

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

***MEETING NO. 3201***

***THURSDAY, JUNE 21, 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
RETIREMENT APPLICATIONS	PAGE 8
RECEIPTS (ACKNOWLEDGE ONLY)	PAGE 9
DISBURSEMENTS	SEPARATE SUBMISSION
REFUNDS	SEPARATE SUBMISSION
EMPLOYEE LOANS	SEPARATE SUBMISSION
MINUTES FOR DISTRIBUTION:	NONE

**MINUTES FOR APPROVAL: May 17, 2018**

ASSISTANT EXECUTIVE DIRECTOR'S REPORT

EXECUTIVE DIRECTOR'S REPORT

CHIEF INVESTMENT OFFICER'S REPORT

**PUBLIC COMMENT**

MEDICAL DIRECTOR'S REPORT

PUBLIC RELATIONS ADVISOR'S REPORT

LOBBYIST'S REPORT

GENERAL COUNSEL'S REPORT

COMMITTEE REPORT

INVESTMENT COMMITTEE REPORT

## **PRESENTATION SCHEDULE**

### **JUNE 21, 2018**

09:30 A.M. – Legal Discussion

10:30 A.M. –

11:00 A.M. –

### **JULY 05, 2018**

MEETING CANCELLED

### **JULY 19, 2018**

09:30 A.M. –

10:30 A.M. –

11:00 A.M. –

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

<b><u>DAY</u></b>	<b><u>DATE</u></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	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	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

**HYBRID APPLICATIONS**

NAME-TITLE-DEPARTMENT: ALBERT L AGBAY – SERGEANT - FIRE  
RETIREMENT TYPE-PLAN: HYBRID SERVICE – 2014 PLAN  
SERVICE CREDIT-EFFECTIVE DATE: 03 10 00 – 05 05 18

NAME-TITLE-DEPARTMENT: JOHN G BOYLE – SERGEANT - POLICE  
RETIREMENT TYPE-PLAN: HYBRID DROP – 2014 PLAN  
SERVICE CREDIT-EFFECTIVE DATE: 03 11 00 – 06 12 18

**DROP APPLICATIONS**

NAME-TITLE-DEPARTMENT: JOHN G BOYLE– SERGEANT - POLICE  
RETIREMENT TYPE-PLAN: DROP - NEW  
SERVICE CREDIT-EFFECTIVE DATE: 22 00 19 – 06 12 18

NAME-TITLE-DEPARTMENT: VIERA BROWNLEE – OFFICER 2/20/95- POLICE  
RETIREMENT TYPE-PLAN: DROP - NEW  
SERVICE CREDIT-EFFECTIVE DATE: 16 02 04 – 05 21 18

**RETIREMENT APPLICATIONS**

NAME-TITLE-DEPARTMENT: ALBERT L AGBAY – FIRE FIGHTER 2/20/95 - FIRE  
RETIREMENT TYPE-PLAN: SERVICE - NEW  
SERVICE CREDIT-EFFECTIVE DATE: 18 04 19 – 05 05 18



**RECEIPTS:**

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

Cash Receipts				HYBLIQRES		
RSCD-PFRS			Start Date:	6/4/2018		
			End Date:	6/15/2018		
Doc. Date	Module	Tran. Type	Doc. Nbr.	Description	R/C	Receipt
6/8/2018	CA	Cash Entry	000678	Employee Pension Contributions 6/8/18	R/C	261,384.50
6/15/2018	CA	Cash Entry	000696	Employee Mandatory Pension Contributions 6/15/18	R/C	94,591.41
						<u>355,975.91</u>

Cash Receipts				LIQUID RES		
RSCD-PFRS			Start Date:	6/4/2018		
			End Date:	6/15/2018		
Doc. Date	Module	Tran. Type	Doc. Nbr.	Description	R/C	Receipt
6/6/2018	CA	Cash Entry		Loan Program Deductions 6/1/18	R/C	127,476.48
6/12/2018	CA	Cash Entry		Loan Program Deductions 6/8/18	R/C	42,971.95
						<u>170,448.43</u>

**Total Receipts** 526,424.34