

MEETING NUMBER 3157

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

HELD THURSDAY, AUGUST 17, 2017

9:00 A.M.

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

TRUSTEES PRESENT

JOSEPH ENGLISH	ELECTED TRUSTEE/FIRE
MATTHEW GNATEK	ELECTED TRUSTEE/POLICE
ANGELA R. JAMES	EX/OFFICIO RETIRANT TRUSTEE/POLICE/HONORABLE MAYOR'S DESIGNEE
CHRISTA MCLELLAN	EX/OFFICIO TRUSTEE/TREASURER
JOHN NAGLICK	EX/OFFICIO TRUSTEE/FINANCE DIRECTOR
JEFFREY PEGG	ELECTED TRUSTEE/FIRE/VICE CHAIRMAN
PORTIA ROBERSON	EX/OFFICIO TRUSTEE/HONORABLE MAYOR'S ALTERNATE
JOHN SERDA	ELECTED TRUSTEE/POLICE/CHAIRMAN
GREGORY TROZAK	ELECTED RETIRANT TRUSTEE/POLICE
JOHN G. TUCKER	ELECTED RETIRANT TRUSTEE/FIRE
STEVEN WATSON	EX/OFFICIO TRUSTEE/DIRECTOR OF SPECIAL PROJECTS-OFFICE OF CHIEF FINANCIAL OFFICER/BUDGET DIRECTOR'S DESIGNEE

TRUSTEES EXCUSED

MARK DIAZ	ELECTED TRUSTEE/POLICE
BRENDA JONES	EX/OFFICIO TRUSTEE/HONORABLE CITY COUNCIL PRESIDENT
MEGAN S. MOSLIMANI	EX/OFFICIO TRUSTEE/CORPORATION COUNSEL'S ALTERNATE
SEAN P. NEARY	ELECTED TRUSTEE/FIRE

TRUSTEES ABSENT

NONE

STAFF PRESENT

CYNTHIA A. THOMAS	EXECUTIVE DIRECTOR
DAVID CETLINSKI	ASSISTANT EXECUTIVE DIRECTOR
RYAN C. BIGELOW	CHIEF INVESTMENT OFFICER
RONALD A. KING	GENERAL COUNSEL
JANET S. LENEAR	RECORDING SECRETARY

STAFF EXCUSED

NONE

STAFF ABSENT

NONE

CHAIRMAN

JOHN SERDA

VICE CHAIRMAN

JEFFREY PEGG

FOLLOWING A VERBAL ROLL CALL, CHAIRMAN SERDA CALLED THE MEETING TO ORDER AT **9:11 A.M.**

AUGUST 17, 2017 AGENDA APPROVAL

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE MCLELLAN

RESOLVED, THAT TODAY'S **AUGUST 17, 2017 AGENDA** BE APPROVED AS PREPARED AND SUBMITTED BY THE BOARD'S RECORDING SECRETARY:

YEAS – TRUSTEES ENGLISH, GNATEK, MCLELLAN, NAGLICK, TROZAK, TUCKER,
WATSON AND CHAIRMAN SERDA – 8

NAYS – NONE

HYBRID APPLICATION

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE ENGLISH

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

HYBRID APPLICATION

NAME-TITLE-DEPARTMENT:	ROBERT SELAKOWSKI – FIRE FIGHTER - FIRE
RETIREMENT TYPE-PLAN:	HYBRID DROP – 2014 PLAN
SERVICE CREDIT-EFFECTIVE DATE:	02 10 00 – 05 02 17

YEAS – TRUSTEES ENGLISH, GNATEK, MCLELLAN, NAGLICK, TROZAK, TUCKER,
WATSON AND CHAIRMAN SERDA – 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: ROBERT SELAKOWSKI – SERGEANT - FIRE
 RETIREMENT TYPE-PLAN: DROP - NEW
 SERVICE CREDIT-EFFECTIVE DATE: 23 00 14 – 23 00 14

NAME-TITLE-DEPARTMENT: LAMONT WILLIAMS – OFFICER - POLICE
 RETIREMENT TYPE-PLAN: DROP - NEW
 SERVICE CREDIT-EFFECTIVE DATE: 17 01 19 – 07 24 17

YEAS – TRUSTEES ENGLISH, GNATEK, MCLELLAN, NAGLICK, TROZAK, TUCKER,
 WATSON AND CHAIRMAN SERDA – 8

NAYS – NONE

RECEIPTS

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

RECEIPTS

The Police & Fire Retirement System of the City of Detroit			
Receipts for Acknowledgement			
7/31/17-8/11/17			
Meeting #3157			
August 17, 2017			
REMITTER	WIRE DATE	DESCRIPTION	AMOUNT
RECEIPTS			
FIRST INDEPENDENCE BANK	07/31/17	Loan Deductions	49,282.02
FIRST INDEPENDENCE BANK	08/10/17	Loan Deductions	139,680.15
CITY OF DETROIT	08/04/17	Weekly Mandatory Employee Contribution	257,241.80
CITY OF DETROIT	08/04/17	Weekly Annuity Contribution	2,098.30
CITY OF DETROIT	08/11/17	Weekly Mandatory Employee Contribution	85,476.52
CITY OF DETROIT	08/11/17	Weekly Annuity Contribution	316.06
TOTAL RECEIPTS			\$ 534,094.85

DISBURSEMENTS

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE TROZAK

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

DISBURSEMENTS

The Police & Fire Retirement System of the City of Detroit			
Disbursements for Approval			
7/31/17-8/11/17			
Meeting #3157			
August 17, 2017			
PAYEE NAME		DESCRIPTION	AMOUNT
DISBURSEMENTS			
Annuity Refunds		Refund List #3696	212,346.47
Checkwrite		Capital Calls, Legal, Administrative & Misc. Expenses	0.00
Loan Program		Loan Funding: Meeting No. 3156	31,535.00
		TOTAL DISBURSEMENTS	\$ 243,881.47

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
MEETING NUMBER 3157 – THURSDAY – AUGUST 17, 2017

DISBURSEMENTS - CONTINUED

DISBURSEMENTS - CONTINUED

Police & Fire Retirement System

Company: RSCD-PFRS

User: awitt

Branch: LEGACY

Meeting Date: 8/17/17

Category

LEGAL EXPENSES

Type	Vendor Ref.	Vendor Name	Bill Description	Due Date	To Pay
CHECK	12139	RACINE & ASSOCIATES	DPF v. Paramount 8/1/17-6/30/17	8/10/2017	7,628.40
Category Total:				1 Document	7,628.40

INVESTMENT EXPENSES

Type	Vendor Ref.	Vendor Name	Bill Description	Due Date	To Pay
CHECK	2Q17	ADVENT CAPITAL MANAGEMENT, LLC	Management Fees - 2nd Qtr '17	8/30/2017	67,627.80
CHECK	1889	ATIVO CAPITAL	Management Fees - 2nd Qtr '17	7/30/2017	35,403.86
CHECK	BA172Q2314	BAIRD ADVISORS	Management Fees - 2nd Qtr '17	8/19/2017	50,506.46
WIRE	2Q17	CREDIT SUISSE ASSET MANAGEMENT, LLC	Management Fees - 2nd Qtr '17	8/31/2017	41,588.82
CHECK	20540	INCOME RESEARCH + MANAGEMENT INC.	Management Fees - 2nd Qtr '17	8/30/2017	48,923.55
CHECK	2Q17	KENNEDY CAPITAL MANAGEMENT	Management Fees - 2nd Qtr '17	8/30/2017	185,528.00
CHECK	20170331-7785-A	MORGAN STANLEY INVESTMENT MANAGEMENT	Management Fees - 1st Qtr '17	6/23/2017	96,093.34
CHECK	20170630-7785-A	MORGAN STANLEY INVESTMENT MANAGEMENT	Management Fees - 2nd Qtr '17	8/30/2017	98,082.81
CHECK	20160930-7785-A	MORGAN STANLEY INVESTMENT MANAGEMENT	Management Fees - 3rd Qtr '16	11/20/2016	98,321.30
CHECK	20161231-7785-A	MORGAN STANLEY INVESTMENT MANAGEMENT	Management Fees - 4th Qtr '16	2/26/2017	94,318.86
CHECK	1612-M617	PAYDEN & RYGEL	Management Fees - June 2017	8/16/2017	11,373.00
WIRE	80917	PLATINUM EQUITY CAPITAL PARTNERS IV, L.P.	Capital Call Notice #9	8/23/2017	1,216,154.00
CHECK	2Q17	SALIENT CAPITAL ADVISORS, LLC	Management Fees - 2nd Qtr '17	8/27/2017	138,925.04
WIRE	80717	THL Credit Select Series - CLO Equity Fund	Capital Call	8/14/2017	1,063,628.03
CHECK	11237477	WELLS CAPITAL MANAGEMENT	Management Fees - 2nd Qtr '17	8/24/2017	168,589.60
CHECK	11235030	WELLS CAPITAL MANAGEMENT	Management Fees - 2nd Qtr '17	8/12/2017	82,874.67
Category Total:				15 Documents	3,497,939.14

ADMINISTRATIVE EXPENSES

Type	Vendor Ref.	Vendor Name	Bill Description	Due Date	To Pay
CHECK	37244	500 WEBWARD LLC	Rent - August 2017	8/31/2017	23,765.04
CHECK	0808217	ALEX BROWN REALTY	Loan Servicing Fees - July 2017	9/7/2017	525.05
CHECK	W080417	BASSETT & BASSETT	Web Development - June 2017	9/3/2017	113.85
CHECK	616290	Bodman PLC	Procentis Contract Review	7/20/2017	616.90

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
MEETING NUMBER 3157 – THURSDAY – AUGUST 17, 2017

DISBURSEMENTS - CONTINUED

DISBURSEMENTS - CONTINUED

CHECK	300810016	CINTAS CORPORATION-300	Floor Mats	9/8/2017	79.23
WIRE	73117	ConnectPay	Staff Wages: 7/17/17-7/30/17	7/31/2017	8,843.78
CHECK	1197515	CREATIVE BREAKTHROUGHS INC	IT Security Services	8/30/2017	11,400.00
CHECK	INV022561	CRESTWOOD ASSOCIATES L.L.C.	Acumatica Implementation	9/3/2017	50.00
CHECK	INV022860	CRESTWOOD ASSOCIATES L.L.C.	Acumatica Implementation	9/10/2017	25.00
CHECK	5-591-56501	FEDEX	FedEx Mailings	9/8/2017	55.46
CHECK	5-885-10351	FEDEX	FedEx Mailings	9/1/2017	50.12
CHECK	177197	Fred Pryor Seminars	Pryor+ Switch Training Rewards	7/10/2017	25.00
CHECK	177196	Fred Pryor Seminars	Pryor+ Training Rewards	7/10/2017	298.50
CHECK	432410	GABRIEL, ROEDER, SMITH & CO	Actuarial Services for June/July 2017 and 2016 Valuation	9/10/2017	42,278.00
CHECK	14111608	HARLAND TECHNOLOGY SERVICE	Toner Supplies	9/1/2017	1,322.25
CHECK	201365591	IRON MOUNTAIN	Storage CD's	8/30/2017	658.99
CHECK	PBU1160	Iron Mountain Records Management	Records Storage	7/31/2017	1,613.89
CHECK	8421	KELLEY CAWTHORNE	Lobbyist Services - July 2017	9/31/2017	7,500.00
CHECK	3036	NASRA	New Job Posting	8/1/2017	500.00
CHECK	947949235001	OFFICE DEPOT	Office Supplies	9/1/2017	21.44
CHECK	947949232001	OFFICE DEPOT	Office Supplies	8/28/2017	79.50
CHECK	947949230001	OFFICE DEPOT	Office Supplies	8/30/2017	123.59
CHECK	947949231001	OFFICE DEPOT	Office Supplies	8/30/2017	14.59
CHECK	947949233001	OFFICE DEPOT	Office Supplies	8/30/2017	13.50
CHECK	947949234001	OFFICE DEPOT	Office Supplies	8/30/2017	11.69
CHECK	1457260	PLANTE & MORAN	Financial Statement Audit for 6/30/17	8/30/2017	13,600.00
CHECK	104583241	QUILL CORPORATION	Office Supplies	8/16/2017	17.57
CHECK	104583237	QUILL CORPORATION	Office Supplies	8/16/2017	44.05
CHECK	104583240	QUILL CORPORATION	Office Supplies	8/16/2017	23.38
CHECK	104583238	QUILL CORPORATION	Office Supplies	8/16/2017	8.99
CHECK	104583236	QUILL CORPORATION	Office Supplies	8/16/2017	13.50
CHECK	104582559	QUILL CORPORATION	Office Supplies	8/16/2017	452.76
CHECK	080717	REGINALD E. ONEAL	Medical Billing: 6/26/17-8/1/17	9/6/2017	1,575.00
CHECK	5049682647	RICOH	Printer Maintenance	8/31/2017	264.50
CHECK	77654	RUSSELL INVESTMENTS	Russell Index Subscriptions	8/25/2017	250.00
CHECK	8122790495	SHRED-IT USA	Shredding Service Charges	8/21/2017	73.09
WIRE	109395	STOUT RISIUS ROSS, INC	PFRS Pension Assets 2017	8/30/2017	11,944.22
WIRE	1221324	UHY Advisors MI, Inc.	Professional Accounting Services for July 2017	8/30/2017	54,184.38
WIRE	1222202	UHY Advisors MI, Inc.	Professional IT Services for July 2017	8/30/2017	83,160.00
WIRE	1222180	UHY Advisors MI, Inc.	Professional IT Services for July 2017	8/30/2017	11,400.00
WIRE	152872	ULTIMATE PARKING MANAGEMENT LLC	Parking - August 2017	8/19/2017	2,479.00
WIRE	153784	ULTIMATE PARKING MANAGEMENT LLC	Parking - September 2017	8/19/2017	2,589.00
CHECK	99162586	WELLS FARGO VENDOR FINANCIAL SVCS, LLC	RICOH Color Copier Lease	8/7/2017	129.11
Category Total:				43 Documents	282,194.32

YEAS – TRUSTEES ENGLISH, GNATEK, MCLELLAN, NAGLICK, TROZAK, TUCKER,
WATSON AND CHAIRMAN SERDA – 8

NAYS – NONE

REFUNDS OF ACCUMULATED CONTRIBUTIONS

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE ENGLISH

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 3696 - \$861,963.34

LIST NUMBER 3697 - \$348,935.90

YEAS – TRUSTEES ENGLISH, GNATEK, MCLELLAN, NAGLICK, TROZAK, TUCKER,
WATSON AND CHAIRMAN SERDA – 8

NAYS – NONE

1974 DEFINED CONTRIBUTION PLAN (EMPLOYEE LOAN PROGRAM)

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE NAGLICK

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 – \$31,535.00

LIST #2 – \$28,925.00

YEAS – TRUSTEES ENGLISH, GNATEK, MCLELLAN, NAGLICK, TROZAK, TUCKER,
WATSON AND CHAIRMAN SERDA – 8

NAYS – NONE

JULY 20, 2017 MINUTE APPROVAL

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE TROZAK

RESOLVED, THAT THE **MINUTES** OF THE MEETING HELD **THURSDAY, JULY 20, 2017** BE APPROVED AS RECORDED AND SUBMITTED BY THE BOARD'S RECORDING SECRETARY:

YEAS – TRUSTEES ENGLISH, GNATEK, MCLELLAN, NAGLICK, TROZAK, TUCKER,
WATSON AND CHAIRMAN SERDA – 8

NAYS – NONE

ASSISTANT EXECUTIVE DIRECTOR'S REPORT

ASSISTANT EXECUTIVE DIRECTOR **DAVID CETLINKSI** ASKED THE BOARD TO APPROVE AN ADDENDUM TO PLANTE & MORAN'S ENGAGEMENT LETTER; AND REMINDED THE TRUSTEES THAT THE BOARD WILL NOT MEET ON **AUGUST 24, 2017** OR **AUGUST 31, 2017**.

**PROFESSIONAL SERVICES AGREEMENT – AUDIT SERVICES
ADDENDUM TO PLANTE & MORAN, PLLC ENGAGEMENT LETTER**

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE NAGLICK

WHEREAS, the Board has been requested to accept, approve and execute the Addendum to Plante & Moran, PLLC's Engagement Letter (dated July 18, 2017) between the Police and Fire Retirement System and Plante & Moran, PLLC 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

**PROFESSIONAL SERVICES AGREEMENT – AUDIT SERVICES
ADDENDUM TO PLANTE & MORAN, PLLC ENGAGEMENT LETTER - CONTINUED**

RESOLVED, that the Board hereby accepts and approves the Addendum to Plante & Moran, PLLC's Engagement Letter (dated July 18, 2017) between the Police and Fire Retirement System and Plante & Moran, PLLC, 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, PLLC, and be it further

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, PLLC:

YEAS – TRUSTEES ENGLISH, GNATEK, MCLELLAN, NAGLICK, TROZAK, TUCKER,
WATSON AND CHAIRMAN SERDA – 8

NAYS – NONE

PUBLIC RELATIONS ADVISOR **BRUCE BABIARZ** ENTERED THE MEETING AT 9:24 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** HAS NOT YET ATTENDED THE MEETING.

PUBLIC RELATIONS ADVISOR'S REPORT

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

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

LOBBYIST'S REPORT

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

GENERAL COUNSEL'S REPORT

GENERAL COUNSEL **RONALD A. KING** INFORMED THE BOARD THAT THE BOARD'S AUGUST 11, 2017 SPECIAL MEETING, WHICH WAS SCHEDULED FOR THE PURPOSE OF ENTERING INTO CLOSED SESSION TO DISCUSS PENDING LITIGATION REGARDING THE WESTIN BOOK CADILLAC, HAD TO BE ADJOURNED BECAUSE THE REQUISITE NUMBER OF TRUSTEES WERE NOT PHYSICALLY PRESENT IN THE BOARD ROOM TO MEET THE TWO-THIRDS REQUIREMENT UNDER THE OPEN MEETINGS ACT TO ENTER INTO CLOSED SESSION.

DOMESTIC RELATIONS ORDER: STIRLING VERSUS STIRLING

AMY STIRLING-LAMMERS SUBMITTED AN AUGUST 8, 2017 APPEAL FOR THE TERMINATION OF **LINDA STIRLING'S** PENSION BENEFITS; AND **MR. CETLINSKI** PROVIDED **MS. STIRLING-LAMMERS** WITH NOTICE OF A TEN-DAY EXTENSION TO RESPOND TO HER AUGUST 2, 2017 FOIA REQUEST. ON AUGUST 15, 2017, **MS. STIRLING-LAMMERS** WITHDREW HER AUGUST 2, 2017 FOIA REQUEST AFTER DISCUSSING SAME WITH SPECIAL LEGAL COUNSEL **SEAN GALLAGHER**.

LOBBYIST **OSCAR W. KING, III** ENTERED THE MEETING AT 9:34 A.M.

VIRGINIA DOUGHERTY VERSUS ERIK DOUGHERTY

COUNSEL **KING** ASKED THE BOARD TO APPROVE THE ELIGIBLE DOMESTIC RELATIONS ORDER OF **VIRGINIA DOUGHERTY** VERSUS **ERIK DOUGHERTY**.

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
MEETING NUMBER 3157 – THURSDAY – AUGUST 17, 2017

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RE: PENSION NUMBER: **231927 (ERIK DOUGHERTY)**
Participant: **ERIK DOUGHERTY**
Alternate Payee: **VIRGINIA DOUGHERTY**
Virginia Dougherty v. Erik Dougherty, Case No.: 11-7120-DM
Macomb County Circuit for the State of Michigan, Mt. Clemens, Michigan

BY TRUSTEE PEGG – SUPPORTED BY TRUSTEE GNATEK

WHEREAS, the Board of Trustees for the Police and Fire Retirement System for the City of Detroit (“Board”) is in receipt of an Eligible Domestic Relations Order (“EDRO”) entered on December 3, 2013, which amends/supplements a Judgment of Divorce wherein Alternate Payee **VIRGINIA DOUGHERTY** is awarded certain rights to the retirement benefits of Participant **ERIK DOUGHERTY**, who is an active employee enrolled in the Deferred Retirement Option Plan (“DROP”), and

WHEREAS, Participant’s date of birth is April 23, 1964, and to date Participant has attained 25 years of service credit, and

WHEREAS, the Board has been informed that Participant **ERIK DOUGHERTY** entered DROP on January 30, 2014, and

WHEREAS, the EDRO awards the Alternate Payee **VIRGINIA DOUGHERTY** a portion of the Participant’s Component II Annuity Savings Fund, and

WHEREAS, the Alternate Payee **VIRGINIA DOUGHERTY** **IS** entitled to claim a portion of the Participant’s Component II Annuity Savings Fund when the Participant is eligible to receive such benefits and as set forth in the EDRO and **SUBJECT TO ALTERNATE PAYEE FILING AN APPLICATION FOR SAME**, and

WHEREAS, the EDRO awards the Alternate Payee **VIRGINIA DOUGHERTY** a portion of the Participant’s Component II Pension, and

WHEREAS, the Alternate Payee **VIRGINIA DOUGHERTY** **IS** entitled to claim a portion of the Participant’s Component II Pension when the Participant is eligible to receive such benefits and as set forth in the EDRO and **SUBJECT TO ALTERNATE PAYEE FILING AN APPLICATION FOR SAME**, and

WHEREAS, the EDRO is subject to the following limitations, and

RE: PENSION NUMBER: **231927 (ERIK DOUGHERTY)**
Participant: **ERIK DOUGHERTY**
Alternate Payee: **VIRGINIA DOUGHERTY**
Virginia Dougherty v. Erik Dougherty, Case No.: 11-7120-DM
Macomb County Circuit for the State of Michigan, Mt. Clemens, Michigan - Continued

WHEREAS, Section 7 of the EDRO on page 4, purports to award the Alternate Payee a joint & survivor benefit that **IS NOT** available to Alternate Payee under the both the terms of the Retirement System and the straight life annuity option elected by the Participant, and

WHEREAS, Section 7 of the EDRO on page 4, is further subject to the limitations of Section 9(i) of the EDRO, which limits the EDRO to the form an option of benefits allowed by the Retirement System (referred to as the “Plan”), and

WHEREAS, the Alternate Payee **VIRGINIA DOUGHERTY IS** entitled to a Straight Life annuity pension based on her life, calculated based her entitlement to a portion of her ex-husband’s Component II Pension as of the valuation date as set forth in the EDRO, and

WHEREAS, paragraph 6 of Section 7 of the EDRO on page 5, entitled Death of the Participant After Benefit Commencement, purports to award the Alternate Payee an Option III 50% Joint Survivor Pension, however, the EDRO is again subject to the limitations of the Retirement System, and Section 9(i) of the EDRO, whereby the death of the Participant after the commencement of benefits will have no effect on the Alternate Payee’s benefits because her benefits, once commenced, will be based on her own life, and not that of the Participant, and

WHEREAS, reference is made to the former address of the Plan in Section 1 of the EDRO, the Plan address has changed to Police and Fire Retirement System of the City of Detroit, Attn: Executive Director, One Detroit Center, 500 Woodward Avenue, Suite 3000, Detroit, Michigan 48226, and

WHEREAS, the EDRO provides for the parties to share the cost of the actuary’s fees, and

WHEREAS, the Board has been advised by General Counsel concerning the applicable terms of said court order and finds those terms consistent with the provisions of the Retirement System and applicable law including Public Act 46 of 1991 (MCLA 38.1701) as applicable, therefore be it

RESOLVED, that the Board acknowledges receipt of said court order and shall pay pension benefits consistent with said court order and this resolution **SUBJECT TO APPLICATION BEING FILED BY THE PARTY SEEKING PAYMENT**, and be it further

RE: PENSION NUMBER: **231927 (ERIK DOUGHERTY)**
Participant: **ERIK DOUGHERTY**
Alternate Payee: **VIRGINIA DOUGHERTY**
Virginia Dougherty v. Erik Dougherty, Case No.: 11-7120-DM
Macomb County Circuit for the State of Michigan, Mt. Clemens, Michigan - Continued

RESOLVED, that this file be forwarded to the Board's actuary for calculation of the benefits to be paid to the Alternate Payee, and be it further

RESOLVED, that a copy of this resolution be added to the Participant's pension file, and other appropriate records be kept for the Retirement System relative to this matter, and be it further

RESOLVED, that copies of this resolution be sent to Alternate Payee, Virginia Dougherty; Lori J. Finazzo, Alternate Payee's Legal Counsel; Participant, Erik Dougherty; and Ann M. Tobin-Levigne, Participant's Legal Counsel:

Yeas – Trustees English, Gnatek, McLellan, Naglick, Pegg, Trozak, Tucker, Watson and
Chairman Serda – 9

Nays – None

LOBBYIST'S REPORT

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

TRUSTEE **ANGELA R. JAMES** ENTERED THE MEETING AT 9:55 A.M.; AND TRUSTEE **PORTIA ROBERSON** ENTERED AT 9:57 A.M.

WESTIN BOOK CADILLAC LITIGATION

THE BOARD WAS ASKED TO ENTER INTO CLOSED SESSION TO DISCUSS PENDING LITIGATION REGARDING THE ABOVE-CAPTIONED LITIGATION.

CLOSED SESSION

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE ROBERSON

RESOLVED, THAT THE BOARD ENTER INTO CLOSED SESSION FOR THE PURPOSE OF DISCUSSING PENDING LITIGATION REGARDING THE WESTIN BOOK CADILLAC:

A ROLL CALL VOTE WAS TAKEN AS FOLLOWS:

YEAS – TRUSTEES ENGLISH, GNATEK, JAMES, MCLELLAN, NAGLICK, PEGG, ROBERSON, TROZAK, TUCKER, WATSON AND CHAIRMAN SERDA – 11

NAYS – NONE

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

TRUSTEE **MARK DIAZ** WAS AVAILABLE VIA TELECONFERENCE.

CHIEF INVESTMENT OFFICER **RYAN C. BIGELOW** ENTERED THE MEETING AT 10:10 A.M.; AND TRUSTEE **GNATEK** EXCUSED HIMSELF AT 10:55 A.M.

TRUSTEE **DIAZ** EXCUSED HIMSELF FROM THE TELECONFERENCE AT 10:59 A.M.

OPEN SESSION

BY TRUSTEE ROBERSON – SUPPORTED BY TRUSTEE TUCKER

RESOLVED, THAT THE BOARD RETURN TO OPEN SESSION:

YEAS – TRUSTEES ENGLISH, JAMES, MCLELLAN, NAGLICK, PEGG, ROBERSON, TROZAK, TUCKER, WATSON AND CHAIRMAN SERDA – 10

NAYS – NONE

THE BOARD RETURNED TO OPEN SESSION AT **11:00 A.M.**

ASSISTANT EXECUTIVE DIRECTOR RFP/CHIEF ACCOUNTING OFFICER RFP

CHAIRMAN **SERDA** INFORMED THE BOARD THAT THE JOINT PERSONNEL COMMITTEE (JPC) MET YESTERDAY, AUGUST 16, 2017, AND **MS. THOMAS** NOTED THAT SEVERAL RESPONSES TO POLICE AND FIRE'S ASSISTANT EXECUTIVE DIRECTOR AND THE SYSTEMS' CHIEF ACCOUNTING OFFICER REQUESTS FOR PROPOSALS WERE RECEIVED. THE COMMITTEE WILL COMMENCE INTERVIEWING APPLICANTS NEXT WEEK.

PUBLIC FORUM

AT **11:23 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 **11:23 A.M.** UNTIL **THURSDAY, SEPTEMBER 7, 2017**, 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