

# FINAL

## CITY OF FARMINGTON RETIREE HEALTH CARE FUND May 21, 2019

A regular meeting of the Farmington Retiree Health Care Fund Board of Trustees was held on Tuesday, May 21 2019 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 9:03 a.m. by Chairman Schneemann.

**PRESENT:** Schneemann, Weber

**ABSENT:** Murphy

**OTHERS PRESENT:** MSSB Graystone Consulting Financial Advisors: Bill Messner and Erik Burger and Mary Mullison, Recording Secretary.

### **APPROVAL OF AGENDA**

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

### **MINUTES OF PREVIOUS MEETINGS**

MOTION by Weber, seconded by Schneemann, to approve the regular meeting minutes of February 19, 2019.  
MOTION CARRIED UNANIMOUSLY.

### **TREASURER'S REPORT**

Financial Report: quarter ending March 31, 2019.

MOTION by Weber, seconded by Schneemann, to accept the Treasurer's Report for quarter ending March 31, 2019 as presented.  
MOTION CARRIED UNANIMOUSLY.

### **ADMINISTRATOR'S REPORT**

**Summary Report – quarter ending March 31, 2019**

**Detail Report – quarter ending March 31, 2019**

Weber reviewed the Administrator's reports for quarter ending March 31, 2019. He discussed anticipated annual earnings and premiums with trends based on current retirees and the number of active employee participants in the plan. Liabilities and assets were reviewed.

**Fund Manager’s Report: Morgan Stanley Smith Barney (MSSB), Graystone Consulting - Quarter Ending March 31, 2019**

Bill Messner and Erik Burger of MSSB, Graystone Consulting, provided a report on investments through quarter ending March 31, 2019.

Discussion ensued regarding price related to earnings, the impact of present and future tariffs, emerging markets, positioning, market performance and volatility, growth versus value, investment climate and factors to consider going forward.

MOTION by Weber, seconded by Schneemann, to approve the Administrator’s Report and the Fund Manager’s Report as presented.

MOTION CARRIED UNANIMOUSLY.

**MONTE CARLO STUDY**

Burger presented an asset allocation Monte Carlo study. Portfolios and targets were discussed in relation to what mix would be the best option going forward and reports were requested for further scenarios. The Board of Trustees requested that Greystone present the Monte Carlo scenarios to City Council in the near future.

**INVESTMENT REBALANCE**

Burger presented a pro rata rebalance of funds.

MOTION by Weber, seconded by Schneemann, to approve Investment Rebalance as presented.

MOTION CARRIED UNANIMOUSLY.

**OTHER BUSINESS**

No other business was heard.

**MISCELLANEOUS**

**Public Comment**

No public comment was heard.

**Trustee Comments**

No Trustee comments were heard.

**ADJOURNMENT**

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

Meeting adjourned at 10:22 a.m.

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Christopher M. Weber, Secretary

APPROVED: August 20, 2019