



MINUTES
Meeting No. 053
Police and Fire Retirement System Investment Committee
November 09, 2020

A meeting of the Investment Committee of the Police and Fire Retirement System of the City of Detroit was held on **Monday, November 09, 2020** at the Retirement System's Office at Ally Detroit Center, 500 Woodward Ave., Suite 3000; Detroit, Michigan. In conformance with Executive Order 2020-15, the meeting was held electronically, and members of the Committee and the public participated by telephonic and electronic means. Joseph Bogdahn, Chairperson, called the meeting to order at 10:04 a.m. A quorum was present.

ROLL CALL:

Attendance was taken by the Committee's Recording Secretary with the following Committee Members present Joseph Bogdahn (Chairperson)(*Winter Haven, Imperial County, FL*), Matthew Gnatek (*Dearborn Heights, Wayne County, MI*), Orim Graves (*Philadelphia, Philadelphia County, PA*), Jerry Mingione (*Philadelphia, Philadelphia County, PA*), George Orzech (*Detroit, Wayne County, MI*), Jeffrey Pegg (*Clinton Township, Macomb County, MI*), Robert Skandalaris (*Bloomfield Hills, Oakland, MI*), Gregory Trozak (*Macomb Township, Macomb County, MI*), and Woodrow Tyler (*Dexter Township, Washtenaw County, MI*).

Staff Present: Ryan Bigelow (Chief Investment Officer), David Cetlinski (*Executive Director*), Kelly Tapper (*Assistant Executive Director*), and Valerie Brader (General Counsel – Rivenoak Law Group, P.C.).

Committee Members Excused: None

Staff Excused: None

Approval of Open Session Minutes

Motion #01: Gregory Trozak moved to approve the Minutes of Meeting No. **050**, held on **Monday, August 24, 2020, as amended** (to reflect joint nature of advisory only subcommittee with Board). Jeff Pegg supported. The motion passed unanimously.

Approval of Agenda

Motion #02: Woodrow Tyler moved to approve the agenda dated **Monday, November 09, 2020, as amended** (to alter order of Wilshire and real estate presentations). Robert Skandalaris supported. The motion passed unanimously.

Resolution Regarding OMA Compliance

Motion #03: Orim Graves moved acceptance of the Resolution regarding OMA compliance. Woodrow Tyler supported. The motion passed unanimously.

Future Agenda Items/Discussion – December Meeting

- Audit
- Semi Annual Certification of Compliance
- GASB Report
- Monthly Meeting
- RFP/RFI Education

Investment Committee Topics – Gabriel Roeder

Representatives Judith Kermans, Ken Alberts, David Kausch, and Jamal Adora discussed the following with the Committee:

- Correspondence regarding City Proposal and Funding Policy

Real Estate – ORG

Representatives Ed Swartz discussed the following with the Committee:

- Real Estate Investment Policy
- Real Estate Return Objective
- Investment Policy Review
- Portfolio Summary Gross of Fees

Presentation materials were provided

Investment Consultant - Wilshire

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

- Key considerations for 2020 Asset Allocation
- Capital Market Assumptions
- Economic Factors
- Investor's Challenge
- Gold as an Asset Class
- Gold vs US Equity Market
- Capital Market Assumptions
- Efficient Frontier

- Alternative Policies
- Asset Allocation and Performance
- Daily Market Report
 - Market Update as of 9/30/2020
- Performance Estimate
- Rolling Excess Returns

Presentation materials were provided

Robert Skandalaris left the meeting at 12:04 pm

Took a 5-minute break at 12:30 pm

Investment Committee Topics – North Pier Consulting

Representatives Jim Sheinberg, Corey Hastings, Gregory Metzger, Freeman Wood and Rob Whited of North Pier Consulting discussed the following with the Committee:

- OCIO RFP Education
- What an effective OCIO can Offer
- Common Concerns

Presentation materials were provided

CIO Report

None

Public Comment

- Member of the public **Louis Sinagra** asked three questions:
 - Can the Plan of Adjustment be amended? If so, can the members of Component II be forced into a reduction of benefits?
 - Can the City in the future file for Bankruptcy? If so, are the members of Component II subject to the Bankruptcy or are they protected by the current Bankruptcy provisions.
 - Article 9 Section 24 of the Michigan Constitution, will the members of Component II regain protection of the Constitution provisions related to pension benefits?

Motion #04: Woodrow Tyler moved to consent to the assignment of Wilshire contract. George Orzech supported. The motion passed unanimously among those members still in attendance.

ADJOURNMENT

Jeff Pegg moved to adjourn meeting #53. Woodrow Tyler supported.

There being no further business before the Investment Committee, the meeting was adjourned at 1:57 p.m. The Investment Committee's next meeting is scheduled for **Monday, December 07, 2020**, at 10:00 a.m. in the Retirement Systems' Conference Room, 500 Woodward Avenue, Suite 3000; Detroit, Michigan 48226.

RESPECTFULLY SUBMITTED,

**VALERIE BRADER
GENERAL COUNSEL**

Recording Secretary: Marcella Brewer