

MEETING NUMBER 3162

JOURNAL OF PROCEEDINGS
BOARD OF TRUSTEES OF THE POLICE AND FIRE RETIREMENT SYSTEM
OF THE CITY OF DETROIT

HELD THURSDAY, SEPTEMBER 21, 2017

9:00 A.M.

IN THE CONFERENCE ROOM OF THE RETIREMENT SYSTEMS
500 WOODWARD AVENUE, SUITE 3000, DETROIT, MICHIGAN 48226

TRUSTEES PRESENT

SHAWN BATTLE	EX/OFFICIO TRUSTEE/FIRE PREVENTION CHIEF/FIRE/MAYOR'S DESIGNEE
MARK DIAZ	ELECTED TRUSTEE/POLICE
JOSEPH ENGLISH	ELECTED TRUSTEE/FIRE
MATTHEW GNATEK	ELECTED TRUSTEE/POLICE
ANGELA R. JAMES	EX/OFFICIO RETIRANT TRUSTEE/POLICE/MAYOR'S DESIGNEE
JOHN NAGLICK	EX/OFFICIO TRUSTEE/FINANCE DIRECTOR
SEAN P. NEARY	ELECTED TRUSTEE/FIRE
JEFFREY PEGG	ELECTED TRUSTEE/FIRE/VICE CHAIRMAN
PORTIA ROBERSON	EX/OFFICIO TRUSTEE/MAYOR'S ALTERNATE
JOHN SERDA	ELECTED TRUSTEE/POLICE/CHAIRMAN
GREGORY TROZAK	ELECTED RETIRANT TRUSTEE/POLICE
JOHN G. TUCKER	ELECTED RETIRANT TRUSTEE/FIRE

TRUSTEES EXCUSED

BRENDA JONES	EX/OFFICIO TRUSTEE/CITY COUNCIL PRESIDENT
CHRISTA MCLELLAN	EX/OFFICIO TRUSTEE/TREASURER
MEGAN S. MOSLIMANI	EX/OFFICIO TRUSTEE/CORPORATION COUNSEL'S ALTERNATE
STEVEN WATSON	EX/OFFICIO TRUSTEE/DIRECTOR OF SPECIAL PROJECTS-OFFICE OF CHIEF FINANCIAL OFFICER/BUDGET DIRECTOR'S DESIGNEE

TRUSTEES ABSENT

NONE

STAFF PRESENT

DAVID CETLINSKI	EXECUTIVE DIRECTOR
RONALD A. KING	GENERAL COUNSEL
JANET S. LENEAR	RECORDING SECRETARY

STAFF EXCUSED

CYNTHIA A. THOMAS	CONSULTING DIRECTOR
RYAN C. BIGELOW	CHIEF INVESTMENT OFFICER

STAFF ABSENT

NONE

CHAIRMAN

JOHN SERDA

VICE CHAIRMAN

JEFFREY PEGG

FOLLOWING A VERBAL ROLL CALL, **VICE CHAIRMAN PEGG** CALLED THE MEETING TO ORDER AT 9:38 A.M.

PLEASE NOTE THAT THOUGH FIRE PREVENTION CHIEF **SHAWN F. BATTLE** WAS PRESENT DURING THE ENTIRE MEETING, HE WAS AFFORDED NO VOTING RIGHTS AS HE HAS YET TO BE ADMINISTERED THE OATH OF OFFICE AS HONORABLE MAYOR **MIKE DUGGAN'S** EX/OFFICIO TRUSTEE DESIGNEE ON THE BOARD OF TRUSTEES OF THE SYSTEM.

SEPTEMBER 21, 2017 AGENDA APPROVAL

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE DIAZ

RESOLVED, THAT TODAY'S **SEPTEMBER 21, 2017** AGENDA BE APPROVED AS PREPARED AND PRESENTED BY THE BOARD'S RECORDING SECRETARY:

YEAS – TRUSTEES DIAZ, ENGLISH, GNATEK, NAGLICK, ROBERSON, TROZAK,
TUCKER AND VICE CHAIRMAN PEGG – 8

NAYS – NONE

HYBRID APPLICATIONS

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE ENGLISH

RESOLVED, THAT THE **HYBRID APPLICATIONS** WHICH ARE REFERENCED BELOW BE APPROVED:

HYBRID APPLICATIONS - CONTINUED

HYBRID APPLICATIONS

NAME-TITLE-DEPARTMENT: MICHAEL SCHMIT – SERGEANT - POLICE
RETIREMENT TYPE-PLAN: HYBRID DROP – 2014 PLAN
SERVICE CREDIT-EFFECTIVE DATE: 03 01 00 – 08 15 17

NAME-TITLE-DEPARTMENT: DAVID LAFATA – LIEUTENANT - FIRE
RETIREMENT TYPE-PLAN: HYBRID DROP – 2014 PLAN
SERVICE CREDIT-EFFECTIVE DATE: 03 01 00 – 08 15 17

NAME-TITLE-DEPARTMENT: ROBERT SUMPTER – OFFICER - POLICE
RETIREMENT TYPE-PLAN: HYBRID DROP – 2014 PLAN
SERVICE CREDIT-EFFECTIVE DATE: 02 00 00 – 06 24 16

NAME-TITLE-DEPARTMENT: THEOPOLIS WILLIAMS – OFFICER - POLICE
RETIREMENT TYPE-PLAN: HYBRID DROP – 2014 PLAN
SERVICE CREDIT-EFFECTIVE DATE: 03 00 00 – 07 13 17

NAME-TITLE-DEPARTMENT: KEVIN BENNETT – OFFICER - POLICE
RETIREMENT TYPE-PLAN: HYBRID SERVICE – 2014 PLAN
SERVICE CREDIT-EFFECTIVE DATE: 00 08 00 – 05 01 16

YEAS – TRUSTEES DIAZ, ENGLISH, GNATEK, NAGLICK, ROBERSON, TROZAK,
TUCKER AND VICE CHAIRMAN PEGG – 8

NAYS – NONE

DROP APPLICATIONS

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE ENGLISH

RESOLVED, THAT THE **DROP APPLICATIONS** WHICH ARE REFERENCED BELOW
BE APPROVED:

DROP APPLICATIONS

NAME-TITLE-DEPARTMENT: MICHAEL SCHMIT – SERGEANT - POLICE
RETIREMENT TYPE-PLAN: DROP - NEW
SERVICE CREDIT-EFFECTIVE DATE: 19 10 16 – 08 15 17

NAME-TITLE-DEPARTMENT: MARK HENKEL – OFFICER - POLICE
RETIREMENT TYPE-PLAN: DROP - NEW
SERVICE CREDIT-EFFECTIVE DATE: 17 06 28 – 08 10 17

DROP APPLICATIONS - CONTINUED

DROP APPLICATIONS - CONTINUED

NAME-TITLE-DEPARTMENT: CHERYL SPIGNER – OFFICER - POLICE
RETIREMENT TYPE-PLAN: DROP - NEW
SERVICE CREDIT-EFFECTIVE DATE: 17 01 12 – 08 23 17

NAME-TITLE-DEPARTMENT: DAVID LAFATA – LIEUTENANT - FIRE
RETIREMENT TYPE-PLAN: DROP - NEW
SERVICE CREDIT-EFFECTIVE DATE: 26 04 16 – 08 15 17

NAME-TITLE-DEPARTMENT: KEVIN WIGHT – SERGEANT - POLICE
RETIREMENT TYPE-PLAN: DROP - NEW
SERVICE CREDIT-EFFECTIVE DATE: 20 05 25 – 08 24 17

NAME-TITLE-DEPARTMENT: SAUNDRA BROOKS – OFFICER - POLICE
RETIREMENT TYPE-PLAN: DROP - NEW
SERVICE CREDIT-EFFECTIVE DATE: 17 03 16 – 08 31 17

NAME-TITLE-DEPARTMENT: THEOPOLIS WILLIAMS – OFFICER - POLICE
RETIREMENT TYPE-PLAN: DROP - NEW
SERVICE CREDIT-EFFECTIVE DATE: 22 05 14 – 07 13 17

YEAS – TRUSTEES DIAZ, ENGLISH, GNATEK, NAGLICK, ROBERSON, TROZAK,
TUCKER AND VICE CHAIRMAN PEGG – 8

NAYS – NONE

RETIREMENT APPLICATIONS

BY TRUSTEE TROZAK – SUPPORTED BY TRUSTEE GNATEK

RESOLVED, THAT THE **RETIREMENT APPLICATIONS** WHICH ARE DESIGNATED
BELOW ABE APPROVED:

RETIREMENT APPLICATIONS

NAME-TITLE-DEPARTMENT: AMIR WILLIAMS – CHILD OF DECEASED TOBIAS G. WILLIAMS –
FIRE FIGHTER/DRIVER - FIRE
RETIREMENT TYPE-PLAN: NON-DUTY - CHILD
SERVICE CREDIT-EFFECTIVE DATE: 15 00 11 – 12 22 16

RETIREMENT APPLICATIONS – CONTINUED

RETIREMENT APPLICATIONS - CONTINUED

NAME-TITLE-DEPARTMENT: STEPHAN MONTGOMERY – OFFICER - POLICE
 RETIREMENT TYPE-PLAN: VESTED PENSION - NEW
 SERVICE CREDIT-EFFECTIVE DATE: 14 05 25 – 04 01 17

NAME-TITLE-DEPARTMENT: JASON ANDERSON – FIRE FIGHTER - FIRE
 RETIREMENT TYPE-PLAN: CONVERSION FROM DUTY DISABILITY – NEW
 SERVICE CREDIT-EFFECTIVE DATE: 18 06 12 – 08 07 17

YEAS – TRUSTEES DIAZ, ENGLISH, GNATEK, NAGLICK, ROBERSON, TROZAK,
 TUCKER AND VICE CHAIRMAN PEGG – 8

NAYS – NONE

RECEIPTS

THE **RECEIPTS** WHICH FOLLOW WERE ACKNOWLEDGED BY THE BOARD:

The Police & Fire Retirement System of the City of Detroit			
Receipts for Acknowledgement			
9/4/17-9/15/17			
Meeting #3162			
September 21, 2017			
REMITTER	WIRE DATE	DESCRIPTION	AMOUNT
RECEIPTS			
Lightstone Value Plus	09/14/17	Distribution	149,773.51
FIRST INDEPENDENCE BANK	09/06/17	Loan Deductions	141,265.48
FIRST INDEPENDENCE BANK	09/15/17	Loan Deductions	75,983.77
CITY OF DETROIT	09/08/17	Weekly Mandatory Employee Contribution	86,174.29
CITY OF DETROIT	09/08/17	Weekly Annuity Contribution	106.76
CITY OF DETROIT	09/15/17	Weekly Mandatory Employee Contribution	259,087.26
CITY OF DETROIT	09/15/17	Weekly Annuity Contribution	1,214.90
TOTAL RECEIPTS			\$ 713,605.97

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
MEETING NUMBER 3162 – THURSDAY – SEPTEMBER 21, 2017

DISBURSEMENTS

BY TRUSTEE ROBERSON – SUPPORTED BY TRUSTEE DIAZ

RESOLVED, THAT THE **DISBURSEMENTS** WHICH ARE DESIGNATED BELOW BE APPROVED:

DISBURSEMENTS

The Police & Fire Retirement System of the City of Detroit			
Disbursements for Approval			
9/4/17-9/15/17			
Meeting #3162			
September 21, 2017			
PAYEE NAME	DESCRIPTION	AMOUNT	
DISBURSEMENTS			
Annuity Refunds	Refund List #3701	401,703.89	
Checkwrite	Capital Calls, Legal, Administrative & Misc. Expenses	0.00	
Loan Program	Loan Funding: Meeting No. 3161	26,053.00	
TOTAL DISBURSEMENTS		\$ 427,756.89	

Police & Fire Retirement System					
Company: RSCD-PFRS					
User: awitt		Branch: LEGACY		Meeting Date: 9/21/17	
Category					
Investment Expenses					
Type	Vendor Ref.	Vendor Name	Bill Description	Due Date	To Pay
WIRE	070717	Banyan Realty Advisors, LLC	Advisory Fees - 2nd Qtr '17	10/1/2017	361.56
CHECK	g2mdetemp201702	RHUMBLINE ADVISERS	Management Fees - 2nd Qtr '17	8/23/2017	21,636.00
WIRE	INV00169100	WILSHIRE ASSOCIATES INCORPORATED	Consulting Services - 4th Qtr '17	10/1/2017	130,451.67
Category Total:				3 Documents	152,449.23
Administrative Expenses					
Type	Vendor Ref.	Vendor Name	Bill Description	Due Date	To Pay
CHECK	801427	SDD WEBWARD LLC	Electrical Billing: 7/28/17-8/30/17, Meter #16055044	9/29/2017	802.48
CHECK	801428	SDD WEBWARD LLC	Electrical Billing: 7/28/17-8/30/17, Meter #16055070	9/29/2017	863.79
CHECK	M2053238	8x8 INC.	Phone System Services	8/1/2017	1,322.65
CHECK	496682629	ADP, INC	Check Printing Services	8/13/2017	8,629.62
CHECK	09112017	ALEX BROWN REALTY	Loan Servicing Fees - August 2017	10/11/2017	524.21
CHECK	1464840	AMERICAN ARBITRATION ASSOCIATION	AAA Trustee Election Services	9/23/2017	8,295.82
CHECK	091817	BLOOMBERG BUSINESSWEEK	Bloomberg Businessweek Subscription	10/18/2017	22.50
CHECK	5603954475	BLOOMBERG FINANCE LP	Bloomberg Anywhere: 7/21/17-10/20/17	9/1/2017	5,557.50
CHECK	5603954474	BLOOMBERG FINANCE LP	BUNIT III Personal Authentication Equipment	8/23/2017	53.00
CHECK	300831451	CINTAS CORPORATION-300	Floor Mats	10/6/2017	79.23
CHECK	090117	Cogent Communications, Inc.	Internet Service Cable Installation	9/1/2017	1,023.00
CHECK	081717	COMCAST	High-Speed Internet	9/16/2017	181.15
WIRE	91117	ConnectPlay	Staff Wages: 8/28/17-9/10/17	10/11/2017	15,218.17
CHECK	1197656	CREATIVE BREAKTHROUGHS INC	IT Security Services	9/30/2017	10,400.00
CHECK	5-820-04220	FEDEX	FedEx Mailings	6/30/2017	47.34
CHECK	5-921-44348	FEDEX	FedEx Mailings	10/6/2017	43.19
CHECK	5-927-72786	FEDEX	FedEx Mailings	10/13/2017	21.65
CHECK	497322	First CHOICE Coffee Services	Equipment Rental	7/25/2017	8.63
CHECK	502722	First CHOICE Coffee Services	Equipment Rental	8/28/2017	8.63
CHECK	0144893-IN	GRAPHIC SCIENCES, INC	Document Prep Services	8/30/2017	103.80
CHECK	201399405	IRON MOUNTAIN	Storage Cds	9/30/2017	697.32
CHECK	PEC9854	Iron Mountain Records Management	Records Storage	8/31/2017	1,613.44
CHECK	8357505	MICRO CENTER	Apple MacBook Air	10/12/2017	958.99

DISBURSEMENTS - CONTINUED

DISBURSEMENTS - CONTINUED

CHECK	090317	NEOFUNDS BY NEOPOST	Postage	10/3/2017	966.38
CHECK	951553422001	OFFICE DEPOT	Office Supplies	9/8/2017	132.48
CHECK	951553423001	OFFICE DEPOT	Office Supplies	9/8/2017	12.50
CHECK	20907	FEERNET, INC	TIFF Image Printer License	9/8/2017	1,023.75
CHECK	2238	PROCENTIA, INC.	Procentis License & Implementation	9/8/2017	43,758.45
CHECK	9242579	QUILL CORPORATION	Office Supplies	9/21/2017	509.69
CHECK	9247967	QUILL CORPORATION	Office Supplies	9/21/2017	34.99
CHECK	9277334	QUILL CORPORATION	Office Supplies	9/21/2017	10.02
CHECK	9317542	QUILL CORPORATION	Office Supplies	9/21/2017	30.99
CHECK	1464840	PLANTE & MORAN	Financial Statement Audit for year ended 6/30/17	9/30/2017	16,150.00
CHECK	091117	REGINALD E. ONEAL	Medical Billing: 7/18/17-8/2/17	10/11/2017	1,070.00
CHECK	8122986753	SHRED-IT USA	Shredding Service Charges	9/21/2017	73.09
CHECK	110176	STOUT RISIUS ROSS, INC	PFRS Pension Assets 2017	9/30/2017	4,655.78
WIRE	1224997	UHY Advisors MI, Inc. - Accounting	Professional Accounting Services for August 2017	9/30/2017	77,065.63
WIRE	1224993	UHY Advisors MI, Inc. - IT	Professional IT Services for August 2017	9/30/2017	13,425.00
WIRE	1224715	UHY Advisors MI, Inc. - IT	Professional IT Services for August 2017	9/30/2017	57,300.00
CHECK	153250	ULTIMATE PARKING MANAGEMENT LLC	Temporary Parker - August 2017	8/10/2017	74.52
CHECK	153251	ULTIMATE PARKING MANAGEMENT LLC	Temporary Parker - September 2017	8/31/2017	110.00
CHECK	9792167235	VERIZON WIRELESS	Wireless Charges: 8/5/17-9/4/17	10/4/2017	814.04
CHECK	99312910	WELLS FARGO VENDOR FINANCIAL SVCS, LLC	Printer Maintenance	9/28/2017	129.11
CHECK	090028860	XEROX	Printer Maintenance	8/31/2017	12.64
CHECK	090382581	XEROX	Printer Maintenance	10/1/2017	15.17
Category Total:				45 Documents	273,850.32

YEAS – TRUSTEES DIAZ, ENGLISH, GNATEK, NAGLICK, ROBERSON, TROZAK,
 TUCKER AND VICE CHAIRMAN PEGG – 8

NAYS – NONE

REFUNDS OF ACCUMULATED CONTRIBUTIONS

BY TRUSTEE TUCKER – SUPPORTED BY TRUSTEE TROZAK

RESOLVED, THAT THE CONTRIBUTIONS TO THE **ANNUITY SAVINGS FUND** BY MEMBERS OF THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT, INCLUDING INTEREST, BE REFUNDED PENDING AUDIT BY RETIREMENT SYSTEM ACCOUNTING STAFF:

LIST NUMBER 3701 - \$447,050.02

LIST NUMBER 3702 - \$523,029.33

YEAS – TRUSTEES DIAZ, ENGLISH, GNATEK, NAGLICK, ROBERSON, TROZAK,
 TUCKER AND VICE CHAIRMAN PEGG – 8

NAYS – NONE

1974 DEFINED CONTRIBUTION PLAN (EMPLOYEE LOAN PROGRAM)

BY TRUSTEE TUCKER – SUPPORTED BY TRUSTEE ENGLISH

RESOLVED, THAT THE **1974 DEFINED CONTRIBUTION PLAN LOAN REQUEST LISTS** SUBMITTED THIS DATE BE APPROVED AND THE REQUESTED AMOUNTS BE DISBURSED PENDING AUDIT BY RETIREMENT SYSTEM ACCOUNTING STAFF:

LIST #1 – \$26,053.00

LIST #2 – \$77,361.00

YEAS – TRUSTEES DIAZ, ENGLISH, GNATEK, NAGLICK, ROBERSON, TROZAK,
TUCKER AND VICE CHAIRMAN PEGG – 8

NAYS – NONE

APPROVAL OF AUGUST 17, 2017 MINUTES

BY TRUSTEE ROBERSON – SUPPORTED BY TRUSTEE DIAZ

RESOLVED, THAT THE MINUTES OF THE MEETING HELD **THURSDAY, AUGUST 17, 2017** BE APPROVED AS RECORDED AND SUBMITTED BY THE BOARD'S RECORDING SECRETARY:

YEAS – TRUSTEES DIAZ, ENGLISH, GNATEK, NAGLICK, ROBERSON, TROZAK,
TUCKER AND VICE CHAIRMAN PEGG – 8

NAYS – NONE

EXECUTIVE DIRECTOR'S REPORT

EXECUTIVE DIRECTOR **DAVID CETLINSKI** ASKED THE BOARD TO APPROVE THE RENEWAL OF THE BOARD'S FIDUCIARY LIABILITY INSURANCE COVERAGE FOR THE PERIOD OCTOBER 6, 2017 THROUGH OCTOBER 6, 2018, AND THE SYSTEM'S SUMMARY ANNUAL REPORT (COMPONENTS I AND II) FOR THE FISCAL YEAR ENDED JUNE 30, 2016.

TRUSTEE **ANGELA R. JAMES** ENTERED THE MEETING AT 9:45 A.M.

FIDUCIARY LIABILITY INSURANCE COVERAGE
EFFECTIVE OCTOBER 6, 2017 – OCTOBER 6, 2018

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE DIAZ

WHEREAS, THE POLICE AND FIRE RETIREMENT SYSTEM IS IN RECEIPT OF A **SEPTEMBER 6, 2017** LETTER FROM **REPUBLIC UNDERWRITERS, INC.** WHEREIN QUOTES FOR PREMIUMS TO RENEW THE SYSTEM'S EXISTING INSURANCE POLICIES (FOR THE PERIOD OCTOBER 6, 2017 THROUGH OCTOBER 6, 2018) ARE LISTED, AND

WHEREAS, THE BOARD OF TRUSTEES HAS DISCUSSED THIS MATTER, THEREFORE BE IT

RESOLVED, THAT THE BOARD OF TRUSTEES APPROVES THE PAYMENTS WHICH ARE REFERENCED ON **PAGE 2** OF SAID **SEPTEMBER 6, 2017** LETTER TO RENEW THE INSURANCE POLICIES PROVIDING **\$25,000,000.00** OF FIDUCIARY LIABILITY COVERAGE, AND BE IT FURTHER

RESOLVED, THAT THE REQUESTED AMOUNTS BE WIRE-TRANSFERRED CONSISTENT WITH THE WIRE-TRANSFER INSTRUCTIONS INDICATED ON **PAGE 2** OF SAID **SEPTEMBER 6, 2017** LETTER FROM REPUBLIC UNDERWRITERS, INC., AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE IMMEDIATELY FORWARDED TO REPUBLIC UNDERWRITERS, INC., ATTENTION: SCOTT W. DICKINSON, AND BE IT FURTHER

RESOLVED, THAT THE POLICE AND FIRE RETIREMENT SYSTEM RETAIN A COPY OF THE POLICY AND **SEPTEMBER 6, 2017** LETTER FROM REPUBLIC UNDERWRITERS, INC.:

YEAS – TRUSTEES DIAZ, ENGLISH, GNATEK, JAMES, NAGLICK, ROBERSON,
TROZAK, TUCKER AND VICE CHAIRMAN PEGG – 9

NAYS – NONE

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
SUMMARY ANNUAL REPORT (COMPONENTS I AND II)
FISCAL YEAR ENDED JUNE 30, 2016

BY TRUSTEE DIAZ – SUPPORTED BY TRUSTEE GNATEK

WHEREAS, THE BOARD HAS BEEN REQUESTED TO ACCEPT AND APPROVE THE SYSTEM'S SUMMARY ANNUAL REPORT (COMPONENTS I AND II) FOR THE FISCAL YEAR ENDED JUNE 30, 2016, THEREFORE BE IT

RESOLVED, THAT THE BOARD HEREBY ACCEPTS AND APPROVES SAID SUMMARY ANNUAL REPORT (COMPONENTS I AND II) FOR THE FISCAL YEAR ENDED JUNE 30, 2016 AND BE IT FURTHER

RESOLVED, THAT A COPY OF SAID REPORT BE POSTED ONLINE, AND BE IT FURTHER

RESOLVED, THAT COPIES OF SAID REPORT BE RETAINED BY APPROPRIATE RETIREMENT SYSTEM STAFF:

YEAS – TRUSTEES DIAZ, ENGLISH, GNATEK, JAMES, NAGLICK, ROBERSON,
TROZAK, TUCKER AND VICE CHAIRMAN PEGG – 9

NAYS – NONE

CONSULTING DIRECTOR'S REPORT

CONSULTING DIRECTOR **CYNTHIA A. THOMAS** IS EXCUSED FROM TODAY'S MEETING.

CHIEF INVESTMENT OFFICER'S REPORT

IN CHIEF INVESTMENT OFFICER **RYAN C. BIGELOW'S** EXCUSED ABSENCE, EXECUTIVE DIRECTOR **DAVID CETLINSKI** INFORMED THE BOARD THAT THE SYSTEM'S INVESTMENT RATE OF RETURN IS 12.00% NET, AND 12.03% GROSS.

PUBLIC RELATIONS ADVISOR'S REPORT

PUBLIC RELATIONS ADVISOR **BRUCE BABIARZ** PROVIDED THE BOARD WITH A POST CHAPTER 9 BANKRUPTCY UPDATE.

LOBBYIST'S REPORT

LOBBYIST **OSCAR W. KING, III** PROVIDED THE BOARD WITH A MICHIGAN LEGISLATIVE UPDATE.

GENERAL COUNSEL'S REPORT

GENERAL COUNSEL **RONALD A. KING** ASKED THE BOARD TO ENTER INTO CLOSED SESSION TO DISCUSS PENDING LITIGATION AND CERTAIN ATTORNEY/CLIENT PRIVILEGED MATTERS.

CLOSED SESSION

BY TRUSTEE ENGLISH – SUPPORTED BY TRUSTEE ROBERSON

RESOLVED, THAT THE BOARD ENTER INTO CLOSED SESSION FOR THE PURPOSE OF DISCUSSING PENDING LITIGATION AND CERTAIN ATTORNEY/CLIENT PRIVILEGED MATTERS:

A ROLL CALL VOTE WAS TAKEN AS FOLLOWS:

YEAS – TRUSTEES DIAZ, ENGLISH, GNATEK, JAMES, NAGLICK, ROBERSON,
TROZAK, TUCKER AND VICE CHAIRMAN PEGG – 9

NAYS – NONE

THE BOARD ENTERED INTO CLOSED SESSION AT **9:58 A.M.**

SPECIAL LEGAL COUNSEL **MARIE T. RACINE** ENTERED THE MEETING AT 10:16 A.M.

CLOSED SESSION – CONTINUED

TRUSTEE **SEAN P. NEARY** ENTERED THE MEETING AT 10:45 A.M.

CHAIRMAN **JOHN SERDA** ENTERED AT 11:06 A.M., AND VICE CHAIRMAN **PEGG** RELINQUISHED THE CHAIR TO HIM.

OPEN SESSION

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE DIAZ

RESOLVED, THAT THE BOARD RETURN TO OPEN SESSION:

YEAS – TRUSTEES DIAZ, ENGLISH, GNATEK, JAMES, NAGLICK, NEARY, PEGG,
ROBERSON, TROZAK, TUCKER AND CHAIRMAN SERDA - 11

NAYS – NONE

THE BOARD RETURNED TO OPEN SESSION AT **11:07 A.M.**

REPORT OF SPECIAL LEGAL COUNSEL RACINE & ASSOCIATES

BY TRUSTEE DIAZ – SUPPORTED BY TRUSTEE GNATEK

WHEREAS, SPECIAL LEGAL COUNSEL IN THIS MATTER, **RACINE & ASSOCIATES**, HAS REPORTED ON THE STATUS OF VARIOUS MATTERS RELATING TO PENDING LITIGATION, THEREFORE BE IT

RESOLVED, THAT THE BOARD AUTHORIZES SPECIAL LEGAL COUNSEL TO PROCEED CONSISTENT WITH THE BOARD'S CLOSED SESSION DISCUSSION OF THIS DATE, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE IMMEDIATELY FORWARDED TO **RACINE & ASSOCIATES** (ATTENTION: MARIE T. RACINE), 1001 WOODWARD AVENUE, SUITE 1100, DETROIT, MICHIGAN 48226:

REPORT OF SPECIAL LEGAL COUNSEL RACINE & ASSOCIATES - CONTINUED

YEAS – TRUSTEES DIAZ, ENGLISH, GNATEK, JAMES, NAGLICK, NEARY, PEGG,
ROBERSON, TROZAK AND TUCKER – 10

NAYS – NONE

ABSTENTIONS – CHAIRMAN SERDA – 1

WOLVERINE VERSUS PFRS, ET AL

BY TRUSTEE DIAZ – SUPPORTED BY TRUSTEE GNATEK

RESOLVED, THAT GENERAL COUNSEL IS HEREBY DIRECTED TO PROCEED
CONSISTENT WITH THE BOARD’S CLOSED SESSION DISCUSSION OF THIS DATE:

YEAS – TRUSTEES DIAZ, ENGLISH, GNATEK, JAMES, NAGLICK, NEARY, PEGG,
ROBERSON, TROZAK AND TUCKER – 10

NAYS – NONE

ABSTENTIONS – CHAIRMAN SERDA – 1

GENERAL COUNSEL’S OPEN SESSION REPORT

STATE TREASURER VERSUS SHELTON, ET AL

THE WASHTENAW CIRCUIT COURT ENTERED A SEPTEMBER 7, 2017
CONSENT FINAL ORDER PROVIDING FOR DISPOSITION OF A PORTION OF
PFRS MEMBER SHELTON’S PENSION BENEFITS PURSUANT TO STATE
STATUTE

CITY OF DETROIT RETIREE PROTECTION TRUST FUND

THE CITY’S EFFORTS TO PLAN FOR ITS POST-2024 PENSION OBLIGATIONS
RESULTED IN HONORABLE CITY COUNCIL’S JULY, 2017 APPROVAL OF THE
ESTABLISHMENT OF A RETIREE PROTECTION TRUST FUND

SPECIAL BOARD MEETING PARTICIPATION

BY TRUSTEE JAMES – SUPPORTED BY TRUSTEE DIAZ

WHEREAS, FOR THE PURPOSE OF FORMING AND MAINTAINING A QUORUM TO CONDUCT SUBSTANTIVE BUSINESS DURING SPECIAL MEETINGS **ONLY**, THE BOARD HAS CONSIDERED PERMITTING TRUSTEES WHO ARE NOT PHYSICALLY PRESENT AT SAID MEETINGS TO PARTICIPATE IN SAID MEETINGS VIA ELECTRONIC MEANS, AND

WHEREAS, THE BOARD HAS CONSIDERED PERMITTING TRUSTEES WHO ARE NOT PHYSICALLY PRESENT AT SAID MEETINGS TO CAST VOTES VIA ELECTRONIC MEANS, AND

WHEREAS, THE BOARD HAS DISCUSSED THE FOREGOING AT LENGTH, THEREFORE BE IT

RESOLVED, THAT TRUSTEES BE ALLOWED TO PARTICIPATE IN SAID MEETINGS VIA ELECTRONIC MEANS WHEN NOT PHYSICALLY PRESENT AT SAID MEETINGS, AND BE IT FURTHER

RESOLVED, THAT TRUSTEES BE ALLOWED TO CAST VOTES VIA ELECTRONIC MEANS WHEN NOT PHYSICALLY PRESENT AT SAID MEETINGS:

YEAS – TRUSTEES DIAZ, GNATEK, JAMES, NAGLICK, ROBERSON, TROZAK,
TUCKER AND CHAIRMAN SERDA – 8

NAYS – TRUSTEES ENGLISH, NEARY AND PEGG – 3

PUBLIC FORUM

AT **11:21 A.M.**, **CHAIRMAN SERDA** DECLARED THE MEETING IN OPEN FORUM FOR GENERAL DISCUSSION BY THE PUBLIC ATTENDING THE MEETING.

ADJOURNMENT

THERE BEING NO FURTHER BUSINESS BEFORE THE BOARD, **CHAIRMAN SERDA** ADJOURNED THE MEETING AT **11:21 A.M.** UNTIL **THURSDAY, OCTOBER 5, 2017**, AT **9:00 A.M.**, IN THE CONFERENCE ROOM OF THE RETIREMENT SYSTEMS, 500 WOODWARD AVENUE, SUITE 3000, DETROIT, MICHIGAN 48226.

RESPECTFULLY SUBMITTED,

A handwritten signature in black ink, appearing to read "David Cetlinski". The signature is written in a cursive, flowing style.

DAVID CETLINSKI EXECUTIVE DIRECTOR