

MEETING NO. 3340
JOURNAL OF PROCEEDINGS
BOARD OF TRUSTEES OF THE POLICE AND FIRE RETIREMENT SYSTEM
OF THE CITY OF DETROIT
HELD THURSDAY, OCTOBER 5, 2023

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

TRUSTEES PRESENT

Shawn Battle	Ex/Officio Trustee/Fire Prevention Chief/Mayoral Designee
Michael F. Berent	Elected Trustee/Fire
Angela R. James	Ex/Officio Retiree Trustee/Police/Mayoral Designee (Remote, does not count toward quorum)
Michael McGinnis	Elected Trustee/Police
John Naglick Jr.	Ex/Officio Trustee/Finance Director
Jeffrey Pegg	Elected Trustee/Fire/Vice-Chairperson
Viollca Serifovski	Ex/Officio Trustee/Corporation Counsel Alternate
Ronald Thomas	Elected Trustee/Police
Gregory Trozak	Elected Retiree Trustee/Police
Steven Watson	Ex/Officio Trustee/Budget Director

TRUSTEES EXCUSED

Matthew Gnatek	Elected Trustee/Police/Chairperson
Conrad Mallett	Ex/Officio/Mayor's Designee
George Orzech	Elected Retiree Trustee/Fire
Nikhil Patel	Ex/Officio Trustee/City Treasurer
Leo Spitzig	Elected Trustee/Fire
Coleman Young II.	Ex/Officio Trustee/Honorable City Council President

ALSO PRESENT

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

STAFF EXCUSED

None

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
MEETING NUMBER 3340 – THURSDAY – OCTOBER 5, 2023

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.

VICE-CHAIRPERSON

Jeff Pegg

A verbal Roll Call commenced at 9:04 a.m. and Chairperson Gnatek called the meeting to order.

Present at Roll Call: Battle, Berent, James, McGinnis, Naglick, Serifovski, Thomas, Trozak, and Pegg–Vice Chairperson

Re: Approval of October 5, 2023 Agenda

Trustee Thomas moved to approve the agenda dated Thursday, October 5, 2023. Trustee McGinnis supported. The motion passed unanimously.

Re: Approval of RETIREMENT Applications

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

NAME, TITLE, DEPARTMENT	Lorenzo E. James – Fire Fighter - Fire
RETIREMENT TYPE-PLAN	Service – New (Conversion from Duty Disability)
SERVICE CREDIT-EFFECTIVE DATE	21 07 15 – 09 01 23

NAME, TITLE, DEPARTMENT	Lorenzo E. James – Fire Fighter - Fire
RETIREMENT TYPE-PLAN	Hybrid – Service (Conversion from Duty Disability)
SERVICE CREDIT-EFFECTIVE DATE	03 05 00 – 09 01 23

NAME, TITLE, DEPARTMENT	William Howard Parham – Fire Engine Operator - Fire
RETIREMENT TYPE-PLAN	Drop - New
SERVICE CREDIT-EFFECTIVE DATE	16 09 23 – 09 26 23

NAME, TITLE, DEPARTMENT	William Howard Parham – Fire Prevention Insp - Fire
RETIREMENT TYPE-PLAN	Hybrid - Drop
SERVICE CREDIT-EFFECTIVE DATE	09 03 00 – 09 26 23

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
 MEETING NUMBER 3340 – THURSDAY – OCTOBER 5, 2023

RECEIPTS:

The Board acknowledged the following receipts:

Cash Receipts
 Company: RSCD-PFRS
 Cash Account: HYBLIQRES
 Start Date: 9/16/2023
 End Date: 9/29/2023

Doc. Date	Module	Tran. Type	Doc. Nbr.	Description	R/C	Receipt
9/22/2023	CA	Cash Entry	002734	Pretax Pension Contributions 9-22-23	R/C	563,505.35
9/22/2023	CA	Cash Entry	002735	Employer Pension Contributions 9-22-23	R/C	1,042,278.61
9/29/2023	CA	Cash Entry		Pretax Pension Contributions	-/C	57.19
						1,605,841.15

Cash Receipts
 Company: RSCD-PFRS
 Cash Account: LIQUID RES
 Start Date: 9/16/2023
 End Date: 9/29/2023

Doc. Date	Module	Tran. Type	Doc. Nbr.	Description	R/C	Receipt
9/19/2023	CA	Cash Entry	002740	Loan Deductions 9-15-23 (\$1,333.69) (Rec'd 9/19)	R/C	1,333.69
9/25/2023	CA	Cash Entry	002739	Loan Deductions 9-22-23 (\$72,183.15) (Rec'd 9/25)	R/C	72,183.15
						73,516.84

Total Receipts 1,679,357.99

Re: Approval of Disbursements

Trustee McGinnis moved to approve the Disbursement as outlined below. Trustee Berent supported. The motion passed unanimously.

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
MEETING NUMBER 3340 – THURSDAY – OCTOBER 5, 2023

Disbursement Report

Page: 1 of 2
Date: 10/2/2023 9:00 AM

Account	Payment Method	Currency			
LIQUID RES	WIRE	US			
Vendor Name	Invoice Number	Invoice Description			Amount To Pay
AMERICAN SECURITIES PARTNERS VIII, LP - HAMILTON	100623	Capital Call			1,079,163.00
Bridgett Hardy / B Hardy Tech Services, LLC	093023BH	IT Contractual Wages - September 2023			5,110.84
CRESCENT EUROPEAN SPECIALTY LENDING FUND II (100923	Capital Call			86,902.00
James R. Hollins	093023JH	IT Contractual Wages - September 2023			3,965.81
Raymond R. Tchou	093023RT	IT Contractual Wages - September 2023			7,709.69
Venkat Rallapalli / Highbrow Systems, Inc.	093023VR	IT Contractual Wages - September 2023			8,888.68
Cash Account/Payment Method Total:			6 Documents		1,191,740.02

Account	Payment Method	Currency			
HUNT VEND	ACH	US			
Vendor Name	Invoice Number	Invoice Description			Amount To Pay
500 WEBWARD LLC	232004	October 2023 Rent			27,012.46
ADP, INC	642470087	Check Printing Services			651.86
DELL MARKETING, LP	10699217407	Computer Equipment			601.50
FRANK RUSSELL COMPANY	1652063452	Russell Indexes Standard 7/1/23-9/30/23			125.00
Hamilton Lane Advisors, LLC (HL)	13442	Management Fees 3rd Qtr '23			217,557.74
IRON MOUNTAIN	202767137	Storage CDs			1,432.57
KELLEY CAWTHORNE	19102	Lobbyist Services for September 2023			6,750.00
Metropolis Parking (fka Premier Parking)	367915	Parking Validation Charges - August 2023			105.00
Metropolis Parking (fka Premier Parking)	100123	Parking - October 2023			2,317.59
QUILL CORPORATION	32028956	Office Supplies			266.75
RACINE & ASSOCIATES	13249	DPF v. Paramount 8/1/23-8/31/23			4,450.95
UHY Advisors MI, Inc.	TS-2023-0207	Professional IT Services for August 2023			38,106.25
Cash Account/Payment Method Total:			12 Documents		299,377.67

Account	Payment Method	Currency			
HUNT VEND	CHECK	US			
Vendor Name	Invoice Number	Invoice Description			Amount To Pay
BAB ASSOCIATES, LLC	2023-095	Public Relations Services for September 2023			1,463.50
COMCAST	091723	High Speed Internet			279.02
Eternal Security Services	23-176036	Front Desk Security			1,600.00

Vendor Name	Invoice Number	Invoice Description			Amount To Pay
First CHOICE Coffee Services	935836	Water Supplies			72.50
First CHOICE Coffee Services	939879	Coffee Supplies			174.07
George Orzech	093023-Meetings	Trustee Stipend			966.43
GREGORY TROZAK	092623GT	Travel Reimbursement for MAPERS 2023 Fall Conference			1,194.49
GREGORY TROZAK	093023-Meetings	Trustee Stipend			1,284.41
INTERNATIONAL FOUNDATION OF EMPLOYEE BEN (IFINV-700332-T5K7D7		2024 Annual Membership Dues			1,975.00
NAPO (Nat'l Assn of Police Organizations)	092723GT	Registration Fee for 35th Annual Pension & Benefits Seminar - G. Trozak			695.00
VERIZON WIRELESS	9943625162	Wireless Billing 8/5/23-9/4/23			718.62
Cash Account/Payment Method Total:			11 Documents		10,423.04

Investment Committee Disbursement Acknowledgements

Account	Payment Method	Currency			
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 10/2/2023.

Re: Approval of Refunds (Accumulated Contributions)

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

List number – 4016- \$ 592,681.30

List number – 4017- \$ 245,560.88

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 McGinnis supported. The motion passed unanimously.

List #1 - \$ 59,202.00 – 09/28/2023

List #2 - \$ 38,966.00 – 10/05/2023

Re: Approval of Minutes

None

ASSISTANT EXECUTIVE DIRECTOR'S REPORT

Assistant Executive Director, Kelly Tapper, had no formal report

EXECUTIVE DIRECTOR'S REPORT

Executive Director, David Cetlinski, had no formal report.

Self service portal will be available

- **Trustee Watson joined the meeting at 9:09 am**

CHIEF INVESTMENT OFFICER'S REPORT

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

- Investment Committee Meeting Update
- FY 2024 Performance
 - All Weather Portfolio
 - Growth
 - Inflation
 - Size of Investment Market
 - International Equity Portfolio Managers
 - Manager Selection is Important
- Independent Investment Committee Member Candidate

Independent Investment Committee Member Candidate

The Board was advised that the Police and Fire Retirement System Investment Committee is seeking confirmation of the candidate, the IC nominated to replace resigning independent member as required by the Plan of Adjustment and the operative documents. Trustee Berent moved to approve the recommended candidate, Heather Madland, to replace Cynthia Thomas as an independent member of the PFRS IC. Trustee Trozak supported. The motion passed unanimously.

Trustee Pegg thanked the CIO, Woodrow Tyler for setting up the Money Managers educational sessions.

PUBLIC COMMENTS

None

PUBLIC RELATIONS REPORT

- Tesla Media Inquiry
- Media Inquiry regarding city's Motion to Enforce related to amortization of UAAL
- Media Training

LOBBYISTS REPORT

- VEBA Update

GENERAL COUNSEL'S REPORT

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

- Press Release – Protecting MI Pension Grant
- PG & E Corporation Case
- Norfolk Southern Corporation – Derivative Litigation Case
- RSC Opportunity Fund, LLC – CSC Account
- EDRO

Re: Norfolk Southern Corporation – Derivative Litigation Case

Trustee Thomas moved to approve Levi & Korsinsky LLP to participate in the Norfolk Southern Derivative Litigation Case. Trustee Berent supported. The motion passed unanimously.

Re: RSC Opportunity Fund, LLC – CSC Account

Trustee Naglick moved to dissolve the CSC Account and authorize Executive Director, David Cetlinski, to execute the documents. Trustee Trozak supported. The motion passed unanimously.

Re: EDRO

Re: William L. Hart v. Kimberly A. Hart, Case No. 22-8506-DO
Macomb County Circuit Court, Mount Clemens, Michigan

Motion By: Trustee Thomas Supported By: Trustee Trozak

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 July 27, 2023, which supplements a Judgment of Divorce entered on February 15, 2023, wherein Alternate Payee **KIMBERLY HART** is awarded certain rights to the retirement benefits of Participant **WILLIAM HART**;

WHEREAS, the EDRO provides that the Alternate Payee **KIMBERLY HART** is entitled to receive a monthly benefit in the amount of 50% of the marital portion, if any, from the participant’s Component I retirement allowance;

WHEREAS, the Alternate Payee **KIMBERLY HART IS** entitled to receive a monthly benefit in the amount of 50% of the marital portion, if any, from the participant’s Component I retirement allowance, as set forth in the EDRO and SUBJECT TO ALTERNATE PAYEE FILING AN APPLICATION FOR SAME;

WHEREAS, the EDRO provides that the Alternate Payee **KIMBERLY HART** is entitled to receive a distribution of 50% of the marital portion, if any, of the participant’s Component I Voluntary Employee Contributions Fund;

WHEREAS, the Alternate Payee **KIMBERLY HART IS** entitled to receive a distribution of 50% of the marital portion, if any, of the participant’s Component I Voluntary Employee Contributions Fund, as set forth in the EDRO and SUBJECT TO ALTERNATE PAYEE FILING AN APPLICATION FOR SAME;

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

WHEREAS, the Alternate Payee **KIMBERLY HART IS** entitled to receive a monthly benefit in the amount of 50% of the marital portion from the participant’s Component II retirement allowance, as set forth in the EDRO and SUBJECT TO ALTERNATE PAYEE FILING AN APPLICATION FOR SAME;

WHEREAS, the EDRO provides that the Alternate Payee **KIMBERLY HART** is entitled to receive a distribution of 50% of the marital portion of the participant’s Component II Annuity Savings Fund;

WHEREAS, the Alternate Payee **KIMBERLY HART IS** entitled to receive a distribution of 50% of the marital portion of the participant’s Component II Annuity Savings Fund, as set forth in the EDRO and SUBJECT TO ALTERNATE PAYEE FILING AN APPLICATION FOR SAME;

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, William Hart, and Alternate Payee, Kimberly Hart, and her counsel, Royce A. Nunley.

Yeas: Battle, Berent, McGinnis, Naglick, Serifovski, Thomas, Trozak, Watson and Pegg –
Vice-Chairperson - 9

Nays: None

COMMITTEE REPORT

Investment Committee met on Monday, October 2, 2023.

NEW BUSINESS/OLD BUSINESS

None

ADJOURNMENT

Trustee Thomas moved to adjourn. Trustee Serifovski supported.

Vice Chairperson Pegg adjourned meeting #3340 at 10:42 AM. The Board's next meeting is scheduled for Thursday, October 19, 2023 at 9:00 a.m. in the Retirement Systems' Conference Room, 500 Woodward Avenue, Suite 3000; Detroit, Michigan 48226.

RESPECTFULLY SUBMITTED,

A handwritten signature in cursive script, appearing to read "Kelly Tapper".

Kelly Tapper, Assistant Executive Director