

MEETING NO. 3315
JOURNAL OF PROCEEDINGS
BOARD OF TRUSTEES OF THE POLICE AND FIRE RETIREMENT SYSTEM
OF THE CITY OF DETROIT
HELD THURSDAY, SEPTEMBER 15, 2022

9:00 A.M.
RETIREMENT SYSTEMS' CONFERENCE ROOM
ALLY DETROIT CENTER, 500 WOODWARD AVENUE; SUITE 3000
DETROIT, MICHIGAN 48226

TRUSTEES PRESENT

Angela R. James	Ex/Officio Retiree Trustee/Police/Mayoral Designee
John Naglick Jr.	Ex/Officio Trustee/Finance Director
George Orzech	Elected Retiree Trustee/Fire
Dean Pincheck	Elected Trustee/Fire/Chairperson
Viollca Serifovski	Ex/Officio Trustee/Corporation Counsel Alternate
John Serda	Elected Trustee/Police
Ronald Thomas	Elected Trustee/Police
Gregory Trozak	Elected Retiree Trustee/Police
Steven Watson	Ex/Officio Trustee/Budget Director

TRUSTEES EXCUSED

Shawn Battle	Ex/Officio Trustee/Fire Prevention Chief/Mayoral Designee
Michael F. Berent	Elected Trustee/Fire
Matthew Gnatek	Elected Trustee/Police/Vice-Chairperson
Conrad Mallett	Ex/Officio/Mayor's Designee
Jeffrey Pegg	Elected Trustee/Fire
Coleman Young II.	Ex/Officio Trustee/Honorable City Council President

ALSO PRESENT

Kelly Tapper	Assistant Executive Director
Woodrow Tyler	Interim Chief Investment Officer
Ronald King	General Counsel
Marcella Brewer	Recording Secretary
Dr. Oscar King III	Board Lobbyist
Bruce Babiarz	Public Relations Advisor

STAFF EXCUSED

David Cetlinski	Executive Director
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POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
MEETING NUMBER 3315 – THURSDAY – SEPTEMBER 15, 2022

This meeting is conducted pursuant to the requirements of the Michigan Open Meetings Act. Consistent with the OMA and Board Policy, Trustees may attend and participate in any meeting remotely (recognizing issues related to Covid-19 and other circumstances which may arise from time to time). However, only Trustees attending in person are permitted to take action on matters decided by the Board.

CHAIRPERSON

Dean Pincheck

A verbal Roll Call commenced at 9:08 a.m. and Chairperson Pincheck called the meeting to order.

Present at Roll Call: Naglick, Orzech, Serifovski, Serda, Thomas, Trozak, Watson and Pincheck – Chairperson

Chairperson Pincheck asked to hold a moment of silence for Police Officer Lloyd Todd.

Re: Approval of September 15, 2022 Agenda

Trustee Thomas moved to approve the agenda dated Thursday, September 15, 2022. Trustee Orzech supported. The motion passed unanimously.

Re: Approval of RETIREMENT Applications

Trustee Trozak moved to approve the RETIREMENT applications as listed below. Trustee Serda supported. The motion passed unanimously.

NAME, TITLE, DEPARTMENT	Darian Courts (Loren M. Courts – Deceased) – Police Officer - Police
RTIREMENT TYPE-PLAN	Duty Death – Child - New
SERVICE CREDIT-EFFECTIVE DATE	05 05 04 – 07 07 22

NAME, TITLE, DEPARTMENT	Devyn Courts (Loren M. Courts – Deceased) – Police Officer - Police
RTIREMENT TYPE-PLAN	Duty Death – Child - New
SERVICE CREDIT-EFFECTIVE DATE	05 05 04 – 07 07 22

NAME, TITLE, DEPARTMENT	Kristine Courts (Loren M. Courts – Deceased) – Police Officer - Police
RTIREMENT TYPE-PLAN	Duty Death – Widow - New
SERVICE CREDIT-EFFECTIVE DATE	05 05 04 – 07 07 22

RETIREMENT APPLICATIONS - continued

NAME, TITLE, DEPARTMENT Shawn Giraud - Police Officer - Police
RTIREMENT TYPE-PLAN Hybrid – Service
SERVICE CREDIT-EFFECTIVE DATE 07 07 00 – 02 18 22

NAME, TITLE, DEPARTMENT Shawn A. Mortier - Police Officer - Police
RTIREMENT TYPE-PLAN Service – New
SERVICE CREDIT-EFFECTIVE DATE 17 06 29 – 08 20 22

NAME, TITLE, DEPARTMENT Shawn A. Mortier - Police Officer - Police
RTIREMENT TYPE-PLAN Hybrid - Service
SERVICE CREDIT-EFFECTIVE DATE 08 01 00 – 08 20 22

NAME, TITLE, DEPARTMENT Mark Oliver – Police Officer - Police
RTIREMENT TYPE-PLAN Service - New
SERVICE CREDIT-EFFECTIVE DATE 13 05 02 – 07 01 22

NAME, TITLE, DEPARTMENT Michael Reizin - Police Officer - Police
RTIREMENT TYPE-PLAN Service - New
SERVICE CREDIT-EFFECTIVE DATE 14 04 22 – 09 10 22

NAME, TITLE, DEPARTMENT Kevin W. Session - Police Officer - Police
RTIREMENT TYPE-PLAN Hybrid - Vested
SERVICE CREDIT-EFFECTIVE DATE 03 01 00 – 08 31 22

NAME, TITLE, DEPARTMENT Shawn A. Stallard - Police Officer - Police
RTIREMENT TYPE-PLAN Service - New
SERVICE CREDIT-EFFECTIVE DATE 13 03 05 – 08 26 22

RECEIPTS:

The Board acknowledged the following receipts:

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
MEETING NUMBER 3315 – THURSDAY – SEPTEMBER 15, 2022

Disbursement Report

Page: 1 of 2
Date: 9/12/2022 9:00 AM

Account	Payment Method	Currency	
LIQUID RES	WIRE	US	
Vendor Name	Invoice Number	Invoice Description	Amount To Pay
Bridgett Hardy	083122BH	IT Contractual Wages - August 2022	5,138.86
GRANDVIEW II, LP	91322	Capital Call	994,605.00
James R. Hollins	083122JH	IT Contractual Wages - August 2022	4,659.15
Raymond R. Tchou	083122RT	IT Contractual Wages - August 2022	8,036.36
Venkat Rallapalli / Highbrow Systems, Inc.	083122VR	IT Contractual Wages - August 2022	8,731.29
Cash Account/Payment Method Total:		5 Documents	1,021,170.66

HUNT VEND	ACH	US	
Vendor Name	Invoice Number	Invoice Description	Amount To Pay
500 WEBWARD LLC	183232	September 2022 Rent	26,878.12
8x8 INC.	3534747	Phone System Services	1,536.94
CDW GOVERNMENT	CD24743	Computer Equipment	354.83
CINTAS CORPORATION-300	4130712073	Floor Mats	176.29
CLARK HILL, PLC	1235825	Roy Starks for August 2022	184.00
CLARK HILL, PLC	1236396	General Counsel Services for August 2022	26,282.00
CLARK HILL, PLC	1236393	Post Confirmation Chapt. 9 Litigation for August 2022	71,581.00
Cogent Communications, Inc.	090122	Internet Service	650.00
FEDEX	7-876-03588	FedEx Mailing	35.35
GABRIEL, ROEDER, SMITH & CO	472901	EDRO Calculations for Jamar Rickett	1,500.00
IRON MOUNTAIN	GW/DZ389	Records Storage	2,402.94
KELLEY CAWTHORNE	17651	Lobbyist Services for September 2022	6,750.00
NORTHSTAR LIFE SERVICES	INV-1050	Servicing Fee	375.00
PEERNET, INC	26358	Renew TIFF Image Printer Licensing and Support	816.30
PENN CAPITAL MANAGEMENT COMPANY, Inc	20220630-1301-8524-B	Management Fees 2nd Qtr '22	51,862.41
PROCENTIA, INC.	2461	Procentia Implementation	80,083.97
UHY Advisors MI, Inc.	TS-2022-0171	Professional IT Services for August 2022	27,975.00
WELLS FARGO VENDOR FINANCIAL SVCS, LLC	106466806	Printer Maintenance	129.11
WILSHIRE ASSOCIATES INCORPORATED	INV00204179	Consulting Services - 4th Qtr '22	146,211.50
Cash Account/Payment Method Total:		19 Documents	445,784.76

HUNT VEND	CHECK	US	
Vendor Name	Invoice Number	Invoice Description	Amount To Pay
ALLEGRA	96273011	RSCD Marketing Mailer	199.67
Vendor Name	Invoice Number	Invoice Description	Amount To Pay
ALLEGRA	96079011	Mailing Project (Annuity Statements)	993.61
EASY VERIFICATION INC	22-72124	Member Verification Requests	1,440.00
First CHOICE Coffee Services	864139	Coffee Supplies	97.65
First CHOICE Coffee Services	867083	Equipment Rental	34.00
INTERNATIONAL FOUNDATION OF EMPLOYEE BEN (IFE INV-661665-Z3B2D9		2023 Annual Membership Dues	1,860.00
NCPERS	090722DP	Registration Fee for 2022 Public Safety Conf. - Dean Pincheck	750.00
NCPERS	090722JP	Registration Fee for 2022 Public Safety Conf. - Jeffrey Pegg	750.00
NCPERS	090722MB	Registration Fee for 2022 Public Safety Conf. - Michael Berent	750.00
ODP BUSINESS SOLUTIONS, LLC (fka Office Depot)	264284875001	Office Supplies	42.35
SCANTRON CORPORATION	15113224	Toner Cartridge Supply	408.50
TRANSUNION RISK & ALT DATA SOLUTIONS INC (TLOxp 3712221-202208-1		TLOxp Research Services	37.50
Cash Account/Payment Method Total:		12 Documents	7,363.28

Investment Committee Disbursement Acknowledgements

HUNT VEND	CHECK	US	
Vendor Name	Invoice Number	Invoice Description	Amount To Pay
Cash Account/Payment Method Total:		0 Documents	0.00

* Payment amount is estimated based on the effective date 9/12/2022.

Re: Approval of Refunds (Accumulated Contributions)

Trustee Thomas moved to approve the Refunds/Accumulated Contributions list as outlined below. Trustee Serda supported. The motion passed unanimously.

List number – 3961- \$155,123.66

List number – 3962- \$243,307.34

Re: Approval of the Defined Contribution Plan/Employee Loan Programs

Trustee Thomas moved to approve the Defined Contribution Plan/Employee Loan Program as outlined below. Trustee Trozak supported. The motion passed unanimously.

List #1 - \$37,761.00 – 09/08/2022

Re: Approval of Minutes

Trustee Thomas moved to approve the Minutes of August 4, 2022. Trustee Serda supported. The motion passed unanimously.

ASSISTANT EXECUTIVE DIRECTOR’S REPORT

Assistant Executive Director, Kelly Tapper, discussed the following with the Board of Trustees:

- IFEBP Conference - Las Vegas, NV -October 23-26, 2022

Re: IFEBP Conference

Resolution Moved By: Trustee Serda – Supported By: Trustee Orzech

Resolved, that the Board approve the attendance of any interested Trustee, the Executive Director and Assistant Executive Director at the aforementioned conference, and **BE IT FURTHER**

Resolved, that the Board approve expenditures for any interested Trustee, the Executive Director, and the Assistant Executive Director to attend said conference, and **BE IT FURTHER**

Resolved, that a copy of said conference brochure or applicable conference literature be provided to Retirement System Staff member JoAnn Harrison. The motion passed unanimously.

- **Bruce Babiarz joined the meeting at 9:15 am**
- **Trustee James joined the meeting at 9:16 am**

INTERIM CHIEF INVESTMENT OFFICER’S REPORT

Interim Chief Investment Officer, Woodrow Tyler discussed the following with the Board of Trustees.

- CIO Report

Trustee Orzech moved to approve the recommendation by the Interim Chief Investment Officer to liquidate the Hedge Fund position of the portfolio. Trustee Naglick supported. The motion passed unanimously.

Public Comment

None

PUBLIC RELATIONS REPORT

- Media Inquiry – Amortization Case

LOBBYIST’S REPORT

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GENERAL COUNSEL’S REPORT

General Counsel Ronald King, as part of his legal report, discussed the following matters with the Board:

- EDROS
- City of Detroit – Bankruptcy Case Update

Re: EDRO

Re: Jay Kralowski v. Erica Kralowski, Case No. 2020-007757-DM Macomb County Circuit Court, Mt. Clemens, Michigan

Motion By: Trustee Thomas Supported By: Trustee Serda

WHEREAS, the Board of Trustees for the Police and Fire Retirement System for the City of Detroit (“Board”) is in receipt of an Eligible Domestic Relations Order (“EDRO”) entered on June 16, 2022, which supplements a Judgment of Divorce entered on December 15, 2020, where Alternate Payee **ERICA KRALOWSKI** is awarded certain rights to the retirement benefits of Participant **JAY KRALOWSKI**.

WHEREAS, the EDRO defines marital portion as the increase in the accrued benefit from the date of marriage (September 16, 2016) through the date of divorce (December 15, 2020),

WHEREAS, the EDRO provides that the Alternate Payee **ERICA KRALOWSKI** is entitled to receive a monthly benefit in the amount of 50% of the marital portion from the participant's Component I retirement allowance;

WHEREAS, the Alternate Payee **ERICA KRALOWSKI IS** entitled to receive a monthly benefit in the amount of 50% of the marital portion from the participant's Component I retirement allowance, when the Participant is eligible to receive such benefits and as set forth in the EDRO and SUBJECT TO ALTERNATE PAYEE FILING AN APPLICATION FOR SAME; and

WHEREAS, the EDRO provides that the Alternate Payee **ERICA KRALOWSKI** is entitled to receive 50% of the marital portion of the accumulated balance of the participant's Component I voluntary employee contributions;

WHEREAS, the Alternate Payee **ERICA KRALOWSKI IS** entitled to receive 50% of the marital portion of the accumulated balance of the participant's Component I voluntary employee contributions, when the Participant is eligible to receive such benefits and as set forth in the EDRO and SUBJECT TO ALTERNATE PAYEE FILING AN APPLICATION FOR SAME; and

WHEREAS, the EDRO provides that the Alternate Payee **ERICA KRALOWSKI** is entitled to receive a monthly benefit in the amount of 50% of the marital portion from the participant's Component II pension;

WHEREAS, the Alternate Payee **ERICA KRALOWSKI IS** entitled to receive a monthly benefit in the amount of 50% of the marital portion from the participant's Component II pension, when the Participant is eligible to receive such benefits and as set forth in the EDRO and SUBJECT TO ALTERNATE PAYEE FILING AN APPLICATION FOR SAME; and

WHEREAS, the EDRO provides that the Alternate Payee **ERICA KRALOWSKI** is entitled to receive 50% of the marital portion of the accumulated balance of the participant's Component II annuity savings fund;

WHEREAS, the Alternate Payee **ERICA KRALOWSKI IS** entitled to receive 50% of the marital portion of the accumulated balance of the participant's Component II annuity savings fund, when the Participant is eligible to receive such benefits and as set forth in the EDRO and SUBJECT TO ALTERNATE PAYEE FILING AN APPLICATION FOR SAME; and

WHEREAS, the EDRO provides for the parties to share the cost of the actuary's fees, and

WHEREAS, the Board has been advised by General Counsel that the applicable terms of the EDRO are consistent with the provisions of the Retirement System and applicable law, including Public Act 46 of 1991, MCL 38.1701, *et seq.*, and Public Act 100 of 2002, MCL 38.1681, *et seq.*, as applicable,

THEREFORE BE IT RESOLVED, that the Board acknowledges receipt of the EDRO, that said court order qualifies as a Domestic Relations Order pursuant to the Public Employee Retirement Benefit Protection Act, MCL 38.1681, and shall pay pension benefits consistent with said court order and this resolution **SUBJECT TO APPLICATION BEING FILED BY THE PARTY SEEKING PAYMENT**, and be it further

RESOLVED, that this file be forwarded to the Board’s actuary for calculation of the benefits to be paid to the former spouse, and be it further

RESOLVED, that a copy of this Resolution be added to the Participant’s pension file, and other appropriate records be kept for the Retirement System relative to this matter, and be it further

RESOLVED, that copies of this Resolution be sent to Participant, Jay Kralowski and his counsel, Lori J. Finazzo, and Alternate Payee, Erica Kralowski and her counsel Susan Isopi.

Yeas: James, Naglick, Orzech, Serifovski, Serda, Thomas, Trozak, Watson and Pincheck-
Chairperson - 9

Nays: None

Re: Ivan R. Luckey v. Annette Luckey, Case No. 2011-102904-DO
Wayne County Circuit Court, Detroit, Michigan

Motion By: Trustee Thomas Supported By: Trustee Serda

WHEREAS, the Board of Trustees for the Police and Fire Retirement System for the City of Detroit (“Board”) is in receipt of an Eligible Domestic Relations Order (“EDRO”) entered on August 30, 2022, which supplements a Judgment of Divorce entered on June 9, 2011, where Alternate Payee **ANNETTE LUCKEY** is awarded certain rights to the retirement benefits of Participant **IVAN LUCKEY**.

WHEREAS, the EDRO divides the marital portion of the Participant’s Component II benefits only;

WHEREAS, the EDRO provides that the Alternate Payee **ANNETTE LUCKEY** is entitled to receive a monthly benefit in the amount of 50% of the marital portion from the participant’s Component II pension;

WHEREAS, the EDRO provides that the marital portion of the Component II pension shall be determined by multiplying the Participant’s accrued benefit as of the division date, June 9, 2011, by a coverture fraction (less than or equal to 1.0), the numerator of which is the number of months of the Participant’s credited service in the plan earned during the marriage (from August 25, 1995 to the division date, June 9, 2011) and the denominator of which is the total number of months of the Participant’s credited service in the Plan as of June 9, 2011;

WHEREAS, the Alternate Payee **ANNETTE LUCKEY IS** entitled to receive a monthly benefit in the amount of 50% of the marital portion from the participant's Component II pension, when the Participant is eligible to receive such benefits and as set forth in the EDRO and SUBJECT TO ALTERNATE PAYEE FILING AN APPLICATION FOR SAME; and **WHEREAS**, the EDRO provides that the Alternate Payee **ANNETTE LUCKEY** is entitled to receive a distribution from the annuity savings fund portion of the plan equal to 50% of the marital portion of the accumulated balance of under the plan as of June 9, 2011; and

WHEREAS, the EDRO provides that the marital portion of the Component II annuity savings fund is defined as the accumulated balance from the date of marriage (August 25, 1995) through the date of divorce (June 9, 2011);

WHEREAS, the Alternate Payee **ANNETTE LUCKEY IS** entitled to receive a distribution from the annuity savings fund portion of the plan equal to 50% of the marital portion of the accumulated balance of under the plan as of June 9, 2011, when the Participant is eligible to receive such benefits and as set forth in the EDRO and SUBJECT TO ALTERNATE PAYEE FILING AN APPLICATION FOR SAME; and

WHEREAS, the EDRO provides for the parties to share the cost of the actuary's fees, and

WHEREAS, the Board has been advised by General Counsel that the applicable terms of the EDRO are consistent with the provisions of the Retirement System and applicable law, including Public Act 46 of 1991, MCL 38.1701, *et seq.*, and Public Act 100 of 2002, MCL 38.1681, *et seq.*, as applicable,

THEREFORE BE IT RESOLVED, that the Board acknowledges receipt of the EDRO, that said court order qualifies as a Domestic Relations Order pursuant to the Public Employee Retirement Benefit Protection Act, MCL 38.1681, and shall pay pension benefits consistent with said court order and this resolution SUBJECT TO APPLICATION BEING FILED BY THE PARTY SEEKING PAYMENT, and be it further

RESOLVED, that this file be forwarded to the Board's actuary for calculation of the benefits to be paid to the former spouse, and be it further

RESOLVED, that a copy of this Resolution be added to the Participant's pension file, and other appropriate records be kept for the Retirement System relative to this matter, and be it further

RESOLVED, that copies of this Resolution be sent to Participant, Ivan R. Luckey and his counsel, Madeline Jennings, and Alternate Payee, Annette Luckey.

Yeas: James, Naglick, Orzech, Serifovski, Serda, Thomas, Trozak, Watson and Pincheck-Chairperson - 9

Nays: None

Re: Loren David Lozon v. Lisa Marie Lozon, Case No. 2018-110953-DO
Wayne County Circuit Court, Detroit, Michigan

Motion By: Trustee Thomas Supported By: Trustee Serda

WHEREAS, the Board of Trustees for the Police and Fire Retirement System for the City of Detroit (“Board”) is in receipt of an Eligible Domestic Relations Order (“EDRO”) entered on June 6, 2022, which supplements a Judgment of Divorce entered on April 30, 2019, where Alternate Payee **LISA MARIE LOZON** is awarded certain rights to the retirement benefits of Participant **LOREN DAVID LOZON**.

WHEREAS, the EDRO defines marital portion as the increase in the accrued benefit from the date of marriage (April 14, 2004) through the date of divorce (April 30, 2019),

WHEREAS, the EDRO confirms that it applies to the Hybrid Plan and Legacy Plan;

WHEREAS, the EDRO provides that the Alternate Payee **LISA MARIE LOZON** is entitled to receive a monthly benefit in the amount of 50% of the marital portion from the participant’s defined benefit plan;

WHEREAS, the Alternate Payee **LISA MARIE LOZON** IS entitled to receive a monthly benefit in the amount of 50% of the marital portion from the participant’s defined benefit plan, when the Participant is eligible to receive such benefits and as set forth in the EDRO and SUBJECT TO ALTERNATE PAYEE FILING AN APPLICATION FOR SAME; and

WHEREAS, the EDRO provides that the Alternate Payee **LISA MARIE LOZON** is entitled to receive 100% of the accumulated balance of the participant’s defined contribution plan as of April 30, 2019;

WHEREAS, the Alternate Payee **LISA MARIE LOZON** IS entitled to receive 100% of the accumulated balance of the participant’s defined contribution plan as of April 30, 2019, when the Participant is eligible to receive such benefits and as set forth in the EDRO and SUBJECT TO ALTERNATE PAYEE FILING AN APPLICATION FOR SAME; and

WHEREAS, the EDRO provides for the parties to share the cost of the actuary’s fees, and

WHEREAS, the Board has been advised by General Counsel that the applicable terms of the EDRO are consistent with the provisions of the Retirement System and applicable law, including Public Act 46 of 1991, MCL 38.1701, *et seq.*, and Public Act 100 of 2002, MCL 38.1681, *et seq.*, as applicable,

THEREFORE BE IT RESOLVED, that the Board acknowledges receipt of the EDRO, that said court order qualifies as a Domestic Relations Order pursuant to the Public Employee Retirement Benefit Protection Act, MCL 38.1681, and shall pay pension benefits consistent

with said court order and this resolution SUBJECT TO APPLICATION BEING FILED BY THE PARTY SEEKING PAYMENT, and be it further

RESOLVED, that this file be forwarded to the Board's actuary for calculation of the benefits to be paid to the former spouse, and be it further

RESOLVED, that a copy of this Resolution be added to the Participant's pension file, and other appropriate records be kept for the Retirement System relative to this matter, and be it further

RESOLVED, that copies of this Resolution be sent to Participant, Loren David Lozon, and Alternate Payee, Lisa Marie Lozon.

Yeas: James, Naglick, Orzech, Serifovski, Serda, Thomas, Trozak, Watson and Pincheck-Chairperson - 9

Nays: None

COMMITTEE REPORT

- PFRS Investment Committee Meeting, Monday, September 19, 2022, at 10:00 am.

NEW BUSINESS/OLD BUSINESS

A discussion will be held at the next meeting to discuss whether to have meetings scheduled once a month.

ADJOURNMENT

Trustee Thomas moved to adjourn. Trustee Orzech supported.

Chairperson Pincheck adjourned meeting #3315 at 9:49 AM. The Board's next meeting is scheduled for Thursday, October 6, 2022 at 9:00 a.m. in the Retirement Systems' Conference Room, 500 Woodward Avenue, Suite 3000; Detroit, Michigan 48226.

RESPECTFULLY SUBMITTED,



Kelly Tapper, Assistant Executive Director