

**CITY OF PONTIAC
POLICE AND FIRE RETIREE PREFUNDED
GROUP HEALTH & INSURANCE PLAN
BOARD OF TRUSTEES VEBA MEETING MINUTES
June 28, 2018**

A regular meeting of the Board of Trustees was held on Thursday, June 28, 2018, at BeneSys, Inc., Third Floor Conference Room, Troy, Michigan.

Trustees Present

Lon Britton (via phone)
Craig Storum
Matt Nye, Chairman
Deirdre Waterman, Mayor (arrived at 9:42 a.m.)

Others Present

Matt Henzi, Sullivan, Ward, Asher & Patton
Duane Menter, BeneSys, Inc.
Violet Gjorgjevski, BeneSys, Inc.

Chairman Nye declared that a quorum was present and called the meeting to order at 9:07 a.m.

AGENDA CHANGES

CONSENT AGENDA

- A. Approval of Regular Meeting Minutes: May 31, 2018
- B. Financial Reports
 - 1. Financial Reports – April 2018
 - 2. Bills for Ratification – June 2018

RESOLUTION 18-17 By Britton, Supported by Storum
Resolved, That the Consent Agenda for June 28, 2018, be approved.

Yeas: 3 – Nays: 0

CONSULTANTS - None -

REPORTS

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

ATTORNEY'S REPORT

May 31, 2018 Closed Session Minutes - Exhibit A

RESOLUTION 18-18 By Britton, Supported by Storum

Resolved, to approve the closed session meeting minutes from the May 31, 2018 meeting.

Yeas: 3 – Nays: 0

Lawsuit Against City of Pontiac for Annual Contributions for Fiscal Year Ending June 30, 2012 - Exhibit B

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

CPREA v City of Pontiac - Court Ordered Facilitation - Exhibit C

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

Duty Disability Retirees - Exhibit A

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

Political Contribution and Fee Disclosure Statement - Exhibit B

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

Frances Deneen – Request by Power of Attorney for Paper Check - Exhibit C

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

Actuary Question Regarding Partial Plan Termination - Exhibit D

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

Attorney Henzi referred the Trustees to the information provided in the City of Pontiac Police and Fire Retirement System Board Agenda under New Business A. Chubb Quote.

RESOLUTION 18-19 By Britton, Supported by Storum

Resolved, to ratify and approve the Chubb Quote for Fiduciary Liability Insurance for both the City of Pontiac Police and Fire Retirement System Board and the City of Pontiac Police and Fire Retiree Prefunded Group Health & Insurance Plan Board.

Yeas: 3 – Nays: 0

UNFINISHED BUSINESS

A. Due City

Discussion ensued regarding an audit item discovered in 2017 during the 2016 Audit. Outstanding balance found that was owed to the City for benefits paid. After Trustee discussion and research the Trustees would like to have the amount written off.

RESOLUTION 18-20 By Britton, Supported by Storum

Resolved, That the Trustees considered an issue raised by the Trust's auditor during its preparation of its audit for 2016. The auditor found an unsubstantiated document which suggested that the PF VEBA

owed an amount to the City. Upon investigation by the Trustees and its service providers, there is no known evidence to substantiate the document or to evidence any amount is due. As such, the Trustees reject any liability for this sum. Further, Trustees direct the administrator and auditor to make the proper recordations that this amount is not an account payable.

Yeas: 3 – Nays: 0

~ Mayor Waterman arrives 9:42am. ~

NEW BUSINESS

A. VEBA June 2018 Expenses

RESOLUTION 18-21 By Storum, Supported by Britton
Resolved, That the expenses for June 2018 be approved for payment.

Yeas: 4 – Nays: 0

B. Officer Elections

The floor was opened for nominations, and the following Trustees were nominated as officers for the next year:

VEBA

Chairperson: Matt Nye

Vice Chairperson: Lon Britton

RESOLUTION 18-22 by Trustee Storum, Supported by Mayor Waterman
Resolved, That the nominating trustee officers will be Matt Nye as Chairperson and Lon Britton as Vice Chairperson on the City of Pontiac Police and Fire Retiree Prefunded Group Health & Insurance Plan Board.

Yeas: 4 – Nays: 0

CORRESPONDENCE

A. Delta Dental Mailing

BeneSys provided a copy of a Delta Dental Mailing for reference.

NEXT MEETING DATE: July 26, 2018

ADJOURNMENT

RESOLUTION 18-23 By Britton, Supported by Mayor Waterman
Further Resolved, That the meeting be adjourned at 9:53 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 July 26, 2018.

Secretary

As recorded by BeneSys