

***POLICE AND FIRE RETIREMENT SYSTEM  
OF THE  
CITY OF DETROIT***

***MEETING NO. 3194***

***THURSDAY, MAY 03, 2018***

***09:00 A.M.***

***A G E N D A***



***CHAIRPERSON: JOHN SERDA***

***VICE CHAIRPERSON: JEFFREY PEGG***

*Please silence cell phones and to ensure there are no distractions, refrain from personal phone calls/conversations during "open meeting." There is a lobby area to conduct personal business.*

**ROLL CALL:**

**AGENDA APPROVAL**

DROP APPLICATIONS	PAGE 8
HYBRID APPLICATIONS	PAGE 8
RECEIPTS (ACKNOWLEDGE ONLY)	PAGE 9
DISBURSEMENTS	SEPARATE SUBMISSION
REFUNDS	SEPARATE SUBMISSION
EMPLOYEE LOANS	SEPARATE SUBMISSION
MINUTES FOR DISTRIBUTION:	April 19, 2018
<b>MINUTES FOR APPROVAL:</b>	<b>April 05, 2018</b>

ASSISTANT EXECUTIVE DIRECTOR'S REPORT

EXECUTIVE DIRECTOR'S REPORT

CHIEF INVESTMENT OFFICER'S REPORT

**PUBLIC COMMENT**

PUBLIC RELATIONS ADVISOR'S REPORT

LOBBYIST'S REPORT

GENERAL COUNSEL'S REPORT

COMMITTEE REPORT

INVESTMENT COMMITTEE REPORT

**PRESENTATION SCHEDULE**

**MAY 03, 2018**

10:00 A.M. – Initials/Re-exams

10:30 A.M. – Legal Discussion

11:00 A.M. – Gabriel Roeder Smith and Company

**MAY 10, 2018**

NO MEETING

**2018 MEETING SCHEDULE  
BOARD OF TRUSTEES OF THE POLICE AND FIRE RETIREMENT SYSTEM\***

<b>DAY</b>	<b>DATE</b>
<b>THURSDAY</b>	<b>MAY 3, 2018</b>
<b>THURSDAY</b>	<b>MAY 17, 2018</b>
<b>THURSDAY</b>	<b>JUNE 7, 2018</b>
<b>THURSDAY</b>	<b>JUNE 21, 2018</b>
<b>THURSDAY</b>	<b>JULY 05, 2018</b>
<b>THURSDAY</b>	<b>JULY 19, 2018</b>
<b>THURSDAY</b>	<b>AUGUST 2, 2018</b>
<b>THURSDAY</b>	<b>AUGUST 16, 2018</b>
<b>THURSDAY</b>	<b>SEPTEMBER 6, 2018</b>
<b>THURSDAY</b>	<b>SEPTEMBER 20, 2018</b>
<b>THURSDAY</b>	<b>OCTOBER 4, 2018</b>
<b>THURSDAY</b>	<b>OCTOBER 18, 2018</b>
<b>THURSDAY</b>	<b>NOVEMBER 1, 2018</b>
<b>THURSDAY</b>	<b>NOVEMBER 15, 2018</b>
<b>THURSDAY</b>	<b>DECEMBER 6, 2018</b>
<b>THURSDAY</b>	<b>DECEMBER 20, 2018</b>

**\*ALL MEETINGS BEGIN AT 9:00 A.M. UNLESS NOTED DIFFERENTLY AND WILL BE IN THE BOARD CONFERENCE ROOM.**

**2018 MEETING SCHEDULE  
 INVESTMENT COMMITTEE OF THE POLICE AND FIRE RETIREMENT SYSTEM\***

<u>DAY</u>	<u>DATE</u>	<u>TIME</u>	<u>LOCATION</u>
MONDAY	MAY 21, 2018	10:00 A.M.	CONFERENCE ROOM - TELECONFERENCE
MONDAY	JULY 16, 2018	10:00 A.M.	CONFERENCE ROOM - TELECONFERENCE
MONDAY	AUGUST 27, 2018	10:00 A.M.	CONFERENCE ROOM
MONDAY	OCTOBER 22, 2018	10:00 A.M.	CONFERENCE ROOM
MONDAY	DECEMBER 17, 2018	09:00 A.M.	CONFERENCE ROOM - TELECONFERENCE

\*ALL MEETINGS BEGIN AT 10:00 A.M. UNLESS NOTED DIFFERENTLY AND WILL BE IN THE BOARD CONFERENCE ROOM.

**2018 DISABILITY AND RE-EXAM REPORTING SCHEDULE  
MEDICAL DIRECTOR FOR THE POLICE AND FIRE RETIREMENT SYSTEM\***

<u>DAY</u>	<u>DATE</u>
THURSDAY	MAY 3, 2018
THURSDAY	JUNE 7, 2018
THURSDAY	JULY 5, 2018
THURSDAY	AUGUST 2, 2018
THURSDAY	SEPTEMBER 6, 2018
THURSDAY	OCTOBER 4, 2018
THURSDAY	NOVEMBER 1, 2018
THURSDAY	DECEMBER 6, 2018

\*ALL REPORTINGS ARE THE FIRST THURSDAY OF THE MONTH AND WILL BE IN THE BOARD CONFERENCE ROOM.

**MANAGER WATCH LIST**

**Paradigm** (US Equity Investment Manager) -Large Cap Value- Placed on Watch List March 2017- Three year investment performance below policy and median

**Northpointe** (US Equity Investment Manager) -Large Cap Value- Placed on Watch List September 2017- Three year investment performance below policy and peer universe median

**Deroy & Deveraux** (Emerging Manager)-All Cap Core- Placed on Watch List September 2017- Three year investment performance below policy and peer universe median

**Northpointe** (US Equity Investment Manager) -Micro Cap Value- Placed on Watch List December 2017- No formal policy violation, one- year manager underperformance to be reviewed

**LA Capital** (Non-US Equity Investment Manager) Emerging Markets- Placed on Watch List December 2017- Three year investment performance below policy and median

**Lazard** (Non-US Equity Investment Manager) Emerging Markets- Placed on Watch List December 2017- Three year investment performance below policy and peer universe median

**Penn Capital Management** (Fixed Income Investment Manager) High Yield- Placed on watch list March 2016- Three year investment performance below policy and peer universe median

**CBRE Clarion Global REIT** (Real Estate) Placed on watch list September 2017- Three year investment performance below policy and peer universe median

**Morgan Stanley Global REIT** (Real Estate) Placed on watch list September 2017- Three year investment performance below policy and peer universe median

**COMMITTEES**

**BUDGET** – DIAZ, MCLELLAN, WATSON

**CUSTOMER SERVICE** – ENGLISH, NEARY, PEGG

**DISABILITY** – DIAZ, ENGLISH, MOSLIMANI, NEARY, GENERAL COUNSEL RONALD A. KING

**DROP (DEFERRED RETIREMENT OPTION PLAN)** – DIAZ, GNATEK, PEGG, WATSON, GENERAL COUNSEL RONALD A. KING

**INFORMATION TECHNOLOGY** – ENGLISH, NEARY, PEGG, TUCKER

**INVESTMENT POLICIES, PROCEDURES AND GUIDELINES** – DIAZ, NEARY, PEGG, GENERAL COUNSEL RONALD A. KING, CHIEF INVESTMENT OFFICER RYAN C. BIGELOW

**INVESTMENT ROUNDTABLE** – DIAZ, MCLELLAN, NEARY, PEGG, ROBERSON, CHIEF INVESTMENT OFFICER RYAN C. BIGELOW

**JOINT FOUNDATION ESTABLISHMENT** – PFRS: JAMES, JONES, PEGG – GRS: BENSON, NICKLEBERRY

**JOINT PERSONNEL** – PFRS: NAGLICK, NEARY, SERDA – GRS: NICKLEBERRY, SHEEHAN, HALL-WAGNER

**LEGAL REVIEW** – DIAZ, JAMES, MOSLIMANI, PEGG, ROBERSON

**LOAN BANKING COMMITTEE** – GNATEK, MCLELLAN, NAGLICK, PEGG

**NEWSLETTER/WEBSITE** – DIAZ, GNATEK, PEGG

**POLICY** – JAMES, NEARY, PEGG

**PUBLIC RELATIONS** – DIAZ, ENGLISH, NAGLICK, PEGG, SERDA, EXECUTIVE DIRECTOR DAVID CETLINSKI, GENERAL COUNSEL RONALD A. KING

**SEVENTEENTH (17<sup>TH</sup>) BOARD MEMBER** – GNATEK, NEARY, PEGG, EXECUTIVE DIRECTOR DAVID CETLINSKI

**DROP APPLICATIONS**

NAME-TITLE-DEPARTMENT: DARRYL D CROSS – OFFICER - POLICE  
RETIREMENT TYPE-PLAN: DROP - NEW  
SERVICE CREDIT-EFFECTIVE DATE: 16 02 04 – 04 27 18

NAME-TITLE-DEPARTMENT: DIAZ W GRAVES – SERGEANT - POLICE  
RETIREMENT TYPE-PLAN: DROP – NEW  
SERVICE CREDIT-EFFECTIVE DATE: 19 09 12 – 04 02 18

NAME-TITLE-DEPARTMENT: MARCUS K WILLIAMS – OFFICER - POLICE  
RETIREMENT TYPE-PLAN: DROP - NEW  
SERVICE CREDIT-EFFECTIVE DATE: 17 01 19 – 04 12 18

**HYBRID APPLICATIONS**

NAME-TITLE-DEPARTMENT: DIAZ W GRAVES – SERGEANT - POLICE  
RETIREMENT TYPE-PLAN: HYBRID DROP – 2014 PLAN  
SERVICE CREDIT-EFFECTIVE DATE: 03 09 00 – 04 02 18



**RECEIPTS:**

**The Board received the following receipts for Acknowledgment:**

Cash Receipts				HYBLIGRES			
RSCD-PFRS		Start Date:		4/16/2018			
		End Date:		4/30/2018			

  

Doc. Date	Module	Tran. Type	Doc. Nbr.	Description	R/C	Bus. Acct.	Receipt
4/20/2018				Employee Pension Contributions	4/20/18		90,231.07
4/30/2018				Employee Pension Contributions	4/27/18		259,954.68
4/24/2018				Employer Hybrid Match for Police	Qrt End 3/31/18		3,439,586.38
4/24/2018				Employer Hybrid Match for Fire	Qrt End 3/31/18		1,440,423.74
							<u>5,230,195.87</u>

Cash Receipts				LIQUID RES			
RSCD-PFRS		Start Date:		4/16/2018			
		End Date:		4/30/2018			

  

Doc. Date	Module	Tran. Type	Doc. Nbr.	Description	R/C	Bus. Acct.	Receipt
4/19/2018	CA	Cash Entry	000562	Loan Program deduction	4/13/18	R/C	125,300.73
4/30/2018	CA	Cash Entry	000562	Loan Program deduction	4/13/18		49,335.41
							<u>130,548.39</u>

**Total Receipts** 5,360,744.26