

GENERAL RETIREMENT SYSTEM
BOARD OF TRUSTEES
CITY OF GRAND RAPIDS
MICHIGAN

MINUTES
REGULAR MEETING
MAY 21, 2014 – 8:00 a.m.
233 East Fulton Street

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

Also present: Ms. Peggy Korzen, Executive Director of the Retirement System, Ms. Elizabeth White, Deputy City Attorney and Legal Advisor to the Board, Mr. Larry Fumarolo of The Northern Trust Company, and Mr. Gregory Sundstrom, City Manager for the City of Grand Rapids.

Mr. Hawkins made the motion to excuse the absences of Chairman Scripps and Mr. Gutowski. The motion was seconded by Mr. Butts and carried.

There were no public comments regarding agenda items.

Moved by Mr. Hawkins 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 March 19, 2014.
- Purchase of credited service by the following General Retirement System members:

Andrew S. Meyer	\$15,613.92	24 months
Michelle M. Montague	\$23,879.84	24 months

- Retirements: eight age and service, one deferred and one early:

Age and Service Retirements:

<u>Name</u>	<u>Credited Svc.</u>	<u>Ret. Date</u>	<u>Avg. Salary</u>	<u>Pension</u>
Derylo, Laura J.	26 yrs. 7 mo.	06/21/2014	\$55,078.67	\$3,187.68
Fiedorowicz, Paula J.	30 yrs. 5 mo.	06/17/2014	\$49,648.00	\$3,294.77
Jobe, Richard A.	8 yrs. 8 mo.	05/31/2014	\$36,439.67	\$710.58
Johnson, Michael A.	32 yrs. 6 mo.	06/04/2014	\$49,648.00	\$3,296.58
Montague, Michelle M.	31 yrs. 0 mo.	06/28/2014	\$77,886.00	\$4,932.86
Mooney, Albert C.	33 yrs. 2 mo.	06/11/2014	\$111,981.00	\$7,623.05
Rich, Susan L.	28 yrs. 0 mo.	06/20/2014	\$63,180.33	\$3,434.97
Sheler, Barbara A.	32 yrs. 7 mo.	06/19/2014	\$44,527.00	\$3,264.38

Deferred Retirement:

Name	Credited Svc.	Ret. Date	Avg. Salary	Pension
Barnsdale, Margaret A.	8 yrs. 0 mo.	05/10/2014	\$44,451.67	\$740.86

Early Retirement:

Name	Credited Svc.	Ret. Date	Avg. Salary	Pension
Sullivan, James L.	24 yrs. 0 mo.	05/10/2014	\$62,828.00	\$2,610.51

- Payment of administrative expenses of \$9,992.61 for the period 03/01/14 – 04/30/14.
- Payment of the investment management invoices as listed below for the quarter ending 03/31/14. Fee calculations, fees applied and stated amounts under management have been verified by the Retirement Systems office as correct:

\$28,179.73 – Baird Advisors for management of fixed income assets
 \$36,723.04 – CBRE Clarion for management of global real estate assets
 \$7,832.80 – Northern Trust Asset Management for management of equity assets
 \$77,179.88 – Wellington Management Company for management of equity assets
 \$30,079.34 – Wellington Management Company for management of commodities
 \$40,623.60 – Western Asset Management for management of fixed income assets
 \$52,384.92 – Ziegler Capital Management for management of equity assets

- Ms. Korzen noted payment of custody fees to Northern Trust for the quarter ending 03/31/14:

Benefit Payments:	\$6,023.32
Custody Fees:	<u>\$7,341.72</u>
Total:	\$13,365.04

The motion carried.

Ms. Korzen presented the Public Act 314 Asset Analyses showing a market value of \$417,214,120 on March 31, 2014 and \$416,696,321 on April 30, 2014. The reports were received and filed by the Vice Chairman. (Analyses found on pages)

Ms. Korzen next presented Trustees with the Quarterly Report of Account Refunds for the quarter ending 03/31/14 noting a withdrawal of \$19,409.32 by two former non-vested members. The report was received and filed by Vice Chairman Tryc. (Report found on page)

The Executive Director presented Trustees with the Quarterly Income Report for the quarter ending 03/31/14. Total Securities Lending income for the period was \$10,005.70. Total Class Action Settlements for the period were \$1,127.04. Vice Chairman Tryc received and filed the report. (Report found on page)

There were no 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 2014. After recent review of the investment accounts, Mr. Bensur agreed with the Executive Director's recommendation to transfer \$1,800,000 from Wellington Management Company (Equity) to the Cash Account

on May 1, 2014 and \$900,000 from NTAM and \$900,000 from Ziegler Capital Management to the Cash Account on June 2, 2014.

The meeting adjourned at 8:03 a.m.

The next General Retirement System Board Meeting will be held Wednesday, June 18, 2014, at 8:15 a.m., 233 East Fulton, Grand Rapids, Michigan.

Peggy Korzen
Executive Director
General Retirement System