

# **FINAL**

## **CITY OF FARMINGTON RETIREE HEALTH CARE FUND November 20, 2018**

A regular meeting of the Farmington Retiree Health Care Fund Board of Trustees was held on Tuesday, November 20, 2018 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 Schneemann.

**PRESENT:** Murphy, Schneemann, Weber

**ABSENT:** None.

**OTHERS PRESENT:** MSSB Graystone Consulting Financial Advisors: Amy Cole and Erik Burger and Mary Mullison, Recording Secretary

### **APPROVAL OF AGENDA**

MOTION by Murphy, seconded by Weber, to approve the regular meeting agenda as presented.  
MOTION CARRIED UNANIMOUSLY.

### **MINUTES OF PREVIOUS MEETINGS**

MOTION by Murphy, seconded by Weber, to approve the regular meeting minutes of August 21, 2018 and special meeting minutes of October 26, 2018.  
MOTION CARRIED UNANIMOUSLY.

### **TREASURER'S REPORT**

Financial Report: quarter ending September 30, 2018.

MOTION by Murphy, seconded by Schneemann, to accept the Treasurer's Report for quarter ending September 30, 2018 as presented.  
MOTION CARRIED UNANIMOUSLY.

### **ADMINISTRATOR'S REPORT**

**Summary Report – quarter ending September 30, 2018**

**Detail Report – quarter ending September 30, 2018**

Weber reviewed the Administrator's reports for quarter ending September 30, 2018. He discussed anticipated annual premiums and trends based on the current retirees and the number of active employee participants in the plan.

**Fund Manager’s Report: Morgan Stanley Smith Barney (MSSB), Graystone Consulting - Quarter Ending September 30, 2018**

Amy Cole and Erik Burger of MSSB, Graystone Consulting, provided a report on investments through quarter ending September 30, 2018.

Discussion ensued regarding emerging markets, market volatility, investment climate and factors to consider going forward.

MOTION by Weber, seconded by Murphy, to approve the Administrator’s Report as presented.  
MOTION CARRIED UNANIMOUSLY.

**REVIEW OF ACTUARY REPORT**

Weber presented the City of Farmington Retiree Health Care Plan GASB Statement No. 74 and 75, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans – June 30, 2018.

MOTION by Murphy, seconded by Weber, to approve Actuary Report as presented.  
MOTION CARRIED UNANIMOUSLY.

**OTHER BUSINESS**

**Proposed Board Meeting Schedule for 2019**

- February 19, 2019
- May 21, 2019
- August 20, 2019
- November 19, 2019

MOTION by Weber, seconded by Murphy, to approve proposed board schedule as presented.  
MOTION CARRIED UNANIMOUSLY.

**Portfolio Rebalance**

Cole provided a snapshot of a rebalance of investments suggested to stabilize investments.

Discussion ensued regarding impending values, active management, and portfolio distribution targets.

MOTION by Murphy, seconded by Weber, to approve rebalance of investments as presented.  
MOTION CARRIED UNANIMOUSLY.

**MISCELLANEOUS**

**Public Comment**

No public comment was heard.

## **Trustee Comments**

Weber discussed February meeting items, including an annual review of investment policy, a Monte Carlo Scenario update, and Retiree Healthcare Costs. It was decided to save the Monte Carlo Scenario update to the May meeting.

## **ADJOURNMENT**

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

Meeting adjourned at 10:19 a.m.

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Christopher M. Weber, Secretary

APPROVED: February, 19, 2019