# RETIREE HEALTH CARE BOARD OF TRUSTEES MINUTES

## OCTOBER 4, 2024 SPECIAL MEETING

## I. CALL TO ORDER

A Regular Meeting of the Monroe County Retiree Health Care Board of the Trustees was held in the City of Monroe on Friday, October 4, 2024. Chairman Bob Neely called the meeting to order at 9:00 a.m.

## II. ROLL CALL

Roll call by Clerk taken as follows:

Trustees Present: Bob Neely, Michael Bosanac, Stephen Goodman, Dawn Asper, and Sue Maier

Trustees Absent: None.

Brian Green of Mariner and Aundrea Armstrong, Deputy County Administrator/CFO also attended.

A quorum being present, the Board proceeded to conduct business.

## III. PLEDGE OF ALLEGIANCE

Grace Drewior led the Pledge of Allegiance.

## IV. APPROVAL OF AGENDA (10/04/2024)

Motion by Michael Bosanac, supported by Stephen Goodman to approve the October 4, 2024 Special Meeting Agenda as presented.

Voice vote taken. Motion carried.

## V. APPROVAL OF MINUTES (08/12/2024 Regular Meeting)

Motion by Michael Bosanac, supported by Sue Maier to approve the August 12, 2024, Regular Meeting minutes as presented and waive the reading thereof.

Voice vote taken. Motion carries.

## VI. PUBLIC COMMENT- None

## VII. COMMUNICATIONS- None

## VIII. OLD BUSINESS- None

## IX. NEW BUSINESS

1. Market Value Update/Rebalance Recommendation

Investment Consultant, Mr. Brian Green, distributed report at the meeting. Discussion commenced regarding Clarkston Capitol and the two options available. Option 1 to remove Clarkston and Option 2 to rebalance portfolio by reducing Clarkston and adding Reinhart Partners to the portfolio as outlined in the handout. Handout included analysis of historical performance of Reinhart and other similar funds. Mariner recommends Option 2 summarized below. Discussion commenced.

| Monroe County Retiree Health Care 9/30/2024 | | | Option 2 - Clarkston Reduced | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | Current Market Value and Allocation | | Recommended Rebalance | Target Market Value and Allocation | | Market Value After Rebalance | | IPS Limits | | Variance from Target | |
| Name | $ | (%) | | $ | (%) | $ | % | Min | Max | $ | % |
| Total Fund | $134,699,532 | 100.00% | $0 | $134,699,532 | 100.00% | $134,699,532 | 100.00% | | | ($0) | 0.0% |
| *Domestic Equities* | | | | | | | | | | | |
| Fidelity S&P 500 Index | $36,356,955 | 27.0% | ($2,700,000) | $33,674,883 | 25.0% | $33,656,955 | 25.0% | | | ($17,927) | 0.0% |
| Fidelity Extended Mkt Index | $13,459,424 | 10.0% | ($2,400,000) | $10,775,963 | 8.0% | $11,059,424 | 8.2% | | | $283,461 | 0.2% |
| Ancora Small / Mid | $6,900,845 | 5.1% | ($900,000) | $6,061,479 | 4.5% | $6,000,845 | 4.5% | | | ($60,634) | 0.0% |
| Reinhart Partners | $0 | 0.0% | $6,000,000 | $6,061,479 | 4.5% | $6,000,000 | 4.5% | | | ($61,479) | 0.0% |
| Clarkston Small / Mid | $6,116,293 | 4.5% | ($2,000,000) | $4,040,986 | 3.0% | $4,116,293 | 3.1% | | | $75,307 | 0.1% |
| **Sub-Total Domestic Equities** | **$62,833,516** | **46.6%** | **($2,000,000)** | **$60,614,789** | **45.0%** | **$60,833,516** | **45.2%** | **25%** | **51%** | **$218,727** | **0.2%** |
| *International Equities* | | | | | | | | | | | |
| Vanguard Developed Markets | $21,114,679 | 15.7% | $0 | $21,551,925 | 16.0% | $21,114,679 | 15.7% | | | ($437,246) | -0.3% |
| Vanguard Emg Mkts | $5,191,699 | 3.9% | $0 | $5,387,981 | 4.0% | $5,191,699 | 3.9% | | | ($196,282) | -0.1% |
| ***Sub-Total International Equities*** | ***$26,306,378*** | ***19.5%*** | ***$0*** | ***$26,939,906*** | ***20.0%*** | ***$26,306,378*** | ***19.5%*** | ***13%*** | ***27%*** | ***($633,528)*** | ***-0.5%*** |
| ***Sub-Total Global Equities*** | | ***66.2%*** | ***($2,000,000)*** | ***$87,554,696*** | ***65.0%*** | ***$87,139,895*** | ***64.7%*** | ***50%*** | ***70%*** | ***($414,801)*** | ***-0.3%*** |
| *Fixed Income* | | | | $0 | | | | | | | |
| Boyd Watterson - Int Fixed | $31,643,033 | 23.5% | $4,900,000 | $33,021,878 | 24.5% | $36,543,033 | 27.1% | 14% | 28% | $3,521,155 | 2.6% |
| Global Allocation (Unfunded) | $0 | 0.0% | $0 | $0 | 0.0% | $0 | 0.0% | 0% | 7% | $0 | 0.0% |
| ***Sub-Total Fixed Income*** | ***$31,643,033*** | ***23.5%*** | ***$4,900,000*** | ***$33,021,878*** | ***24.5%*** | ***$36,543,033*** | ***27.1%*** | | | ***$3,521,155*** | ***2.6%*** |
| *Real Estate* | | | | | | | | | | | |
| Boyd Watterson GSA | $7,539,551 | 5.6% | $0 | $7,539,551 | 5.6% | $7,539,551 | 5.6% | | | $0 | 0.0% |
| American Realty Value | $2,277,419 | 1.7% | $0 | $2,277,419 | 1.7% | $2,277,419 | 1.7% | 0% | 10% | $0 | 0.0% |
| Unfunded Real Estate | $0 | 0.0% | $0 | $2,305,988 | 1.7% | $0 | 0.0% | | | ($2,305,988) | -1.7% |
| ***Sub-Total Real Estate*** | ***$9,816,970*** | ***7.3%*** | ***$0*** | ***$12,122,958*** | ***9.0%*** | ***$9,816,970*** | ***7.3%*** | | | ***($2,305,988)*** | ***-1.7%*** |
| *Alternative Investments* | | | | | | | | | | | |
| Monroe Capital Fund V | $1,193,120 | 0.9% | $0 | $2,000,000 | 1.5% | $1,193,120 | 0.9% | | | ($806,880) | -0.6% |
| Unfunded Alternatives | $0 | 0.0% | $0 | $0 | 0.0% | $0 | 0.0% | | | $0 | 0.0% |
| ***Sub-Total Alt Investments*** | ***$1,193,120*** | ***0.9%*** | ***$0*** | ***$2,000,000*** | ***1.5%*** | ***$1,193,120*** | ***0.9%*** | ***0%*** | ***6%*** | ***($806,880)*** | ***-0.6%*** |
| Cash | | | | | | | | | | | |
| *Cash Account* | *$2,906,514* | *2.2%* | *($2,900,000)* | *$0* | *0.0%* | *$6,514* | *0.0%* | *0%* | *5%* | *$6,514* | *0.0%* |

This summary page is not an official statement. Please refer to your custodial statements. Past performance is not indicative of future returns.

Motion by Stephen Goodman, supported by Michael Bosanac to accept the report from Mariner and adopt the recommended rebalance as described above. This includes creating a new account with Reinhart and authorization for authorized signers to execute the investment agreement.

Voice vote taken. Motion carried.

X. PUBLIC COMMENT – None

XI. MEMBERS TIME

Bob Neely – Passed.

Michael Bosannac – Thank you everyone for making yourself available and thank you Brian Green for putting it all together and speaking on it.

Stephen Goodman – Passed.

Dawn Asper – Passed.

Sue Maier – Passed.

XII. INFORMATION – None

XIII. NEXT MEETING – November 4, 2024 at 3:00 p.m.

XIV. ADJOURNMENT

With no additional business to come before the Retiree Health Care Board of Trustees, Chairman Neely adjourned the meeting at 9:58 a.m.