

BAY COUNTY VOLUNTARY EMPLOYEES' BENEFICIARY ASSOCIATION

AGENDA

TUESDAY, AUGUST 11, 2015

(Immediately Following the Retirement Board of Trustees' Meeting @ Approximately 2:30 P.M.)

**COMMISSIONERS CHAMBERS  
515 CENTER AVENUE - 4<sup>TH</sup> FLOOR  
BAY CITY, MI 48708**

PAGE	I.	CALL TO ORDER
	II.	ROLL CALL
	III.	MINUTES
1 - 4 .....	1.	JULY 14, 2015
	IV.	PUBLIC INPUT
	A.	THE BOGDAHN GROUP 2 <sup>nd</sup> QUARTER REPORT
		1. HOWARD POHL AND PETER BROWN
5 - 18 .....	B.	MONTHLY REPORTS - RES No. 2015 - 11
	1.	PORTFOLIO VALUE 1/01/15 -7/31/15
	2.	CHANGE IN BOOK AND MARKET VALUE -6/30/15
	3.	MONEY MANAGERS ON WATCH - (Effective Date)
	1.	ATALANTA SOSNOFF - 5/12/15
	4.	MONEY MANAGER REPORTS
	a.	ATALANTA SOSNOFF - ENDING -6/30/15
	b.	C.S. MCKEE - ENDING - 6/30/15
	5.	RECAPTURE SERVICES
	a.	CAPIS - 6/30/15
	6.	VEBA YTD BUDGET REPORT 7/31/15
	7.	APPROVED EXPENSES -7/31/15
19 - 20 .....	C.	REVISED INVESTMENT MANAGER FEE SCHEDULES RES. NO. 2015- 12
21 - 22 .....	D.	BUDGET PROPOSAL 2016
	V.	ANNOUNCEMENTS
	A.	NEXT REGULAR MEETING - TUESDAY, SEPTEMBER 8, 2015 IMMEDIATELY FOLLOWING THE RETIREMENT BOARD OF TRUSTEES MEETING AT APPROXIMATELY 2:30 P.M. , COMMISSIONERS CHAMBERS, 515 CENTER AVENUE - 4 <sup>TH</sup> FLOOR, BAY CITY, MI 48708
	VI.	UNFINISHED BUSINESS

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**515 CENTER AVENUE - 4<sup>TH</sup> FLOOR**

**BAY CITY, MI 48708**

- VII. NEW BUSINESS
- VIII. MISCELLANEOUS BUSINESS
- IX. ADJOURNMENT



**BAY COUNTY VOLUNTARY EMPLOYEES' BENEFICIARY ASSOCIATION  
8/11/2015  
RESOLUTION**

BY: BAY COUNTY VOLUNTARY EMPLOYEES' BENEFICIARY ASSOCIATION BOARD

RESOLVED By the Bay County Voluntary Employees' Beneficiary Association Board that the following reports are received:

1. PORTFOLIO VALUE - 1/1/15 - 7/31/15
2. CHANGE IN BOOK AND MARKET VALUE - 6/30/15
3. MONEY MANAGERS ON WATCH (Effective Date)
  - a. ATALANTA SOSNOFF - 5/12/15
4. MONEY MANAGER REPORTS
  - a. ATALANTA SOSNOFF - ENDING - 6/30/15
  - b. C.S. MCKEE - ENDING 6/30/15
5. RECAPTURES SERVICES
  - a. CAPIS - SUMMARY ENDING 4/30/15
6. REFUNDS/RETIREMENTS -ENDING 5/31/15
7. VEBA YTD BUDGET REPORT - ENDING
8. APPROVED EXPENSES - 5/31/15

STEVE GRAY, CHAIR  
AND BOARD

MONTHLY REPORTS - AUGUST

MOVED BY TRUSTEE Gromaski

SUPPORTED BY TRUSTEE GOETZ

TRUSTEE	Y	N	E	TRUSTEE	Y	N	E	TRUSTEE	Y	N	E
Richard Brzezinski			X	Steve Gray	X			Jon Morse	X		
Kim Coonan	X			Richard Gromaski	X			Matthew Pett	X		
Kristal Goetz	X			Thomas Herek	X			Thomas Starkweather	X		

Vote Totals:

Roll Call: Yeas \_\_\_\_\_ Nays \_\_\_\_\_ Excused \_\_\_\_\_  
 Voice: Yeas 8 Nays 0 Excused 1

Disposition: Adopted XX Defeated \_\_\_\_\_ Withdrawn \_\_\_\_\_  
 Amended \_\_\_\_\_ Corrected \_\_\_\_\_ Referred \_\_\_\_\_

**BAY COUNTY VOLUNTARY EMPLOYEES' BENEFICIARY ASSOCIATION  
8/11/2015  
RESOLUTION**

BY: BAY COUNTY VOLUNTARY EMPLOYEES' BENEFICIARY ASSOCIATION BOARD  
 WHEREAS, The Bogdahn Group was asked by the Board at the July 14, 2015 meeting to review current fee schedules and negotiate lower fees with the investment managers for the Voluntary Employees' Beneficiary Association (VEBA)  
 WHEREAS, The following lower fees have been negotiated:

<u>MANAGER</u>	<u>STANDARD FEE</u>	<u>CURRENT FEE</u>	<u>PROPOSED FEE</u>
Atalanta Sosnoff	100 bp	75 bp	50 bp
C.S. McKee	35 bp 1 <sup>st</sup> \$10M	30 bp	30 bp 1 <sup>st</sup> 20M
\$16.1M FI Agg	30 bp Next \$15M		25 bp > \$20M
	25 bp >\$25M		

WHEREAS, Lord Abbett (LVOYK) will move to a new, lower fee R6 share class

Lord Abbett (LVOYK) \$7.5M SMIDV	92 bp	92 bp	79 bp **
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\*\* Moving from Institutional to R6 share class (LVOYX)

WHEREAS, The yearly fee savings for the VEBA Plan is about \$33,249 based on June 30 values.

RESOLVED That the Bay County Voluntary Employees' Beneficiary Association Board approve the new fee schedules for Atalanta Sosnoff and C.S. McKee and the share class change for Lord Abbett. Be it Further,

RESOLVED That the Chairman of the Board is authorized to execute the agreement and all related documents on behalf of the Bay County Voluntary Employees' Beneficiary Association Board following legal review/approval

STEVE GRAY, CHAIR  
AND BOARD

REVISED INVESTMENT MANAGER FEES

MOVED BY TRUSTEE PETT  
SUPPORTED BY TRUSTEE MORSE

TRUSTEE	Y	N	E	TRUSTEE	Y	N	E	TRUSTEE	Y	N	E
Richard Brzezinski			X	Steve Gray	X			Jon Morse	X		
Kim Coonan	X			Richard Gromaski	X			Matthew Pett	X		
Kristal Goetz	X			Thomas Herek	X			Thomas Starkweather	X		

Vote Totals:

Roll Call: Yeas \_\_\_\_\_ Nays \_\_\_\_\_ Excused \_\_\_\_\_  
 Voice: Yeas 8 Nays 0 Excused 1

Disposition: Adopted XX Defeated \_\_\_\_\_ Withdrawn \_\_\_\_\_  
 Amended \_\_\_\_\_ Corrected \_\_\_\_\_ Referred \_\_\_\_\_

BAY COUNTY VEBA BOARD OF TRUSTEES

MEETING DATE:  AUGUST 11, 2015

MOTION MOVED BY:  HEREK

MOTION SUPPORTED BY:  GOETZ

MOTION NO.:  33

MOTION 33: Moved, supported and carried to excuse  
Trustee Brzezinski.

TRUSTEE	Y	N	E	TRUSTEE	Y	N	E	TRUSTEE	Y	N	E
Richard Brzezinski			X	Steve Gray	X			Jon Morse	X		
Kim Coonan	X			Richard Gromaski	X			Matthew Pett	X		
Kristal Goetz	X			Thomas Herek	X			Thomas Starkweather	X		

Vote Totals:

Roll Call: Yeas  8  Nays  0  Excused  1

Voice: Yeas  8  Nays  0  Excused  1

Disposition: Adopted  XX  Defeated   Withdrawn

Amended   Corrected   Referred

BAY COUNTY VEBA BOARD OF TRUSTEES

MEETING DATE:  AUGUST 11, 2015

MOTION MOVED BY:  PETT

MOTION SUPPORTED BY:  MORSE

MOTION NO.:  34

MOTION 34: Moved, supported and carried to approve the minutes, as printed, from the July 14, 2015 regular meeting.

TRUSTEE	Y	N	E	TRUSTEE	Y	N	E	TRUSTEE	Y	N	E
Richard Brzezinski			X	Steve Gray	X			Jon Morse	X		
Kim Coonan	X			Richard Gromaski	X			Matthew Pett	X		
Kristal Goetz	X			Thomas Herek	X			Thomas Starkweather	X		

Vote Totals:

Roll Call: Yeas        Nays        Excused       

Voice: Yeas  8  Nays  0  Excused  1

Disposition: Adopted  XX  Defeated        Withdrawn         
 Amended        Corrected        Referred

BAY COUNTY VEBA BOARD OF TRUSTEES

MEETING DATE:  AUGUST 11, 2015

MOTION MOVED BY:  HEREK

MOTION SUPPORTED BY:  PETT

MOTION NO.:  35

MOTION 35:            Moved, supported and carried to receive the second quarter report from The Bogdahn Group.

TRUSTEE	Y	N	E	TRUSTEE	Y	N	E	TRUSTEE	Y	N	E
Richard Brzezinski			X	Steve Gray	X			Jon Morse	X		
Kim Coonan	X			Richard Gromaski	X			Matthew Pett	X		
Kristal Goetz	X			Thomas Herek	X			Thomas Starkweather	X		

Vote Totals:

Roll Call:    Yeas \_\_\_\_\_    Nays \_\_\_\_\_    Excused \_\_\_\_\_

Voice:        Yeas  8         Nays  0         Excused  1

Disposition:    Adopted  XX     Defeated \_\_\_\_\_    Withdrawn \_\_\_\_\_

                  Amended \_\_\_\_\_    Corrected \_\_\_\_\_    Referred \_\_\_\_\_

BAY COUNTY VEBA BOARD OF TRUSTEES

MEETING DATE:  AUGUST 11, 2015

MOTION MOVED BY:  PETT

MOTION SUPPORTED BY:  MORSE

MOTION NO.:  36

MOTION 36:            Moved, supported and carried to approve the 2016 proposed budget as written.

TRUSTEE	Y	N	E	TRUSTEE	Y	N	E	TRUSTEE	Y	N	E
Richard Brzezinski			X	Steve Gray	X			Jon Morse	X		
Kim Coonan	X			Richard Gromaski	X			Matthew Pett	X		
Kristal Goetz	X			Thomas Herek	X			Thomas Starkweather	X		

Vote Totals:

Roll Call:    Yeas \_\_\_\_\_    Nays \_\_\_\_\_    Excused \_\_\_\_\_

Voice:        Yeas  8         Nays  0         Excused  1

Disposition:    Adopted  XX     Defeated \_\_\_\_\_    Withdrawn \_\_\_\_\_

Amended \_\_\_\_\_    Corrected \_\_\_\_\_    Referred \_\_\_\_\_

BAY COUNTY VEBA BOARD OF TRUSTEES

MEETING DATE:  AUGUST 11, 2015

MOTION MOVED BY:  HEREK

MOTION SUPPORTED BY:  PETT

MOTION NO.:  37

MOTION 37: Moved, supported and carried to adjourn the meeting at 2:53 p.m.

TRUSTEE	Y	N	E	TRUSTEE	Y	N	E	TRUSTEE	Y	N	E
Richard Brzezinski			X	Steve Gray	X			Jon Morse	X		
Kim Coonan	X			Richard Gromaski	X			Matthew Pett	X		
Kristal Goetz	X			Thomas Herek	X			Thomas Starkweather	X		

Vote Totals:

Roll Call: Yeas \_\_\_\_\_ Nays \_\_\_\_\_ Excused \_\_\_\_\_  
 Voice: Yeas  8  Nays  0  Excused  1

Disposition: Adopted  XX  Defeated \_\_\_\_\_ Withdrawn \_\_\_\_\_  
 Amended \_\_\_\_\_ Corrected \_\_\_\_\_ Referred \_\_\_\_\_