

Present: Chairperson O'Connell; Vice-Chair Shock; Members: Fisher, Koss and Mercer

Absent: None

Also Present: Village Manager, Wilson
Finance Director, Wiszowaty
Asset Strategies, George Vitta and Katherine Ghannam

Chairperson O'Connell called the meeting to order at 11:09 p.m. in the Public Safety Department conference room at 18600 W. Thirteen Mile Road.

REVIEW AND APPROVE MINUTES OF A REGULAR RETIREE HEALTH CARE FUND MEETING HELD FEBRUARY 28, 2012

Motion by Koss, second by Fisher, that the minutes of a Regular Retiree Health Care Fund meeting held on February 28, 2012 be approved as submitted.

Motion passed (5 – 0).

O'Connell reviewed that the Retirement Board took action at the February meeting to forward the Statement of Investment Policies, Procedures and Objectives for the Public Safety Retiree Health Care Plan to Village Attorney Ryan for review and a report back to the Board. Wilson responded that Tom Ryan reviewed the investment policy and had no changes.

2012 FIRST QUARTER PERFORMANCE REPORT BY ASSET STRATEGIES

Ghannam presented the Beverly Hills Retiree Health Care performance summary for the first quarter of 2012. The quarter return for the Vanguard STAR Fund was 8.84%. The year over year number is 5.60%. At the Board's request, Asset Strategies added the standard deviation for the Vanguard Star Fund, which was 16.42% for the year. Ghannam will set up a quarterly payment schedule with Bob Wiszowaty for Village contributions to the fund. The fund valuation on April 30, 2012 was \$2,175,534.83.

Quarterly Commentary for 1Q12:

1) Outperformance by the STAR Fund is attributed to the Vanguard U.S. Growth and Vanguard Morgan Growth outperforming the Russell 1000 Growth Index by 3.54% and 2.59% respectively. The Vanguard Windsor Fund and the Vanguard Windsor II Fund outperformed the Russell 1000 Value Index by 3.37% and 1.26% respectively. Outperformance from the Vanguard Short-Term Investment-Grade Fund (+1.58%) further contributed to STAR Fund results.

2) Additional purchase of \$285,121 of the Vanguard STAR fund was made on 3/01/2012.

3) Quarterly contributions over and above "pay-as-you-go" are invested in the Vanguard STAR Fund each quarter.

PUBLIC COMMENTS

None

Motion by Koss, second by Shock, to adjourn the meeting at 11:13 pm
Motion passed (5 – 0).