

MEETING NO. 3348
JOURNAL OF PROCEEDINGS
BOARD OF TRUSTEES OF THE POLICE AND FIRE RETIREMENT SYSTEM
OF THE CITY OF DETROIT
HELD THURSDAY, FEBRUARY 15, 2024

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
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
Viollca Serifovski	Ex/Officio Trustee/Corporation Counsel Alternate
Ronald Thomas	Elected Trustee/Police
Gregory Trozak	Elected Retiree Trustee/Police

TRUSTEES EXCUSED

Michael F. Berent	Elected Trustee/Fire
Conrad Mallett	Ex/Officio/Mayor's Designee
Leo Spitzig	Elected Trustee/Fire
Steven Watson	Ex/Officio Trustee/Budget Director
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
Dr. Oscar King III	Board Lobbyist

STAFF EXCUSED

Bruce Babiarz	Public Relations Advisor
---------------	--------------------------

CHAIRPERSON

Matthew Gnatek

A verbal Roll Call commenced at 9:03 a.m. and Chairperson Gnatek called the meeting to order.

Present at Roll Call: Battle, James, McGinnis, Naglick, Orzech, Patel, Pegg, Serifovski, Thomas, Trozak, and Gnatek –Chairperson

Re: Approval of February 15, 2024 Agenda

Trustee Thomas moved to approve the agenda dated Thursday, February 15, 2024. Trustee Pegg 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	Leslie F. Blackburn – Fire Engine Operator - Fire
RETIREMENT TYPE-PLAN	Conversion from Duty Disability Type 35 – (Fire 2014 Plan)
SERVICE CREDIT-EFFECTIVE DATE	01 09 00 – 10 04 23

NAME, TITLE, DEPARTMENT	Aric D. Tosqui – Police Lieutenant – Police
RETIREMENT TYPE-PLAN	Service - New
SERVICE CREDIT-EFFECTIVE DATE	18 01 25 – 01 14 24

NAME, TITLE, DEPARTMENT	Aric D. Tosqui – Police Comm – Edu - Police
RETIREMENT TYPE-PLAN	Hybrid - Service
SERVICE CREDIT-EFFECTIVE DATE	09 06 00 – 01 14 24

RECEIPTS:

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
 MEETING NUMBER 3348 – THURSDAY – FEBRUARY 15, 2024

The Board acknowledged the following receipts:

Cash Receipts
 Company: RSCD-PFRS
 Cash Account: HYBLIQRES
 Start Date: 1/27/2024
 End Date: 2/9/2024

Doc. Date	Module	Tran. Type	Doc. Nbr.	Description	R/C	Receipt
2/2/2024	CA	Cash Entry	002839	Pretax Pension Contributions 2-2-24	R/C	66.19
2/2/2024	CA	Cash Entry	002840	Employer Pension Contributions 2-2-24	R/C	138.44
2/8/2024	CA	Cash Entry		Pretax Pension Contributions	-/C	1,636,252.79
						1,636,457.42

Cash Receipts
 Company: RSCD-PFRS
 Cash Account: LIQUID RES
 Start Date: 1/27/2024
 End Date: 2/9/2024

Doc. Date	Module	Tran. Type	Doc. Nbr.	Description	R/C	Receipt
1/30/2024	CA	Cash Entry	002836	Loan Deductions 1-19-24 (\$931.93) (Rec'd 1/30)	R/C	931.93
1/30/2024	CA	Cash Entry	002837	Loan Deductions 1-26-24 (\$62,353.09) (Rec'd 1/30)	R/C	62,353.09
2/8/2024	CA	Cash Entry	002844	Loan Deductions 2-2-24 (\$818.23) (Rec'd 2/8)	-/C	818.23
						64,103.25

Total Receipts **1,700,560.67**

Re: Approval of Disbursements

Trustee Pegg moved to approve the Disbursement as outlined below including Acknowledgement of Investment Committee expenses. Trustee McGinnis supported. The motion passed unanimously.

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
 MEETING NUMBER 3348 – THURSDAY – FEBRUARY 15, 2024

Disbursement Report

Page:
 Date:

1 of 3
 2/12/2024 9:00 AM

Account	Payment Method	Currency			
LIQUID RES	WIRE	US			
Vendor Name	Invoice Number	Invoice Description			Amount To Pay
ABR CHESAPEAKE INVESTORS VI-B, LP	020124	Capital Call			2,025,000.00
AMERICAN SECURITIES PARTNERS VIII, LP - HAMILTON	020224	Capital Call			593,471.00
ATERIAN INVESTMENT PARTNERS IV, LP	020124	Capital Call			24,903.00
Bridgett Hardy / B Hardy Tech Services, LLC	013124BH	IT Contractual Wages - January 2024			4,743.82
CRESCENT EUROPEAN SPECIALTY LENDING FUND II (I	012424	Capital Call			203,194.00
GRANDVIEW I-A LP (fka Greenfield Acq Ptnrs (GAP) VIII)	013024	Capital Call			512,069.00
HL - INCLINE ASCENT FUND, LP	021324	Capital Call			89,702.69
HL-INCLINE ELEVATE II	013124	Capital Call			112,452.08
HL-THOMA BRAVO FUND XIV, L.P.	021224	Capital Call			74,036.00
James R. Hollins	013124JH	IT Contractual Wages - January 2024			3,522.13
KELSO INVESTMENT ASSC XI, L.P.	012924	Capital Call			22,849.00
PriceWaterhouseCoopers (PWC) Mngmt Consult Co, Ltd. (T	24400190	Professional Tax Service for year ended 12/31/22			3,182.00
Raymond R. Tchou	013124RT	IT Contractual Wages - January 2024			6,811.40
ROARK CAPITAL PARTNERS V, L.P. - HAMILTON LANE	013124	Capital Call			57,068.66
ROARK CAPITAL PARTNERS VI, L.P. - HAMILTON LANE	012424	Capital Call			32,883.10
Cash Account/Payment Method Total:			15 Documents	3,765,887.88	

HUNT VEND	ACH	US			
Vendor Name	Invoice Number	Invoice Description			Amount To Pay
8x8 INC.	4248742	Phone System Services			1,542.12
ADVENT CAPITAL MANAGEMENT, LLC	4Q23	Management Fees 4th Qtr '23 (Net of 4Q23 Forgiveness)			94,792.82
ASCENSION MICHIGAN EMPLOYER SOLUTIONS (fka AS	530374	Disability Re-Exam Fee			325.00
ATIVO CAPITAL	2896	Management Fees 4th Qtr '23			36,405.37
BAIRD ADVISORS	BA234Q2314	Management Fees 4th Qtr '23			42,128.87
CINTAS CORPORATION-300	4181449823	Floor Mats			175.41
CLARK HILL, PLC	1399878	Post Confirmation Chapt. 9 Litigation for January 2024			9,400.00
CLARK HILL, PLC	1399877	General Counsel Services for January 2024			26,325.00
Cogent Communications, Inc.	020124	Internet Service			650.00
DELL MARKETING, LP	10729007985	Computer Equipment			812.50
DEROY & DEVEREAUX	4Q23	Management Fees - 4th Qtr '23			47,073.00
Hamilton Lane Advisors, LLC (HL)	14994	Management Fees 1st Qtr '24			219,419.16

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
MEETING NUMBER 3348 – THURSDAY – FEBRUARY 15, 2024

Vendor Name	Invoice Number	Invoice Description	Amount To Pay
INCOME RESEARCH + MANAGEMENT INC.	52056	Management Fees 4th Qtr '23	37,465.65
IRON MOUNTAIN	JDKL970	Records Storage	3,519.59
IRON MOUNTAIN	202828837	Storage CDs	1,339.87
KELLEY CAWTHORNE	19757	Lobbyist Services for February 2024	6,750.00
KENNEDY CAPITAL MANAGEMENT	4Q23	Management Fees - 4th Qtr '23	140,555.00
LOOP CAPITAL LLC	INV1231	Management Fees 4th Qtr '23	20,546.81
Metropolis Parking (fka Premier Parking)	385866	Parking Validation Charges - December 2023	115.00
PROCENTIA, INC.	PSI0000174	Procentia Implementation	66,040.40
RHUMBLINE ADVISERS	detpol22023Q4	RU1000GS and RU1000S Management Fees 4th Qtr '23	13,660.00
RICOH	5068855628	Printer Maintenance	119.39
ROCK SECURITY, LLC	CI-63-00004748	Panic Alarm & Camera Monitoring - January	30.00
UHY Advisors MI, Inc.	TS-2024-0031	Professional IT Services for January 2024	49,632.50
Venkat Rallapalli / Highbrow Systems, Inc.	013124VR	IT Contractual Wages - January 2024	9,309.20
WELLINGTON MANAGEMENT	20230930-114011-A	Management Fees 3rd Qtr '23	43,863.18
WELLINGTON MANAGEMENT	20231231-114011-A	Management Fees 4th Qtr '23	43,926.87
WELLS FARGO VENDOR FINANCIAL SVCS, LLC	107983981	Printer Maintenance	129.11
WESTWOOD MANAGEMENT CORP	4Q23	Management Fees 4th Qtr '23	126,827.03
Cash Account/Payment Method Total:		29 Documents	1,042,878.85

HUNT VEND CHECK US

Vendor Name	Invoice Number	Invoice Description	Amount To Pay
BAB ASSOCIATES, LLC	2024-07	Public Relations Services for January 2024	1,346.90
Eternal Security Services	24-176002	Front Desk Security	1,440.00
First CHOICE Coffee Services	966621	Equipment Rental	167.00
GREGORY TROZAK	020624GT	Travel Reim. for NAPO 35th Annual Pension & Benefits Seminar	1,943.97
JEFF PEGG	020624JP	Travel Reim. for NAPO 35th Annual Pension & Benefits Seminar	365.17
MICHAEL BERENT	020624MB	Travel Reim. for NAPO 35th Annual Pension & Benefits Seminar	2,114.01
Revize LLC	17682	Interim Website Design and CMS Tech Support	888.00
STERICYCLE, INC (fka Shred-It USA)	8005988722	Shredding Service Charges	29.98
TRANSUNION RISK & ALT DATA SOLUTIONS INC (TLOxp)	3712221-202401-1	TLOxp Research Services	37.50
Cash Account/Payment Method Total:		9 Documents	8,332.53

Vendor Name	Invoice Number	Invoice Description	Amount To Pay
-------------	----------------	---------------------	---------------

Investment Committee Disbursement Acknowledgements

HUNT VEND CHECK US

Vendor Name	Invoice Number	Invoice Description	Amount To Pay
DINA L. RICHARD	012924DR	Trustee Parking	26.25
JERRY MINGIONE	020524JM	Travel Reimbursement for 1/29/24 IC Meeting	922.01
Cash Account/Payment Method Total:		2 Documents	948.26

* Payment amount is estimated based on the effective date 2/12/2024.

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 – 4035- \$302,253.12

List number – 4036- \$ 63,372.85

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 Thomas supported. The motion passed unanimously.

List #1 - \$ 84,973.00 – 02/08/2024

List #2 - \$ 23,575.00 – 02/15/2024

Re: Approval of Minutes

Trustee Thomas moved to approve the Minutes of January 18, 2024. Trustee Pegg supported. The motion passed. Trustee Battle, Naglick, and Serifovski abstained.

ASSISTANT EXECUTIVE DIRECTOR’S REPORT

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

- NCPERS Annual Conference – May 19-22, 2024

Re: NCPERS Annual Conference

Resolution Moved By: Trustee Trozak – Supported By: Trustee Thomas

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.

Re: IFEBP Washington Legislative Update Conference

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

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.

- Pension Investment Officer Posting Update
- DROP Committee Meeting Update

Re: DROP Committee

DROP Committee will meet March 21, 2024 after the regular meeting.

EXECUTIVE DIRECTOR’S REPORT

Executive Director, David Cetlinski, had no formal report, but discussed the following with the Board of Trustees:

- State of Michigan Tax Changes

CHIEF INVESTMENT OFFICER’S REPORT

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

- Cash Flow
- Performance Update
- Private Equity Update
- Securities Lending

PRESENTATION – Bank of New York Mellon

Bank of New York Mellon Representatives discussed the following with the Board of Trustees:

- Program Overview
 - Securities Finance Services
- Cash Collateral Investment Overview
- Client Service/Information Delivery

Presentation materials provided.

Trustee Orzech moved to untable the motion to affirm the recommendation of the IC and CIO authorizing Bank of New York Mellon to proceed as recommended. Trustee Naglick Supported. The motion passed unanimously.

Trustee Pegg moved to affirm the recommendation of the IC and CIO to authorize Bank of New York Mellon to proceed with the sale of certain Securities Lending assets at a loss consistent with other considerations as presented by BONY. Supported by Trustee Thomas. The motion passed unanimously.

PUBLIC COMMENTS

None

LOBBYIST’S REPORT

- Budget Proposal

GENERAL COUNSEL’S REPORT

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

- City of Detroit Bankruptcy Case Update
- Paramount Liquidation Trust – Distribution
- EDRO
- Open Meetings Act Update

Re: EDRO

**Re: Donald E. Johnson, Jr. v. Krystal N. Etheridge-Johnson, Case No. 2023-3038-DO
Macomb County Circuit Court, Mt. Clemens, Michigan**

Motion By: Trustee Thomas Supported By: Trustee McGinnis

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 November 15, 2023, which supplements a Judgment of Divorce entered on August 24, 2023, wherein Alternate Payee **KRYSTAL N. ETHERIDGE-JOHNSON** is awarded certain rights to the retirement benefits of Participant **DONALD E. JOHNSON, JR.**;

WHEREAS, the EDRO provides that the Alternate Payee **KRYSTAL N. ETHERIDGE-JOHNSON** **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 **KRYSTAL N. ETHERIDGE-JOHNSON** **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 **KRYSTAL N. ETHERIDGE-**

JOHNSON 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 **KRYSTAL N. ETHERIDGE-JOHNSON 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 **KRYSTAL N. ETHERIDGE-JOHNSON 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 **KRYSTAL N. ETHERIDGE-JOHNSON 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 **KRYSTAL N. ETHERIDGE-JOHNSON 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 **KRYSTAL N. ETHERIDGE-JOHNSON 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, **DONALD E. JOHNSON, JR.**, his counsel, [In pro per], and Alternate Payee, **KRYSTAL N. ETHERIDGE-JOHNSON**, and her counsel, [In pro per].

Yeas: Battle, McGinnis, Naglick, Orzech, Patel, Pegg, Serifovski, Thomas, Trozak, and Gnatek,-
Chairperson - 10

Nays: None

COMMITTEE REPORT

The Policy Committee met and reviewed two policies.

NEW BUSINESS/OLD BUSINESS

None

ADJOURNMENT

Trustee Thomas moved to adjourn. Trustee McGinnis supported.

Chairperson Gnatek adjourned meeting #3348 at 10:36 AM. The Board’s next meeting is scheduled for Thursday, March 7, 2024 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