



MINUTES
Meeting No. 034
Police and Fire Retirement System Investment Committee
January 28, 2019

A meeting of the Investment Committee of the Police and Fire Retirement System of the City of Detroit was held on **Monday, January 28, 2019, via Teleconference** at the Retirement System's office at Ally Detroit Center, 500 Woodward Suite 3000; Detroit, Michigan. Robert Smith, Chairperson, called the meeting to order at 10:02 a.m.; and a quorum was present.

ROLL CALL:

Attendance was taken by the Committee's Recording Secretary with the following Committee Members present: Robert Smith (*Chairperson*), McCullough Williams III (*Vice-Chairperson*) Mark Diaz, George Orzech, Jeffrey Pegg, Gregory Trozak and Woodrow Tyler.

Staff Present: David Cetlinski (*Executive Director*), Ryan Bigelow (*Chief Investment Officer*), Kevin Kenneally (*Deputy Chief Investment Officer*) Kristi Grden (*Investment Analyst*) Ronald King- via telephone (*General Counsel – Clark Hill, P.C.*)

Committee Members Excused: Joseph Bogdahn

Visitors Present: Michael Berent, Police and Fire Board Trustee

APPROVAL OF AGENDA

Motion #01: Jeffrey Pegg moved to approve the agenda dated **Monday January 28, 2019**. Woodrow Tyler supported. The motion passed unanimously.

APPROVAL OF MINUTES

Motion #02: Jeffrey Pegg moved to approve the Minutes of Meeting No. **033**, held on **Monday, December 17th, 2018** Gregory Trozak supported. The motion passed unanimously.

- ***Assistant Executive Director Kelly Tapper entered the Boardroom at 10:03 a.m.***
- ***Committee Member Robert Skandalaris joined the call at 10:05 a.m.***

PRESENTATION:

Wilshire Consulting

Representative David Lindberg, Calvin Born and Joanna Bewick discussed the following with the Committee:

- Capital Markets Review December 31, 2018
 - Wilshire's Asset Class Assumptions: December 31, 2018
 - Fixed Income Discussion
 - Investment Policy Statement
 - November 30, 2018 Monthly Performance Report
- ***Wilshire concluded their presentation and left the call at 11:32 a.m.***

CHIEF INVESTMENT OFFICER'S REPORT

Chief Investment Officer, Ryan Bigelow, discussed the following with the Committee:

- Nine-point Ethics Policy
- Real Estate Consultant RFP update
 - Final submissions are due on January 31, 2019
- Terra Cap performance update

LEGAL REPORT

General Counsel, Ronald King, provided the following informational items for discussion:

- Compensation adjustment for the Chief Investment Officer
- City of Detroit Annual Report to Foundation for Detroit's Future for Year Ending December 31st, 2018, Dated December 20th, 2018
- Seventh Semi-Annual Compliance Report by PFRS Investment Committee dated December 19, 2018
- 2018 Pension Certificate dated December 19, 2018
- Correspondence from Treasury Department Audit Manager Cary Jay Vaughn to PFRS regarding Request for Improvement of Deficiencies-Corrective Action Plan dated December 18, 2018.

Entering Into Closed Session

Re: Compensation Discussion

Legal Counsel recommended the Investment Committee give consideration to enter into Closed Session pursuant to Sections 8(e) & (h) of the Open Meetings Act ("OMA") being MCL 15.261, which is acknowledged by the Investment Committee as confidential and privileged under MCL 38.1140(l): **compensation discussion of an employee and/or staff member.**

Motion #03: Jeffrey Pegg moved to enter into Closed Session for the purpose of discussing the Personnel/Compensation of Deputy-Chief Investment Officer. Gregory Trozak supported. The motion passed by a vote as follows:

Yeas: Diaz, Orzech, Pegg, Skandalaris, Trozak, Tyler, Williams
and Chairperson Smith- 6

Nays: None

The Committee entered into Closed Session at 12:07 p.m.

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Re: Open Session

Motion #04: Jeffrey Pegg moved to come out of Closed Session.
Woodrow Tyler supported. The motion passed unanimously.

The Committee returned to Open Session at 12:23 p.m.

New/Old Business

- None

ADJOURNMENT

Jeffrey Pegg moved to adjourn meeting #34; McCullough Williams supported.

There being no further business before the Investment Committee, the meeting was adjourned at 12:26 p.m. The Investment Committee's next meeting is scheduled for **Monday, March 11th, 2019**, at 10:00 a.m. in the Retirement Systems' Conference Room, 500 Woodward Avenue Suite 3000; Detroit, Michigan 48226.

RESPECTFULLY SUBMITTED,

RYAN BIGELOW
CHIEF INVESTMENT OFFICER

Recording Secretary: TaKneisha Johnson