

CITY OF FARMINGTON RETIREE HEALTH CARE FUND  
February 16, 2016

A regular meeting of the Farmington Retiree Health Care Fund Board of Trustees was held on Friday, February 16, 2016 at Farmington City Hall, 23600 Liberty Street, Farmington, Michigan. Notice of the meeting was posted in compliance with Public Act 267-1976.

The meeting was called to order at 9:04 a.m. by Chairman Galvin.

**PRESENT:** Galvin (left at 9:25 AM), Murphy, Weber.

**ABSENT:** None.

**OTHERS PRESENT:** Michael Holycross, MSSB Graystone Consulting; Sue Halberstadt, Recording Secretary.

**MINUTES OF PREVIOUS MEETINGS**

MOTION by Weber, seconded by Murphy, to approve the regular meeting minutes of November 24, 2015. MOTION CARRIED UNANIMOUSLY.

**ELECTION OF OFFICERS**

MOTION by Murphy, seconded by Weber, to re-elect Mayor Galvin as Chairperson; City Manager Murphy as Vice-Chairperson; and Treasurer Weber as Secretary. MOTION CARRIED UNANIMOUSLY.

**TREASURER'S REPORT**

Financial Report: quarter ending December 31, 2015.

MOTION by Weber, seconded by Murphy, to accept the Treasurer's Report for quarter ending December 31, 2015 as presented. MOTION CARRIED UNANIMOUSLY.

**ADMINISTRATOR'S REPORT**

**Summary Report – quarter ending December 31, 2015.**

**Quarterly Report – quarter ending December 30, 2015.**

**Fund Manager's Report: Morgan Stanley Smith Barney (MSSB), Graystone Consulting - Quarter Ending December 31, 2015**

Mike Holycross of Morgan Stanley Smith Barney (MSSB) Graystone Consulting provided a report on investments through quarter ending December 31, 2015. Discussion ensued regarding markets, investment climate and factors to consider going forward.

Holycross advised that after the agreement between Graystone Consulting Institutional Services and City of Farmington Retiree Healthcare is signed, the CRM portfolio becomes Ziegler Capital Small Cap

Core and First Eagle will be replaced by Delaware Large Cap Value and International stocks as approved by the RHC board at the last meeting.

Responding to a question from Weber, Holycross stated they typically want to provide sufficient cash to pay premiums for six months. He stated that the next time the board meets they can determine if there is an opportunity or need to deploy cash.

MOTION by Murphy, seconded by Weber, to receive and file the MSSB Graystone Consulting report for quarter ending December 31, 2015 as presented. MOTION CARRIED UNANIMOUSLY.

### **GRAYSTONE CONSULTING INSTITUTIONAL AGREEMENT**

MOTION by Murphy, seconded by Weber, to approve an agreement with the attached fee schedule, between City of Farmington Retiree Healthcare and Graystone Consulting Institutional Services, based on the recommendation of the City Attorney. MOTION CARRIED UNANIMOUSLY.

### **OTHER BUSINESS**

No other business was heard.

### **MISCELLANEOUS**

#### **Public Comment**

No public comment was heard.

#### **Trustee Comment**

No trustee comment was heard.

### **ADJOURNMENT**

MOTION by Weber, seconded by Murphy, to adjourn the meeting. MOTION CARRIED UNANIMOUSLY.

Meeting adjourned at 9:43 a.m.

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Christopher M. Weber, Secretary

APPROVED: May 17, 2016