

**CITY OF MADISON HEIGHTS
GENERAL RETIREE HEALTH CARE BOARD
REGULAR SCHEDULED TRUSTEE MEETING
October 17, 2023**

The regular meeting of the City of Madison Heights General Retiree Health Care Board of Trustees was held on Tuesday, October 17, 2023, at 10:14 a.m. at 31313 Brush Street, Madison Heights, Michigan.

Present: Chairperson, Jeff Gerald
Board Members: Eric Bissinger, Linda Kunath, Anthony Roberts, Gary Strongarone

Others Present: Retirement System Attorney Thomas Michaud
Morgan Stanley\Graystone investment advisors Brian Brice

07-24 Approval of Minutes of the Regular Meeting of September 19, 2023

Motion by Trustee Bissinger and supported by Trustee Strongarone to approve minutes of the special meeting of September 19, 2023.

Yeas: Bissinger, Gerald, Kunath, Roberts, Strongarone
Nays: None
Absent: None
Motion Carried.

Meeting Open to the Public

No items were discussed.

08-24 Morgan Stanley\Graystone Consulting Investment Report

Morgan Stanley Brian Brice discussed the Plan's asset allocation, percentage of portfolio and differences to policy target. Investments in U.S. equities S&P 500 are down 3.3% quarter to date and up 13.1% up year to date, strongly supported by strong returns from the magnificent 7 (Apple, Microsoft, Amazon, NVIDIA, Google, Tesla, and Meta Platforms), which aer 65%-70% of S&P returns. NASDAQ investments are up 27.1% year to date. Emerging markets are up year to date 2.1% and China is down 7.2%. Cash earnings are around 5.3%. The retirement system portfolio is diversified so as to balance investments. The federal reserve target of 2% inflation has not yet been met. The risk of economic recession has increased modestly for 2023. The federal reserve is expected to discuss possible rate increases at the November meeting.

Hedge fund investment with Ironwood began September 27, 2023, funded from cash in the amount of \$499,983. The policy targets 3%, about \$489,000, to invest in hedge funds. Private Investments have not yet been funded.

As of September 30, 2023 returns net of fees were up 4.70% year to date, down 3.00% quarter to date, up 11.40% over the last 12 months, and up 5.67% over the last 3 years. The total assets as of October 6, 2023 were \$16,302,536, as of September 30, 2023 were \$16,459,146, and were \$16,865,897 at September 11, 2023.

Motion by Trustee Roberts and supported by Trustee Strongarone to receive and file the investment report.

Yeas: Bissinger, Gerald, Kunath, Roberts, Strongarone
Nays: None
Absent: None
Motion Carried.

New Business.

No items were discussed.

09-24 Adjournment

Motion by Trustee Roberts and supported by Trustee Bissinger to adjourn the meeting.

Yeas: Bissinger, Gerald, Kunath, Roberts, Strongarone

Nays: None

Absent: None

Motion Carried.

The meeting was adjourned at 10:21 a.m.

Respectfully submitted,

Linda Kunath, Secretary