ORDER OF BUSINESS

Meeting Called to Order
Scott Miller called the meeting to order at 8:36 am

Roll Call:
Monica Boote called the roll

WCERS Members Present: Kelly Belknap, Gregory Dill, Nancy Heine, Corey Mason, Scott Miller, Katie Scott (8:38am)

WCERS Members Absent: Jason Morgan

Others Present: Monica Boote, Sarah Erskine, Human Resources; Catherine McClary, Washtenaw County Treasurer; Tom Michaud, VanOverbeke, Michaud & Timmony; Amy Cole, Tim Brice, Graystone Consulting; Roberta Allen, AWARE Representative

Public Participation
None

Approval of Minutes
A. March 26, 2019 - Regular Meeting
B. March 26, 2019 – Closed Session
C. Mason seconded by K. Belknap to approve the regular and closed session minutes of March 26, 2019. All in favor, motion carried.

Approval of Consent and Regular Agenda
K. Belknap seconded by C. Mason to approve the Consent and Regular Agenda. All in favor, motion carried.

CONSENT AGENDA

A. Communications
   1. Washtenaw County Finance, Contributions/Distributions as of 02.28.2019
   2. Brandywine, Monthly Commentary March 2019
   3. JP Morgan SPF, Monthly Flash Report March 2019
   4. JP Morgan SSPF, Monthly Flash Report March 2019
   5. JP Morgan SPF, Monthly Transaction Statement March 2019
   6. JP Morgan SSPF, Monthly Transaction Statement March 2019
   7. Morgan Stanley, Client Statement March 2019

B. Communications on File
   1. Brandywine, March 2019 Reporting
   2. Brandywine, 03.26.20019 Schedule K-1
   3. JP Morgan SPF, 4Q18 Reporting
   4. JP Morgan SSPF, 4Q18 Reporting
   5. JP Morgan, SPF, March 2019 Monthly Reporting
   8. Loomis Sayles, March 2019 Reporting

C. Invoices Pending Ratification
Vendor | Description of Services | Amount Due | Invoice
--- | --- | --- | ---
Buck | Services rendered for February 2019 | $833.33 | 2413207WCERS
JP Morgan SPF and SSPF | Investment Management Fees 4Q18 | $114,749.34 | 20181231-16974-A

D. Service Retirement Application

<table>
<thead>
<tr>
<th>Name</th>
<th>Department</th>
<th>Employee Group</th>
<th>Retirement Date</th>
<th>Type</th>
<th>Eligibility</th>
</tr>
</thead>
<tbody>
<tr>
<td>Rabinowitz, Ellen</td>
<td>Public Health</td>
<td>Non-Union</td>
<td>09.01.2019</td>
<td>Service</td>
<td>Rule of 75, minimum age 50</td>
</tr>
<tr>
<td>Shaw, Deborah</td>
<td>Trial Court</td>
<td>3052JC</td>
<td>05.01.2019</td>
<td>Service</td>
<td>Rule of 75, minimum age 50</td>
</tr>
</tbody>
</table>

E. Service Retirement Finals

None

F. Intent to Purchase Prior Public / Military Service

1. Prior Public
   None
2. Prior Military
   None

G. Final Purchase Approval Resolutions – Prior Public / Military Service

1. Prior Public
   None
2. Prior Military
   None

H. Application for Refund of Contributions & Termination of Membership Pending Ratification

<table>
<thead>
<tr>
<th>Name</th>
<th>Termination Date</th>
<th>Vested</th>
<th>Approximate Distribution Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Ursula Amison</td>
<td>2/5/2019</td>
<td>No</td>
<td>$24,409.43</td>
</tr>
<tr>
<td>Ashley Gelisse</td>
<td>8/9/2013</td>
<td>No</td>
<td>$24,081.18</td>
</tr>
</tbody>
</table>

I. Application for Deferred Retirement Benefit

None

J. Pension Benefit Changes

1. Guster, Cleo
   Date of Death: March 16, 2019
   Pension Election: Straight Life
   Payment to Beneficiary: N/A
   Death Benefit Beneficiary: Verna Dedtrick

2. Cambria, Frank
   Beneficiary Date of Death: March 15, 2019
   Pension Election: Option 2 – 100% J/S → Reverts to Straight Life

   Death Benefit Total Amount: $2,000.00

K. EDRO / DRO

None

REGULAR AGENDA
**Investment Consultant’s Report – Amy Cole**

**On the Market Report**

Mr. Brice reviewed the On the Market Report, stating that despite the year’s relentless rally, growth may be disappointing. There are still signs of a recession, but earning and economic data have been better than expected. He believes that the government will reach a deal with China and that Brexit won’t happen. Once these issues are cleared up, the Market will start to improve towards the second half of the year.

**Inputs for GIC Asset Allocation**

Mr. Brice gave a brief overview of the GIC Asset Allocation report, which provides more information regarding how the GIC puts together the numbers for the expected returns for the different asset classes. He then stated that he will dive deeper into detail when they present the asset allocation study regarding the different money managers.

**Performance Report**

Ms. Cole discussed the performance report for the first quarter of 2019. For the month of March there were returns of 1% for the global investments and there was a 2% return for US equities, which is large for a one month return. Year to date returns are starting to get into the double digits, the S&P 500 is nearly up to 14%. Ms. Cole stated the US dollar is still strong for the year, which indicates future impact on international markets and US companies that have a global influence. Value was doing better before the Feds announced that they are holding off on raising interest rates, and after the announcement, growth has done better. Ms. Cole then stated that interest rates could potentially come down even further, ending up being closer to 2% than 3%.

The portfolio funds are up 1% for the month and 8.23% for the quarter, which is equivalent to $20,830,011. The quarter started at 253,859,677 and finished at $271,688,981. Even though the market has been constantly changing, the WCERS portfolio has stayed the same with asset allocation and money managers. Large Cap has had great returns of 12% plus, and all Cap Equity is up 15.68% for the year. Ms. Cole then stated that the portfolio is up to an almost a 10% year to date return.

S. Miller stated that it looks like the projected returns for the next 7 years will not get the portfolio to the rate of returns of 7.25% and that the Board should touch base with the actuarial team to see what the Board’s best course of action is.

**Legal Advisor’s Report – Tom Michaud**

None

**Other Advisor’s Comments**

None

**Unfinished Business**

**Disability Retirement Update**

M. Boote discussed that the process for Ms. Mei-Fu Sheng’s Disability Retirement application was approved to be delayed to provide Dr. Miller with further information.

**New Business**

None

**Retirement Administrator’s Report – Monica Boote**

M. Boote stated that all of the data for the valuation is with Buck and Retirement Administration expects the report at the end of May, with the meeting projected for June 19th. She then discussed the update and change over from OnPoint to the new platform.

M. Boote stated that HR and Finance needed more time to be able to properly include a succession plan for the plan administration cost. She believes that the proposal should be prepared in June. She then requested consideration for a special meeting in July to discuss disability retirements and plan administration fees.

She then shared information with the Board regarding the committee and the project plan to discuss and potentially update the disability retirement ordinance. The committee consists of HR personnel and Cathy Wilczynski. The committee will be looking at both disability retirement ordinances, other ordinances throughout the state, and MERS ordinance. They will then provide Labor Management with any recommendations that may come out of the committee’s findings.

K. Scott seconded by G. Dill to have a special meeting in July with the date to be determined later. All in favor, motion carried.
Report of the Chair
None

Issues, Concerns and Trustee Comments
None

Adjournment
C. Mason seconded by K. Belknap to adjourn at 9:21am. All in favor, motion carried.

Upcoming Board Meeting

- Actuarial Valuation Special Meeting, June 2019, TBD
  BOC Conference Room
  220 N. Main St, Ann Arbor, MI 48107

- Regular Meeting, August 27, 2019 at 8:30 am
  BOC Conference Room,
  220 North Main Street, Ann Arbor, MI 48107