

GENERAL RETIREMENT SYSTEM
BOARD OF TRUSTEES
CITY OF GRAND RAPIDS
MICHIGAN

MINUTES
REGULAR MEETING
MAY 9, 2018 – 10:55 a.m.
233 East Fulton Street

The meeting was called to order by Chairman Michael Hawkins. Other members present: Vice Chairman David Tryc, Mr. Martin Timkovich, Mr. William Butts, and Ms. Donijo DeJonge. Absent: Mr. Phillip Mitchell and Mr. David Allen.

Also present: Ms. Peggy Korzen, Executive Director of the Retirement System and Mr. Thomas Michaud, Legal Advisor to the Board.

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

There were no public comments regarding agenda items.

Moved by Mr. Timkovich and seconded by Mr. Butts, the following administrative items were approved by the Board of Trustees:

- Minutes of the regular meeting of March 21, 2018.
- Purchase of credited service by the following General Retirement System members:

Dawn M. Campbell	\$13,984.18	24 months
Arthur T. Kingsley	\$10,835.90	12 months
- Retirements: two age & service and one deferred.

Age & Service Retirement:

<u>Name</u>	<u>Credited Svc.</u>	<u>Ret. Date</u>	<u>Avg. Salary</u>	<u>Pension</u>
Brown, Sue A.	27 yrs. 7 mo.	04/26/2018	\$47,701.33	\$2,844.52
Pierce, Eileen L.	19 yrs. 5 mo.	07/03/2018	\$93,100.67	\$4,067.34

Deferred Retirement:

<u>Name</u>	<u>Credited Svc.</u>	<u>Ret. Date</u>	<u>Avg. Salary</u>	<u>Pension</u>
Riordan, Michael J.	29 yrs. 0 mo.	04/01/2018	\$50,288.00	\$2,837.63

- Payment of administrative expenses of \$7,962.46 for the period 03/01/18 – 04/30/18.

- **Investment Manager Fees:** Listed below are routine invoices for the quarter ending 03/31/18. All calculations, fees applied, and stated amounts under management have been verified by the Retirement Systems Office staff as correct:

\$42,407.00 – Harding Loevner (ADRs)
\$36,982.56 – Harvest Fund Advisors (MLPs)
\$38,005.62 – Wellington Management Company (Equities)
\$34,502.88 – Wellington Management Company (Commodities)
\$38,499.12 – Western Asset Management (Fixed Income)

The motion carried.

Ms. Korzen presented the Public Act 314 Asset Analysis showing a market value of \$414,955,347 on March 31, 2018. The report was received and filed by the Chairman. (Analysis found on page)

Trustees reviewed an Eligible Domestic Relations Order (EDRO) for Mr. Stephen Goebel, Jr. Ms. Korzen stated that an EDRO has been filed to assign a portion of Mr. Goebel’s retirement benefits to an alternate payee, Andria Goebel, in accordance with the Eligible Domestic Relations Order Act. The EDRO has been reviewed by legal counsel and the actuary and complies with the General Retirement System plan provisions. The EDRO will become part of Mr. Goebel’s file and will be paid according to its provisions. The order was received and filed by the Chairman.

Ms. Korzen next presented Trustees with the Quarterly Report of Account Refunds for the period 01/01/18 – 03/31/18 that disclosed a withdrawal of \$17,848.50 by one non-vested former member. Due to the death of a General Retirement System retiree before receiving all her contributions, a total refund of \$2,313.08 representing her remaining contributions was paid in equal shares to her three contingent beneficiaries. The report was received and filed by the Chairman. (Report on page)

Ms. Korzen presented Trustees with the Quarterly Report of Income for the quarter ending 03/31/18. Total Securities Lending income for the period was \$23,313.73. Total Class Action Settlement receipts for the period were \$5.93. Chairman Hawkins received and filed the report. (Report found on page)

There were no public comments on items not on the agenda.

Ms. Korzen commented that at the March Board meeting, it was unclear at that time as to which investment management account funds should be transferred from for Cash Account needs for May and June 2018. After recent review of the investment accounts, Mr. Lindberg and the Executive Director agreed to transfer \$1,950,000 from the Neuberger Berman account to the Cash Account on May 1, 2018 and \$1,950,000 from the Neuberger Berman account to the Cash Account on June 1, 2018.

The meeting adjourned at 10:57 a.m.

The next General Retirement System Board Meeting will be held Wednesday, June 20, 2017, at 8:00 a.m., 233 East Fulton, Grand Rapids, Michigan.

Peggy Korzen
Executive Director
General Retirement System