

A meeting of the Retiree Health Care Benefits Plan & Trust Board of Trustees was held on Wednesday, January 15, 2014, at Troy City Hall, 500 W. Big Beaver Road, Troy, MI 48084.

The meeting was called to order at 12.00 p.m.

Trustees Present: Mark Calice
William R. Need (Ex-Officio)
Thomas Darling, CPA
Dave Henderson
Steve Pallotta
Thomas J. Gordon, II
Milton Stansbury

Trustees Absent: Brian Kischnick

Also Present: Brenda Carter

Minutes

Resolution # ER – 2014-01-1

Moved by Pallotta
Seconded by Darling

RESOLVED, The Minutes of the December 11, 2013 meeting be approved.

Yeas: All- 6
Absent: Kischnick

Investments

UBS Presentation on Investment Policy.

Becky Sorenson and Darren McBride of UBS reviewed a draft version of the System's investment policy. The question was asked if assets that are restricted for retiree healthcare but in custody of the pension fund could be transferred to the RHC System. The System Administrator explained it is unlikely that the assets could be transferred due to IRS regulations, but would get an opinion from legal counsel.

The System Administrator asked if a statement could be included in the draft investment policy regarding reviewing the policy annually. The System Administrator will work with Becky regarding verbiage addressing interest rate fluctuation. Becky to work on a flexible policy to be presented at the next RCH meeting.

Becky Sorenson explained that developing the investment policy and an asset allocation plan may take more than one meeting to finalize and suggested breaking it apart in two meetings. Accordingly, they will bring the draft investment policy back for review at the next meeting. In addition, work should be addressed in the following order.

1. A draft of the OPEB investment policy
2. Asset outline
3. Investment solutions

Chairman Calice recommended moving forward on all three issues.

Resolution # ER – 2014-01-2

Moved by Pallotta

Seconded by Stansbury

RESOLVED, The Board directs the System Administrator to schedule special meetings on February 12, 2014 at 1:30 p.m. and March 12, 2014 at 1:30 p.m.

Yeas: All- 6

Absent: Kischnick

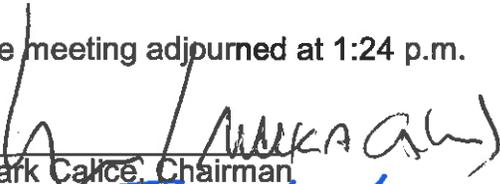
OTHER BUSINESS –

Public Comment

None

The next meeting is February 12, 2014 at 1:30 p.m. at Troy City Hall, Council Board Conference Room, 500 W. Big Beaver Road, Troy, MI 48084.

The meeting adjourned at 1:24 p.m.



Mark Calice, Chairman



Thomas Darling, Administrator