City of Troy

Minutes

Retiree Healthcare Benefits Plan & Trust Board Meeting

November 11, 2015 at 1:30 PM
City Council Board Room

Troy City Hall
500 West Big Beaver
Troy, Michigan 48084
(248) 524-3330

A meeting of the Retiree Healthcare Benefit & Trust Board of Trustees was held on **November 11, 2015** at Troy City Hall, 500 W. Big Beaver Road, Troy, MI 48084.

The meeting was called to order at 2:55 p.m.

Trustees Present:	Mark Calice Thomas Darling, CPA Brian Kischnick Thomas J. Gordon, II Dave Henderson
Trustees Absent:	Steve Pallotta Milton Stansbury
Also Present:	Kathy Kostopoulos

Minutes:

Resolution # ER – 2015-11-05

Moved by: Kischnick
Seconded by: Henderson

RESOLVED, that the Minutes of the August 12, 2015 meeting be approved.

Yeas: - 5 -
Absent: - 2 -

Regular Business:

- Resignation of Ex-Officio William Need

Resolution # ER – 2015-11-06

Moved by: Henderson
Seconded by: Gordon

RESOLVED, that the Members of the Board formally acknowledged the resignation of William Need (Ex- Officio) from the City of Troy Retiree Health Care Benefit & Trust Board of Trustees be approved.

Yeas: - 5 -
Absent: - 2 –

Chairman Calice reiterated that a formal letter of appreciation and commendation be prepared. In addition, The System Administrator suggested that a newsletter be prepared and mailed out informing the City of Troy Retirees of Mr. Need's resignation. The letter should include a statement that the City of Troy Employee's Retirement System Board and the City of Troy Retiree Health Care Benefit & Trust Board of Trustees would like to receive recommendations from the retirees of candidates to fill the newly open position, preferably a member from the Defined Benefit Plan. The Board Members and the System Administrator agreed that a list of the candidate names will be compiled and reviewed at a regular monthly Employee Retirement System Board meeting. After such review, the Employee Retirement System Board Members would present their recommendation to Mayor Pro Tem Pennington for discussion.

Investments:

- UBS Financial Services Presentation - Retiree Health Care Benefits Plan and Trust Portfolio Review - November 2015

Rebecca Sorensen and Darin McBride of UBS presented the City of Troy Health Care Trust Defined Benefit Plans Investment Review. Reviewing the following October 2015 market

conditions and again discussing the City of Troy ERS and Health Care Trust Defined Benefit Plans Investment Review October 2015. Focusing on the Emerging Market sector, UBS suggested selling Emerging Market ETF and transferring proceeds to American Funds - New World.

Resolution # ER – 2015-11-07

Moved by: Kischnick
Seconded by: Gordon

RESOLVED, that the Members of the Board supported the UBS recommendation to purchase American Funds - New World Fund (Emerging Market Fund) using proceeds transferred from Emerging Market ETF.

Yeas: - 5 -
Absent: - 2 –

Rebecca Sorensen of UBS provided additional handouts illustrating a brief overview of the Affordable Care Act. Noting the current thresholds for Cadillac Plans and reviewing the rate limits that would apply for individuals and families. Also provided, were additional handouts on Health Care Reform Legislative Brief and Section 49801 Excise Tax on High Cost Employer-Sponsored Health Coverage for Board Members to review.

Other Business:

None

Public Comment:

None

The next meeting is Wednesday, February 10, 2016 at 1:30 p.m. at Troy City Hall, Council Board Conference Room, 500 W Big Beaver Rd, Troy, MI 48084.

The meeting adjourned at 3:20 p.m.

Mark Calice, Chairman

Thomas Darling, Pension Administrator