

MEETING NUMBER 3108

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

HELD THURSDAY, SEPTEMBER 8, 2016

9:00 A.M.

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

TRUSTEES PRESENT

JUNE ADAMS	EX/OFFICIO TRUSTEE/ALTERNATE-CORPORATION COUNSEL
ANGELA R. JAMES	EX/OFFICIO RETIRANT TRUSTEE/POLICE/MAYORAL DESIGNEE
BRENDA JONES	EX/OFFICIO TRUSTEE/CITY COUNCIL PRESIDENT
JOHN NAGLICK	EX/OFFICIO TRUSTEE/FINANCE DIRECTOR
JEFFREY PEGG	ELECTED TRUSTEE/FIRE
PORTIA ROBERSON	EX/OFFICIO TRUSTEE/ALTERNATE-HONORABLE MAYOR/CHAIRPERSON
JOHN SERDA	ELECTED TRUSTEE/POLICE/VICE CHAIRPERSON
DAVID SZYMANSKI	EX/OFFICIO TRUSTEE/TREASURER
TRACY THOMAS	ELECTED TRUSTEE/FIRE
JOHN G. TUCKER	ELECTED RETIRANT TRUSTEE/FIRE

TRUSTEES EXCUSED

MARK DIAZ	ELECTED TRUSTEE/POLICE
MATTHEW GNATEK	ELECTED TRUSTEE/POLICE
SEAN P. NEARY	ELECTED TRUSTEE/FIRE
GREGORY TROZAK	ELECTED RETIRANT TRUSTEE/POLICE

TRUSTEES ABSENT

PAMELA SCALES	EX/OFFICIO TRUSTEE/BUDGET DIRECTOR
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STAFF PRESENT

CYNTHIA A. THOMAS	EXECUTIVE DIRECTOR
DAVID CETLINSKI	ASSISTANT EXECUTIVE DIRECTOR
MICHAEL KRUSHENA	INVESTMENT OFFICER
RONALD A. KING	GENERAL COUNSEL
JANET S. LENEAR	RECORDING SECRETARY

STAFF EXCUSED

RYAN C. BIGELOW	CHIEF INVESTMENT OFFICER
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STAFF ABSENT

NONE

CHAIRPERSON

PORTIA ROBERSON

VICE CHAIRPERSON

JOHN SERDA

FOLLOWING A VERBAL ROLL CALL, CHAIRPERSON **ROBERSON** CALLED THE MEETING TO ORDER AT **10:12 A.M.**

SEPTEMBER 8, 2016 AGENDA APPROVAL

BY TRUSTEE SZYMANSKI – SUPPORTED BY TRUSTEE JONES

RESOLVED, THAT TODAY'S **SEPTEMBER 8, 2016** AGENDA BE APPROVED AS PREPARED AND PRESENTED BY THE BOARD'S RECORDING SECRETARY:

YEAS – TRUSTEES ADAMS, JAMES, JONES, NAGLICK, PEGG, SERDA, SZYMANSKI, THOMAS, TUCKER AND CHAIRPERSON ROBERSON – 10

NAYS – NONE

CHAIRPERSON **ROBERSON** THEN ASKED THAT THE BOARD ENTER INTO CLOSED SESSION FOR THE PURPOSE OF DISCUSSING THE BOARD'S MEDICAL DIRECTOR'S MEDICAL AND PSYCHIATRIC REPORTS REGARDING DISABILITY RETIREMENT APPLICATIONS AND RE-EXAMINATIONS, AS WELL AS PENDING LITIGATION.

CLOSED SESSION

BY TRUSTEE JONES – SUPPORTED BY TRUSTEE NAGLICK

RESOLVED, THAT THE BOARD ENTER INTO CLOSED SESSION FOR THE PURPOSE OF DISCUSSING THE BOARD'S MEDICAL DIRECTOR'S MEDICAL AND PSYCHIATRIC REPORTS REGARDING DISABILITY RETIREMENT APPLICATIONS AND RE-EXAMINATIONS, AS WELL AS PENDING LITIGATION:

CLOSED SESSION - CONTINUED

A ROLL CALL VOTE WAS TAKEN AS FOLLOWS:

YEAS – TRUSTEES ADAMS, JAMES, JONES, NAGLICK, PEGG, SERDA, SZYMANSKI,
THOMAS, TUCKER AND CHAIRPERSON ROBERSON – 10

NAYS – NONE

THE BOARD ENTERED INTO CLOSED SESSION AT **10:13 A.M.**

TRUSTEE **SZYMANSKI** EXCUSED HIMSELF AT 10:31 A.M.

OPEN SESSION

BY TRUSTEE JONES – SUPPORTED BY TRUSTEE NAGLICK

RESOLVED, THAT THE BOARD RETURN TO OPEN SESSION:

YEAS – TRUSTEES ADAMS, JAMES, JONES, NAGLICK, PEGG, SERDA, THOMAS,
TUCKER AND CHAIRPERSON ROBERSON – 9

NAYS – NONE

THE BOARD RETURNED TO OPEN SESSION AT **11:40 A.M.**

DROP APPLICATIONS

BY TRUSTEE PEGG – SUPPORTED BY TRUSTEE SERDA

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

DROP APPLICATIONS

NAME/TITLE/DEPARTMENT:	CHRISTOPHER DESCHENES – OFFICER - POLICE
RETIREMENT TYPE/PLAN:	DROP - NEW
SERVICE CREDIT/EFFECTIVE DATE:	20 09 11 – 09 20 16

DROP APPLICATIONS - CONTINUED

DROP APPLICATIONS - CONTINUED

NAME/TITLE/DEPARTMENT: CARLOS GRIFFIN – OFFICER - POLICE
RETIREMENT TYPE/PLAN: DROP - NEW
SERVICE CREDIT/EFFECTIVE DATE: 17 09 01 – 09 30 16

YEAS – TRUSTEES ADAMS, JAMES, JONES, NAGLICK, PEGG, SERDA, THOMAS,
TUCKER AND CHAIRPERSON ROBERSON – 9

NAYS – NONE

RETIREMENT APPLICATIONS

BY TRUSTEE JONES – SUPPORTED BY TRUSTEE SERDA

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

RETIREMENT APPLICATIONS

NAME/TITLE/DEPARTMENT: MARK ERICKSON – OFFICER - POLICE
RETIREMENT TYPE/PLAN: SERVICE - NEW
SERVICE CREDIT/EFFECTIVE DATE: 17 09 01 – 10 28 16

NAME/TITLE/DEPARTMENT: RAMON SCOLA – OFFICER – POLICE
RETIREMENT TYPE/PLAN: SERVICE - NEW
SERVICE CREDIT/EFFECTIVE DATE: 17 09 00 – 10 28 16

YEAS – TRUSTEES ADAMS, JAMES, JONES, NAGLICK, PEGG, SERDA, THOMAS,
TUCKER AND CHAIRPERSON ROBERSON – 9

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			
8/22/16-9/2/16			
Meeting #3108			
September 8, 2016			
REMITTER	WIRE DATE	DESCRIPTION	AMOUNT
RECEIPTS			
RACINE & ASSOCIATES	08/23/16	Settlement Proceeds - DPF v Paramount	3,000.00
US TREASURY	08/23/16	Court Ordered Restitution	19,900.00
Military Service Credit	08/29/16	Refund	3,079.09
RACINE & ASSOCIATES	08/29/16	Settlement Proceeds - DPF v Paramount	3,000.00
Voya	08/29/16	Refund & Distribution	2,571.90
FIRST INDEPENDENCE BANK	08/19/16	Loan Deductions	60,402.66
FIRST INDEPENDENCE BANK	08/26/16	Loan Deductions	132,423.40
CITY OF DETROIT	08/19/16	Weekly Mandatory Employee Contribution	237,194.88
CITY OF DETROIT	08/19/16	Weekly Annuity Contribution	3,365.45
CITY OF DETROIT	08/26/16	Weekly Mandatory Employee Contribution	81,060.06
CITY OF DETROIT	08/26/16	Weekly Annuity Contribution	841.52
TOTAL RECEIPTS			\$ 546,838.96

DISBURSEMENTS

BY TRUSTEE PEGG – SUPPORTED BY TRUSTEE THOMAS

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

The Police & Fire Retirement System of the City of Detroit			
Disbursements for Approval			
8/22/16-9/2/16			
Meeting #3108			
September 8, 2016			
PAYEE NAME		DESCRIPTION	AMOUNT
DISBURSEMENTS			
Retired Payroll		Direct Deposit for Retirees - 9/1/2016	17,002,464.66
Retired Payroll		Checks for Retirees - 9/1/2016	6,946,760.60
Annuity Refunds		Refund List #3649	245,131.52
Checkwrite		Capital Calls, Legal, Administrative & Misc. Expenses	0.00
Loan Program		Loan Funding: Meeting No. 3107	47,380.00
TOTAL DISBURSEMENTS			\$ 24,241,736.78

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
MEETING NUMBER 3108 – THURSDAY – SEPTEMBER 8, 2016

DISBURSEMENTS - CONTINUED

THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
LIST OF DISBURSEMENTS FOR BOARD APPROVAL
FOR SEPTEMBER 8, 2016

PAYEE	DATE	INVOICE NO	DESCRIPTION	AMOUNT	
MANAGEMENT FEES:					
ADVENT CAPITAL MANAGEMENT, LLC	7/1/2016	2Q16	Management Fees - 2nd Qtr '16	\$69,841.50	
CREDIT SUISSE ASSET MANAGEMENT, LLC	8/30/2016	2Q16	Management Fees - 2nd Qtr '16	\$39,494.00	
MORGAN STANLEY INVESTMENT MANAGEME	7/26/2016	20160630-7785-A	Management Fees - 2nd Qtr '16	\$96,635.82	
PAYDEN & RYGEL	8/18/2016	1613 - M716	Management Fees - July 2016	\$7,892.00	
PAYDEN & RYGEL	8/18/2016	1612 - M716	Management Fees - July 2016	\$13,092.00	
UNION HERITAGE CAPITAL MANAGEMENT	7/29/2016	3072916	Management Fees - 2nd Qtr '16	\$30,120.15	
Subtotal				\$257,075.47	
ADMINISTRATIVE EXPENSES:					
500 WEBWARD LLC	8/25/2016	20338	Maintenance/Labor - August 2016	\$82.50	
500 WEBWARD LLC	9/1/2016	20903	Base Rent - September 2016	\$21,256.94	
ADP, INC	7/15/2016	476820183	Check Printing Services	\$8,272.04	
COMCAST	8/14/2016	081416	High-Speed Internet	\$157.18	
CREATIVE BREAKTHROUGHS INC	8/4/2016	119530	IT Security Svcs	\$10.00	
CREATIVE BREAKTHROUGHS INC	8/12/2016	119553	IT Security Svcs	\$4,900.00	
CREATIVE BREAKTHROUGHS INC	8/19/2016	119596	IT Security Svcs	\$4,900.00	
DIRECTV	8/24/2016	29313399167	Service Charges: 8/23/16-9/22/16	\$62.56	
FEDEX	8/31/2016	5-530-94088	FedEx Mailings	\$48.64	
FEDEX	8/24/2016	5-523-83517	FedEx Mailings	\$32.61	
IRON MOUNTAIN RECORDS MANAGEMENT	8/31/2016	MYS2978	Records Storage: 9/1/16-9/30/16	\$1,406.17	
IT STAFF WAGES	8/31/2016		IT Staff Wages for August 2016	\$38,223.42	
LASER SUBSTRATES, INC	8/23/2016	110300	Certified Mail Forms	\$177.33	
OFFICE DEPOT	8/23/2016	859571099001	Office Supplies	\$71.34	
OFFICE DEPOT	8/24/2016	859571097001	Office Supplies	\$24.50	
POSTMASTER	8/20/2016	082016	Postage	\$107.50	
QUILL CORPORATION	8/11/2016	8177575	Office Supplies	\$307.56	
QUILL CORPORATION	8/15/2016	8250254	Office Supplies	\$15.75	
QUILL CORPORATION	8/15/2016	8260534	Office Supplies	\$10.12	
QUILL CORPORATION	8/23/2016	8500732	Office Supplies	\$109.91	
9/7/2016 9:54:48 AM				Accounting Disbursement List	Page 1 of 2

THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
LIST OF DISBURSEMENTS FOR BOARD APPROVAL
FOR SEPTEMBER 8, 2016

PAYEE	DATE	INVOICE NO	DESCRIPTION	AMOUNT
QUILL CORPORATION	8/24/2016	8574031	Office Supplies	\$17.00
QUILL CORPORATION	8/24/2016	8545449	Office Supplies	\$15.00
STAFF WAGES	8/28/2016		Staff Wages for 8/15/16 - 8/28/16	\$29,097.89
UHY ADVISORS MI INC	8/15/2016		Prof Accounting Svcs - 8/1/16-8/15/16, Inv # 1183113	\$39,921.88
UHY ADVISORS MI INC	8/31/2016		Prof Accounting Svcs - 8/16/16-8/31/16, Inv # 1183419	\$44,559.38
Subtotal				\$193,797.22
OTHER EXPENSES:				
ANGELA JAMES	9/6/2016	090616	Trustee Parking	\$100.00
Subtotal				\$100.00
Total Disbursements for Board Approval				\$450,972.69

YEAS – TRUSTEES ADAMS, JAMES, JONES, NAGLICK, PEGG, SERDA, THOMAS,
TUCKER AND CHAIRPERSON ROBERSON – 9

NAYS – NONE

REFUNDS OF ACCUMULATED CONTRIBUTIONS

BY TRUSTEE PEGG – SUPPORTED BY TRUSTEE THOMAS

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 3649 - \$245,131.52

LIST NUMBER 3650 - \$ 66,333.40

YEAS – TRUSTEES ADAMS, JAMES, JONES, NAGLICK, PEGG, SERDA, THOMAS,
TUCKER AND CHAIRPERSON ROBERSON – 9

NAYS – NONE

1974 DEFINED CONTRIBUTION PLAN (EMPLOYEE LOAN PROGRAM)

BY TRUSTEE PEGG – SUPPORTED BY TRUSTEE JONES

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 – \$47,380.00

LIST #2 – \$30,623.00

YEAS – TRUSTEES ADAMS, JAMES, JONES, NAGLICK, PEGG, SERDA, THOMAS,
TUCKER AND CHAIRPERSON ROBERSON – 9

NAYS – NONE

AUGUST 11, 2016 MINUTE APPROVAL

BY TRUSTEE PEGG – SUPPORTED BY TRUSTEE THOMAS

RESOLVED, THAT THE MINUTES OF THE MEETING HELD **THURSDAY, AUGUST 11, 2016** BE APPROVED AS RECORDED AND SUBMITTED BY THE BOARD'S RECORDING SECRETARY:

YEAS – TRUSTEES ADAMS, JAMES, JONES, NAGLICK, PEGG, SERDA, THOMAS,
TUCKER AND CHAIRPERSON ROBERSON – 9

NAYS – NONE

OWEN JACKSON – PENSION NUMBER 234184

BY TRUSTEE PEGG – SUPPORTED BY TRUSTEE JONES

RESOLVED, THAT THE BOARD ACCEPT THE REPORT AND RECOMMENDATION OF ITS MEDICAL DIRECTOR REGARDING **OWEN JACKSON**, AND BE IT FURTHER

RESOLVED, THAT BASED UPON THE BOARD'S MEDICAL DIRECTOR'S RECOMMENDATION, THE BOARD HEREBY APPROVES **OWEN JACKSON'S** APPLICATION FOR DUTY DISABILITY RETIREMENT, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THE BOARD'S MEDICAL DIRECTOR'S REPORT BE FORWARDED TO **MR. JACKSON**:

YEAS – TRUSTEES ADAMS, JAMES, JONES, NAGLICK, PEGG, SERDA, THOMAS,
TUCKER AND CHAIRPERSON ROBERSON – 9

NAYS – NONE

ROBERT TURNER – PENSION NUMBER 237027

BY TRUSTEE PEGG – SUPPORTED BY TRUSTEE JONES

RESOLVED, THAT THE BOARD ACCEPT THE REPORT AND RECOMMENDATION OF ITS MEDICAL DIRECTOR REGARDING **ROBERT TURNER**, AND BE IT FURTHER

RESOLVED, THAT BASED UPON THE BOARD'S MEDICAL DIRECTOR'S RECOMMENDATION, THE BOARD HEREBY APPROVES **ROBERT TURNER'S** APPLICATION FOR DUTY DISABILITY RETIREMENT, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THE BOARD'S MEDICAL DIRECTOR'S REPORT BE FORWARDED TO **MR. TURNER**:

YEAS – TRUSTEES ADAMS, JAMES, JONES, NAGLICK, PEGG, SERDA, THOMAS,
TUCKER AND CHAIRPERSON ROBERSON – 9

NAYS – NONE

DAVID WEEMS – PENSION NUMBER 233630

BY TRUSTEE PEGG – SUPPORTED BY TRUSTEE JONES

RESOLVED, THAT THE BOARD ACCEPT THE REPORT AND RECOMMENDATION OF ITS MEDICAL DIRECTOR REGARDING **DAVID WEEMS**, AND BE IT FURTHER

RESOLVED, THAT BASED UPON THE BOARD'S MEDICAL DIRECTOR'S RECOMMENDATION, THE BOARD HEREBY APPROVES **DAVID WEEMS'** APPLICATION FOR DUTY DISABILITY RETIREMENT, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THE BOARD'S MEDICAL DIRECTOR'S REPORT BE FORWARDED TO **MR. WEEMS**:

YEAS – TRUSTEES ADAMS, JAMES, JONES, NAGLICK, PEGG, SERDA, THOMAS,
TUCKER AND CHAIRPERSON ROBERSON – 9

NAYS – NONE

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
 MEETING NUMBER 3108 – THURSDAY – SEPTEMBER 8, 2016

RE-EXAMINATIONS

BY TRUSTEE PEGG – SUPPORTED BY TRUSTEE JONES

RESOLVED, THAT IN ACCORDANCE WITH THE RECOMMENDATION OF THE BOARD'S MEDICAL DIRECTOR, THE FOLLOWING **DIRECTIVES** BE FOLLOWED:

RE-EXAMINATIONS

NAME/PENSION NO. DEPARTMENT DISABILITY TYPE RE-EXAM NUMBER	CONTINUE ON DISABILITY RETIREMENT PAYROLLS WITH RETIRANT RECEIVING NEXT RE-EXAM IN ONE (1) YEAR UNLESS OTHERWISE DIRECTED	CONTINUE ON DISABILITY RETIREMENT PAYROLLS WITH NO FURTHER RE- EXAMS BEING NECESSARY FOR RETIRANT UNLESS OTHERWISE DIRECTED	CONTINUE ON DISABILITY RETIREMENT PAYROLLS WITH RETIRANT RECEIVING NEXT RE-EXAM AT MEDICAL DIRECTOR'S OFFICE UNLESS OTHERWISE DIRECTED
TERRY DELAMIELLEURE - 235695 - POLICE - DUTY - 1ST	X		
KYVA GARRISON - 236445 - POLICE - DUTY - 1ST	X		
JOSH GILMORE - 254727 - FIRE - NON-DUTY - 3RD	RETURN MR. GILMORE TO WORK AND REMOVE HIS NAME FROM THE SYSTEM'S DISABILITY RETIREMENT PAYROLLS AS OF THE DATE HE RETURNS TO WORK		
CHARLOTTE HOGGATT - 183671 - POLICE - DUTY - 2ND		X	
ROBERT HUCKESTEIN - 234536 - POLICE - DUTY - 1ST	X		
WILLIE KING - 235705 - POLICE - DUTY - 3RD	X		
CLIFFORD KLESZCZ - 238067 - POLICE - DUTY - 1ST	X		
CHARLES MASON - 236742 - POLICE - DUTY - 4TH		X	
ROBIN MOLINARO - 234782 - POLICE - DUTY - 4TH		X	
CHARLES SICILIANO - 239094 - POLICE - DUTY - 1ST	X		
STEPHEN WHITE - 236411 - POLICE - DUTY - 2ND	X		

YEAS – TRUSTEES ADAMS, JAMES, JONES, NAGLICK, PEGG, SERDA, THOMAS, TUCKER AND CHAIR-
 PERSON ROBERSON – 9

NAYS – NONE

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
MEETING NUMBER 3108 – THURSDAY – SEPTEMBER 8, 2016

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SG CAPITAL, LLC – PROPOSAL TO ACQUIRE MEMBER INTEREST IN KINGS POINTE APARTMENTS, WARREN, MICHIGAN

BY TRUSTEE PEGG – SUPPORTED BY TRUSTEE JONES

WHEREAS, on December 6, 2007 the Board approved an equity commitment of \$2,200,000 to SG Capital, LLC to provide acquisition funding of apartment communities subject to a number of requirements more fully described in that certain Commitment June 2007, and

WHEREAS, the Sponsor subsequently acquired the apartment community known as Kings Pointe Apartments located in Warren, Michigan, and

WHEREAS, in March 2008 and in June 2010, the Sponsor submitted a request for an additional capital contribution of \$98,861 and \$250,000 respectively to cover deferred maintenance and pay certain accounts payable including past due taxes, insurance, utilities and other accounts payables related to the property and upon recommendation by its real estate advisor the Board approved both requests bringing the total funding to \$2,545,861, and

WHEREAS, on May 19, 2016, the sponsor forwarded a letter identifying the need for additional capital of approximately \$340,000 and in lieu of funding said request the sponsor proposed to acquire the Board's equity member interest for \$1,800,000, and

WHEREAS, the Board has reviewed the request from the sponsor and the review submitted by the Board's advisor Banyan Realty Advisors who recommends the Board counter the proposed offer at \$2,100,000 representing the highest projected available proceeds derived from the recent third party broker opinion of value submitted by the sponsor, and

WHEREAS, in June 2016 the Board has considered both the sponsor's proposal and a letter from its real estate advisor and has approved a counter equal to the investment by the Board at \$2,545,861, therefore be it

RESOLVED, on September 7, 2016, the Board was received a revised purchase offer of \$2,100,000 with a thirty (30) day close and based upon recommendation by its advisor Banyan Realty Advisors, the Board approves the sale of its limited partner interest for the price of \$2,100,000, and be it further

RESOLVED, that a copy of this resolution be forwarded to the sponsor, SG Capital located at 17255 West 10 Mile Road, Southfield, Michigan 48075; and Lou Vogt, c/o Banyan Realty Advisors, 501 N. Magnolia Avenue, Orlando, Florida 32801:

YEAS – TRUSTEES ADAMS, JAMES, JONES, NAGLICK, PEGG, SERDA, THOMAS, TUCKER AND CHAIR-
PERSON ROBERSON – 9

NAYS – NONE

DISCUSSION OF VARIOUS CONTRACTS

AT CHAIRPERSON **ROBERSON'S** DIRECTION, THE BOARD WILL HOLD ITS CONTRACT DISCUSSION, WHICH WAS SCHEDULED FOR 11:30 A.M. THIS DATE, AT THE BOARD'S SEPTEMBER 22, 2016 MEETING.

ASSISTANT EXECUTIVE DIRECTOR'S REPORT

ASSISTANT EXECUTIVE DIRECTOR **DAVID CETLINKSI** ASKED THE BOARD TO APPROVE AN ADDENDUM TO PLANTE MORAN'S ENGAGEMENT LETTER DATED JANUARY 28, 2016.

PLANTE MORAN – ENGAGEMENT LETTER ADDENDUM

By Trustee Pegg – Supported By Trustee Naglick

WHEREAS, the Board has been requested to accept, approve and execute the Addendum to Plante Moran's Engagement Letter (dated January 28, 2016) between the Police and Fire and General Retirement Systems of the City of Detroit with respect to the services specified in the "Scope of Services" section of said Engagement Letter, and

WHEREAS, the acceptance, approval, and execution of said document has been recommended by the Board's Assistant Executive Director, and

WHEREAS, said document has been reviewed and approved as to form by the Board's General Counsel, and

WHEREAS, the Board has discussed this matter, therefore be it

RESOLVED, that the Board hereby accepts and approves the Addendum to Plante Moran's Engagement Letter (dated January 28, 2016) between the Police and Fire and General Retirement Systems, and be it further

RESOLVED, that said Addendum be executed on the Board's behalf, and be it further

RESOLVED, that the original executed document be forwarded to Plante Moran, and be it further

PLANTE MORAN – ENGAGEMENT LETTER ADDENDUM - CONTINUED

RESOLVED, that the Police and Fire Retirement System retain copies of the original executed document for its files, and be it further

RESOLVED, that a copy of this resolution be forwarded to Plante Moran:

YEAS – TRUSTEES ADAMS, JAMES, JONES, NAGLICK, PEGG, SERDA, THOMAS,
TUCKER AND CHAIRPERSON ROBERSON – 9

NAYS – NONE

EXECUTIVE DIRECTOR'S REPORT

EXECUTIVE DIRECTOR **CYNTHIA A. THOMAS** HAD NOTHING TO REPORT.

CHIEF INVESTMENT OFFICER'S REPORT

IN CHIEF INVESTMENT **OFFICER RYAN C. BIGELOW'S** EXCUSED ABSENCE, INVESTMENT OFFICER **MIKE KRUSHENA** INFORMED THE BOARD THAT GABRIEL, ROEDER, SMITH AND COMPANY WILL DISCUSS THE SYSTEM'S ANNUAL ACTUARIAL VALUATION OF COMPONENT II (JUNE 30, 2016) LATER THIS MORNING.

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.

TRUSTEE **SZYMANSKI** RETURNED TO THE MEETING AT 12:07 P.M.

UHY/CBI

CINDY HANNAFEY AND **SHAUN BERTRAND** PROVIDED THE BOARD WITH A STATUS UPDATE, RE: UHY'S AND CBI'S PENDING PROJECTS, FOCUSING ON:

UHY/CBI – CONTINUED

AUDIT PROCESSES

WEBSITE ENHANCEMENT

CALL CENTERS

CYBER SECURITY

GABRIEL, ROEDER, SMITH & COMPANY

KEN ALBERTS AND **DAVID KAUSCH** DISCUSSED THE SYSTEM'S DRAFT ANNUAL ACTUARIAL VALUATION OF COMPONENT II (JUNE 30, 2016) AT LENGTH, FOCUSING ON THE ANNUITY AND PENSION LIABILITIES OF THE SYSTEM WITH RESPECT TO COMPONENT II BENEFITS.

POLICE AND FIRE RETIREMENT SYSTEM DRAFT ANNUAL ACTUARIAL VALUATION OF COMPONENT II (JUNE 30, 2015)

BY TRUSTEE PEGG – SUPPORTED BY TRUSTEE NAGLICK

WHEREAS, THE BOARD HAS DISCUSSED THE SYSTEM'S DRAFT ANNUAL ACTUARIAL VALUATION OF COMPONENT II (JUNE 30, 2015) WITH ITS ACTUARY, GABRIEL, ROEDER, SMITH & COMPANY, AND

WHEREAS, THE BOARD HAS BEEN REQUESTED TO APPROVE SAID DRAFT ANNUAL ACTUARIAL VALUATION, THEREFORE BE IT

RESOLVED, THAT THE BOARD APPROVE THE SYSTEM'S DRAFT ANNUAL ACTUARIAL VALUATION OF COMPONENT II (JUNE 30, 2015) AS PREPARED AND PRESENTED BY THE SYSTEM'S ACTUARY, GABRIEL, ROEDER, SMITH & COMPANY, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO GABRIEL, ROEDER, SMITH & COMPANY:

POLICE AND FIRE RETIREMENT SYSTEM DRAFT ANNUAL ACTUARIAL VALUATION
OF COMPONENT II (JUNE 30, 2015) - CONTINUED

YEAS – TRUSTEES ADAMS, JAMES, JONES, NAGLICK, PEGG, SERDA, SZYMANSKI,
THOMAS, TUCKER AND CHAIRPERSON ROBERSON – 10

NAYS – NONE

PUBLIC FORUM

AT **2:30 P.M.**, **CHAIRPERSON ROBERSON** DECLARED THE MEETING IN OPEN
FORUM FOR GENERAL DISCUSSION BY THE PUBLIC ATTENDING THE MEETING.

ADJOURNMENT

THERE BEING NO FURTHER BUSINESS BEFORE THE BOARD, **CHAIRPERSON
ROBERSON** ADJOURNED THE MEETING AT **2:32 P.M.** UNTIL **THURSDAY,
SEPTEMBER 22, 2016**, AT **9:00 A.M.**, IN THE CONFERENCE ROOM OF THE
RETIREMENT SYSTEMS, 500 WOODWARD AVENUE, 30TH FLOOR (SUITE 3000),
DETROIT, MICHIGAN 48226.

RESPECTFULLY SUBMITTED,



DAVID CETLINSKI
ASSISTANT EXECUTIVE DIRECTOR