

GENERAL RETIREMENT SYSTEM  
BOARD OF TRUSTEES  
CITY OF GRAND RAPIDS  
MICHIGAN

MINUTES  
REGULAR MEETING  
JUNE 20, 2012 – 9:28 a.m.  
233 East Fulton Street

The meeting was called to order by Chairman J. Patrick Scripps. Other members present: Vice Chairman David Tryc, Mr. Michael Hawkins, Mr. Bill Butts and Mr. Bill Alphenaar. Absent: Mr. Martin Timkovich and Mr. Walter Gutowski.

Also present: Ms. Peggy Korzen, Executive Director of the Retirement System and Ms. Elizabeth White, Deputy City Attorney and Legal Advisor to the Board.

Vice Chairman Tryc made the motion to excuse the absences of Mr. Timkovich and Mr. Gutowski. The motion was seconded by Mr. Butts and carried.

There were no public comments regarding agenda items.

Moved by Vice Chairman Tryc and seconded by Mr. Butts, the following items were approved by the Board of Trustees pursuant to a consent agenda:

- Minutes of the Regular Meeting of May 16, 2012.
- Purchase of four (4) years, two (2) months and seven (7) days prior credited service by the following General Retirement System member: Ms. Margo J. Yakes - \$4,523.98. The Retirement Systems office calculated and reviewed the purchase amount and credited service period to be restored.
- Purchase of credited service by the following General Retirement System members:

Jeanne I. Clemo	\$19,250.00	24 months
Margaret A. Demmon	\$11,776.18	24 months
Cheryl A. Gray	\$13,480.10	24 months
Matthew A. Larobardiere	\$18,533.46	24 months

- Retirements: four age & service and one early:

**Age & Service Retirements:**

Name/Option	Credited Svc.	Ret. Date	Avg. Salary	Pension
<b>Byron, Mary C.</b> Option A-Straight Life: Life of Member	12 yrs.2 mo.	07/14/2012	\$62,384.33	\$1,707.78
<b>Henderson, Charles D.</b> Option A-Straight Life: Life of Member	15 yrs.1 mo.	06/30/2012	\$72,537.33	\$2,461.73

<b>Karcis, David J.</b>	34 yrs.0 mo.	07/14/2012	\$53,327.00	<u>\$3,820.76</u>
Option B-Pop-50: Life of Member				\$1,910.38
Beneficiary: Mary H. Karcis, Wife				(potential to
Pop-up potential if beneficiary predeceases retiree: \$4,079.52				beneficiary)
<b>Lanesky, Douglas E.</b>	15 yrs.0 mo.	07/19/2012	\$51,096.00	\$1,724.49
Option A-Straight Life: Life of Member				

**Early Retirement:**

<u>Name/Option</u>	<u>Credited Svc.</u>	<u>Ret. Date</u>	<u>Avg. Salary</u>	<u>Pension</u>
<b>Panzegrau, Mark A.</b>	27 yrs.2 mo.	07/06/2012	\$69,760.67	<u>\$2,760.12</u>
Option B-Pop-75: Life of Member				\$2,070.09
Beneficiary: Susan E. Panzegrau, Wife				(potential to
Pop-up potential if beneficiary predeceases retiree: \$3,099.17				beneficiary)

- Payment of administrative expenses of \$18,859.53 for the period 05/01/12 – 05/31/12.
- Payment of the investment management invoice as listed below for the quarter ending 03/31/12. Fee calculation, fee applied and stated amounts under management have been verified by the Retirement Systems office as correct:

\$65,472.77 – Wellington Management Company for management of equity assets

**The motion carried.**

Ms. Korzen next presented a report of Cash Account transfers for the period 07/01/12 – 09/30/12. The Retirement Systems Office staff projected a need for \$4,800,000 to be transferred to the cash account as follows: \$1,900,000 on July 2<sup>nd</sup>, \$1,450,000 on August 1<sup>st</sup> and \$1,450,000 on September 4<sup>th</sup>. Ms. Korzen recommended, and Mr. Marlin Pease of Wilshire Associates agreed, making the transfers as follows:

July 2 <sup>nd</sup>	Wellington Management Company	\$1,900,000
August 1 <sup>st</sup>	To be determined	\$1,450,000
September 4 <sup>th</sup>	To be determined	<u>\$1,450,000</u>
Total		\$4,800,000

As this account is overfunded, the transfer will serve to bring it back toward its target percentage. (Cash Account Report found on page )

Ms. Korzen presented the Public Act 314 Asset Analysis showing a market value of \$341,295,857 on May 31, 2012. The report was received and filed by the Chairman. (Analysis found on page )

The actuarial services retainer fee from Gabriel, Roeder, Smith and Company (GRS) for the fiscal year 07/01/12 – 06/30/13 was presented to Trustees. The annual fee requested is \$30,000, in quarterly increments of \$7,500, which represents an \$800 increase (approximately 2.7%) over last year's fee. Vice Chairman Tryc made the motion to approve the renewal retainer fee request with Gabriel, Roeder, Smith and Company. The motion was seconded by Mr. Hawkins and carried.

Ms. Korzen next presented the additional medical records from Ms. Gwendolyn Vinson's physicians that were requested by Trustees at the last Board meeting. Following Trustee discussion, Vice Chairman Tryc made the motion to grant Ms. Vinson a waiver from re-examination this year. The motion was seconded by Mr. Hawkins and carried. Ms. Korzen noted that Mr. Robert Martin had been re-examined by a physician of the Board's choosing, Dr. Mark O'Brien, a physician of his choosing, Dr. Gregory Kuldaneck, and since they did not agree in their findings, a neutral physician, Dr. Gursharn Dosanjh. Dr. Dosanjh agreed with Dr. Kuldaneck that Mr. Martin remains totally and permanently disabled and should continue to be retired as disabled.

There were no comments on items not on the agenda.

The meeting adjourned at 9:33 a.m.

The next General Retirement System Board Meeting will be held Wednesday, August 15, 2012, at 8:00 a.m., 233 East Fulton, Grand Rapids, Michigan.

Peggy Korzen  
Executive Director  
General Retirement System