

CITY OF FARMINGTON RETIREE HEALTH CARE FUND
BOARD OF TRUSTEES
May 17, 2006

A regular meeting of the Farmington Retiree Health Care Fund Board of Trustees was held on Wednesday, May 17, 2006 at Farmington City Hall, Council Chambers, Conference Room A, 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 9:30 a.m. by Chairperson McShane.

PRESENT: Cantrell, McShane, Pastue.

ABSENT: None.

MINUTES OF PREVIOUS MEETINGS:

MOTION by Pastue, seconded by Cantrell, to approve the regular meeting minutes of January 11, 2006 as submitted. MOTION CARRIED UNANIMOUSLY.

TREASURER'S REPORT:

FINANCIAL REPORT: QUARTERS ENDING DECEMBER 31, 2005 AND MARCH 31, 2006.

FUND MANAGER'S REPORT: QUARTERS ENDING DECEMBER 31, 2005 AND MARCH 31, 2006.

MOTION by Pastue, seconded by Cantrell, to receive and file the Treasurer's Report including the Financial Report and the Fund Manager's Report, Munder Capital Management, for the quarters ending December 31, 2005 and March 31, 2006. MOTION CARRIED UNANIMOUSLY.

FUND MANAGER – ANNUAL PRESENTATION

Munder Capital Management: Thomas Mudie, Senior Investment Manager; Pamela Hopkins, Portfolio Services Manager

Thomas Mudie and Pamela Hopkins reviewed year end performance of the Munder Balanced Fund and the Munder Intermediate Bond Fund indicating that performance for year ending December 31, 2005 beat the benchmarks in both cases; 6.48% for the Balanced Fund versus the Russell 3000/Lehman Government/Credit of 4.38% and the Intermediate Bond Fund performance of 1.63% versus the Lehman Government/Credit Bond Index of 1.58%. Performance for the quarter ending March 31, 2006 was 12.11% for the Balanced Fund versus the benchmark of 9.33% and the Intermediate Bond Fund at 1.89% versus the benchmark of 2.08%. Mudie discussed the markets and answered Trustee questions regarding asset allocation. Mudie agreed to provide additional

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information regarding the long term performance of the Munder Balanced Fund to assist the Trustees in considering reallocating additional funds to the equity markets.

MOTION by Pastue, seconded by Cantrell, to accept the Fund Manager's Report, Munder Capital Management, for the quarters ending December 31, 2005 and March 31, 2006. MOTION CARRIED UNANIMOUSLY.

MISCELLANEOUS:

PUBLIC COMMENTS

There were no public comments.

TRUSTEE COMMENTS:

There were no Trustee comments.

ADJOURNMENT:

MOTION by Pastue, seconded by Cantrell, to adjourn the meeting. MOTION CARRIED UNANIMOUSLY.

Meeting adjourned at 10:18 a.m.

Submitted by,

Patsy K. Cantrell, Secretary

APPROVED: JULY 19, 2006