

# FINAL

## CITY OF FARMINGTON RETIREE HEALTH CARE FUND February 19, 2019

A regular meeting of the Farmington Retiree Health Care Fund Board of Trustees was held on Tuesday, February 19, 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 9:02 a.m. by Chairman Schneemann.

**PRESENT:** Murphy, Schneemann, Weber

**ABSENT:** None.

**OTHERS PRESENT:** MSSB Graystone Consulting Financial Advisors: Bill Messner 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 Weber, seconded by Murphy, to approve the regular meeting minutes of November 20, 2018.  
MOTION CARRIED UNANIMOUSLY.

### **TREASURER'S REPORT**

Financial Report: quarter ending December 31, 2018.

MOTION by Murphy, seconded by Weber, to accept the Treasurer's Report for quarter ending December 31, 2018 as presented.  
MOTION CARRIED UNANIMOUSLY.

### **ADMINISTRATOR'S REPORT**

**Summary Report – quarter ending December 31, 2018**

**Detail Report – quarter ending December 31, 2018**

Weber reviewed the Administrator's reports for quarter ending December 31, 2018. He discussed anticipated annual earnings and premiums with trends based on current retirees and the number of active employee participants in the plan.

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

**Fund Manager's Report: Morgan Stanley Smith Barney (MSSB), Graystone Consulting - Quarter Ending December 31, 2018**

Bill Messner and Erik Burger of MSSB, Graystone Consulting, provided a report on investments through quarter ending December 31, 2018.

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

MOTION by Murphy, seconded by Weber, to approve the Fund Manager's Report as presented.  
MOTION CARRIED UNANIMOUSLY.

**INVESTMENT REBALANCE**

Burger presented a pro rata rebalance of funds.

MOTION by Weber, seconded by Murphy, to approve Investment Rebalance as presented.  
MOTION CARRIED UNANIMOUSLY.

**PRESENTATION**

**Retiree Health Care Costs**

Weber gave a report on Retiree Health Care costs and cited good trends and a leveling in premiums. Schneemann asked for Council to be updated on this topic in future.

**ANNUAL REVIEW OF INVESTMENT POLICY**

Burger gave a review of the current investment policy, and indicated that they will revisit it this year. Messner discussed targets for asset management.

**OTHER BUSINESS**

**Monte Carlo Scenario to be presented at May meeting**

Greystone Consulting will bring a revised Monte Carlo Scenario to the May 2019 Meeting.

**MISCELLANEOUS**

**Public Comment**

No public comment was heard.

**Trustee Comments**

No Trustee comments were heard.

**ADJOURNMENT**

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

Meeting adjourned at 9:40 a.m.

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Christopher M. Weber, Secretary

APPROVED: May 21, 2019