



**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 at the City Hall building in conference room # 122 on Friday March 25, 2022, at 8:30 a.m.

The meeting was called to order at 9:19 a.m.

Attendance

PRESENT: Lee Collick - Chairperson
Bret Nelson – Vice Chairperson
Monica Hunt – Trustee
Paul Brake - Trustee

ALSO PRESENT: Julie Rudd – Fiscal Manager – Director of Finance (retired)
Tony DeCamp - Bd Chief Administrative Officer/ Bd Secretary/Bd Treasurer (Interim Finance Director)
Lisa Genord – Financial Analyst / Pension Technician
Tom Michaud – Bd Attorney with VanOverbeke, Michaud, & Timmony
Brian Green – Investment Advisor with AndCo

ABSENT: Kyle DuBuc, Trustee

Public Comment

There were no public attendees / comments.

Board approval of the Amended agenda for the March 25, 2022, meeting

*Moved by Lee Collick to approve the Amended agenda for the March 25, 2022 meeting
Supported by Bret Nelson
MOTION ADOPTED UNANIMOUSLY 4/0*

Board approval of the draft minutes for the January 21, 2022 meeting

*Moved by Lee Collick to approve the draft minutes for the January 21, 2022 meeting
Supported by Bret Nelson
MOTION ADOPTED UNANIMOUSLY 4/0*

Amended Agenda Item – AndCo International Investments – Russian holdings

Brian Green of AndCo reported that as of today, the retiree health care investment trust is fully divested from any holdings that had exposure to the Russian market / economy.

Moved by Paul Brake that the Investment Consultant send notice to its investment advisers that the Board of Trustees of the Retiree Health Care Investment Trust support the aforementioned efforts to divest the Retiree Health Care Investment Trust’s assets from investments in Russian securities and that the Board encourages its investment advisers to prudently take steps necessary to meaningfully promote that objective and act in the best interest of the Plan.

*Supported by Lee Collick
MOTION ADOPTED UNANIMOUSLY 4/0*

INVESTMENTS

Investment performance review presented by Brian Green of AndCo.

Market value/allocation of assets as of February 28, 2022, is \$152,448,974.
Current month – total portfolio outperformed the benchmark: -1.58% vs. -1.76% index.
3-month performance – total portfolio outperformed the benchmark: -0.87% vs. -2.28% index.
Year-to date performance – total portfolio outperformed the benchmark: -4.58% vs. -5.61% index.
1-year performance – total portfolio outperformed the benchmark: 8.86% vs. 7.36% index.
3-year performance – total portfolio underperformed the benchmark: 10.96% vs. 11.47% index.
Inception – total portfolio underperformed the benchmark: 8.17% vs. 9.06% index.
Brian reported that investors expect four to six more fed rate hikes over the next 9 months in order to get inflation under control. Brian reported that both Seizert Mid Cap (domestic equity) and First Eagle Overseas (international equity) provided valuable down-side protection for the quarter relative to the policy index. Brian also reported that two new investment vehicles were added to the city's portfolio within the last month: Reinhart Genesis PMV (domestic equity) and Pacific Funds Floating Rate (domestic fixed income).
The complete AndCo Investment Performance Review report dated February 28, 2022 is on file in Finance office.

Moved by Lee Collick to receive and file.
Supported by Bret Nelson
MOTION ADOPTED UNANIMOUSLY 4/0

AndCo Memorandum Re: Update on Status of Trust Investments dated March 3, 2022

Moved by Lee Collick to receive and file.
Supported by Bret Nelson
MOTION ADOPTED UNANIMOUSLY 4/0

Request to update authorized signors on behalf of the retiree health care trust - Certificate of Resolution for Authorization to Sign Agreements with Fifth Third Bank, N.A. (enclosed)
Request that the Board grant AndCo representatives the authority to move money on behalf of the retiree health care investment trust within the investment allocations at Fifth Third Bank, N.A.
This item was tabled to the April 22, 2022 board meeting.

AndCo Quarterly Investment Performance Review Period Ending December 31, 2021

Moved by Lee Collick to receive and file.
Supported by Bret Nelson
MOTION ADOPTED UNANIMOUSLY 4/0

PGIM Real Estate Prisa II Annual Fund Review 2021

Moved by Lee Collick to receive and file.
Supported by Bret Nelson
MOTION ADOPTED UNANIMOUSLY 4/0

PGIM Real Estate Prisa II LP Financial Statements as of December 31, 2021 & 2020

Moved by Lee Collick to receive and file.
Supported by Bret Nelson
MOTION ADOPTED UNANIMOUSLY 4/0

PGIM Real Estate Prisa II UHC, LP Financial Statements as of December 31, 2021 & 2020

Moved by Lee Collick to receive and file.
Supported by Bret Nelson
MOTION ADOPTED UNANIMOUSLY 4/0

PGIM Real Estate Prisa II LP Detailed Management Fee Report for Quarter Ending December 31, 2021

Moved by Lee Collick to receive and file.
Supported by Bret Nelson
MOTION ADOPTED UNANIMOUSLY 4/0

PGIM Real Estate Prisa II LP Investor Statement for Period Ending 4Q 2021

Moved by Lee Collick to receive and file.
Supported by Bret Nelson
MOTION ADOPTED UNANIMOUSLY 4/0

PGIM Real Estate Prisa II Performance Report 4Q 2021

Moved by Lee Collick to receive and file.

Supported by Bret Nelson

MOTION ADOPTED UNANIMOUSLY 4/0

PGIM Real Estate Prisa II LP Supplement to the Private Placement Memorandum dated January 26, 2022

Moved by Lee Collick to receive and file.

Supported by Bret Nelson

MOTION ADOPTED UNANIMOUSLY 4/0

PGIM Real Estate Prisa II LP Second Amended & Restated Agreement of Limited Partnership as of April 1, 2022 (enclosed)

Request that the Board resolve to accept the PGIM Real Estate Prisa II LP Second Amended & Restated Agreement of Limited Partnership as of April 1, 2022.

This item was tabled to the April 22, 2022 board meeting

Seizert Capital Partners (SCP) Directions 4Q 2021 Newsletter as of December 31, 2021

Moved by Lee Collick to receive and file.

Supported by Bret Nelson

MOTION ADOPTED UNANIMOUSLY 4/0

Seizert Capital Partners (SCP) Quarterly Report dated December 31, 2021

Moved by Lee Collick to receive and file.

Supported by Bret Nelson

MOTION ADOPTED UNANIMOUSLY 4/0

LEGAL

VanOverbeke, Michaud & Timmony P.C. Memorandum Re: Michigan Attorney General Opinion #7318 – recent amendments to the Michigan Open Meetings Act, 1976 - dated March 3, 2022.

Tom Michaud, board attorney, provided an update on the recent amendments to the Michigan Open Meetings Act (OMA) of 1976 with regards to how public bodies must comply with the requirements of OMA while also following the requirements imposed by the Americans with Disabilities Act (the “ADA”). Tom Michaud stated that his office recommended that the board consider what accommodations, if any, can be offered to a member of the public or board who cannot attend a meeting in person due to a disability under the ADA. Tom also stated that the retiree investment board meeting notices should have some language included (specific recommended verbiage included in the memorandum) regarding requests for ADA accommodations.

OTHER

FY 2022-2023 training budget request

Julie Rudd requested that the trustees establish the training budget for FY 2022-23.

Moved by Lee Collick to set the FY 2022-23 training budget at the same amount as the FY 2021-22 training budget, which is \$1,250.00.

Supported by Bret Nelson

MOTION ADOPTED UNANIMOUSLY 4/0

NEXT MEETING AND ADJOURNMENT

Next regular meeting is scheduled immediately following the retirement system board meeting at approximately 8:30 a.m. on Friday, April 15, 2022 (holiday) at the City Hall Building at 203 South Troy Street, in the 1st floor conference room # 122, however the proposed meeting date is Friday, April 22, 2022.

Moved by Lee Collick to adjourn the meeting (9:31 a.m.) and confirm the next meeting for Friday, April 22, 2022, immediately following retirement system board meeting at approximately 8:30 a.m.

Supported by Bret Nelson

MOTION ADOPTED UNANIMOUSLY 4/0