



CITY OF ROYAL OAK RETIREE HEALTH CARE INVESTMENT BOARD MINUTES OF THE REGULAR MEETING OF THE BOARD OF TRUSTEES

A meeting of the Retiree Health Care Investment Board of Trustees was conducted in the city hall conference room 309, Royal Oak MI, Monday – March 11, 2019 at 8:30 a.m.

The meeting was called to order at 8:31 a.m.

Attendance

PRESENT: Lee Collick- Chairperson
Bret Nelson- Vice Chairperson
Kim Gibbs- Trustee
Kyle DuBuc- Trustee
Don Johnson- Trustee

ALSO PRESENT: Julie Rudd - Bd Chief Administrative Officer/ Bd Secretary/Bd Treasurer
Lisa Genord- Administrative Assistant- Pension Technician
Brian Green – Investment Advisor with AndCo
Tom Michaud – Bd attorney with VanOverbeke Michaud and Timmony
Aaron Eskin – Engineering Department
Kevin Wilhelm – Engineering Department

Public Comment- none

Board approval of the draft minutes for February 4, 2019 meeting

Moved by Lee Collick to approve the February 4th, 2019 meeting minutes

Supported by Kyle DuBuc

MOTION ADOPTED UNANIMOUSLY 5/0

INVESTMENTS

Preliminary performance summary as of February 28, 2019 presented by Brian Green

Market value/allocation of assets as of February 28, 2019 is \$129,740,945

Current month – total portfolio outperformed the benchmark: 2.35% vs. 2.03% index.

Three-month performance – total portfolio underperformed the benchmark: 2.76% vs. 2.79% index.

YTD performance – total portfolio outperformed the benchmark: 8.20% vs. 7.98% index.

One-year performance – total portfolio underperformed the benchmark: 1.15% vs. 2.61% index.

Brian reported the economy is slowing, especially in Europe, but from a U.S. standpoint, does not feel that U.S. recession is imminent. The Dow is down 120 points due to 2nd Boeing plane crash. Boeing represents 12% of the Dow, which is price-weighted, so we should pay more attention to the S&P 500. There were no changes in the stock/bond portfolio, but 2 changes were made to the equity portfolio. A memo is forthcoming to outline the two changes made on 3/1/19: Liquidation of First Eagle Overseas Fund due to personnel change at Litman, and 1/3rd of Vanguard is now in a conservative posture. Brian reported the year is off to a good start and does not recommend any changes at this time.

The complete AndCo Investment Performance Review report is on file in finance office.

Moved by Don Johnson to receive and file report

Supported by Kim Gibbs

MOTION ADOPTED UNANIMOUSLY 5/0

LEGAL-none

OTHER-none

NEXT MEETING AND ADJOURNMENT

Next regular meeting is scheduled immediately following the retirement system board meeting at approximately 8:30 am on Friday – April 12th, 2019 at city hall room 309.

Moved by Don Johnson to adjourn the meeting (8:59 a.m.) and confirm next meeting for April 12th, 2019 immediately following retirement system board meeting at approximately 8:30 a.m.

Supported by Kim Gibbs

MOTION ADOPTED UNANIMOUSLY 5/0