

**CITY OF PONTIAC
POLICE AND FIRE RETIREE PREFUNDED
GROUP HEALTH & INSURANCE PLAN
BOARD OF TRUSTEES VEBA MEETING MINUTES
APRIL 25, 2013**

Trustees Present

Lon Britton, Vice Chairman
Leon Jukowski, Mayor,
John Naglick, Secretary
Craig Storum

Others Present

Chris Kuhn, Gray & Company
Larry Gray, Gray & Company
Matthew Henzi, Sullivan, Ward, Asher & Patton
Chuck Wytrychowski, BeneSys, Inc.
Darris Garoufalis, BeneSys, Inc., *excused*
Liz Edwards, BeneSys, Inc.
Walter Moore, Retiree

Trustees Absent

Matthew Nye, Chairman, *excused*

The meeting was called to order at 8:37 a.m.

AGENDA CHANGES

Secretary Naglick chaired the meeting in Chairman Nye's absence.

CONSENT AGENDA

- A. Approval of Regular Meeting Minutes: March 28, 2013
- B. Financial Reports
 - 1. Financial Reports – February 28, 2013
 - 2. Bills for Ratification – March, 2013
- C. Letter to All Retirees dated April 19, 2013, discussing the reduced life insurance coverage for all retirees effective March 1, 2013, mailed April 24.

RESOLUTION 13-012 By Storum, Supported by Jukowski
Resolved, That the consent agenda for March 28, 2013, be approved.

Yeas: 4 – Nays: 0

CONSULTANTS

- A. Gray & Company

Mr. Kuhn distributed and discussed the Fund's Flash Report as of March 31, 2013.

Mr. Kuhn distributed and discussed the Fund's Asset Summary as of April 18, 2013.

Mr. Kuhn discussed the performance results for the 2013 First Quarter and issues that impacted the results. He stated that there was strong January and March performance, with so-so February performance. He discussed reallocating assets within the funds. There was discussion with respect to adjusting investment style rather than managers, and/or comparing against other managers.

REPORTS

A. Chairman

B. Secretary

C. Trustee Committees

D. Legal, Attorney's Report, Sullivan, Ward, Asher & Patton, P.C., Matthew Henzi

Attorney Henzi stated that the letter with respect to restoration of life insurance is being mailed out.

RESOLUTION 13-013 By Storum, Supported by Jukowski
Resolved, That the Board move to closed session to discuss pending litigation at 8:52 a.m.

Yeas: 4 – Nays: 0

*The Board moved to closed session at 8:52 a.m.
Mr. Kuhn, Mr. Gray, and Mr. Moore left at 8:52 a.m.
The Board returned from closed session at 9:26.*

RESOLUTION 13-014 By Storum, Supported by Jukowski
Resolved, That the Board approve the March 28, 2013, closed session minutes.

Yeas: 4 – Nays: 0

RESOLUTION 13-015 By Storum, Supported by Jukowski
Resolved, That the Board move to closed session to discuss retiree health care at 9:28 a.m.

Yeas: 4 – Nays: 0

*The Board moved to closed session at 9:28 a.m.
The Board returned from closed session at 9:35.*

RESOLUTION 13-016 By Storum, Supported by Jukowski
Resolved, That the retiree life insurance will continue to be paid through the City.

Yeas: 4 – Nays: 0

RESOLUTION 13-017 By Storum, Supported by Jukowski
Resolved, That Mr. Wytrychowski will contact Meadowbrook Insurance to discuss how the Fund may continue to pay the difference in life insurance premiums.

Yeas: 4 – Nays: 0

E. Members / Retirees

UNFINISHED BUSINESS

A. Mr. Wytrychowski is in the process of reviewing the Fund's reimbursement spreadsheet.

RESOLUTION 13-018 By Storum, Supported by Jukowski
Resolved, That the Fund will reimburse 2012 third and fourth quarter expenses to the City.

Yeas: 4 – Nays: 0

NEW BUSINESS

A. Plante & Moran New Business Engagement Letter

Mr. Wytrychowski stated that Plante & Moran is beginning its annual audit, and will need the appropriate engagement letter signed.

RESOLUTION 13-019 By Storum, Supported by Jukowski
Resolved, That the Plante & Moran Engagement Letter be duly signed.

Yeas: 4 – Nays: 0

NEXT MEETING DATE: May 30, 2013

ADJOURNMENT

RESOLUTION 13-020 By Storum, Supported by Jukowski
Further Resolved, That the meeting be adjourned at 9:40 a.m.

Yeas: 4 – Nays: 0

I certify that the foregoing are the true minutes of the
Police & Fire Retirement Pre-funded Group Health
and Insurance Plan “VEBA Trust” on April 25, 2013.



John Naglick, Secretary
As recorded by BeneSys