

Michigan Health Endowment Fund
Executive Committee Meeting
October 17, 2017
1:30 pm

Meeting Minutes

Board Members present:

Tim Damschroder
Sue Jandernoa
Lynn Alexander
Keith Pretty

Others in attendance:

Paul Hillegonds
Terry Gardner
Julie Skubik
Duane Tarnacki

Chairman Damschroder called the meeting to order. Board Member Jandernoa moved to approve the minutes from the June 27, 2017 Executive Committee meeting and it was seconded by Ms. Alexander. Motion was adopted.

Ms. Jandernoa reported that the Grantmaking Committee met on October 12th to review and recommend proposals. She reported that 59 Healthy Aging and 15 Special Projects and Emerging Ideas proposals have been received for this grant round. The Grantmaking Committee will be recommending 13 Healthy Aging proposals and 12 SPEI proposals, totaling approximately \$10.2 million, for funding at the November 2, 2017 board meeting.

Mr. Pretty reported that the Audit Committee agreed to stay with George Johnson and Company for the next audit cycle, but the Committee recommended that management test the market and seek proposals for the 2018 audit year. Mr. Tarnacki stated that under the Health Fund's authorizing statute, the Audit Committee is empowered to engage auditors on its own, without board approval.

Mr. Pretty reported that the Investment Committee met on October 9th and Northern Trust continues to manage the investment portfolio well. The portfolio continues to meet all targets.

Mr. Gardner outlined the Health Fund's multi-year financial projections. The committee discussed the 2018 budget proposal, assumptions for the proposed budget included in Mr. Gardner's memo, and an 18-year projection. The 2018 budget will be presented to the board at the November 2, 2017 meeting for approval.

Senior Program Officer Kari Sederburg joined the call and described a potential endowed staffing position with Ralph C. Wilson Jr. Foundation. This partnership will support older adults and caregivers. Committee members expressed support for the proposal and agreed that it should

be placed on the November 2nd board agenda for discussion if the Ralph C. Wilson Foundation is agreeable.

Mr. Hillegonds' reported that Keith Pretty, Rob Fowler and Tim Damschroder have been reappointed to all four-year terms on the board. Jim Murray has tendered to the Governor his resignation. Senate Majority Leader Arlan Meekhof has recommended candidates to succeed Mr. Murray. The Executive Office will notify the Health Fund on an appointment in the near future.

The committee reviewed and approved a draft of the agenda for the November 2, 2017 board meeting.