

MEETING NO. 3295
JOURNAL OF PROCEEDINGS
BOARD OF TRUSTEES OF THE POLICE AND FIRE RETIREMENT SYSTEM
OF THE CITY OF DETROIT
HELD THURSDAY, NOVEMBER 04, 2021

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

TRUSTEES PRESENT

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

Conrad Mallett	Ex/Officio/Mayor's Designee
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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 September 1, 2021 to December 31, 2021.”- Detroit, MI.

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), McLellan (Livonia, MI), Naglick (Detroit, MI), Orzech (Oakland County, MI), Pegg (Detroit, MI), Pincheck (Detroit, MI), Serda (Detroit, MI), Trozak (Macomb County, MI), Watson (Detroit, MI) and Thomas – Chairperson (Detroit, MI)

Re: Approval of October 21, 2021 Agenda

Trustee Pegg moved to approve the agenda dated Thursday, November 04, 2021. Trustee Gnatek supported. The motion passed unanimously. Amended to move State Representative Carter to the next meeting on November 18, 2021.

Re: Approval of RETIREMENT Applications

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

NAME, TITLE, DEPARTMENT	Kevin Bradley – Fire Engine Operator - Fire
RETIREMENT TYPE-PLAN	Drop - New
SERVICE CREDIT-EFFECTIVE DATE	18 00 08 – 10 06 21

NAME, TITLE, DEPARTMENT	Kerry R. Byars – Police Sergeant - Police
RETIREMENT TYPE-PLAN	Drop - New
SERVICE CREDIT-EFFECTIVE DATE	17 08 26 – 10 15 21

NAME, TITLE, DEPARTMENT	Brenda L. Peterson – Police Officer - Police
RETIREMENT TYPE-PLAN	Hybrid - Vested
SERVICE CREDIT-EFFECTIVE DATE	01 04 00 – 02 28 20

NAME, TITLE, DEPARTMENT	Raymond K. Richardson – Fire Engine Operator - Fire
RETIREMENT TYPE-PLAN	Drop - New

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SERVICE CREDIT-EFFECTIVE DATE 17 09 08 – 10 20 21
NAME, TITLE, DEPARTMENT Raymond K. Richardson – Fire Engine
Operator - Fire

RETIREMENT TYPE-PLAN Hybrid - Drop
SERVICE CREDIT-EFFECTIVE DATE 07 04 00 – 10 20 21

NAME, TITLE, DEPARTMENT Yasmin G. Robinson – Police Officer - Police
RETIREMENT TYPE-PLAN Drop - New
SERVICE CREDIT-EFFECTIVE DATE 14 09 04 – 10 12 21

RECEIPTS:

The Board acknowledged the following receipts:

Cash Receipts	Cash Account:	HYBLIQRES
Company: RSCD-PFRS	Start Date:	10/13/2021
	End Date:	10/29/2021

Doc. Date	Module	Tran. Type	Doc. Nbr.	Description	R/C	Receipt
10/22/2021	GL	015612		After Tax Annuity Contributions 10-22-21		13,951.95
10/22/2021	CA	Cash Entry	002179	Pretax Pension Contributions 10-22-21 (1 of 2)	R/C	117,045.42
10/22/2021	CA	Cash Entry	002180	Pretax Pension Contributions 10-22-21 (2 of 2)	R/C	310,257.97
10/25/2021	CA	Cash Entry	002181	Pretax Pension Contributions 10-22-21 (Rec'd 10/25)	R/C	9,465.30
10/26/2021	AR	Payment	000036	Employer Match July 1 - September 30, 2021 Police & Fire	R/C	5,344,854.33
						5,795,574.97

Cash Receipts	Cash Account:	LIQUID RES
Company: RSCD-PFRS	Start Date:	10/13/2021
	End Date:	10/29/2021

Doc. Date	Module	Tran. Type	Doc. Nbr.	Description	R/C	Receipt
10/13/2021	CA	Cash Entry		Loan Deductions 10-8-21	-/C	86,824.99
10/19/2021	CA	Cash Entry		Loan Deductions 10-15-21	-/C	1,107.53
10/28/2021	CA	Cash Entry		Loan Deductions 10-22-21	-/C	99,719.23
						187,651.75

Total Receipts 5,983,226.72

Re: Approval of Disbursements

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

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Date: 11/1/2021 10:01 AM

Disbursement Report

Account	Payment Method	Currency
LIQUID RES	WIRE	US

Vendor Name	Invoice Number	Invoice Description	Amount To Pay
AMERICAN SECURITIES PARTNERS VIII, LP	102621	Capital Call	986,692.00
BENEFIT STREET PARTNERS DEBT FUND IV LP	102921	Capital Call	432,154.00
CASTLELAKE V LP	102621	Capital Call	996,732.00
CRESCENT EUROPEAN SPECIALTY LENDING FUN	101921	Capital Call	309,242.00
HAMILTON LANE SECONDARY FUND V LP	102821	Capital Call	429,476.00
HL-THOMA BRAVO FUND XIV, L.P.	102521	Capital Call	1,123,304.00
ROARK CAPITAL PARTNERS V, L.P.	102221	Capital Call	45,377.56
Cash Account/Payment Method Total:		7 Documents	4,322,977.56

HUNT VEND	ACH	US
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Vendor Name	Invoice Number	Invoice Description	Amount To Pay
500 WEBWARD LLC	153383	November 2021 Rent	26,165.16
8x8 INC.	3202505	Phone System Services	500.00
ADP, INC	590516399	Check Printing Services	472.32
ADVENT CAPITAL MANAGEMENT, LLC	3Q21	Management Fees 3rd Qtr '21 (Net of 3Q21 Forgiven	113,348.86
ATIVO CAPITAL	2658	Management Fees 3rd Qtr '21	47,340.97
BAIRD ADVISORS	3Q21	Management Fees 3rd Qtr '21	47,944.08
CINTAS CORPORATION-300	4100084206	Floor Mats	149.68
DEROY & DEVEREAUX	3Q21	Management Fees - 3rd Qtr '21	50,357.00
FEDEX	7-538-32294	Mailing	32.13
Hamilton Lane Advisors, LLC (HL)	07432	Management Fees 4th Qtr '21	271,527.00
KENNEDY CAPITAL MANAGEMENT	3Q21	Management Fees - 3rd Qtr '21	141,918.00
PARADIGM ASSET MANAGEMENT CO., LLC	3Q21	Management Fees 3rd Qtr '21	76,608.68
PENN CAPITAL MANAGEMENT COMPANY, Inc	3Q21	Management Fees 3rd Qtr '21	63,658.72
Premier Parking (fka Ultimate Parking)	191965	Parking - November 2021	138.60
Premier Parking (fka Ultimate Parking)	192156	Parking - November 2021	2,217.60
PROCENTIA, INC.	2418	Implementation	75,051.84
PUGH CAPITAL MANAGEMENT, INC.	3Q21	Management Fees 3rd Qtr '21	56,261.45

QUILL CORPORATION	20305861	Office Supplies	181.03
RHUMBLINE ADVISERS	detpol22021Q3	RU1000GS and RU1000S Management Fees 3rd Qtr	18,516.00
SHENKMAN CAPITAL MANAGEMENT, INC	21-09-DETROIT_PFS	Management Fees 3rd Qtr '21	43,117.36
Xponance, Inc. (fka Piedmont Invest. Adv.)	INV12761	Management Fees - 3rd Qtr '21	22,509.16
Cash Account/Payment Method Total:		21 Documents	1,058,015.64

HUNT VEND	CHECK	US
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Vendor Name	Invoice Number	Invoice Description	Amount To Pay
COMCAST	101721	High Speed Internet	212.75
JEFF PEGG	102721	Travel Reimbursement for IFEBP 67th Annual Confer	937.66
SCANTRON CORPORATION	14956101	Toner Cartridge Supply	2,269.00
XEROX	014597247	Printer Maintenance	10.69
Cash Account/Payment Method Total:		4 Documents	3,430.10

Investment Committee Disbursement Acknowledgements

HUNT VEND	ACH	US
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Vendor Name	Invoice Number	Invoice Description	Amount To Pay
RIVENOAK LAW GROUP, P.C	12696	IC Interim General Counsel September 2021	4,230.00
Cash Account/Payment Method Total:		1 Documents	4,230.00

* Payment amount is estimated based on the effective date 11/1/2021

Re: Approval of Refunds (Accumulated Contributions)

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

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List number – 3916 - \$145,694.06

List number – 3917 - \$460,311.01

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 - \$14,103.00 – 11/04/2021

Re: Approval of Minutes

Trustee Berent moved to approve the Minutes of October 7, 2021. Trustee Pegg supported. The motion passed unanimously.

ASSISTANT EXECUTIVE DIRECTOR’S REPORT

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

- Change of Broker/Dealer & RIA Affiliation
 - Correction of Errors Policy
 - Freedom of Information Act Policy
 - Audit Update
-
- Trustee Baker joined the meeting at 9:13 am (Detroit, MI)
 - Trustee Jones joined the meeting at 9:22 am (Detroit, MI)

Re: Correction of Errors Policy

The amendment of the Correction of Errors Policy will be discussed and voted on at the meeting on November 18, 2021.

Re: Freedom of Information Act Policy

The amendment of the Freedom of Information Act Policy will be discussed and voted on at the meeting on November 18, 2021.

CHIEF INVESTMENT OFFICER’S REPORT

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

- Investment Committee Materials

Public Comment

- None

PUBLIC RELATIONS REPORT

- Detroit News Article
 - Detroit Pension Payments
 - Water Affordability
 - Duggan’s Next Term

LOBBYIST’S REPORT

- Legislative Log

PRESENTATION – Stout Risius Roth

Representative Raymond Roth of Stout Risius Roth discussed the following with the Board of Trustees:

- City of Detroit’s Ability to Pay PFRS Legacy Plan Contributions
 - Increase Pension Contributions
 - Public Protection
 - The City spends more money on Central Government Functions
 - 2022 Municipal Income Tax Revenue
 - Summary of Opportunities for Cost Savings within Detroit’s Budget

Presentation materials provided

GENERAL COUNSEL’S REPORT

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

- Bayer AG (Germany)/Non-U.S. Alert
- Settlement Report
- Compensation Recovery Platform: CORE
- Pelton – Update and Negative Litigation Recommendation

Re: Bayer AG (Germany)/Non-U.S. Alert

Trustee Berent moved to approve the recommendation of General Counsel to authorize participation in the action to be filed in the German courts as outlined in the report from Labaton Sucharow. Trustee Pincheck supported. The motion passed unanimously.

COMMITTEE REPORT

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None

NEW BUSINESS/OLD BUSINESS

None

Re: Entering into Closed Session

Resolution Moved By Trustee Gnatek– Supported by Trustee Pincheck

WHEREAS, the Retirement System is subject to the limitation of the Open Meetings Act (“OMA”) being MCL 15.261 et seq. and has adopted a resolution on October 24, 2012 relative thereto; THEREFORE BE IT

RESOLVED, that the Board entered into Closed Session for the purpose of discussing Attorney/Client privileged matters regarding the following: Personnel Matters

A Roll Call Vote was taken as follows:

Yeas – Baker, Battle, Berent, Gnatek, James, Jones, McLellan, Naglick, Orzech, Pegg, Pincheck, Serda, Trozak Watson, and Chairperson Thomas Berent – 15

Nays – None

Board entered into closed Session at 11:02 am

Board exited closed session at 11:08 am

ADJOURNMENT

Trustee Gnatek moved to adjourn meeting #3295. Trustee Jones supported.

Chairperson Thomas adjourned the meeting at 11:13 AM. The Board’s next meeting is scheduled for Thursday, November 18, 2021 at 9:00 a.m. via Go to Meeting. Please see the news tab on our website for meeting login instructions.

RESPECTFULLY SUBMITTED,



Kelly Tapper, Assistant Executive Director