

MEETING NO. **4233**
JOURNAL OF PROCEEDINGS
BOARD OF TRUSTEES OF THE GENERAL RETIREMENT SYSTEM
OF THE CITY OF DETROIT
HELD **WEDNESDAY, MAY 1, 2019**

10:00 A.M.

RETIREMENT SYSTEMS CONFERENCE ROOM
ALLOY CENTER, 500 WOODWARD AVENUE; SUITE 3000
DETROIT, MICHIGAN 48226

TRUSTEES PRESENT

Scott Benson	Ex-Officio Trustee/City Council Member
Lori Cetlinski	Trustee/ Vice- Chairperson
Tasha L. Cowan	Trustee
Kimberly Hall-Wagner	Trustee
Christa Mclellan	Ex-Officio Trustee/City Treasurer
John Naglick	Ex-Officio Trustee/Finance Director
June Nickleberry	Trustee/Chairperson
Thomas Sheehan	Trustee

TRUSTEES EXCUSED

Wendell Anthony	Trustee
Crystal Perkins	Trustee

TRUSTEES ABSENT

None

ALSO PRESENT

David Cetlinski	Executive Director
Gail A. Oxendine	Assistant Executive Director
Ryan Bigelow	Chief Investment Officer
Michael VanOverbeke	General Counsel
TaKneisha Johnson	Administrative Assistant IV

STAFF EXCUSED

None

VICE-CHAIRPERSON

Lori Cetlinski

The Board's Recording Secretary took a verbal Roll Call at 10:15 a.m. and Vice-Chairperson Cetlinski called the meeting to order.

Present at Roll Call: Tasha L. Cowan, Kimberly Hall-Wagner, Christa Mclellan, John Naglick and Thomas Sheehan

Re: Legacy Plan Service Retirement(s)

Motion By: Trustee Sheehan - Supported By: Trustee Cowan

RESOLVED, that the application(s) for retirement from the **COMPONENT II (LEGACY) PLAN** as outlined below be hereby APPROVED:

NAME, TITLE, DEPARTMENT	James Arthur Crawford – Building Attendant A – General Services
SERVICE CREDIT	22-09
EFFECTIVE DATE	05-01-19
NAME, TITLE, DEPARTMENT	Linda J. Harris – Manager I – Municipal Parking
SERVICE CREDIT	18-08
EFFECTIVE DATE	04-10-19
NAME, TITLE, DEPARTMENT	Kimberly M. Jones – Transit Gen Mgr - Transportation
SERVICE CREDIT	27-09
EFFECTIVE DATE	05-07-19
NAME, TITLE, DEPARTMENT	William Oglesby – Paramedic – Fire (Civilian)
SERVICE CREDIT	22-10
EFFECTIVE DATE	04-23-19
NAME, TITLE, DEPARTMENT	Celestine Williams – Financial Analyst III - Finance
SERVICE CREDIT	22-08
EFFECTIVE DATE	04-02-19

Yeas: Cowan, Hall-Wagner, Mclellan, Naglick, Sheehan and Vice-Chairperson Cetlinski– 6

Nays: None

Re: Vested Retirement(s)

Motion By: Trustee Sheehan - Supported By: Trustee Cowan

RESOLVED, that the application(s) for **VESTED RETIREMENT** as outlined below be hereby APPROVED:

NAME, TITLE, DEPARTMENT	James T. Anderson, Jr. – Line Sub-Foreman – Public Lighting
SERVICE CREDIT	17-10
EFFECTIVE DATE	04-01-19

NAME, TITLE, DEPARTMENT	Rita M. Brown – Med Lic Practl Nurse - Health
SERVICE CREDIT	18-01
EFFECTIVE DATE	04-01-19

NAME, TITLE, DEPARTMENT	Larry Lee Williams – Spec Proj Tech – Water & Sewerage
SERVICE CREDIT	19-10
EFFECTIVE DATE	04-01-19

Yeas: Cowan, Hall-Wagner, Mclellan, Naglick, Sheehan and Vice-Chairperson Cetlinski– 6

Nays: None

Re: Change of Computation(s)

Motion By: Trustee Sheehan - Supported By: Trustee Cowan

RESOLVED, that the application(s) for **CHANGE OF COMPUTATION** as outlined below be hereby APPROVED:

NAME, TITLE, DEPARTMENT	Clinton McKinnie, Jr. – TEO - Transportation
SERVICE CREDIT	23-08
EFFECTIVE DATE	01-24-19

Yeas: Cowan, Hall-Wagner, Mclellan, Naglick, Sheehan and Vice-Chairperson Cetlinski– 6

Nays: None

Motion By: Trustee Sheehan - Supported By: Trustee Cowan

RESOLVED, that the application(s) for retirement from the **COMPONENT I (HYBRID) PLAN** as outlined below be hereby APPROVED:

NAME, TITLE, DEPARTMENT	James Arthur Crawford – Building Attendant A – General Services
SERVICE CREDIT	00-10
EFFECTIVE DATE	05-01-19

NAME, TITLE, DEPARTMENT	Linda J. Harris – Manager I – Municipal Parking
SERVICE CREDIT	04-09
EFFECTIVE DATE	04-10-19

NAME, TITLE, DEPARTMENT	Eglar Joyce Johnson – Laborer A - Recreation
SERVICE CREDIT	03-10
EFFECTIVE DATE	05-11-19

NAME, TITLE, DEPARTMENT	Celestine Williams – Financial Analyst III - Finance
SERVICE CREDIT	04-09
EFFECTIVE DATE	04-02-19

Yeas: Cowan, Hall-Wagner, Mclellan, Naglick, Sheehan and Vice-Chairperson Cetlinski– 6

Nays: None

RECEIPTS: The Board received the following receipts for Acknowledgment:

Cash Receipts			Cash Account: HYBLIQRES			
Company: RSCD-General			Start Date: 4/1/2019			
			End Date: 4/29/2019			
Doc. Date	Module	Tran. Type	Doc. Nbr.	Description	R/C	Receipt
4/12/2019	CA	Cash Entry	001574	Pre tax Pension Contributions 4-12-19	R/C	281,924.76
4/18/2019	CA	Cash Entry	001588	Post Tax Annuity Contributions 4-18-19	R/C	76,665.55
4/18/2019	CA	Cash Entry	001589	Pre tax pension contributions 4-18-19	R/C	93,456.40
4/24/2019	CA	Cash Entry		Post Tax Annuity Contributions 4-12-19	R/C	161,983.30
						614,030.01

Cash Receipts			Cash Account: LIQ RESERV			
Company: RSCD-General			Start Date: 4/1/2019			
			End Date: 4/29/2019			
Doc. Date	Module	Tran. Type	Doc. Nbr.	Description	R/C	Receipt
4/18/2019	CA	Cash Entry	001586	Loan Deduction Program 4-12-19(\$38,670.09)	R/C	38,670.09
4/24/2019	CA	Cash Entry	001599	Loan Deduction Program 4-19-19(\$29,823.43)	R/C	29,823.43
						68,493.52
Total Receipts						682,523.53

➤ ***Chairperson June Nickleberry entered the Boardroom at 10:16 a.m.***

Re: Fees and Expenses

Resolution Moved By: Trustee Sheehan- Supported By: Trustee Nickleberry

WHEREAS, the Board has been presented with the List of Disbursements for Board Approval which is referenced below requesting payment for Fees and Expenses, and

WHEREAS, the Board has been requested to approve payment of said Fees and Expenses;
THEREFORE BE IT

RESOLVED, that subject to staff audit and approval of all Legal Fees by the Board's General Counsel, the Board **APPROVE** payment of the following Fees and Expenses:

Disbursement Report

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Account	Payment Method	Currency			
HUNT - VEN	ACH	US			
Vendor Name			Invoice Number	Invoice Description	Amount To Pay
500 WEBWARD LLC			79135	Display Cabinet Installation & Bulb Replacements	179.45
8x8, INC.			2357663	Phone System Services	1,404.55
ADVENT CAPITAL MANAGEMENT, LLC			1Q19	Management Fees 1st Qtr '19	73,755.42
American Realty Advisors (ARA)			7116	Management Fees - 1st Qtr '19	10,000.00
CLARK HILL, PLC			858730	Chapter 9 Compliance & Implementation for February 2	408.32
EARNEST PARTNERS, LLC			1Q19DETGRS	Management Fees - 1st Qtr '19	40,912.38
EARNEST PARTNERS, LLC			1Q19DETINTRL	Management Fees - 1st Qtr '19	236,223.08
FRANK RUSSELL COMPANY			1652013845	Russell Indexes Standard Service 1/1/19-3/31/19	125.00
JP MORGAN INVESTMENT MANAGEMENT INC			20181231-1226-#	Management Fees 4th Qtr '18	99,005.38
JP MORGAN INVESTMENT MANAGEMENT INC			20190331-1226-#	Management Fees 1st Qtr '19	99,534.07
Manulife Asset Management U.S., LLC			00000000742	Management Fees 1st Qtr '19	46,837.01
PIEDMONT INVESTMENT ADVISORS,LLC			INV12155	Management Fees 1st Qtr '19	18,763.70
PLANET TECHNOLOGIES, INC			I001763	Microsoft Office 365 & Exchange Online Licensing Ren	8,499.60
Premier Parking (fka Ultimate Parking)			182603	Parking - May 2019	2,112.00
PROCENTIA, INC			2313	Procentia Implementation	66,659.99
RHUMBLINE ADVISERS			detgen2019Q1	Management Fees 1st Qtr '19	11,172.00
SALIENT CAPITAL ADVISORS			1Q19	Management Fees 1st Qtr '19	69,072.44
SSI INVESTMENT MANAGEMENT			002019-0102	Management Fees 1st Qtr '19	52,158.00
THE TOWNSEND GROUP			US201-0000153	Professional Services - March 2019	9,562.50
WESTFIELD CAPITAL MANAGEMENT			20190331-107-12	Management Fees 1st Qtr '19	109,897.34
Cash Account/Payment Method Total:				20 Documents	956,282.23
HUNT - VEN	CHECK	US			
Vendor Name			Invoice Number	Invoice Description	Amount To Pay
ALLEGRA			62385011	April Newsletter Mailing	2,659.00
ARMELLA JUNE NICKLEBERRY-CLARK			040319JN	Trustee Parking	110.00
BLOOMBERG FINANCE LP			5604918332	Bunit III Personal Authentication	53.00
BLOOMBERG FINANCE LP			5604918333	Bloomberg Anywhere 4/21/19-7/20/19	5,767.50

Re: Fees and Expenses- Continued

HUNT - VEN	CHECK	US			
Vendor Name	Invoice Number	Invoice Description	Amount To Pay		
CHRYSALIS CONSULTING, LLC	26458	Consulting Services 3/1/19-3/31/19	5,074.37		
CINTAS CORPORATION-300	4020308333	Floor Mats	115.51		
COMCAST	041719	High Speed Internet	176.98		
CRAIN'S DETROIT BUSINESS	042419SB	Subscription Renewal for Scott Benson	99.00		
Crystal Perkins	032019CP	Trustee Parking	20.00		
FEDEX	6-516-88869	FedEx Mailing	25.56		
FEDEX	6-524-23450	FedEx Mailing	25.56		
GRAPHIC SCIENCES, INC	0149204-IN	Imaging Equipment Maintenance Contract Renewal	393.50		
MILLER LAW	64269	GRS/City of Detroit for February 2019	5,641.25		
OFFICE DEPOT	301191217001	Office Supplies	41.42		
OFFICE DEPOT	301191218001	Office Supplies	7.74		
OFFICE DEPOT	301191219001	Office Supplies	52.32		
OFFICE DEPOT	301191220001	Office Supplies	117.49		
OFFICE DEPOT	301191221001	Office Supplies	12.49		
QUILL CORPORATION	6391679	Office Supplies	186.58		
QUILL CORPORATION	6400160	Office Supplies	24.99		
QUILL CORPORATION	6403368	Office Supplies	4.49		
QUILL CORPORATION	6407795	Office Supplies	7.93		
RACINE & ASSOCIATES	12497	DGRS v. Gracia - March 2019	518.35		
RACINE & ASSOCIATES	12498	DGRS v. Capozzoli - March 2019	2,584.72		
THOMAS SHEEHAN	041519TS	Trustee Parking	99.00		
Cash Account/Payment Method Total:			23,818.75	25 Documents	

* Payment amount is estimated based on the effective date 4/26/2019

Yeas: Cowan, Hall-Wagner, Mclellan, Naglick, Nickleberry, Sheehan
and Vice-Chairperson Cetlinski– 7

Nays: None

➤ ***Vice-Chairperson Lori Cetlinski relinquished the Chair to Chairperson Nickleberry at 10:18 a.m.***

Re: Refunds of Accumulated Contributions

Resolution Moved By: Trustee Sheehan- Supported By: Trustee Cetlinski

RESOLVED, that the contributions to the Annuity Savings Fund by members of the General Retirement System, as set forth:

List No. 7410 - \$216,626.40

List No. 7411 - \$239,032.32

Including interest, be **REFUNDED**, pending audit by the Retirement Systems' Accounting Staff.

Yeas: Cetlinski, Cowan, Hall-Wagner, Mclellan, Naglick, Sheehan
and Chairperson Nickleberry– 7

Nays: None

Re: Employee Loan Program April 24, 2019

Resolution Moved By: Trustee Sheehan- Supported By: Trustee Cetlinski

RESOLVED, that the disbursements for the Employee Loan Program by members of the General Retirement System, as set forth in the amount of: **\$44,838.00** including interest, be hereby **APPROVED**.

Yeas: Cetlinski, Cowan, Hall-Wagner, Mclellan, Naglick, Sheehan
and Chairperson Nickleberry– 7

Nays: None

Re: Employee Loan Program May 01, 2019

Resolution Moved By: Trustee Sheehan- Supported By: Trustee Cetlinski

RESOLVED, that the disbursements for the Employee Loan Program by members of the General Retirement System, as set forth in the amount of: **\$33,160.00** including interest, be hereby **APPROVED**.

Yeas: Cetlinski, Cowan, Hall-Wagner, Mclellan, Naglick, Sheehan
and Chairperson Nickleberry– 7

Nays: None

Re: Minutes/Journal No. 4231 – (04/03/19)

Resolution Moved By: Trustee Sheehan- Supported By: Trustee Hall-Wagner

RESOLVED, that the Minutes/Journal of Proceedings of the General Retirement System of the City of Detroit, of Meeting **No. 4231**, held on **April 03, 2019**, be hereby **APPROVED** as recorded and submitted.

Yeas: Cetlinski, Cowan, Hall-Wagner, Mclellan, Naglick, Sheehan
and Chairperson Nickleberry– 7

Nays: None

➤ ***Trustee Scott Benson entered the Boardroom at 10:21 a.m.***

ASSISTANT EXECUTIVE DIRECTOR'S REPORT

Assistant Executive Director, **Gail A. Oxendine**, had no formal report, but discussed the following with the Board of Trustees:

- Certification of Election Results

Re: Acceptance of Certification of Election Results

Resolution Moved By: Trustee Sheehan – Supported By: Trustee Cowan

WHEREAS, the Board of Trustees received from American Arbitration Association with respect to the Certification of Election results from the Board's Assistant Executive Director with the following results:

Active Employee Incumbent: Lori Cetlinski; 151 votes
Employee opponent: Jermaine Brown; 234 votes

THEREFORE BE IT RESOLVED, that the Board accept the certification as presented and acknowledge Jermaine Brown as the elected Active Trustee with a term beginning July 1, 2019 and expiring June 30, 2025.

Yeas: Benson, Cetlinski, Cowan, Hall-Wagner, Mclellan, Naglick, Sheehan
and Chairperson Nickleberry– 8

Nays: None

GENERAL COUNSEL'S REPORT

General Counsel Michael VanOverbeke, discussed the following matters with the Board:

- ASF Recoupment Issue
 - General Counsel has reviewed a non-disclosure and confidentiality agreement for KCC related to the Retirement System's review of the City's bankruptcy records needed to complete a review of the ASF recoupment issue. The Retirement System continues to wait for release of those records. General Counsel has followed up with KCC regarding this matter.
 - Hubert W. Draw Jr. v. General Retirement System of the City of Detroit; Wayne County Circuit Court Case No. 18-010257-CZ
 - Motions in this case were heard on Friday, April 26, 2019. After oral argument, the Court granted Motion for Summary Disposition and dismissed Mr. Draw's case against the Retirement System.
 - Kraft Heinz Derivative Action update
 - Beverly Nicholson-Gracia vs. General Retirement System of the City of Detroit update
- ***Chief Investment Officer Ryan Bigelow entered the Boardroom at 10:24 a.m.***

CHIEF INVESTMENT OFFICER'S REPORT

Chief Investment Officer, Ryan Bigelow, had no formal report, but discussed the following matters with the Board:

- Upcoming May 06th, 2019 Investment Committee meeting topics

PRESENTATION:**Legacy Funding Discussion**

Trustee and Chief Deputy CFO/ Finance Director John Naglick discussed the following with the Board of Trustees:

- **First FY 2020 Long Term Forecast Report for Legacy Pension Plans and Debt Obligations**

NEW BUSINESS/OLD BUSINESS

- Chief Investment Officer gave an ARES (Energy Investors Group) Advisory Board update

ADJOURNMENT

Trustee Cetlinski moved to adjourn meeting #4233; Trustee Sheehan supported.

There being no further business before the Board, **Chairperson Nickleberry** adjourned the meeting at 11:10 a.m. The Board's next meeting is scheduled for **Wednesday, May 15th, 2019**, at 10:00 a.m. in the Retirement System's Conference Room; 500 Woodward Avenue Suite 3000; Detroit, Michigan 48226.

RESPECTFULLY SUBMITTED,

A handwritten signature in cursive script that reads "Gail A. Oxendine". The signature is written in black ink on a light-colored background.

GAIL A. OXENDINE, ASSISTANT EXECUTIVE DIRECTOR