



**MINUTES**  
**Meeting No. 038**  
**Police and Fire Retirement System Investment Committee**  
**September 9, 2019**

A meeting of the Investment Committee of the Police and Fire Retirement System of the City of Detroit was held on **Monday, September 9, 2019**, at the Retirement System's office at Ally Detroit Center, 500 Woodward Ave., Suite 3000; Detroit, Michigan. Robert Smith, Chairperson, called the meeting to order at 10:02 a.m. A quorum was present.

**ROLL CALL:**

Attendance was taken by the Committee's Secretary with the following Committee Members present: Robert Smith (*Chairperson*), McCullough Williams III (*Vice Chairperson*), Joseph Bogdahn, Matthew Gnatek, Jeffrey Pegg, George Orzech, Robert Skandalaris (via phone), Gregory Trozak and Woodrow Tyler.

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

Committee Members excused: None

Staff Excused: Kelly Tapper, Assistant Executive Director

Visitors Present: John Naglick, City of Detroit Chief Deputy Financial Officer and Police and Fire Retirement System Ex-Officio Trustee.

### **Approval of Minutes**

**Motion #01:** Woodrow Tyler moved to approve the Minutes of Meeting No. **037**, held on **Monday, July 22, 2019**. Jeffrey Pegg supported. The motion passed unanimously.

### **Approval of Agenda**

**Motion #02:** Joseph Bogdahn moved to approve the agenda dated **Monday, September 9, 2019**. McCullough Williams III supported. The motion passed unanimously.

### **Future Agenda Items:**

- Jeffery Pegg requested that Chief Investment Officer, Ryan Bigelow bring watch list manager(s) into the next Investment Committee meeting.

### **Presentation/Discussion:**

Scott Dickinson, of Republic Underwriters and Michael Saa from Euclid Specialty Managers (via telephone) discussed the following with the Committee:

- Fiduciary Liability Renewal
- Benchmark Analysis Report

➤ Sean Gallagher of Clark Hill, P.C. joined the meeting at 10:17 a.m.

**Presentation materials were provided**

**The Presentation concluded at 10:26 a.m.**

**Motion #03:** - Joseph Bogdahn moved to make a recommendation to the Police and Fire Board of Trustees that they will be comfortable with a \$15 million dollar limit for the Fiduciary Liability coverage. McCullough Williams III supported. The motion passed unanimously.

### **Entering into Closed Session**

**Motion #04:** - Joseph Bogdahn moved to enter into Closed Session for the purpose of discussing the Personnel/Compensation of Deputy Chief Investment Officer. Woodrow Tyler supported. The motion passed unanimously.

**The Committee entered into Closed Session at 10:33 a.m.**

**Re: Open Session**

**Motion #05:** - Jeffery Pegg moved to come out of Closed Session. George Orzech supported. The motion passed unanimously.

**The Committee returned to Open Session at 11:38 a.m.**

The Board took a short break at 11:38 a.m.  
The Board returned from break at 11:43 a.m.

**Wilshire Consulting**

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

- Capital Market update
- Performance update/review
- Non-U.S. Equity vs U.S. Equity

**Presentation materials were provided**

The Board took a break for lunch at 1:04 p.m.  
The Board returned from lunch at 1:27 p.m.

Joseph Bogdahn left the meeting at 1:29 p.m.

**CHIEF INVESTMENT OFFICER'S REPORT**

Chief Investment Officer, Ryan Bigelow, provided the following updates and discussion items for approval:

- Investment Policy Statement
- Real Estate Consultant - RFP

**Motion #06:** Matthew Gnatek moved to approve staff recommendation hiring ORG as its Real Estate consultant, subject to customary confirmatory due diligence and contract negotiations. McCullough Williams III supported.

Yeas – Bogdahn, Gnatek, Orzech, Skandalaris, Trozak, Tyler, Williams and Chairperson Smith – 6 ½

Nays – Pegg – ½

Abstain - None

**Motion #7:** Matthew Gnatek moved to approve the Investment Fee Schedule. McCullough Williams III supported.

Yeas – Bogdahn, Gnatek, Orzech, Skandalaris, Trozak, Tyler, Williams and Chairperson Smith – 6 ½

Nays – Pegg – ½

**LEGAL REPORT**

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

- Securities Litigation Updates

**New/Old Business**

None

**Public Comment**

None

**ADJOURNMENT**

***Jeffrey Pegg moved to adjourn meeting #38; Matthew Gnatek supported.***

There being no further business before the Investment Committee, the meeting was adjourned at 2:11 p.m. The Investment Committee's next meeting is scheduled for **Monday, November 18, 2019**, at 10:00 a.m. in the Retirement Systems' Conference Room, 500 Woodward Avenue Suite 3000; Detroit, Michigan 48226.

RESPECTFULLY SUBMITTED,

  
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RYAN BIGELOW  
CHIEF INVESTMENT OFFICER

Recording Secretary: TaKneisha Johnson