

North Los Angeles County Regional Center
Post-Retirement Medical Trust Committee
Meeting Minutes
April 24, 2019

Present: Dan Becerra (via Zoom), Elena Burnett (via Zoom), Debra Newman, Kim Rolfes, and George Stevens – Committee Members
Anne Wimmer – HighMark Capital Representative
Tim Banach – U.S. Bank Representative (via Zoom)
Sarah Murray - Milliman
Ruth Janka, Jennifer Kaiser, Michele Marra, Vini Montague – Staff Members

Absent: All present

I. Call to Order & Introductions

Debra Newman, chair, called the meeting to order at 5:40 p.m. and introductions were made.

II. Public Input – There was no public input.

III. Consent Items

- A. Approval of Agenda
- B. Approval of Minutes of the January 30th Meeting

The agenda and minutes were approved as presented.

IV. Committee Business

- A. HighMark Capital Report: Statement of Current Trust Value

Anne provided copies of HighMark Capital's quarterly report on the activity of the center's PRMT and reviewed it with them. The report began with a look at the current financial environment, including economic conditions, interest rates/inflation, and outlook. This was followed by the asset allocation summary, holdings report by asset class, selected period performance, and economic data charts. As of March 31, 2019, the value of the trust assets was \$22,752,227, an increase of \$1,931,855 since the last quarterly report. The increase was due to a gain in investments. The rate of return for the quarter was 8.37 (net of fees) and for the last 12 months was 3.46 (net of fees). The annualized rate of return since the trust's inception (November 1, 2004) was 5.91% (gross of fees).

B. Actuarial Valuation of Retiree Health Benefits

Sarah provided a review of the actuarial valuation of retiree health benefits, including the PRMT and CalPERS. The unfunded accrued liability (UAL) for the PRMT (as of June 30, 2018) was \$22,378,856. In a CalPERS report (which was issued in July 2018) as of June 30, 2017, the center had a UAL of \$10.6 million.

Kim reported that because the center is require to pay off CalPERS UAL, any additional operations dollars will be earmarked for that versus making contributions towards the PRMT.

C. Quarterly PRMT Market Value History Report

Kim provided copies of the report which reported the trust's market value for each quarter since its inception in September 2004 through March 31, 2019. During this period of time, the center has contributed \$15,403,799 to the trust (including fees), which has gained \$9,277,452 in interest for a total trust value of \$24,681,251. Kim also provided the committee with a report on the dates and amounts of all the contributions the center has made since the inception of the trust.

D. Quarterly PRMT Fees Report - *Deferred*

V. Board Meeting Agenda Items

The following items were identified for the committee's section of the May 8th board meeting agenda:

- A. Minutes of the April 24th Meeting
- B. Statement on Current Trust Value
- C. PRMT and CalPERS Valuation Reports

VI. Announcements/Information/Public Input

- A. Next Meeting: Wednesday, July 31st, at 5:30 p.m. As George's retirement date is July 15th, this will be his final PRMT meeting.

VII. Adjournment

Debra adjourned the meeting at 6:19 p.m.

Submitted by,

Jennifer Kaiser

Jennifer Kaiser
Executive Assistant

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