

MEETING NO. 4192
JOURNAL OF PROCEEDINGS
BOARD OF TRUSTEES OF THE GENERAL RETIREMENT SYSTEM
OF THE CITY OF DETROIT
HELD WEDNESDAY, **SEPTEMBER 06, 2017**

10:00 A.M.

RETIREMENT SYSTEMS' CONFERENCE ROOM
ALLY DETROIT CENTER, 500 WOODWARD; SUITE 3000
DETROIT, MICHIGAN 48226

TRUSTEES PRESENT

Wendell Anthony	Trustee
Scott Benson	Ex-Officio Trustee/City Council Member
Tasha L. Cowan	Trustee/Chair
Kimberly Hall-Wagner	Trustee
June Nickleberry	Trustee/Vice-Chair

TRUSTEES EXCUSED

Lori Cetlinski	Trustee
John Naglick	Ex-Officio Trustee/Finance Director
Gail Oxendine	Trustee
Thomas Sheehan	Trustee

TRUSTEES ABSENT

None

ALSO PRESENT

Cynthia A. Thomas	Executive Director
Lamonica Arrington-Cabeau	Assistant Executive Director
Ryan Bigelow	Chief Investment Officer
Michael VanOverbeke	General Counsel
TaKneisha Johnson	Administrative Assistant

STAFF EXCUSED

None

CHAIRPERSON

Tasha L. Cowan

The Board's Administrative Assistant took a verbal Roll Call at 11:37 a.m. and Chairperson Cowan called the meeting to order.

Present at Roll Call: Wendell Anthony, Scott Benson, Tasha L. Cowan, Kimberly Hall-Wagner and June Nickleberry

Re: Legacy Plan Service Retirement(s)

Motion By: Trustee Anthony - Supported By: Trustee Nickleberry

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

NAME, TITLE, DEPARTMENT	Kenneth Burgess – Bldg. Trades Worker- General - Transportation
SERVICE CREDIT	20-09
EFFECTIVE DATE	09-01-17

NAME, TITLE, DEPARTMENT	Ethel Coleman – Appraiser II - Finance
SERVICE CREDIT	36-0
EFFECTIVE DATE	09-02-16

NAME, TITLE, DEPARTMENT	Sandra L. Johnson – Vehicle Operator I - DPW
SERVICE CREDIT	07-10
EFFECTIVE DATE	08-22-17

NAME, TITLE, DEPARTMENT	Elies Whitfield – Jr. Public Health Nurse - Health
SERVICE CREDIT	20-10
EFFECTIVE DATE	09-01-15

Yeas: Anthony, Benson, Cowan, Hall-Wagner and Nickleberry – 5

Nays: None

Re: Legacy Plan Vested Retirement(s)

Motion By: Trustee Anthony - Supported By: Trustee Nickleberry

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

NAME, TITLE, DEPARTMENT	Maria G. Belen – Sr. Med Tech - Health
SERVICE CREDIT	15-06
EFFECTIVE DATE	08-01-17

NAME, TITLE, DEPARTMENT	Karen R. Solomon-Edwards – Mgr I-Hlth-Clin Ops - Health
SERVICE CREDIT	14-03
EFFECTIVE DATE	08-01-17

NAME, TITLE, DEPARTMENT	Samuel E. Enajero – Senior Accountant – Planning & Development
SERVICE CREDIT	11-05
EFFECTIVE DATE	08-01-17

NAME, TITLE, DEPARTMENT	Maud Margaret Lyon – Historic Museums Dir - Historical
SERVICE CREDIT	11-10
EFFECTIVE DATE	08-01-17

Yeas: Anthony, Benson, Cowan, Hall-Wagner and Nickleberry – 5

Nays: None

Re: Hybrid Plan Service Retirement(s)

Motion By: Trustee Anthony - Supported By: Trustee Nickleberry

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

NAME, TITLE, DEPARTMENT	Sandra L. Johnson – Vehicle Operator I - DPW
SERVICE CREDIT	03-02
EFFECTIVE DATE	08-22-17

Yeas: Anthony, Benson, Cowan, Hall-Wagner and Nickleberry – 5

Nays: None

RECEIPTS: The Board received the following receipts for Acknowledgment.

THE GENERAL RETIREMENT SYSTEM OF THE CITY OF DETROIT			
WEEKLY RECEIPTS FOR ACKNOWLEDGEMENT			
8/28/17 - 9/1/17			
September 6, 2017			
REMITTER NAME	DATE POSTED	DESCRIPTION	AMOUNT
RECEIPTS			
HEALTHSOUTH CORP	08/28/17	Class Action Proceeds	15.10
FIRST INDEPENDENCE BANK	08/29/17	Loan Deductions	40,463.32
GENERAL CITY VEBA BOARD (BENESYS)	08/31/17	Reimbursement for RSCD IT Staff hours	437.40
LANDMARK EQUITY PARTNERS XV	08/31/17	Distribution	57,688.00
CITY OF DETROIT	09/01/17	Weekly Mandatory Pension Contribution	232,029.36
CITY OF DETROIT	09/01/17	Weekly Annuity Contribution	142,452.93
TOTAL RECEIPTS			\$ 473,086.11

Re: Fees and Expenses

Resolution Moved By: Trustee Anthony - 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:

General Retirement System

Company: RSCD-General

User: awitt

Branch: LEGACY

Meeting Date: 9/6/17

CATEGORY

Legal Expenses

Type	Vendor Ref.	Vendor Name	Bill Description	Due Date	To Pay
CHECK	722171	Clark Hill	Oryx Capital Litigation thru 6/30/17	8/18/2017	1,847.26
CHECK	722182	Clark Hill	Todd Interests thru 6/30/17	8/18/2017	559.30
CHECK	722176	Clark Hill	Chapter 9 Compliance & Implementation thru 6/30/17	8/18/2017	121.12
CHECK	722177	Clark Hill	Keeler Litigation thru 6/30/17	8/18/2017	618.98
Category Total:				4 Documents	3,146.66

Investment Expenses

Type	Vendor Ref.	Vendor Name	Bill Description	Due Date	To Pay
CHECK	20170630-224-5100-A	BRANDYWINE GLOBAL INVESTMENT MANAGEMENT	Management Fees - 2nd Qtr '17	8/16/2017	66,149.67
CHECK	2017	DEROY & DEVEREAUX	Management Fees - 2nd Qtr '17	8/11/2017	24,181.00
WIRE	90117	LANDMARK PARTNERS SV, LP	Capital Call	9/11/2017	190,514.00
CHECK	20170630-501-A	Mellon Capital Management	Management Fees - 2nd Qtr '17	8/11/2017	111,084.35
CHECK	225851	MONDRIAN INVESTMENT MANAGEMENT	Management Fees - 2nd Qtr '17	8/30/2017	126,934.83
CHECK	17205-2-008	PZENA INVESTMENT MANAGEMENT	Management Fees - 2nd Qtr '17	8/20/2017	133,169.96
CHECK	11212	The Townsend Group	Professional Services - July 2017	8/30/2017	11,250.00
Category Total:				7 Documents	663,303.81

Administrative Expenses

Type	Vendor Ref.	Vendor Name	Bill Description	Due Date	To Pay
CHECK	37707	500 WEBWARD LLC	Building Maintenance - Mailroom Repairs	9/24/2017	115.00
CHECK	96747	500 WEBWARD LLC	Rent - September 2017	10/1/2017	23,765.03
CHECK	15898	CHRYSLIS CONSULTING, LLC	Consulting Services - 2/16/17-7/31/17	8/30/2017	2,750.00
WIRE	81417	ConnectPay	Staff Wages: 7/31/17-8/13/17	8/14/2017	9,179.28
WIRE	82917	ConnectPay	Staff Wages: 8/14/17-8/27/17	8/29/2017	9,251.67
CHECK	082417	DIRECTV	Service Charges	9/23/2017	59.42
CHECK	5-913-75509	FEDEX	FedEx Mailings	9/29/2017	21.64
CHECK	432514	GABRIEL, ROEDER, SMITH & CO	EDRO Calculations for T. Ilich	9/30/2017	800.00
CHECK	432511	GABRIEL, ROEDER, SMITH & CO	EDRO Calculations for R. Gibson	9/30/2017	600.00
CHECK	432521	GABRIEL, ROEDER, SMITH & CO	EDRO Calculations for S. Pierce	9/30/2017	600.00
CHECK	432520	GABRIEL, ROEDER, SMITH & CO	EDRO Calculations for H. Johnson	9/30/2017	800.00
CHECK	201123757	IRON MOUNTAIN	Storage CD's	11/30/2016	629.78
WIRE	83117	IT Contractual Wages: B. Hardy	IT Staff Wages for August 2017	8/31/2017	4,837.30
WIRE	83117	IT Contractual Wages: J. Hollins	IT Staff Wages for August 2017	8/31/2017	3,287.38
WIRE	83117	IT Contractual Wages: R. Tehou	IT Staff Wages for August 2017	8/31/2017	7,954.98
WIRE	83117	IT Contractual Wages: S. Vrooman	IT Staff Wages for August 2017	8/31/2017	292.50
WIRE	83117	IT Contractual Wages: V. Rallapalli	IT Staff Wages for August 2017	8/31/2017	5,643.06
CHECK	83017	Thomas Sheehan	Trustee Parking - Thomas Sheehan	8/30/2017	80.00
Category Total:				39 Documents	70,647.02

Yeas: Anthony, Benson, Cowan, Hall-Wagner and Nickleberry – 5

Nays: None

CHIEF INVESTMENT OFFICER'S REPORT

Chief Investment Officer **Ryan Bigelow** discussed the following matters with the Board:

- Holland Capital Management termination. Staff will follow-up within the next month with the Board regarding a replacement.
- AON press release: AON will acquire the Townsend Group (Watch list worthy)
- Prospective Consultant search questions. The Investment Committee will discuss the consultant search as well as the Consultant RFP at their upcoming meeting on 9/11/2017.

Motion by: Trustee Nickleberry– Seconded by Trustee Hall-Wagner, to acknowledge and approve the recommendation as submitted by the Board's Chief Investment Officer to terminate the relationship with Holland Capital Management and transition the assets to the RhumbLine Russell 1000 Index until such time as staff and NEPC are prepared to recommend a replacement. *The motion passed by a unanimous vote.*

~Chief Investment Officer's Report concludes~

Re: Refunds of Accumulated Contributions

Motion By: Trustee Anthony - Supported By: Trustee Nickleberry

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

List No. 7325 - \$126,617.03

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

Yeas: Anthony, Benson, Cowan, Hall-Wagner and Nickleberry – 5

Nays: None

Re: Employee Loan Program September 06, 2017

Motion By: Trustee Anthony - Supported By: Trustee Nickleberry

RESOLVED, that the disbursements for the Employee Loan Program by members of the General Retirement System, as set forth in the amount of: **\$33,685.00** including interest, be hereby **APPROVED**.

Yeas: Anthony, Benson, Cowan, Hall-Wagner and Nickleberry – 5

Nays: None

Re: Minutes/Journal No. 4190 – (08/16/17)

Motion By: Trustee Anthony – 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. 4190, held on August 16, 2017, be hereby **APPROVED** as recorded and submitted.

Yeas: Anthony, Benson, Cowan, Hall-Wagner and Nickleberry – 5

Nays: None

ASSISTANT EXECUTIVE DIRECTOR'S REPORT

Assistant Executive Director, **LaMonica Arrington-Cabeau**, discussed the following matters with the Board:

- Media Relations and Communications Consultant Update
 - Eight firms have responded so far. The next step is to consult with the Joint Personnel Committee to determine the next phase. The Board engaged in further discussion regarding the background and responsibilities of the Media Relations Consultant.
- MAPERS fall conference invited two voting delegates for the upcoming conference to be held September 16-19 2017. Chairperson Cowan and Vice-Chairperson Nickleberry volunteered.

Motion by: Trustee Benson– Seconded by Trustee Anthony, to designate two voting delegates (Chairperson Cowan and Vice-Chairperson Nickleberry) from the Board to attend the upcoming MAPERS Fall Conference to be held September 16-19, 2017. *The motion passed by a unanimous vote.*

- Dinner at MAPERS on 9/16/2017 at 6:00 p.m. sponsored by Tom Zdrowski; he would like a list of prospective attendees.

EXECUTIVE DIRECTOR'S REPORT

Executive Director, **Cynthia A. Thomas** had no formal report this week but addressed the following:

- Update on pay cards for retiree/member payments; will come back in October with more concrete date of completion
- First Independence Bank Amortization update

GENERAL COUNSEL'S REPORT

General Counsel Michael VanOverbeke in addition to his formal legal report discussed the following matters:

- FOIA request from Financial Investment News
- Barbara Wright Death Benefit Issue
- Wanda Daniel Vested Deferred Issue
- Carl Melchior v. General Retirement System of the City of Detroit
- General Counsel is currently working on the Phillip Kendrick Issue

- ***Trustee Naglick informed the Board of Trustees of an upcoming Joint Personnel meeting to be held on 9/13/2017 at 10:00 am to discuss the open staff positions.***

NEW BUSINESS/OLD BUSINESS

- Trustee Anthony acknowledged visitors Willie Mitchell and Bronte' Kimbrough
- Curtis Lyons of New York Life introduced appeared before the Board of Trustees to ask questions regarding: interest rates, ERP system, employee contributions and beneficiary concerns to relay back to interested City Employees

ADJOURNMENT

There being no further business before the Board, **Chairperson Cowan** adjourned the meeting at 12:35 p.m. The Board's next meeting is scheduled for **Wednesday, September 20th, 2017**, at 10:00 a.m. in the Retirement Systems' Conference Room, 500 Woodward Avenue Suite 3000; Detroit, Michigan 48226.

RESPECTFULLY SUBMITTED,



LAMONICA ARRINGTON-CABEAN
MANAGER II