

GENERAL RETIREMENT SYSTEM
BOARD OF TRUSTEES
CITY OF GRAND RAPIDS
MICHIGAN

MINUTES
REGULAR MEETING
SEPTEMBER 19, 2012 – 9:53 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. Elizabeth White, Deputy City Attorney and Legal Advisor to the Board.

Mr. Hawkins made the motion to excuse the absences of Mr. Gutowski and Mr. Alphenaar. 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 Vice Chairman Tryc, the following items were approved by the Board of Trustees pursuant to a consent agenda:

- Minutes of the Regular Meeting of August 15, 2012.
- Purchase of credited service by the following General Retirement System member.

Vaughn L. Umphrey \$5,078.66 5 months

- Retirements: four age & service, one deferred, one non-duty disability, and one revised:

Age & Service Retirements:

Name/Option	Credited Svc.	Ret. Date	Avg. Salary	Pension
Brouwer, Merrie A. Option A: Life of Member	12 yrs. 4 mo.	10/27/2012	\$51,096.00	<u>\$1,408.33</u>
Everett, Judith V. Option B-100: Life of Member Beneficiary: Robert J. Everett, Husband	31 yrs. 9 mo.	10/18/2012	\$48,582.00	<u>\$3,191.96</u> \$3,191.96 (potential to beneficiary)
Hutchinson, Barbara L. Option B-Pop-100: Life of Member Beneficiary: Richard P. Hutchinson, Husband Pop-up potential of \$3,160.62 if beneficiary predeceases retiree	24 yrs. 8 mo.	10/13/2012	\$56,948.00	<u>\$2,677.49</u> \$2,677.49 (potential to beneficiary)
Umphrey, Vaughn L. Option B-Pop-100: Life of Member Beneficiary: Gail L. Umphrey, Wife Pop-up potential of \$5,454.20 if beneficiary predeceases retiree	30 yrs. 0 mo.	10/20/2012	\$80,803.00	<u>\$4,435.14</u> \$4,435.14 (potential to beneficiary)

Deferred Retirement:

<u>Name/Option</u>	<u>Credited Svc.</u>	<u>Ret. Date</u>	<u>Avg. Salary</u>	<u>Pension</u>
Straatsma, John	10 yrs. 2 mo.	10/01/2012	\$26,071.40	<u>\$452.66</u>
Option B-Pop-100: Life of Member				\$452.66
Beneficiary: Barbara Straatsma, Wife				(potential to
Pop-up potential of \$530.12 if beneficiary predeceases retiree				beneficiary)

Non-Duty Retirement:

<u>Name/Option</u>	<u>Credited Svc.</u>	<u>Ret. Date</u>	<u>Avg. Salary</u>	<u>Pension</u>
Anderson, Gail V.	11 yrs. 9 mo.	08/15/2012	\$69,122.33	<u>\$1,800.05</u>
Option B-Pop-50: Life of Member				\$900.03
Beneficiary: Charley Anderson, Husband				(potential to
Pop-up potential of \$1,954.15 if beneficiary predeceases retiree				beneficiary)

Revised Retirement:

<u>Name/Option</u>	<u>Revised Retirement Benefit</u>	<u>Refer to Minutes</u>
Krenz, Michael R.	\$5,856.83	01/18/2012
Option B-Pop-75		
Potential to beneficiary: \$4,392.62		
Pop-up potential: \$6,352.52		

- Payment of administrative expenses of \$5,085.60 for the period 08/01/12 – 08/31/12.

The motion carried.

Ms. Korzen next presented a report of Cash Account transfers for the period 10/01/12 – 12/31/12. The Retirement Systems Office staff projected a need for \$4,400,000 to be transferred to the cash account as follows: \$1,700,000 on October 1st, \$1,350,000 on November 1st, and \$1,350,000 on December 3rd. Ms. Korzen recommended, and Mr. William Bensur of Wilshire Associates agreed to, making the transfers as follows:

October 1 st	NTGI	\$600,000
	PIMCO	\$300,000
	Ziegler Lotsoff Capital Management	\$800,000
November 1 st	To be determined	\$1,350,000
December 3 rd	To be determined	<u>\$1,350,000</u>
Total		\$4,400,000

As these accounts are overfunded, the transfers will serve to bring them back toward their target percentages. (Cash Account Report found on page)

Ms. Korzen presented the Public Act 314 Asset Analyses showing a market value of \$354,789,302 on July 31, 2012 and a market value of \$360,574,331 on August 31, 2012. The reports were received and filed by the Chairman. (Analyses on pages)

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

Ms. Korzen next presented a non-duty disability retirement request from Mr. Dennis R. Siegel. Following Trustee discussion, Mr. Timkovich made the motion to approve the non-duty disability retirement request from Mr. Siegel. The motion was seconded by Vice Chairman Tryc and carried.

Ms. Korzen next presented a non-duty disability retirement request from Ms. Sharon D. Swoboda. Following Trustee discussion, Mr. Timkovich made the motion to approve the non-duty disability retirement request from Ms. Swoboda. The motion was seconded by Vice Chairman Tryc and carried.

Ms. Korzen presented the Annual Accounting for the period 07/01/11 – 06/30/12 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. Mr. Hawkins and Mr. Butts volunteered to serve. Ms. Korzen will coordinate a time with the committee and staff to review the Annual Accountings.

There were no comments on items not on the agenda.

The Executive Director noted that the term of office for Mr. David J. Tryc will expire the first Monday in January 2013. 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 28, 2012. As of this date, Mr. Tryc is the only person who has picked up a petition.

Ms. Korzen commented that there is one outstanding estate check to be moved to the IEF: the estate check of Mr. John DeVries in the amount of \$1,217.59. Mr. DeVries passed away August 29, 2009. The information was received and filed by the Chairman.

The meeting adjourned at 10:01 a.m.

The next General Retirement System Board Meeting will be held Wednesday, November 14, 2012, at 8:00 a.m., 233 East Fulton, Grand Rapids, Michigan.

Peggy Korzen
Executive Director
General Retirement System