

MEETING NO. 3343
JOURNAL OF PROCEEDINGS
BOARD OF TRUSTEES OF THE POLICE AND FIRE RETIREMENT SYSTEM
OF THE CITY OF DETROIT
HELD THURSDAY, NOVEMBER 16, 2023

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

TRUSTEES PRESENT

Michael F. Berent	Elected Trustee/Fire
Matthew Gnatek	Elected Trustee/Police/Chairperson
Angela R. James	Ex/Officio Retiree Trustee/Police/Mayoral Designee
Michael McGinnis	Elected Trustee/Police
John Naglick Jr.	Ex/Officio Trustee/Finance Director
George Orzech	Elected Retiree Trustee/Fire
Nikhil Patel	Ex/Officio Trustee/City Treasurer
Jeffrey Pegg	Elected Trustee/Fire/Vice-Chairperson
Leo Spitzig	Elected Trustee/Fire
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
Conrad Mallett	Ex/Officio/Mayor's Designee
Viollca Serifovski	Ex/Officio Trustee/Corporation Counsel Alternate
Ronald Thomas	Elected Trustee/Police
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

STAFF EXCUSED

Dr. Oscar King III	Board Lobbyist
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POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
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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

Matthew Gnatek

A verbal Roll Call commenced at 9:07 a.m. and Chairperson Gnatek called the meeting to order.

Present at Roll Call: Berent, McGinnis, Naglick, Orzech, Patel, Pegg, Spitzig, Trozak, and Gnatek–Chairperson

Re: Approval of November 16, 2023 Agenda

Trustee McGinnis moved to approve the agenda dated Thursday, November 16, 2023. Trustee Pegg supported. The motion passed unanimously.

Re: Approval of RETIREMENT Applications

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

NAME, TITLE, DEPARTMENT	David B. Freeman – Police Officer - Police
RETIREMENT TYPE-PLAN	Service - New
SERVICE CREDIT-EFFECTIVE DATE	16 06 07 – 09 01 23

NAME, TITLE, DEPARTMENT	David B. Freeman – Police Officer - Police
RETIREMENT TYPE-PLAN	Hybrid - Service
SERVICE CREDIT-EFFECTIVE DATE	08 06 00 – 09 01 23

NAME, TITLE, DEPARTMENT	Anthony B. Jackson - Police Officer - Police
RETIREMENT TYPE-PLAN	Hybrid - Service
SERVICE CREDIT-EFFECTIVE DATE	05 09 00 – 04 15 20

NAME, TITLE, DEPARTMENT	Kevin D. Jones - Police Officer - Police
RETIREMENT TYPE-PLAN	Hybrid - Service
SERVICE CREDIT-EFFECTIVE DATE	04 03 00 – 07 01 21

NAME, TITLE, DEPARTMENT	Shannon A. Moran – Fire Fighter - Fire
RETIREMENT TYPE-PLAN	Drop - New
SERVICE CREDIT-EFFECTIVE DATE	16 09 23 – 09 26 23

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NAME, TITLE, DEPARTMENT Shannon A. Moran – Fire Sergeant - Fire
RETIREMENT TYPE-PLAN Hybrid - Drop
SERVICE CREDIT-EFFECTIVE DATE 09 03 00 – 09 26 23

NAME, TITLE, DEPARTMENT William D. Myles – Fire Prevention Insp - Fire
RETIREMENT TYPE-PLAN Conversion from Duty Disability - New
SERVICE CREDIT-EFFECTIVE DATE 25 00 00 – 10 01 18

NAME, TITLE, DEPARTMENT Edmund J. Rudoni – Police Officer - Police
RETIREMENT TYPE-PLAN Conversion from Duty Disability – New
SERVICE CREDIT-EFFECTIVE DATE 25 00 00 – 10 20 23

NAME, TITLE, DEPARTMENT Amy L. Szarafinski – Police Officer - Police
RETIREMENT TYPE-PLAN Hybrid - Service
SERVICE CREDIT-EFFECTIVE DATE 09 03 00 – 10 11 23

RECEIPTS:

The Board acknowledged the following receipts:

Cash Receipts	Cash Account: HYBLIQRES
Company: RSCD-PFRS	Start Date: 10/28/2023
	End Date: 11/10/2023

Doc. Date	Module	Tran. Type	Doc. Nbr.	Description	R/C	Receipt
11/3/2023	CA	Cash Entry	002773	Pretax Pension Contributions 11-3-23	R/C	573,571.83
11/3/2023	CA	Cash Entry	002774	Employer Pension Contributions 11-3-23	R/C	1,013,814.23
11/7/2023	CA	Cash Entry	002777	Pretax Pension Contributions 11-9-23 (rec'd 11/7)	-C	117.20
11/7/2023	CA	Cash Entry	002778	Employer Pension Contributions 11-9-23 (rec'd 11/7)	-C	152.60
						<u>1,587,455.86</u>

Cash Receipts	Cash Account: LIQUID RES
Company: RSCD-PFRS	Start Date: 10/28/2023
	End Date: 11/10/2023

Doc. Date	Module	Tran. Type	Doc. Nbr.	Description	R/C	Receipt
10/31/2023	CA	Cash Entry	002768	Loan Deductions 10-27-23 (\$3,884.04) (Rec'd 10/31)	R/C	3,884.04
11/7/2023	CA	Cash Entry	002776	Loan Deductions 11-3-23 (\$70,871.85) (Rec'd 11/7)	-C	70,871.85
						<u>74,755.89</u>
Total Receipts						<u><u>1,662,211.75</u></u>

➤ **Trustee James joined the meeting at 9:17 am**

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Re: Approval of Disbursements

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

Disbursement Report

Page: 1 of 3
 Date: 11/13/2023 9:00 AM

Account	Payment Method	Currency			
LIQUID RES	WIRE	US			
Vendor Name	Invoice Number	Invoice Description	Amount To Pay		
ATERIAN INVESTMENT PARTNERS IV, LP	110723	Capital Call	9,149.00		
Bridgett Hardy / B Hardy Tech Services, LLC	103123BH	IT Contractual Wages - October 2023	6,683.82		
CENTRE LANE CREDIT PARTNERS II LP	111023	Capital Call	967,321.00		
HL - Platinum Equity Capital Partners IV, LP	111323	Capital Call	186,000.00		
HL-INCLINE ELEVATE II	112023	Capital Call	484,598.73		
James R. Hollins	103123JH	IT Contractual Wages - October 2023	3,972.85		
PLATINUM EQUITY CAPITAL PARTNERS VI, LP (HL)	111323	Capital Call	241,757.00		
PLATINUM EQUITY SMALL CAP FUND LP - HAMILTON L	110823	Capital Call	125,900.00		
Raymond R. Tchou	103123RT	IT Contractual Wages - October 2023	9,831.75		
Venkat Rallapalli / Highbrow Systems, Inc.	103123VR	IT Contractual Wages - October 2023	10,010.08		
WARBURG PINCUS FINANCIAL SECTOR II, L.P	111723	Capital Call	350,000.00		
Cash Account/Payment Method Total:			11 Documents	2,395,224.23	

Account	Payment Method	Currency			
HUNT VEND	ACH	US			
Vendor Name	Invoice Number	Invoice Description	Amount To Pay		
500 WEBWARD LLC	1566406	Electrical Billing: 9/28/23-10/27/23 #16055044	856.37		
500 WEBWARD LLC	1566407	Electrical Billing: 9/28/23-10/27/23 #16055070	1,106.58		
8x8 INC.	4118899	Phone System Services	1,528.12		
ALLSPRING GLOBAL INVESTMENTS (fka Wells Cap Mgr	4401025511	Management Fees - 3rd Qtr '23 (Sm Cap Growth Acct)	58,877.52		
ALLSPRING GLOBAL INVESTMENTS (fka Wells Cap Mgr	4401025131	Management Fees - 3rd Qtr '23 (Int'l Sm Cap Eq Acct)	65,494.90		
ATIVO CAPITAL	2877	Management Fees 3rd Qtr '23	40,538.00		
BAIRD ADVISORS	BA233Q2314	Management Fees 3rd Qtr '23	39,505.87		
BLOOMBERG FINANCE LP	5607792007	Bloomberg Anywhere 10/21/23-1/20/24	6,537.75		
CLARK HILL, PLC	1371536	Post Confirmation Chapt. 9 Litigation for October 2023	2,491.00		
CLARK HILL, PLC	1371542	General Counsel Services for October 2023	26,250.00		
DELL MARKETING, LP	10709212409	Computer Equipment	275.00		
IRON MOUNTAIN	HYBM082	Records Storage	3,641.85		
KENNEDY CAPITAL MANAGEMENT	3Q23	Management Fees - 3rd Qtr '23	131,648.00		

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Vendor Name	Invoice Number	Invoice Description	Amount To Pay
LAFORCE, INC (fka Electronic Security Systems, Inc.)	1234002	Access Cards	305.00
Metropolis Parking (fka Premier Parking)	372827	Parking Validation Charges - September 2023	100.00
Metropolis Parking (fka Premier Parking)	262243	Parking - November 2023	152.81
Metropolis Parking (fka Premier Parking)	261893	Parking - November 2023	2,164.78
NORTHSTAR LIFE SERVICES	INV-1508	Servicing Fee	312.50
Office of the Chief Financial Officer	3217811	Wages&Benefits CoD Employees Q1 FY24	303,942.56
PLANTE & MORAN	10109584	Financial Statement Audit for 6/30/23	21,000.00
RACINE & ASSOCIATES	13272	DPF v. Paramount 10/1/23-10/31/23	2,077.30
RHUMBLINE ADVISERS	detpol22023Q3	RU1000GS and RU1000S Management Fees 3rd Qtr '23	13,401.00
RICOH	5068382742	Printer Maintenance	139.04
ROCK SECURITY, LLC	CI-63-00004181	Panic Alarm & Camera Monitoring - October	30.00
WELLS FARGO VENDOR FINANCIAL SVCS, LLC	107728961	Printer Maintenance	129.11
WESTWOOD MANAGEMENT CORP	3Q23	Management Fees 3rd Qtr '23	132,551.71
Cash Account/Payment Method Total:		26 Documents	855,056.57

HUNT VEND	CHECK	US	
Vendor Name	Invoice Number	Invoice Description	Amount To Pay
BAB ASSOCIATES, LLC	2023-105	Public Relations Services for October 2023	2,540.50
EASY VERIFICATION INC	23-21199	Member Verification Requests	4.25
Eternal Security Services	23-176039	Front Desk Security	1,600.00
First CHOICE Coffee Services	947112	Filter Exchange	135.93
First CHOICE Coffee Services	948145	Equipment Rental	167.00
JEFF PEGG	110123JP	Travel Reimb. for NAPO 35th Annual Pens. & Benefits Seminar	497.80
MAPERS	110623	Membership Renewal 2024	200.00
METCOM	156697	Spirit Business Card Master Run	92.43
NAPO (Nat'l Assn of Police Organizations)	103023JP	Registr. Fee for 35th Annual Pens. & Benefits Seminar - J. Pegg	695.00
TRANSUNION RISK & ALT DATA SOLUTIONS INC (TLOx	3712221-202310-1	Research Services	37.50
United States Postal Service	110323	Prepayment for Neopost Postage Funds	4,000.00
Cash Account/Payment Method Total:		11 Documents	9,970.41

Vendor Name	Invoice Number	Invoice Description	Amount To Pay
<u>Investment Committee Disbursement Acknowledgements</u>			
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 11/13/2023.

Re: Approval of Refunds (Accumulated Contributions)

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

List number – 4022- \$ 266,128.90

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

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

List #1 - \$ 64,546.00 – 11/09/2023

Re: Approval of Minutes

Trustee McGinnis moved to approve the Minutes of October 19, 2023. Trustee Spitzig supported. The motion passed. Trustee Gnatek abstained.

- **Trustee Watson joined the meeting at 9:18 a.m.**

ASSISTANT EXECUTIVE DIRECTOR'S REPORT

Assistant Executive Director, Kelly Tapper, had no formal report, but discussed the following with the Board of Trustees:

- GASB 67/68 – Component II (Hybrid)
- 2024 Proposed Meeting Dates
- New CDPS Veba
- Annual Audit Update
- House Bill 4606
- Office Closure

Re: PFRS 2024 Proposed Board Meeting Schedule

Trustee Trozak moved to approve the 2024 Board Meeting Schedule with the amendment to cancel the January 4, 2024, July 4, 2024, and December 19, 2024 meetings. Trustee Berent supported. The motion passed unanimously. The December 21, 2023 meeting had been previously cancelled.

Re: New CDPS Veba

Trustee Pegg moved to approve a list of addresses of six Firefighters be sent to the CDPS VEBA of employees not eligible Medicare. Trustee Berent supported. The motion passed unanimously.

Re: House Bill 4606

Trustee Pegg moved to support the passage of Bill 4605 and 4606. Trustee Orzech supported. The motion passed unanimously.

The office will be closed Thursday, November 23 and Friday, November 24, 2023 in observance of Thanksgiving Holiday.

CHIEF INVESTMENT OFFICER'S REPORT

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

- Rough 2 years in Financial Market
- Where should 10 Year Treasury Trade

- Economy is Expected to continue to slow down
- \$40 Million cash raised early September
- \$20 Million cash raised in October from MLP'S
- \$450 tax claim with Japan, Norway, Finland, Ireland and France
- Life Assurance Fund Sale
- Seminole Update

PUBLIC COMMENTS

None

PUBLIC RELATIONS REPORT

- Financial Times Media Inquiry
- Tesla News Article
- Media Training

GENERAL COUNSEL'S REPORT

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

- Life Assurance Fund Update
- PFRS Investment Committee Appointment
- The Combined Plan – Component I Update
- City of Detroit – Chapter 9 Bankruptcy Case Update
- Unclaimed Property Claim Update
- House Bill 4346 Update
- Securities Litigation Case Update
- WWE Update

Re: Life Assurance Fund

Trustee Pegg moved to ratify the execution of the Life Assurance documents and the execution by of the documents by the Executive Director and the Chief Investment Officer. Trustee Orzech supported. The motion passed unanimously.

Re: The Combined Plan – Component I

Trustee McGinnis moved to untable the motion by Trustee Orzech to amend Component I of the combined plan in regard to the Secure Act 2.0 and supported by Trustee Berent. Trustee Pegg supported. The motion passed unanimously.

Trustee Orzech withdrew his motion.

Trustee Pegg moved to adopt the requirements of Secure Act 2.0 and to maintain tax qualify status. Trustee McGinnis supported. The motion passed unanimously.

COMMITTEE REPORT

The Policy Committee met on Thursday, November 9, 2023 and discussed the following:

- Rules and Orders
- Plan Document

Public Relations will meet in January.

NEW BUSINESS/OLD BUSINESS

None

ADJOURNMENT

Trustee Spitzig moved to adjourn. Trustee Pegg supported.

Chairperson Gnatek adjourned meeting #3343 at 10:33 AM. The Board's next meeting is scheduled for Thursday, December 7, 2023 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