

**CITY OF PONTIAC  
POLICE AND FIRE RETIREE PREFUNDED  
GROUP HEALTH & INSURANCE PLAN  
BOARD OF TRUSTEES VEBA MEETING MINUTES  
MARCH 31, 2016**

**Trustees Present**

Matt Nye, Chairman, (phone-in)  
Lon Britton, Vice-Chairman, (phone-in)  
Nevrus Nazarko, Secretary  
Craig Storum, (phone-in)

**Others Present**

Matt Henzi, Sullivan, Ward, Asher & Patton  
Brian Green, The Bogdahn Group  
Liz Edwards, BeneSys, Inc.

**Trustees Absent**

Deirdre Waterman, Mayor

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*Chairman Nye declared that a quorum was present and called the meeting to order at 8:40 a.m.*

**AGENDA CHANGES**

**CONSENT AGENDA**

- A. Approval of Regular Meeting Minutes: January 14, 2016
- B. Financial Reports
  - 1. Financial Reports – January 31, 2016
  - 2. Bills for Ratification – January, February, 2016

**RESOLUTION 16-005** By Nazarko, Supported by Storum

Resolved, That the Consent Agenda for March 31, 2016, be approved.

Yeas: 4 – Nays: 0

**CONSULTANTS**

A. The Bogdahn Group

Brian Green of the Bogdahn Group reviewed the Fund's assets and performance for the fourth quarter ending December 31, 2015. He noted that it was an interesting end to a lackluster year. U.S. funds outperformed international funds. Long term interest rates fell. He reviewed the investment managers and all are in compliance with the Investment Policy Statement. He noted that the Fund was up 2.47% for the quarter, and down 2.68% for the year. Dodge & Cox is doing well, Bradford & Marzec was down for the quarter, Franklin Templeton was up. Pluscios was

under for the quarter and for the year. Bloomfield Capital is strong and doing what they said they would do. The Fund balance as of December 31, 2015, was \$35,918,969, and as of February 29, 2016, was \$34,208,324. There has been a good recovery in March. Trustee Storum asked Mr. Green if he had any concerns with the Broadview small cap fund. Mr. Green replied that the manager has short performance cycles of one or two years. Nothing has changed from a people or process standpoint; it is not a long term thing.

## **REPORTS**

- A. Chairman
- B. Secretary
- C. Trustee Committees
- D. Legal, Attorney's Report, Sullivan, Ward, Asher & Patton, P.C., Matthew Henzi

## **ATTORNEY'S REPORT**

### **Attorney Report – General Matters:**

#### *Nyhart Actuarial Services Contract*

Attorney Henzi addressed this issue for the Board in the Attorney Report.

#### *Proposed Michigan Legislation – Items of Interest – Exhibit E*

Attorney Henzi addressed this issue for the Board in the Attorney Report.

## **UNFINISHED BUSINESS**

None to Report

## **NEW BUSINESS**

- A. VEBA February 2016 Expenses

The Board reviewed the February invoices received from the City.

### **RESOLUTION 16-006** By Nazarko, Supported by Storum

Resolved, That payment of the February, 2016, Blue Cross Blue Shield invoices be approved.

Yeas: 4 – Nays: 0

**CORRESPONDENCE**

Mr. Green reviewed the February 2016 Franklin Templeton Business Continuity Planning Information Notice, noting that this was for informational purposes only, and no action is needed.

**NEXT MEETING DATE:** April 21, 2016

**ADJOURNMENT**

**RESOLUTION 16-007** By Nazarko, Supported by Storum  
Further Resolved, That the meeting be adjourned at 9:05 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 March 31, 2016.



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Nevrus Nazarko, Secretary  
*As recorded by BeneSys*