

MEETING NUMBER 3110

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

HELD THURSDAY, SEPTEMBER 22, 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
MARK DIAZ	ELECTED TRUSTEE/POLICE
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
SEAN P. NEARY	ELECTED TRUSTEE/FIRE
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
GREGORY TROZAK	ELECTED RETIRANT TRUSTEE/POLICE
JOHN G. TUCKER	ELECTED RETIRANT TRUSTEE/FIRE

TRUSTEES EXCUSED

MATTHEW GNATEK	ELECTED TRUSTEE/POLICE
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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
RYAN C. BIGELOW	CHIEF INVESTMENT OFFICER
MICHAEL KRUSHENA	INVESTMENT OFFICER
RONALD A. KING	GENERAL COUNSEL
JANET S. LENEAR	RECORDING SECRETARY

STAFF EXCUSED

NONE

STAFF ABSENT

NONE

CHAIRPERSON

PORTIA ROBERSON

VICE CHAIRPERSON

JOHN SERDA

FOLLOWING A VERBAL ROLL CALL, CHAIRPERSON **ROBERSON** CALLED THE MEETING TO ORDER AT **9:12 A.M.**, AND THE BOARD SPENT MOMENTS IN SILENT PRAYER IN REMEMBRANCE OF FALLEN **POLICE SERGEANT KENNETH STEIL** WHO LOST HIS LIFE AS A RESULT OF A SEPTEMBER 12, 2016 SHOOTING.

SEPTEMBER 22, 2016 AGENDA APPROVAL

BY TRUSTEE SZYMANSKI – SUPPORTED BY TRUSTEE NAGLICK

RESOLVED, THAT THE BOARD APPROVE TODAY'S **SEPTEMBER 22, 2016** AGENDA AS PREPARED AND SUBMITTED BY THE BOARD'S RECORDING SECRETARY:

YEAS – TRUSTEES DIAZ, NAGLICK, NEARY, SERDA, SZYMANSKI, TROZAK, TUCKER
AND CHAIRPERSON ROBERSON – 8

NAYS – NONE

EXECUTIVE DIRECTOR **CYNTHIA A. THOMAS** ENTERED THE MEETING AT 9:15 A.M., AND TRUSTEE **JUNE ADAMS** ENTERED AT 9:17 A.M.

HYBRID APPLICATION

BY TRUSTEE NEARY – SUPPORTED BY TRUSTEE DIAZ

RESOLVED, THAT THE **HYBRID APPLICATION** WHICH IS DESIGNATED BELOW BE APPROVED:

HYBRID APPLICATION - CONTINUED

HYBRID APPLICATION

NAME-TITLE-DEPARTMENT: CURTIS BUTLER, JR. – FIRE ENGINE OPERATOR – FIRE
RETIREMENT TYPE-PLAN: VESTED HYBRID – NEW – 2014 PLAN
SERVICE CREDIT-EFFECTIVE DATE: 02 02 12 – 09 13 16

YEAS – TRUSTEES ADAMS, DIAZ, NAGLICK, NEARY, SERDA, SZYMANSKI, TROZAK,
TUCKER AND CHAIRPERSON ROBERSON – 9

NAYS – NONE

DROP APPLICATION

BY TRUSTEE SZYMANSKI – SUPPORTED BY TRUSTEE NEARY

RESOLVED, THAT THE **DROP APPLICATION** WHICH IS REFERENCED BELOW BE APPROVED:

DROP APPLICATION

NAME-TITLE-DEPARTMENT: JUAN DAVIS – OFFICER - POLICE
RETIREMENT TYPE-PLAN: DROP - NEW
SERVICE CREDIT-EFFECTIVE DATE: 18 01 24 – 08 25 16

YEAS – TRUSTEES ADAMS, DIAZ, NAGLICK, NEARY, SERDA, SZYMANSKI, TROZAK,
TUCKER AND CHAIRPERSON ROBERSON – 9

NAYS – NONE

RETIREMENT APPLICATIONS

BY TRUSTEE NAGLICK – SUPPORTED BY TRUSTEE DIAZ

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

RETIREMENT APPLICATIONS - CONTINUED

RETIREMENT APPLICATIONS - CONTINUED

NAME-TITLE-DEPARTMENT: KEITH BALLARD – OFFICER - POLICE
 RETIREMENT TYPE-PLAN: SERVICE - NEW
 SERVICE CREDIT-EFFECTIVE DATE: 18 00 05 – 07 01 16

NAME-TITLE-DEPARTMENT: CURTIS BUTLER, JR. – FIRE ENGINE OPERATOR - FIRE
 RETIREMENT TYPE-PLAN: SERVICE - NEW
 SERVICE CREDIT-EFFECTIVE DATE: 16 00 04 – 09 13 16

NAME-TITLE-DEPARTMENT: ANTHONY BRACEFUL – BATTALION FIRE CHIEF - FIRE
 RETIREMENT TYPE-PLAN: SERVICE - NEW
 SERVICE CREDIT-EFFECTIVE DATE: 30 00 13 – 06 28 16

NAME-TITLE-DEPARTMENT: MICHAEL LINCK – LIEUTENANT - FIRE
 RETIREMENT TYPE-PLAN: CONVERSION FROM DUTY DISABILITY – NEW
 SERVICE CREDIT-EFFECTIVE DATE: 26 05 28 – 02 23 00

YEAS – TRUSTEES ADAMS, DIAZ, NAGLICK, NEARY, SERDA, SZYMANSKI, TROZAK,
 TUCKER AND CHAIRPERSON ROBERSON – 9

NAYS – NONE

RECEIPTS

THE FOLLOWING **RECEIPTS** WERE ACKNOWLEDGED BY THE BOARD:

The Police & Fire Retirement System of the City of Detroit			
Receipts for Acknowledgement			
9/5/16-9/16/16			
Meeting #3110			
September 22, 2016			
REMITTER	WIRE DATE	DESCRIPTION	AMOUNT
RECEIPTS			
ICG LeaseBack Fund	08/24/16	Transfer to Liquid Reserve	30,244,947.00
Automated Benefit Services	09/12/16	VEBA Reimbursement	11,963.17
US REAL EST INV FUND	09/13/16	Distribution	128,957.67
UTGO	09/14/16	Redemption & Interest Payment on Stub Bonds (ISF)	2,471,411.75
MCRAE DEV MANN 1100	09/14/16	Distribution	150,000.00
Mesirow Arbitrage	09/16/16	Distribution	14,501.20
FIRST INDEPENDENCE BANK	08/26/16	Loan Deductions	41,196.30
FIRST INDEPENDENCE BANK	09/07/16	Loan Deductions	133,484.30
FIRST INDEPENDENCE BANK	09/14/16	Loan Deductions	41,734.74
CITY OF DETROIT	09/02/16	Weekly Mandatory Employee Contribution	237,462.25
CITY OF DETROIT	09/02/16	Weekly Annuity Contribution	3,365.45
CITY OF DETROIT	09/09/16	Weekly Mandatory Employee Contribution	81,115.62
CITY OF DETROIT	09/09/16	Weekly Annuity Contribution	664.96
TOTAL RECEIPTS			\$ 33,560,813.81

DISBURSEMENTS

BY TRUSTEE DIAZ – SUPPORTED BY TRUSTEE TROZAK

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

THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
 LIST OF DISBURSEMENTS FOR BOARD APPROVAL
 FOR SEPTEMBER 22, 2016

<u>PAYEE</u>	<u>DATE</u>	<u>INVOICE NO</u>	<u>DESCRIPTION</u>	<u>AMOUNT</u>
CAPITAL CALLS:				
TAILWIND CAPITAL	9/9/2016		Drawdown #37 Due 9/23/16	\$19,676.00
Subtotal				\$19,676.00
MANAGEMENT FEES:				
NORTHPOINTE CAPITAL, LLC	7/11/2016	2Q16	Management Fees - 2nd Qtr '16	\$138,985.24
STOUT RISIUS ROSS, INC	8/4/2016	100920	PFRS Annual Evaluation - Pension Assets 2016	\$28,765.98
Subtotal				\$167,751.22
LEGAL FEES:				
CLARK HILL, PLC	4/27/2016	649360	Keeler Litigation thru 3/31/16	\$7,465.25
CLARK HILL, PLC	5/23/2016	653784	Invescor Litigation thru 4/30/16	\$7,161.80
CLARK HILL, PLC	5/11/2016	653783	Onyx Capital Litigation thru 4/30/16	\$231.84
CLARK HILL, PLC	5/23/2016	653782	DROP Program thru 4/30/16	\$154.70
CLARK HILL, PLC	5/23/2016	653781	Miscellaneous/Meetings thru 4/30/16	\$7,554.37
CLARK HILL, PLC	5/23/2016	653780	North Point Advisors, Inc./Adrian Anderson thru 4/30/16	\$218.03
CLARK HILL, PLC	5/23/2016	653779	Davis Litigation thru 4/30/16	\$3,504.13
CLARK HILL, PLC	5/23/2016	653778	Keeler Litigation thru 4/30/16	\$16,751.23
CLARK HILL, PLC	5/23/2016	653776	General Counsel Services thru 4/30/16	\$6,283.97
CLARK HILL, PLC	5/23/2016	653775	Investment Committee thru 4/30/16	\$775.20
CLARK HILL, PLC	5/23/2016	653785	ICG - Litigation thru 4/30/16	\$4,298.79
CLARK HILL, PLC	4/27/2016	649362	General Counsel Services thru 3/31/16	\$53,948.53
CLARK HILL, PLC	4/27/2016	649352	PITG Gaming LLC thru 3/31/16	\$199.75
CLARK HILL, PLC	3/28/2016	649359	Investment Committee thru 3/31/16	\$7,627.47
CLARK HILL, PLC	4/27/2016	649358	North Point Advisors, Inc./Adrian Anderson thru 3/31/16	\$3,435.70
CLARK HILL, PLC	4/27/2016	649357	Davis Litigation thru 3/31/16	\$2,505.15
CLARK HILL, PLC	4/27/2016	649356	Alamerica Bank thru 3/31/16	\$2,832.51
CLARK HILL, PLC	4/27/2016	649355	Invescor Litigation thru 3/31/16	\$23.80
CLARK HILL, PLC	8/23/2016	668278	Environmental Geo-Technologies, LLC thru 7/31/16	\$4,274.65
CLARK HILL, PLC	4/27/2016	649351	Onyx Capital Litigation thru 3/31/16	\$9,234.42

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
MEETING NUMBER 3110 - THURSDAY - SEPTEMBER 22, 2016

DISBURSEMENTS - CONTINUED

THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
LIST OF DISBURSEMENTS FOR BOARD APPROVAL
FOR SEPTEMBER 22, 2016

PAYEE	DATE	INVOICE NO	DESCRIPTION	AMOUNT
CLARK HILL, PLC	4/27/2016	649363	ICG - Litigation thru 3/31/16	\$7,471.47
CLARK HILL, PLC	8/23/2016	668271	City of Detroit Office of Inspector General thru 7/31/16	\$9,240.98
CLARK HILL, PLC	4/27/2016	649348	Lyondell thru 3/31/16	\$1,644.75
CLARK HILL, PLC	5/23/2016	653788	Lyondell thru 4/30/16	\$841.50
CLARK HILL, PLC	8/23/2016	668277	Franks Litigation thru 7/31/16	\$5,300.92
CLARK HILL, PLC	8/23/2016	668276	Todd Interests, Inc. thru 7/31/16	\$5,346.50
CLARK HILL, PLC	8/23/2016	668275	Rivers Casino Transaction thru 7/31/16	\$13,174.78
CLARK HILL, PLC	8/23/2016	668274	Cyber Security Assessment thru 7/31/16	\$1,129.65
CLARK HILL, PLC	8/23/2016	668272	CTPF Book Cadillac, LLC thru 7/31/16	\$5,157.38
CLARK HILL, PLC	8/23/2016	668268	North Point Advisors, Inc./Adrian Anderson thru 7/31/16	\$9,282.00
CLARK HILL, PLC	8/23/2016	668267	Davis Litigation thru 7/31/16	\$327.68
CLARK HILL, PLC	8/23/2016	668266	Keeler Litigation thru 7/31/16	\$5,196.23
CLARK HILL, PLC	8/23/2016	668263	Investment Committee thru 7/31/16	\$5,043.47
CLARK HILL, PLC	8/23/2016	668248	Aiamerica Bank thru 7/31/16	\$4,333.66
CLARK HILL, PLC	8/23/2016	668247	Lyondell thru 7/31/16	\$841.50
CLARK HILL, PLC	8/23/2016	668246	ICG - Litigation thru 7/31/16	\$2,771.53
CLARK HILL, PLC	5/23/2016	653790	Aiamerica Bank thru 4/30/16	\$1,076.74
CLARK HILL, PLC	8/23/2016	668245	Invescor Litigation thru 7/31/16	\$95.20
CLARK HILL, PLC	5/23/2016	653791	RSCD Bankruptcy Litigation thru 4/30/16	\$64.81
CLARK HILL, PLC	8/23/2016	668244	Ornyx Capital Litigation thru 7/31/16	\$56.10
CLARK HILL, PLC	8/23/2016	668243	DROP Program thru 7/31/16	\$348.07
CLARK HILL, PLC	5/23/2016	653792	Chapter 9 Implementation thru 4/30/16	\$4,798.02
CLARK HILL, PLC	8/23/2016	668250	Chapter 9 Implementation thru 7/31/16	\$77.77
CLARK HILL, PLC	7/25/2016	663457	Chapter 9 Implementation thru 6/30/16	\$871.25
CLARK HILL, PLC	8/23/2016	668273	Combined Plan thru 7/31/16	\$5,352.45
Subtotal				\$228,325.70
ADMINISTRATIVE EXPENSES:				
500 WEBWARD LLC	8/30/2016	704736	Electrical Reading: 7/28/16-8/30/16, Meter #87249577	\$460.62
500 WEBWARD LLC	8/30/2016	704737	Electrical Reading: 7/28/16-8/30/16, Meter #93052937	\$1,118.30

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Accounting Disbursement List

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THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
LIST OF DISBURSEMENTS FOR BOARD APPROVAL
FOR SEPTEMBER 22, 2016

PAYEE	DATE	INVOICE NO	DESCRIPTION	AMOUNT
500 WEBWARD LLC	8/30/2016	704735	Electrical Reading: 7/28/16-8/30/16, Meter #65750763	\$1,175.72
BAB ASSOCIATES, LLC	9/1/2016	2016-255	Media Consultant - August 2016	\$4,097.70
BASSETT & BASSETT	9/1/2016	PF W090116	Web Development - July 2016	\$86.25
CINTAS CORPORATION-300	8/10/2016	300566268	Floor Mats	\$67.92
CINTAS CORPORATION-300	7/13/2016	300548719	Floor Mats	\$67.92
CINTAS CORPORATION-300	6/15/2016	300530803	Floor Mats	\$67.92
CREATIVE BREAKTHROUGHS INC	7/13/2016	119395	IT Security Svcs	\$5,393.75
CREATIVE BREAKTHROUGHS INC	8/26/2016	1195826	IT Security Svcs	\$4,900.00
CREATIVE BREAKTHROUGHS INC	8/29/2016	1195841	IT Security Svcs	\$19.00
CREATIVE BREAKTHROUGHS INC	8/31/2016	1195916	IT Security Svcs	\$1,575.00
CREATIVE BREAKTHROUGHS INC	7/29/2016	119507	IT Security Svcs	\$4,900.00
CREATIVE BREAKTHROUGHS INC	8/31/2016	1195862	IT Security Svcs	\$5,381.25
FEDEX	9/7/2016	5-638-13328	FedEx Mailings	\$54.04
GABRIEL, ROEDER, SMITH & CO	9/21/2016	424240	Actuarial Services for July & August 2016	\$34,363.00
GABRIEL, ROEDER, SMITH & CO	9/14/2016	424466	EDRO Calculations for V. Tyus	\$800.00
HARLAND TECHNOLOGY SERVICE	9/12/2016	12934197	Computer Services	\$1,896.25
IRON MOUNTAIN	8/31/2016	201053501	Storage CDs	\$644.73
KELLEY CAWTHORNE	9/1/2016	7541	Lobbyist Services - August 2016	\$7,500.00
MERCURY STORAGE	8/30/2016	16551	IT Supply - Backup Tapes	\$1,523.98
NEOFUNDS BY NEOPOST	9/4/2016	090416	Postage	\$1,022.62
PEERNET, INC	9/15/2016	19652	Image Printer License	\$994.00
PLANTE & MORAN	8/31/2016	1361994	Audit Services for year ended June 30, 2016	\$32,700.00
QUILL CORPORATION	9/8/2016	8949030	Office Supplies	\$7.90
QUILL CORPORATION	9/7/2016	8938284	Office Supplies	\$33.99
QUILL CORPORATION	9/8/2016	8954240	Office Supplies	\$49.48
QUILL CORPORATION	9/8/2016	8955996	Office Supplies	\$26.25
QUILL CORPORATION	9/7/2016	8914374	Office Supplies	\$37.12
RICOH	9/7/2016	1065107917	Office Supplies	\$22.66
STAFF WAGES	9/11/2016		Staff Wages for 8/29/16 - 9/11/16	\$17,007.99
VERIZON WIRELESS	9/4/2016	9771457861	Trustee Wireless: 8/5/16-9/4/16	\$665.95

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Accounting Disbursement List

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POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
MEETING NUMBER 3110 - THURSDAY - SEPTEMBER 22, 2016

DISBURSEMENTS - CONTINUED

THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
LIST OF DISBURSEMENTS FOR BOARD APPROVAL
FOR SEPTEMBER 22, 2016

PAYEE	DATE	INVOICE NO	DESCRIPTION	AMOUNT
VERIZON WIRELESS	9/4/2016	9771457862	Trustee Wireless: 8/5/16-9/4/16	\$612.66
WILSHIRE ASSOCIATES INCORPORATED	9/1/2016	INV00161132	Consulting Services - 4th Qtr '16	\$128,574.48
XEROX	8/1/2016	085567731	Printers	\$36.87
XEROX	9/1/2016	085965002	Printers	\$62.99
Subtotal				\$258,268.31
OTHER EXPENSES:				
JOHN TUCKER	9/21/2016	092116	Retired Trustee Parking	\$188.00
REGINALD E. ONEAL	9/9/2016	090916	Medical Examinations: 7/25/16-8/29/16	\$1,905.00
TRACY THOMAS	9/20/2016	09202016	PFRS Trustee Parking	\$80.00
Subtotal				\$2,173.00
Total Disbursements for Board Approval				\$676,194.23

The Police & Fire Retirement System of the City of Detroit			
Disbursements for Approval			
9/5/16-9/16/16			
Meeting #3110			
September 22, 2016			
PAYEE NAME		DESCRIPTION	AMOUNT
DISBURSEMENTS			
Annuity Refunds		Refund List #3651	70,061.59
Checkwrite		Capital Calls, Legal, Administrative & Misc. Expenses	0.00
Loan Program		Loan Funding: Meeting No. 3109	4,263.00
TOTAL DISBURSEMENTS			\$ 74,324.59

YEAS – TRUSTEES ADAMS, DIAZ, NAGLICK, NEARY, SERDA, SZYMANSKI, TROZAK, TUCKER AND CHAIRPERSON ROBERSON – 9

NAYS – NONE

REFUNDS OF ACCUMULATED CONTRIBUTIONS

BY TRUSTEE NEARY – SUPPORTED BY TRUSTEE DIAZ

RESOLVED, THAT THE CONTRIBUTIONS TO THE ANNUITY SAVINGS FUND BY MEMBERS OF THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF

REFUNDS OF ACCUMULATED CONTRIBUTIONS - CONTINUED

DETROIT, INCLUDING INTEREST, BE REFUNDED PENDING AUDIT BY RETIREMENT SYSTEM ACCOUNTING STAFF:

LIST NUMBER 3651 - \$ 70,061.59

LIST NUMBER 3652 - \$201,533.99

YEAS – TRUSTEES ADAMS, DIAZ, NAGLICK, NEARY, SERDA, SZYMANSKI, TROZAK,
TUCKER AND CHAIRPERSON ROBERSON – 9

NAYS – NONE

1974 DEFINED CONTRIBUTION PLAN (EMPLOYEE LOAN PROGRAM)

BY TRUSTEE DIAZ – SUPPORTED BY TRUSTEE NEARY

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 – \$ 4,263.00

LIST #2 – \$38,268.00

YEAS – TRUSTEES ADAMS, DIAZ, NAGLICK, NEARY, SERDA, SZYMANSKI, TROZAK,
TUCKER AND CHAIRPERSON ROBERSON – 9

NAYS – NONE

GENERAL COUNSEL **RONALD A. KING** ENTERED THE MEETING AT 9:16 A.M.

AUGUST 25, 2016 MINUTE APPROVAL

BY TRUSTEE NEARY – SUPPORTED BY TRUSTEE DIAZ

RESOLVED, THAT THE MINUTES OF THE MEETING HELD **THURSDAY, AUGUST 25, 2016** BE APPROVED AS RECORDED AND SUBMITTED BY THE BOARD'S RECORDING SECRETARY:

YEAS – TRUSTEES ADAMS, DIAZ, NAGLICK, NEARY, SERDA, SZYMANSKI, TROZAK,
AND CHAIRPERSON ROBERSON – 8

NAYS – NONE

ABSTENTIONS – TRUSTEE TUCKER – 1

TRUSTEE **JEFFREY PEGG** ENTERED THE MEETING AT 9:28 A.M.

ASSISTANT EXECUTIVE DIRECTOR'S REPORT

ASSISTANT EXECUTIVE DIRECTOR **DAVID CETLINSKI** ASKED THE BOARD TO APPROVE THE RENEWAL OF THE SYSTEM'S FIDUCIARY LIABILITY INSURANCE COVERAGE.

**FIDUCIARY LIABILITY INSURANCE COVERAGE
EFFECTIVE OCTOBER 6, 2016 – OCTOBER 6, 2017**

BY TRUSTEE NEARY – SUPPORTED BY TRUSTEE DIAZ

WHEREAS, THE POLICE AND FIRE RETIREMENT SYSTEM IS IN RECEIPT OF A **SEPTEMBER 14, 2016** LETTER FROM **REPUBLIC UNDERWRITERS, INC.** WHEREIN QUOTES FOR PREMIUMS TO RENEW THE SYSTEM'S EXISTING INSURANCE POLICIES 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 14, 2016** LETTER TO RENEW THE INSURANCE POLICIES PROVIDING **\$25,000,000.00** OF FIDUCIARY LIABILITY COVERAGE, AND BE IT FURTHER

FIDUCIARY LIABILITY INSURANCE COVERAGE
EFFECTIVE OCTOBER 6, 2016 – OCTOBER 6, 2017 – CONTINUED

RESOLVED, THAT THE REQUESTED AMOUNTS BE WIRE-TRANSFERRED CONSISTENT WITH THE WIRE-TRANSFER INSTRUCTIONS INDICATED ON **PAGE 2** OF SAID **SEPTEMBER 14, 2016** 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 THIS RESOLUTION AS WELL AS A COPY OF THE POLICY AND **SEPTEMBER 14, 2016** LETTER FROM REPUBLIC UNDERWRITERS, INC.:

YEAS – TRUSTEES ADAMS, DIAZ, NAGLICK, NEARY, PEGG, SERDA, SZYMANSKI, TROZAK,
TUCKER AND CHAIRPERSON ROBERSON – 10

NAYS – NONE

INDEPENDENT CONTRACTOR AGREEMENT BETWEEN PFRS AND RAY TCHOU

By Trustee Pegg – Supported By Trustee Diaz

WHEREAS, The Police and Fire Retirement System of the City of Detroit (the “Retirement System”), along with General Retirement System of the City of Detroit (the “GRS”) (collectively the Retirement System and GRS shall be hereinafter referred to as, the “Retirement Systems”) have previously engaged the services of **RAY TCHOU**, as an independent contractor (Contractor), to provide information technology services to the Retirement Systems, and

WHEREAS, The Board of Trustees of the Retirement System, along with the GRS Board of Trustees, desires to continue the engagement of Contractor, subject to certain terms and conditions, and

WHEREAS, An Independent Contractor Agreement (the “Agreement”) has been drafted consistent with prior action of the Board, and such Agreement has been signed by Contractor, and

WHEREAS, The Board’s General Counsel has approved the Independent Contractor Agreement as to form, and

INDEPENDENT CONTRACTOR AGREEMENT BETWEEN PFRS AND RAY TCHOU - CONTINUED

WHEREAS, The Board has considered this matter, therefore be it

RESOLVED, That said Agreement be executed by two authorized signatories on behalf of the Board, consistent with the Board's policy, and be it further

RESOLVED, That a fully executed original of the Agreement be distributed to each party of such agreement, including the Retirement System, and such agreement be maintained in the Retirement System records, and be it further

RESOLVED, That a copy of this resolution be forwarded to Contractor; the Board of Trustees of the General Retirement System; and the Board's General Counsel:

YEAS – TRUSTEES ADAMS, DIAZ, NAGLICK, NEARY, PEGG, SERDA, SZYMANSKI, TROZAK,
TUCKER AND CHAIRPERSON ROBERSON – 10

NAYS – NONE

INDEPENDENT CONTRACTOR AGREEMENT BETWEEN PFRS AND Highbrow Systems, Inc.

By Trustee Pegg – Supported By Trustee Diaz

WHEREAS, The Police and Fire Retirement System of the City of Detroit (the "Retirement System"), along with General Retirement System of the City of Detroit (the "GRS") (collectively the Retirement System and GRS shall be hereinafter referred to as, the "Retirement Systems") have previously engaged the services of **Highbrow Systems, Inc.**, as an independent contractor (Contractor), to provide information technology services to the Retirement Systems, and

WHEREAS, The Board of Trustees of the Retirement System, along with the GRS Board of Trustees, desires to continue the engagement of Contractor, subject to certain terms and conditions, and

WHEREAS, An Independent Contractor Agreement (the "Agreement") has been drafted consistent with prior action of the Board, and such Agreement has been signed by Contractor, and

WHEREAS, The Board's General Counsel has approved the Independent Contractor Agreement as to form, and

WHEREAS, The Board has considered this matter, therefore be it

INDEPENDENT CONTRACTOR AGREEMENT BETWEEN PFRS AND Highbrow Systems, Inc.
- CONTINUED

RESOLVED, That said Agreement be executed by two authorized signatories on behalf of the Board, consistent with the Board's policy, and be it further

RESOLVED, That a fully executed original of the Agreement be distributed to each party of such agreement, including the Retirement System, and such agreement be maintained in the Retirement System records, and be it further

RESOLVED, That a copy of this resolution be forwarded to Contractor; the Board of Trustees of the General Retirement System; and the Board's General Counsel:

YEAS – TRUSTEES ADAMS, DIAZ, NAGLICK, NEARY, PEGG, SERDA, SZYMANSKI, TROZAK,
TUCKER AND CHAIRPERSON ROBERSON – 10

NAYS – NONE

TRUSTEE **ANGELA JAMES** ENTERED THE MEETING AT 9:38 A.M.; AND TRUSTEE **BRENDA JONES** ENTERED AT 9:50 A.M.

RECESS

THE BOARD RECESSED FROM 10:05 A.M. UNTIL 10:10 A.M.

BERNSTEIN, LITOWITZ, BERGER & GROSSMANN

GERALD H. SILK PROVIDED THE BOARD WITH A PRIVATE SECURITIES LITIGATION REFORM ACT UPDATE.

TRUSTEE **SZYMANSKI** TEMPORARILY EXCUSED HIMSELF DURING **MR. SILK'S** PRESENTATION (AT 10:45 A.M.), AND TRUSTEE **TRACY THOMAS** ENTERED THE MEETING AT 10:47 A.M.

EXECUTIVE DIRECTOR'S REPORT

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

CHIEF INVESTMENT OFFICER'S REPORT

CHIEF INVESTMENT OFFICER **RYAN C. BIGELOW** INFORMED THE BOARD THAT THE BOARD'S INVESTMENT COMMITTEE MET ON SEPTEMBER 19, 2016 AND NOTED THE MATTERS THE COMMITTEE ADDRESSED. **MR. BIGELOW** ALSO INFORMED THE BOARD THAT HE RECENTLY VISITED GREENFIELD AND DRA FOR DUE DILIGENCE PURPOSES.

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.

STRATHER ASSOCIATES, LLC

HERB STRATHER AND THREE ASSOCIATES APPEARED BEFORE THE BOARD TO DISCUSS 1) A CONFIDENTIAL PROPOSAL REGARDING INFINITY PARK APARTMENTS, AND 2) GENERAL COUNSEL PRESENTING HIS LEGAL REPORT, SO THE BOARD WAS ASKED TO ENTER INTO CLOSED SESSION.

CLOSED SESSION

BY TRUSTEE DIAZ – SUPPORTED BY TRUSTEE THOMAS

RESOLVED, THAT THE BOARD ENTER INTO CLOSED SESSION FOR THE PURPOSE OF DISCUSSING 1) A CONFIDENTIAL PROPOSAL REGARDING INFINITY PARK APARTMENTS, AND 2) GENERAL COUNSEL PRESENTING HIS LEGAL REPORT:

A ROLL CALL VOTE WAS TAKEN AS FOLLOWS:

CLOSED SESSION - CONTINUED

YEAS – TRUSTEES ADAMS, DIAZ, JAMES, JONES, NAGLICK, NEARY, PEGG, SERDA,
THOMAS, TROZAK, TUCKER AND CHAIRPERSON ROBERSON – 12

NAYS – NONE

THE BOARD ENTERED INTO CLOSED SESSION AT **11:22 A.M.**

LOU VOGT OF BANYAN REALTY ADVISORS JOINED THE BOARD (VIA PHONE CONFERENCE) IN LISTENING TO **MR. STRATHER'S** PROPOSAL.

TRUSTEE **SZYMANSKI** RETURNED TO THE MEETING AT 11:40 A.M.

TRUSTEE **ADAMS** EXCUSED HERSELF AT 12:45 P.M.

TRUSTEES **SZYMANSKI** AND **NAGLICK** TEMPORARILY EXCUSED THEMSELVES AT 1:20 P.M.

TRUSTEE **NAGLICK** RETURNED TO THE MEETING AT 1:24 P.M., AND TRUSTEE **SZYMANSKI** RETURNED AT 1:26 P.M.

OPEN SESSION

BY TRUSTEE SZYMANSKI – SUPPORTED BY TRUSTEE NAGLICK

RESOLVED, THAT THE BOARD RETURN TO OPEN SESSION:

YEAS – TRUSTEES DIAZ, JAMES, JONES, NAGLICK, NEARY, PEGG, SERDA,
SZYMANSKI, THOMAS, TROZAK, TUCKER AND CHAIRPERSON ROBERSON –
12

NAYS – NONE

THE BOARD RETURNED TO OPEN SESSION AT **2:02 P.M.**

INFINITY PARK APARTMENTS

BY TRUSTEE PEGG- SUPPORTED BY TRUSTEE SZYMANSKI

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

YEAS – TRUSTEES DIAZ, JAMES, JONES, NAGLICK, NEARY, PEGG, SERDA,
SZYMANSKI, THOMAS, TROZAK, TUCKER AND CHAIRPERSON ROBERSON –
12

NAYS – NONE

ONYX CAPITAL ADVISORS LITIGATION

BY TRUSTEE DIAZ – SUPPORTED BY TRUSTEE TROZAK

RESOLVED, THAT THE BOARD ACCEPT THE RECOMMENDATION OF GENERAL COUNSEL WITH RESPECT TO CERTAIN BANKRUPTCY ISSUES RELATING TO THE ABOVE-CAPTIONED LITIGATION:

YEAS – TRUSTEES DIAZ, JAMES, JONES, NAGLICK, NEARY, PEGG, SERDA,
SZYMANSKI, THOMAS, TROZAK, TUCKER AND CHAIRPERSON ROBERSON –
12

NAYS – NONE

HYBRID APPLICATIONS

BY TRUSTEE NEARY – SUPPORTED BY TRUSTEE DIAZ

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

HYBRID APPLICATIONS

NAME-TITLE-DEPARTMENT:

ANTHONY BRACEFUL – BATTALION FIRE CHIEF - FIRE

RETIREMENT TYPE-PLAN:

SERVICE HYBRID – NEW – 2014 PLAN

SERVICE CREDIT-EFFECTIVE DATE:

01 11 27 – 06 28 16

HYBRID APPLICATIONS - CONTINUED

HYBRID APPLICATIONS - CONTINUED

NAME-TITLE-DEPARTMENT: MARIAN CHAMPION – SERGEANT - POLICE
RETIREMENT TYPE-PLAN: DROP HYBRID – NEW – 2014 PLAN
SERVICE CREDIT-EFFECTIVE DATE: 02 01 15 – 08 17 16

YEAS – TRUSTEES DIAZ, JAMES, JONES, NAGLICK, NEARY, PEGG, SERDA,
SZYMANSKI, THOMAS, TROZAK, TUCKER AND CHAIRPERSON ROBERSON –
12

NAYS – NONE

DROP APPLICATION

BY TRUSTEE NEARY – SUPPORTED BY TRUSTEE DIAZ

RESOLVED, THAT THE **DROP APPLICATION** WHICH IS OUTLINED BELOW BE APPROVED:

DROP APPLICATIONS

NAME-TITLE-DEPARTMENT: MARIAN CHAMPION – SERGEANT - POLICE
RETIREMENT TYPE-PLAN: DROP - NEW
SERVICE CREDIT-EFFECTIVE DATE: 21 04 09 – 08 17 16

YEAS – TRUSTEES DIAZ, JAMES, JONES, NAGLICK, NEARY, PEGG, SERDA,
SZYMANSKI, THOMAS, TROZAK, TUCKER AND CHAIRPERSON ROBERSON –
12

NAYS – NONE

JASON E. ANDERSON V. PFRS, U.S. DISTRICT COURT, EASTERN DISTRICT OF MICHIGAN

BY TRUSTEE PEGG – SUPPORTED BY TRUSTEE NEARY

RESOLVED, THAT JASON E. ANDERSON BE SCHEDULED TO RECEIVE A RE-EXAMINATION BY THE BOARD'S MEDICAL DIRECTOR:

JASON E. ANDERSON V. PFRS, U.S. DISTRICT COURT, EASTERN DISTRICT OF MICHIGAN - CONTINUED

YEAS – TRUSTEES DIAZ, JAMES, JONES, NAGLICK, NEARY, PEGG, SERDA,
SZYMANSKI, THOMAS, TROZAK, TUCKER AND CHAIRPERSON ROBERSON –
12

NAYS – NONE

PUBLIC FORUM

AT **2:06 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 **2:08 P.M.** UNTIL **THURSDAY, OCTOBER 6, 2016**, AT **9:00 A.M.**, IN THE CONFERENCE ROOM OF THE RETIREMENT SYSTEMS, 500 WOODWARD AVENUE, SUITE 3000, DETROIT, MICHIGAN 48226.

RESPECTFULLY SUBMITTED,



DAVID CETLINSKI, ASSISTANT EXECUTIVE DIRECTOR