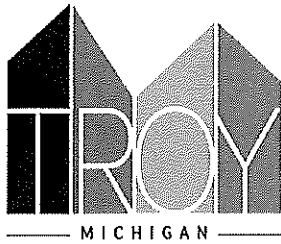


## **MINUTES**



500 West Big Beaver  
Troy, MI 48084  
troymi.gov

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

August 31<sup>st</sup>, 2021 at 1:00 PM  
City Hall Council Chambers  
500 West Big Beaver Troy, Michigan 48084  
(248) 524-3306

#### **Roll Call**

A meeting of the Retiree Health Care Benefits Plan and Trust Board of Trustees was held on **August 31<sup>st</sup>, 2022** in the City Council Chambers.

The meeting was called to order at 1:06 PM. by Administrator Maleszyk.

**Trustees Present:** Robert C. Maleszyk  
Kurt Bovensiep  
Thomas Gordon II  
Theresa Brooks  
Mark Miller  
Mark Owczarak

**Trustees Absent:** Peter Dungjen  
John Foster

**Also Present:** Thomas Michaud – VanOverbeke, Michaud & Timmony P.C.  
Rebecca Sorensen - UBS Financial Management  
Darin McBride – UBS Financial Management  
Dee Ann Irby – Controller  
Cynthia Pavella – Administrative Assistant

#### **Public Comment**

- None

#### **Minutes from the May 11<sup>th</sup>, 2022 Meeting**

##### **Resolution # RHC- 2022-08-1**

Moved by: Miller

Supported by: Brooks

**RESOLVED**, that the Minutes of the May 11<sup>th</sup>, 2022 meeting be **APPROVED**.

Yeas: - 5 – (Bovensiep, Gordon, Brooks, Maleszyk, Miller)

Absent: - 2 – (Dungjen, Foster)

**Motion Passes**

**Regular Business**

- None

**Investments**

- **UBS Financial Services – Rebecca Sorensen and Darin McBride**
  - Sorensen and McBride gave an overview of the Portfolio Management Reports, 2<sup>nd</sup> Quarter, 2022.
  - Sorensen and McBride presented the sources of portfolio value and asset allocation reports noting Net Returns Net of Fees as of June 30, 2022 was: MTD (6.76%), QTD (13.58%) and YTD (19.32%).
  - Expect a 2-3% rate increase. Bottom line is that report shows where they like to be in the portfolio although not happy with some funds. Small cap growth did not perform well this past quarter.
  - UBS favors large cap value to capture a 2% dividend. They see an issue with bonds and stocks going in the same direction; down 10% in eight months.
  - Discussion ensued regarding the portfolio value and asset allocation noting Net Returns Net of Fees as of July 31, 2022 was: MTD 6.93% and YTD (13.71%). Since inception the rate of return is 6.42%.
  - There are no recommendations for change at this time.
  - Administrator Maleszyk expressed his appreciation and commented that the program is well funded.

**Other Business**

- **Professional Services contract – VanOverbeke, Michaud & Timmony, P.C.**
  - Administrator Maleszyk recommends engaging the legal services of VanOverbeke, Michaud & Timmony (VMT) for the Retiree Health Care Benefits Plan and Trust Board (OPEB). Resolutions were approved by the Boards of the Employees Retirement System and Volunteer Firefighter Incentive Plan Board (VFIP). Each Board would have legal representation at every meeting to answer any questions that the Board may have.
  - City Attorney Griggs Bluhm has reviewed and is in support of this agreement. She will review proposed Ordinance Amendments prior to seeking the support of City Council.
  - VMT legal fees will be paid by each individual Board.
  - Administrator Maleszyk introduced Thomas Michaud, Partner at VanOverbeke, Michaud & Timmony who reviewed the Firm's qualifications and exhaustive list of Municipal Clients.

**Resolution # RHC- 2022-08-2**

Moved by: Miller

Supported by: Bovensiepe

**RESOLVED**, to enter into a Legal Representation Agreement with VanOverbeke, Michaud & Timmony P.C. and refer to City Council for final approval be **APPROVED**.

Yeas: - 5 – (Bovensiep, Gordon, Brooks, Maleszyk, Miller)

Absent: - 2 – (Dungjen, Foster)

**Motion Passes**

• **Retiree Health Care Benefits Plan & Trust Review**

- Controller Irby asked the Board to consider authorizing a legal review of the Retiree Health Care Benefits Plan and Trust. She noted that laws have changed since its inception in July 2005; namely healthcare under the Affordable Care Act. The clarification and updates will assist in administering the Plan equitably.
- Attorney Michaud described the review process noting it could take up to 60 days, depending on what is found. He plans to have the review completed for the November 9th meeting.
- City Attorney Griggs Bluhm will review the proposed Plan Amendments prior to seeking final support of City Council.

**Resolution # RHC- 2022-08-3**

Moved by: Miller

Supported by: Gordon

**RESOLVED**, to authorize Thomas Michaud of VanOverbeke, Michaud & Timmony, P.C. to review the City of Troy Retiree Health Care Benefits Plan and Trust be **APPROVED**.

Yeas: - 5 – (Bovensiep, Gordon, Brooks, Maleszyk, Miller)

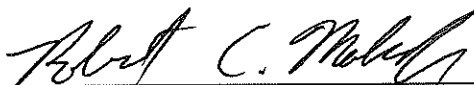
Absent: - 2 – (Dungjen, Foster)

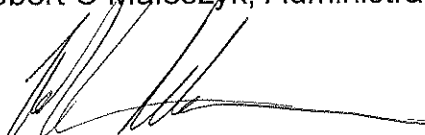
**Motion Passes**

**Adjourn**

The meeting was adjourned at 1:16 PM.

The next meeting is Wednesday, November 9<sup>th</sup>, 2022 at 1:00 PM.

  
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Robert C Maleszyk, Administrator

  
\_\_\_\_\_  
Mark F. Miller, Trustee