

FEDERATED RETIREE HEALTH CARE TRUST

Minutes of the Federated Retiree Health Care Trust Meeting

THURSDAY

SAN JOSÉ, CALIFORNIA

February 21, 2013

CALL TO ORDER

The Board of Administration of the Federated Retiree Health Care Trust met on Thursday, February 21, 2013 at 8:31 a.m., in regular session at City Hall in the Wing Meeting Rooms 118-120, 200 East Santa Clara Street, San José, California 95113.

PRESENT:

BOARD MEMBERS

Matt Loesch, Chair -Present
Lara Druyan, Vice-Chair -Present
Arn Andrews -Present
Michael Armstrong -Present
Martin Dirks -Present
Stuart Odell -Present
Ed Overton -Present

NON-VOTING BOARD MEMBER

Pete Constant (departed at 1:29 p.m.)-Present

DIRECTOR RETIREMENT SERVICES

Roberto L. Peña -Present

COUNSEL

Harvey Leiderman (departed at 1:05 p.m.)-Present

RETIREMENT SERVICES STAFF PRESENT: Veronica Niebla, Sonia Morales, Linda Alexander, Tram Doan, Ron Kumar, Daryn Miller, Heidi Poon, Leslie Lamb, Michelle San Miguel.

ALSO PRESENT: Mary Cornell, AFSCME-CEO; Brad Regier, Meketa Investment Group; Bill Hallmark, Gene Kalwarski, Cheiron; Alex Gurza, Deputy City Manager; Gerry Chappais, AFSCME-MEF; Bill Pope, OE3; Susan Devencenzi, Retiree.

Chair Loesch called to order in Open Session both the Federated City Employees' Retirement System and the Health Care Trust meetings at 9:35 a.m.

CALL TO ORDER: 8:31 a.m.

• **ORDERS OF THE DAY**

Items 1.3 and 1.5 – received late

1. **NEW BUSINESS**

1.1 **Approval of Federated City Employees' Health Care Trust Minutes of December 20, 2012.**

A motion was made to approve the Health Care Trust Minutes of December 20, 2012.

Approved. (M.S.C. Overton/Andrews, 7-0-0).

1.2 **Presentation of the Health Care Trust Quarterly Performance Report as of December 2012.**

Brad Regier from Meketa Investment Group led the presentation and responded to questions from the Board.

Access the video or audio, the agenda and related reports for this meeting by visiting the Retirement Services website at <http://sjretirement.com/> or http://sanjose.granicus.com/ViewPublisher.php?view_id=44. If you have any questions, please contact the Retirement Services Department at (408) 794-1000.

1.3 Presentation of the Health Care Trust Flash Performance Report as of January 2013.

Brad Regier from Meketa Investment Group lead the discussion of the Flash Report.

Receive and file

1.4 Discussion and action regarding Health Care Asset Allocation.

Brad Regier from Meketa led the discussion and responded to questions from the Board regarding Asset Allocation.

1.5 Report on the receipt of a Private Letter Ruling from the Internal Revenue Service ruling that the Fund's income is excludable from gross income under Internal Revenue Code 115.

Ms. Niebla reported that she received a memo from City Staff regarding the 115 trust private letter ruling.

Receive and file

2. OLD BUSINESS - None

- **FUTURE AGENDA ITEMS - None**
- **PUBLIC/RETIREE COMMENTS - None**
- **ADJOURNMENT**

Meeting adjourned at 1:35p.m.



**MATTHEW LOESCH, P.E., CHAIR
BOARD OF ADMINISTRATION**

ATTEST:



**ROBERTO L. PEÑA
DIRECTOR, RETIREMENT SERVICES**