

GENERAL RETIREMENT SYSTEM  
BOARD OF TRUSTEES  
CITY OF GRAND RAPIDS  
MICHIGAN

MINUTES  
REGULAR MEETING  
FEBRUARY 15, 2012 – 8:00 a.m.  
233 East Fulton

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

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

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 January 18, 2012.
- Purchase of three (3) years, four (4) months and twenty-seven (27) days prior credited service by the following General Retirement System member: Mr. Martin P. Hueter - \$4,867.13. 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.

Lisa M. Balkema	\$4,467.00	6 months
Bethany J. Kotman	\$13,223.12	24 months
Bethany D. Pipping	\$16,164.94	24 months
Charles C. Stoepker	\$14,497.90	24 months
Stephanie O. VanderBoon	\$11,667.06	24 months

- Retirements: four Age & Service, one Early and one Non-Duty Disability:

**Age & Service Retirement:**

<u>Name/Option</u>	<u>Credited Svc.</u>	<u>Ret. Date</u>	<u>Avg. Salary</u>	<u>Pension</u>
<b>Dickerson, David J.</b>	32 yrs. 5 mo.	03/06/2012	\$53,327.00	<u>\$3,635.86</u>
Option B-Pop-75: Life of Member				\$2,726.90
Beneficiary: Loraine K. Dickerson, Wife				(potential to beneficiary)
Pop-up potential of \$3,889.54 if beneficiary predeceases retiree				

<b>Emelander, Paul D.</b> Option B-Pop-100: Life of Member Beneficiary: Terri K. Emelander, Wife Pop-up potential of \$3,758.38 if beneficiary predeceases retiree	17 yrs. 5 mo.	05/03/2012	\$64,454.00	<u>\$3,354.13</u> \$3,354.13 (potential to beneficiary)
<b>Fowler, Jr., Julien W.</b> Option B-100: Life of Member Beneficiary: Catherine M. Neis, Wife	34 yrs. 2 mo.	02/21/2012	\$99,621.33	<u>\$6,834.59</u> \$6,834.59 (potential to beneficiary)
<b>Toogood, Denise J.</b> Option B-Pop-50: Life of Member Beneficiary: Gerald W. Toogood, Husband Pop-up potential of \$1,757.03 if beneficiary predeceases retiree	17 yrs. 8 mo.	03/31/2012	\$44,202.00	<u>\$1,600.81</u> \$800.41 (potential to beneficiary)

**Early Retirement:**

<u>Name/Option</u>	<u>Credited Svc.</u>	<u>Ret. Date</u>	<u>Avg. Salary</u>	<u>Pension</u>
<b>Wilson, Steven E.</b> Option A-Straight Life: Life of Member	20 yrs. 0 mo.	03/01/2012	\$41,406.50	\$1,581.37

**Non-Duty Disability Retirement:**

<u>Name/Option</u>	<u>Credited Svc.</u>	<u>Ret. Date</u>	<u>Avg. Salary</u>	<u>Pension</u>
<b>Thompson, Jason D.</b> Option B-Pop-100: Life of Member Beneficiary: Dana S. Thompson, Wife Pop-up potential of \$1,926.97 if beneficiary predeceases retiree	18 yrs. 7 mo.	01/18/2012	\$46,086.00	<u>\$1,829.95</u> \$1,829.95 (potential to beneficiary)

- Payment of administrative expenses of \$1,391.00 for the period 01/01/12 – 01/31/12.
- Payment of the investment management invoices as listed below for the quarter ending 12/31/11. Fee calculations, fees applied and stated amounts under management have been verified by the Retirement Systems Office as correct:

\$25,997.55 – Baird Advisors for management of fixed income assets  
\$30,314.10 – ING Clarion for management of global real estate assets  
\$59,042.39 – Wellington Management Company for management of equity assets  
\$37,582.94 – Western Asset Management for management of fixed income assets  
\$48,920.35 – Ziegler Lotsoff Capital Management for management of equity assets

**The motion carried.**

Ms. Korzen presented the Public Act 314 Asset Analysis showing a market value of \$345,543,699 on January 31, 2012. The report was received and filed by the Chairman. (Analysis on page )

Ms. Korzen presented Trustees with the Quarterly Report of Income for the quarter ending 12/31/11. Total Securities Lending income for the period was \$6,308.02. Total Class Action Settlements for the quarter ending 12/31/11 totaled \$20,844.08. The report was received and filed by the Chairman. (Report found on page )

The Executive Director provided Trustees with an update on the disability re-examination process noting that Mr. Robert Martin had his medical evaluation with Dr. William Foley III on January 23, 2012 and Mr. Thomas Armock had his medical evaluation with Dr. McBride on February 2, 2012. Both physicians stated their opinions that Mr. Martin and Mr. Armock are still totally and permanently physically and mentally disabled and should remain retired as disabled. Since their doctors did not agree with the Board's physicians, both Mr. Martin and Mr. Armock will need to have an appointment with a neutral physician to obtain a majority opinion by the medical committee. Both physicians involved in each case will jointly decide on a neutral doctor.

There were no comments on items not on the agenda.

Ms. Korzen commented that due to additional capital calls this month, it is necessary to transfer additional funds to the cash account; on February 28, 2012, \$155,000 will be transferred from Ziegler Lotsoff Capital Management to the cash account. At the December Board meeting, it was unclear at that time as to which investment management account funds should be transferred from for Cash Account needs for March 2012. After review of the investment accounts, Mr. Pease agreed with the Executive Director's recommendation to transfer \$775,000 from Ziegler Lotsoff Capital Management and \$750,000 from NTGI to the Cash Account on March 1, 2012.

The meeting adjourned at 8:02 a.m.

The next General Retirement System Board Meeting will be held Wednesday, March 21, 2012, at 8:45 a.m., 233 East Fulton, Grand Rapids, Michigan.

Peggy Korzen  
Executive Director  
General Retirement System