

MEETING NO. 3290
JOURNAL OF PROCEEDINGS
BOARD OF TRUSTEES OF THE POLICE AND FIRE RETIREMENT SYSTEM
OF THE CITY OF DETROIT
HELD THURSDAY, AUGUST 19, 2021

9:00 A.M.
RETIREMENT SYSTEMS' CONFERENCE ROOM
ALLY DETROIT CENTER, 500 WOODWARD AVENUE; SUITE 3000
DETROIT, MICHIGAN 48226

TRUSTEES PRESENT

Shawn Battle	Ex/Officio Trustee/Fire Prevention Chief/Mayoral Designee
Michael F. Berent	Elected Trustee/Fire
Matthew Gnatek	Elected Trustee/Police
Angela R. James	Ex/Officio Retiree Trustee/Police/Mayoral Designee
Conrad Mallett	Ex/Officio/Mayor's Designee
Christa McLellan	Ex/Officio Trustee/Treasurer
John Naglick Jr.	Ex/Officio Trustee/Finance Director
George Orzech	Elected Retiree Trustee/Fire
Jeffrey Pegg	Elected Trustee/Fire
Dean Pincheck	Elected Trustee/Fire/Vice-Chairperson
John Serda	Elected Trustee/Police
Ronald Thomas	Elected Trustee/Police/Chairperson
Gregory Trozak	Elected Retiree Trustee/Police
Steven Watson	Ex/Officio Trustee/Budget Director

TRUSTEES EXCUSED

Douglas Baker	Ex/Officio Trustee/Corporation Counsel Alternate
Brenda Jones	Ex/Officio Trustee/City Council President

ALSO PRESENT

David Cetlinski	Executive Director
Kelly Tapper	Assistant Executive Director
Ryan Bigelow	Chief Investment Officer
Ronald King	General Counsel
Marcella Brewer	Recording Secretary
Dr. Oscar King III	Board Lobbyist
Bruce Babiarz	Public Relations Advisor

STAFF EXCUSED

None

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“Declaration of Continued Emergency Due to Covid-19 To Allow Public Meetings of Governmental Bodies To Be Held Remotely Under Public Act 228 of 2020 Extended From June 30, 2021 to December 31, 2021.”- Wayne County.

CHAIRPERSON

Ronald Thomas

A verbal Roll Call commenced at 9:04 a.m. and Chairperson Thomas called the meeting to order.

Present at Roll Call: Battle, (Detroit, MI), Berent (Detroit, MI), Gnatek (Detroit, MI), James (Detroit, MI), Mallett (Detroit, MI), McLellan (Detroit, MI), Orzech (Oakland County, MI), Pegg (Detroit, MI), Pincheck (Detroit, MI), Serda (Oakland County, MI), Trozak (Macomb County, MI), and Thomas – Chairperson (Detroit, MI)

Re: Approval of August 19, 2021 Agenda

Trustee Berent moved to approve the agenda dated Thursday, August 19, 2021. Trustee Gnatek supported. The motion passed unanimously.

Re: Approval of RETIREMENT Applications

Trustee Gnatek moved to approve the RETIREMENT applications as listed below. Trustee Pincheck supported. The motion passed unanimously.

NAME, TITLE, DEPARTMENT	Eric V. Barterian – Fire Fighter - Fire
RETIREMENT TYPE-PLAN	Conversion from Duty Disability - New
SERVICE CREDIT-EFFECTIVE DATE	25 00 00 – 07 14 21

NAME, TITLE, DEPARTMENT	Antonio Carlisi – Police Detective - Police
RETIREMENT TYPE-PLAN	Hybrid - Drop
SERVICE CREDIT-EFFECTIVE DATE	04 05 00 – 12-12-18

NAME, TITLE, DEPARTMENT	Jessica L. Jones – Police Sergeant - Police
RETIREMENT TYPE-PLAN	Drop - New
SERVICE CREDIT-EFFECTIVE DATE	17 11 03 – 07 27 21

NAME, TITLE, DEPARTMENT	Jessica L. Jones – Police Sergeant - Police
RETIREMENT TYPE-PLAN	Hybrid - Drop
SERVICE CREDIT-EFFECTIVE DATE	07 01 00 – 07 27 21

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RETIREMENT APPLICATIONS - continued

NAME, TITLE, DEPARTMENT	Calvin D. Lewis – Police Officer - Police
RETIREMENT TYPE-PLAN	Service - New
SERVICE CREDIT-EFFECTIVE DATE	13 02 05 – 07 23 21

NAME, TITLE, DEPARTMENT	Melanie Malone - Police Officer - Police
RETIREMENT TYPE-PLAN	Drop - New
SERVICE CREDIT-EFFECTIVE DATE	13 00 05 – 07 30 21

NAME, TITLE, DEPARTMENT	Constance Maycock - Police Officer - Police
RETIREMENT TYPE-PLAN	Drop - New
SERVICE CREDIT-EFFECTIVE DATE	13 06 26– 07 27 21

NAME, TITLE, DEPARTMENT	Harold C. Nelthrope – Police Officer – Police
RETIREMENT TYPE-PLAN	Conversion from Duty Disability - New
SERVICE CREDIT-EFFECTIVE DATE	25 00 00 – 07 21 21

NAME, TITLE, DEPARTMENT	Lashinda Stair – Asst Chief of Police – EDU - Police
RETIREMENT TYPE-PLAN	Hybrid - Service
SERVICE CREDIT-EFFECTIVE DATE	06 11 00 – 06 02 21

RECEIPTS:

The Board acknowledged the following receipts:

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Cash Receipts
 Company: RSCD-PFRS
 Cash Account: HYBLIQRES
 Start Date: 7/31/2021
 End Date: 8/13/2021

Doc. Date	Module	Tran. Type	Doc. Nbr.	Description	R/C	Receipt
7/29/2021	GL	014912		After Tax Annuity Contributions 7-30-21 (Rec'd 7/29)		16,277.54
8/13/2021	CA	Cash Entry		Pretax Pension Contributions 8-13-21	-/C	432,095.70
						448,373.24

Cash Receipts
 Company: RSCD-PFRS
 Cash Account: LIQUID RES
 Start Date: 7/31/2021
 End Date: 8/13/2021

Doc. Date	Module	Tran. Type	Doc. Nbr.	Description	R/C	Receipt
8/8/2021	CA	Cash Entry	002124	Loan Deductions 7-30-21 (\$90,687.48) (Rec'd 8/8)	R/C	90,687.48
						90,687.48

Total Receipts 539,060.72

Re: Approval of Disbursements

Trustee Pincheck moved to approve the Disbursement as outlined below including Acknowledgement of Investment Committee expenses. Trustee Gnatek supported. The motion passed unanimously.

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Disbursement Report

Date: 8/18/2021 9:24 AM

Account	Payment Method	Currency		
LIQUID RES	WIRE	US		
Vendor Name	Invoice Number	Invoice Description	Amount To Pay	
BNY Mellon	111-2021-0026138	Management Fees - 2nd Qtr '21	49,874.01	
Bridgett Hardy	073121Bridgett	IT Contractual Wages - July 2021 Retroactive Pay Incre	207.13	
HAMILTON LANE SECONDARY FUND V LP	080921	Capital Call	381,988.00	
HL - AVISTA CAPITAL PARTNERS V, LP	080521	Capital Call	650,663.00	
HL-THOMA BRAVO FUND XIII, L.P.	081021	Capital Call	535,937.00	
HL-THOMA BRAVO FUND XIV, L.P.	081121	Capital Call	668,171.00	
James R. Hollins	073121James	IT Contractual Wages - July 2021 Retroactive Pay Incre	199.95	
PLATINUM EQUITY SMALL CAP FUND LP	081021	Capital Call	726,750.00	
Raymond R. Tchou	073121Ray	IT Contractual Wages - July 2021 Retroactive Pay Incre	377.53	
TT International	20210630-114-A	Management Fees 2nd Qtr '21	105,758.42	
Venkat Rallapalli / Highbrow Systems, Inc.	073121Venkat	IT Contractual Wages - July 2021 Retroactive Pay Incre	437.72	
Cash Account/Payment Method Total:			11 Documents	3,120,363.76
HUNT VEND	ACH	US		
Vendor Name	Invoice Number	Invoice Description	Amount To Pay	
500 WEBWARD LLC	1196537	Electrical Billing: 6/29/21-7/29/21 #18055070	788.34	
500 WEBWARD LLC	1196536	Electrical Billing: 6/29/21-7/29/21 #18055044	733.65	
8x8 INC.	3106262	Phone System Services	1,443.69	
CINTAS CORPORATION-300	4092038999	Floor Mats	130.65	
CLARK HILL, PLC	1117388	Gregory Davis for July 2021	850.00	
CLARK HILL, PLC	1117387	General Counsel Services for July 2021	26,250.00	
Cogent Communications, Inc.	080121	Internet Service	650.00	
FEDEX	7-457-71989	Mailing	29.99	
FEDEX	7-465-10374	Mailing	29.93	
GABRIEL, ROEDER, SMITH & CO	464096	Actuarial Services for July 2021	13,458.00	
GABRIEL, ROEDER, SMITH & CO	464087	EDRO Calculations for Mark Morrow	1,500.00	
INCOME RESEARCH + MANAGEMENT INC.	38935	Management Fees 2nd Qtr '21	42,303.37	
IRON MOUNTAIN	202391871	Storage CDs	1,251.68	

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IRON MOUNTAIN	201028	Data Domain Service	1,320.10
IRON MOUNTAIN	DVCY093	Records Storage	2,494.32
LOOMIS, SAYLES & COMPANY, L.P.	217355	Management Fees 2nd Qtr '21	80,093.54
METASOURCE, LLC	SO53160	Software License/Support for Application Xtender	5,424.89
NORTHSTAR LIFE SERVICES	INV-0606	Servicing Fee	375.00
PENSION BENEFIT INFORMATION LLC (PBI)	INV046530	Death Audit - One Time Run - 3,375 records	500.00
PLANTE & MORAN	2033342	Financial Statement Audit for 6/30/21	8,875.00
Premier Parking (fka Ultimate Parking)	173252	Parking - September 2021	138.60
Premier Parking (fka Ultimate Parking)	173284	Parking - September 2021	2,217.60
QUILL CORPORATION	18394674	Office Supplies	323.75
RACINE & ASSOCIATES	12942	DPF v. Paramount 7/1/21-7/31/21	2,132.43
RICOH	5062533789	Printer Maintenance	101.74
UHY Advisors MI, Inc.	TS-2021-0082	Professional IT Services for July 2021	39,375.00
WELLS CAPITAL MANAGEMENT	13435800	Management Fees - 2nd Qtr '21	103,007.91
WELLS CAPITAL MANAGEMENT	13436777	Management Fees - 2nd Qtr '21	96,074.15
Xponance, Inc. (fka Piedmont Invest. Adv.)	INV12683	Management Fees - 2nd Qtr '21	22,160.48
Cash Account/Payment Method Total:		29 Documents	434,033.81

HUNT VEND	CHECK	US		
Vendor Name	Invoice Number	Invoice Description	Amount To Pay	
BAB ASSOCIATES, LLC	2021-17	Public Relations Services for July 2021	1,300.00	
EASY VERIFICATION INC	21-55821	Member Verification Requests	1,111.00	
KELLEY CAWTHORNE	12732	Lobbyist Services for August 2021	6,750.00	
SHRED-IT	8182449681	Shredding Service Charges	49.73	
TRANSUNION RISK & ALT DATA SOLUTIONS INC	3712221-202107-1	TLOxp Research Services	37.50	
WELLS FARGO VENDOR FINANCIAL SVCS, LLC	105213147	Printer Maintenance	129.11	
Cash Account/Payment Method Total:		6 Documents	9,377.34	

Investment Committee Disbursement Acknowledgements

HUNT VEND	ACH	US		
Vendor Name	Invoice Number	Invoice Description	Amount To Pay	
RIVENOAK LAW GROUP, P.C	12633	IC General Counsel July 2021	4,575.00	
Cash Account/Payment Method Total:		1 Documents	4,575.00	

* Payment amount is estimated based on the effective date 8/16/2021

Re: Approval of Refunds (Accumulated Contributions)

Trustee Gnatek moved to approve the Refunds/Accumulated Contributions list as outlined below. Trustee Berent supported. The motion passed unanimously.

List number – 3905 - \$296,991.56

List number – 3906 - \$145,984.41

Re: Approval of the Defined Contribution Plan/Employee Loan Programs

Trustee Berent moved to approve the Defined Contribution Plan/Employee Loan Program as outlined below. Trustee Pegg supported. The motion passed unanimously.

List #1 - \$37,095.00 – 08/19/2021

Re: Approval of Minutes

Trustee Gnatek moved to approve the Minutes of July 15, 2021. Trustee Berent supported. The motion passed unanimously.

ASSISTANT EXECUTIVE DIRECTOR’S REPORT

Assistant Executive Director, Kelly Tapper, discussed the following with the Board of Trustees:

- Sean Lewis Retirement – Disability Offset Appeal
- Seminole Client Conference
- Gabriel Roeder DROP extension to 15-year Study

- **Trustee Naglick joined the meeting at 9:17 am (Detroit, MI)**
- **Trustee Watson joined the meeting at 9:19 am (Detroit, MI)**

Re: Sean Lewis Retirement – Disability Offset Appeal

Mr. Sean Lewis is currently on a Service Retirement. Mr. Lewis is requesting from the Board that his offset payment could be reduced to a lower payment for one year. The Board requested that Mr. Lewis put in writing his intent to pay and there will be a discussion at the next meeting.

Re: Seminole Client Conference-previously approved

Seminole Client Conference changed the dates. The conference will be held in March of 2022.

Re: Gabriel Roeder DROP extension 15-year study

Trustee Gnatek moved to accept the Gabriel Roeder DROP extension report. Trustee Pincheck supported. The motion passed unanimously.

CHIEF INVESTMENT OFFICER’S REPORT

Chief Investment Officer, Ryan Bigelow discussed the following with the Board of Trustees:

- PFRSIC Meeting Materials
- GASB Methodology
- Life Assurance Fund

Public Comment

- Veronica Sance, Michael Batie, Steven Davis, Magic Collins, spoke about the sale of the Baldwin Hills Crenshaw Rising Mall.

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- Kathleen Colin thanked the Board for their support of the 15th Annual Ray Wilborn Golf Outing which was to be held August 13, 2021 but had to be cancelled due to the weather.

PUBLIC RELATIONS REPORT

- 30 Million dollar apartment complex adjacent to the Crenshaw Rising Mall
- Medicare Letter

PRESENTATION – UHY

Representative Cory McNeley of UHY discussed the following with the Board of Trustees:

- Budget
- Implemented Functionality
- ERP Implementation Schedule
- Project Update

Presentation materials provided.

PRESENTATION – ORG

Representatives Ed Swartz and Thor Eriksen of ORG discussed the following recommendations with the Board of Trustees:

- Grandview II Fund
 - Fund Performance
 - Material Risks
- Lubert – Adler Workforce Housing Fund
 - Investment Strategy
 - Fund Type
 - Fund Size

Trustee Berent moved to approve the recommendation by the PFRS Investment Committee and CIO Ryan Bigelow to allocate 15 million dollars to the Grandview II Fund. Trustee Mallett supported. The motion passed. Trustee Pegg opposed.

Trustee Berent moved to approve the recommendation by the PFRS Investment Committee and CIO Ryan Bigelow to allocate 15 million dollars to the Lubert-Adler Workforce Housing Fund. Trustee Pegg supported. The motion passed unanimously.

Presentation materials provided.

PRESENTATION – WILSHIRE

Representatives Calvin Born and David Lindberg of Wilshire discussed the following recommendations with the Board of Trustees:

Quarterly Executive Summary

- Capital Market Review
 - Asset Class Performance
 - 6/2021 Asset Class Assumptions
 - Yield/Inflation Environment
 - Economic Growth
 - Consumer Activity
 - Business Activity
 - Inflation & Employment
 - U.S. Equity Market
 - Non-U.S. Equity Market
 - U.S. Fixed Income
 - Federal Reserve
 - Real Assets
 - Asset Allocation vs. Policy

- **Trustee Watson left the meeting at 11:02 am**
- **Trustee McLellan left the meeting at 11:03 am**

- Composite Performance Summary
 - Total Fund Asset
 - Plan Sponsor Peer Group Analysis
 - Plan Sponsor Peer Group Analysis – Multi Statistics
 - Focus List
 - Total Fund Performance Estimate

- Collateralized Loan Obligations discussion to be scheduled 9/2/21

Presentation materials provided.

LOBBYIST’S REPORT

- Michigan Government Update - House and Senate are in Recess

State Representative Tyrone Carter will be scheduled for the 9/2/21 meeting.

GENERAL COUNSEL’S REPORT

General Counsel Ronald King, as part of his legal report, discussed the following matters with the Board:

- Investment Committee Request to Withdraw August 2, 2021 RFI
- Communication from IC Chair Regarding IC RFP
- Stout Rises Ross Update Regarding IC Engagement and Expectations
- GRS Consulting Supplemental Actuarial Valuation
- Proof of Claims Filings
- Peter Linden Proposal to transfer file
- First Energy Corporation Litigation
- Activision Blizzard, Inc.

Re: RFI withdrawal request

The Board decided not to take any action at this time.

Re: Proof of Claims Filings

Trustee Gnatek moved to authorize Levi and Korsinsky to file a proof of claim for the five specific claims. Trustee Berent supported. The motion passed unanimously.

Re: Peter Linden proposal to transfer file

Trustee Gnatek moved to transfer files currently being worked on by Peter Linden to his new law firm, Kaplan Fox & Kilsheimer, with the understanding that the board is not hiring the firm. Trustee Berent supported. The motion passed unanimously.

Re: First Energy Corporation Litigation

Trustee Berent moved to authorize the 220 demand. Trustee Orzech supported. The motion passed unanimously.

Re: Activision Blizzard, Inc.

Trustee Berent moved to authorize Grant and Eisenhofer to serve Activision Blizzard, Inc to inspect books and records of the company. Trustee Pincheck supported. The motion passed unanimously.

Trustee Pegg asked to if Legal Counsel could reach out to two members who received letters from the IRS regarding begin audited.

COMMITTEE REPORT

None

NEW BUSINESS/OLD BUSINESS

ADJOURNMENT

Trustee Gnatek moved to adjourn meeting #3290. Trustee Pincheck supported.

Chairperson Thomas adjourned the meeting at 12:32 PM. The Board's next meeting is scheduled for Thursday, September 2, 2021 at 9:00 a.m. via Go to Meeting. Please see the news tab on our website for meeting login instructions.

RESPECTFULLY SUBMITTED,

A handwritten signature in black ink, appearing to read "Kelly Tapper". The signature is fluid and cursive, with a large initial "K" and a long, sweeping tail.

Kelly Tapper, Assistant Executive Director