

GENERAL RETIREMENT SYSTEM  
BOARD OF TRUSTEES  
CITY OF GRAND RAPIDS  
MICHIGAN

MINUTES  
REGULAR MEETING  
SEPTEMBER 18, 2013 – 8:00 a.m.  
233 East Fulton Street

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

Also present: Ms. Peggy Korzen, Executive Director of the Retirement System and Ms. Catherine Mish, City Attorney.

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

There were no public comments regarding agenda items.

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

- Minutes of the Regular Meeting of August 21, 2013.
- Purchase of credited service by the following General Retirement System member.

William C. Lindhout                      \$11,868.74                      24 months

- Retirement: one age & service, one deferred and one early:

**Age & Service Retirement:**

<u>Name/Option</u>	<u>Credited Svc.</u>	<u>Ret. Date</u>	<u>Avg. Salary</u>	<u>Pension</u>
<b>Stauffer, Gloria J.</b> Option A-Straight Life: Life of Member	26 yrs. 5 mo.	10/25/2013	\$44,352.00	\$2,636.18

**Deferred Retirement:**

<u>Name/Option</u>	<u>Credited Svc.</u>	<u>Ret. Date</u>	<u>Avg. Salary</u>	<u>Pension</u>
<b>Radabaugh, James W.</b> Option A-Straight Life: Life of Member	8 yrs. 9 mo.	10/01/2013	\$34,388.67	\$601.80

**Early Retirement:**

Name/Option	Credited Svc.	Ret. Date	Avg. Salary	Pension
<b>Helton, Terry J.</b>	10 yrs. 1 mo.	09/28/2013	\$45,606.33	<u>\$599.85</u>
Option B-Pop-100: Life of Member				\$599.85
Beneficiary: John T. Helton, Jr., Husband				(potential to
Pop-up potential of \$648.96 if beneficiary predeceases retiree				beneficiary)

- Payment of administrative expenses of \$2,969.18 for the period 08/01/13 – 08/31/13.

**The motion carried.**

Ms. Korzen next presented a report of Cash Account transfers for the period 10/01/13 – 12/31/13. The Retirement Systems Office staff projected a need for \$3,225,000 to be transferred to the cash account as follows: \$1,075,000 on October 1<sup>st</sup>, \$1,075,000 on November 1<sup>st</sup>, and \$1,075,000 on December 2<sup>nd</sup>. Ms. Korzen recommended, and Mr. William Bensur of Wilshire Associates agreed to, making the transfers as follows:

October 1 <sup>st</sup>	Wellington Management Company (Small Cap)	\$1,075,000
November 1 <sup>st</sup>	To be determined	\$1,075,000
December 2 <sup>nd</sup>	To be determined	<u>\$1,075,000</u>
Total		\$3,225,000

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

Ms. Korzen presented the Public Act 314 Asset Analysis showing a market value of \$383,203,505 on August 31, 2013. The report was received and filed by the Chairman. (Analysis on page )

Ms. Korzen presented the Annual Accounting for the period 07/01/12 – 06/30/13 to Trustees. She noted that it was decided by Trustees to review both Annual Accountings at the same time each year, and therefore a committee has been established. Chairman Scripps, Mr. Hawkins and Mr. Tryc volunteered to serve. Ms. Korzen will coordinate a time with the committee and staff to review the Annual Accountings.

The Executive Director noted that Ms. Bonnie VanFleeren was selected by Trustees earlier this year for re-examination; she has been scheduled for an I.M.E. on September 25, 2013.

There were no comments on items not on the agenda.

The Executive Director noted that the term of office for Mr. Martin P. Timkovich will expire the first Monday in January 2014. A posting has been sent out to departments notifying them of this and nomination petitions are available in the Retirement Systems Office and must be turned in by Friday, September 27, 2013.

Ms. Korzen commented that the City Commission recently adopted changes to the ordinance reflecting the escalators that were previously negotiated between the City and the various bargaining units. In addition, per a recommendation from Plante & Moran, the 13<sup>th</sup> Check calculation will now be based on market value return, for those members remaining in the program.

The meeting adjourned at 8:03 a.m.

The next General Retirement System Board Meeting will be held Wednesday, November 20, 2013, at 8:15 a.m., 233 East Fulton, Grand Rapids, Michigan.

Peggy Korzen  
Executive Director  
General Retirement System