



CITY OF NOVI CITY COUNCIL
OCTOBER 28, 2024

SUBJECT: Approval of Recommendation from the Finance and Administration Committee for Investment Advisor Consultant Services.

SUBMITTING DEPARTMENT: Finance

KEY HIGHLIGHTS:

- The contract is to perform a one-time review of the City's Other Post-Employment Benefits (OPEB) investment policy and actual investments to make recommendations of possible improvements
- The City currently utilizes two professional investment advisors for investing approximately \$37.4 million in OPEB assets
- Per the direction of the Finance and Administration Committee an RFP was advertised for Investment Advisor Consultant Services
- Funds to pay for services will come from OPEB Trust
- The Finance and Administration will meet prior to the October 28, 2024 meeting and will bring a recommendation from the four (4) bidders

BACKGROUND INFORMATION:

City administration met with the Finance and Administration Committee on September 9, 2024 to review the OPEB investment policy and proposed changes. During that meeting, the Committee recommended the administration go out to bid to obtain a consultant to review the City's current OPEB investment policy and actual investments and make recommendations of possible improvements. The City received four (4) qualified responses from the RFP for the consulting services.

The investment policy is created by the Treasurer and approved by the Mayor and City Council. The City utilizes two investment managers who are experts in the Act that governs how the funds can be invested (Act 314). The investment managers also conduct quarterly reviews and make recommendations on possible changes to the current investment policy, specifically the investment allocations.

RECOMMENDED ACTION: Approval of Recommendation from the Finance and Administration Committee for Investment Advisor Consultant Services.