beaver Road, Troy, MI 48084.

A handwritten signature in black ink, appearing to read 'Mark Miller', written over a horizontal line.

Mark Miller, Trustee

A handwritten signature in black ink, appearing to read 'Thomas Darling', written over a horizontal line.

Thomas Darling, Pension Administrator