



CITY OF GRAND RAPIDS
 POLICE & FIRE RETIREMENT SYSTEM
 233 E. FULTON, SUITE 216
 GRAND RAPIDS, MI 49503
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SUMMER 2017
 ISSUE R

The Retirement Register

Summary Report of Plan Operations/Expenses

How much does it cost to manage the Police & Fire Retirement System? For the period 01/01/16 – 12/31/16, it cost the Retirement System a little more than \$1.5 million. Most of this amount (\$951,399) was for investment manager fees. The balance of the expenses, \$594,591, paid for asset custody, auditors, actuaries, attorneys, independent medical evaluations, office rent, staff salaries and training. The costs to run the plan are 0.40% (40 basis points) of the market value of assets, whereas the national average is higher (0.56%, 56 basis points). All fees and expenses are paid in cash, as the Plan does not employ soft dollar arrangements. Audits, annual accountings, and actuarial valuations may be reviewed at the Retirement Systems Office.

Funded Status

<u>Actuarial Accrued Liabilities</u>	<u>Applied Assets</u>	<u>% Funded</u>
\$479,362,227	\$399,808,165	83.4%

Police & Fire Retirement System Investments and Allocations

Market values for the City of Grand Rapids Police & Fire Retirement System assets as of May 31, 2017 were as follows:

	<u>May 31, 2017</u>	<u>Target Allocation by Asset Class</u>	
Aberdeen Asset Management (Private Equity)	\$4,287,226	Equities	22.5%
Adams Street Partners (Private Equity)	\$8,264,572	Non-U.S. Equities	22.5%
Baird Advisors (Fixed Income)	\$47,704,709	Fixed Income	25.0%
Brown Brothers Harriman (TIPS)	\$37,770,755	Real Estate	5.0%
CBRE Clarion (Real Estate)	\$18,614,750	MLPs	5.0%
Harding Loevner (ADRs)	\$33,127,858	TIPS	10.0%
Harvest Fund Advisors (MLP)	\$19,509,383	Private Equity	5.0%
Neuberger Berman (International Equity)	\$64,499,630	Commodities	5.0%
Northern Trust Asset Management (S&P 500 Index)	\$64,603,304		
PIMCO StocksPlus (Enhanced Index)	\$12,198,570		
Wellington Management Company (Small Cap Equity)	\$26,035,145		
Wellington Management Company (Commodities)	\$13,840,929		
Western Asset Management (Fixed Income)	\$48,044,044		
Cash Account	<u>\$4,744,783</u>		
Total Assets:	\$403,245,658		

New Retirees

The Trustees and staff of the Police & Fire Retirement System are pleased to congratulate the following new retirees:

Karl Holzhueter	(Police)	01/02/17	Donald VanDyke	(Fire)	02/10/17
Martin Rietman	(Police)	01/02/17	James Meeker	(Police)	02/22/17
Jeffrey Smith	(Fire)	01/03/17	Scott Weitzel	(Police)	02/22/17
Daniel Stoddard	(Fire)	01/04/17	David Leonard	(Police)	04/11/17
William Keiser	(Police)	01/18/17	Daniel Kersjes	(Fire)	04/24/17
Stephen LaBrecque	(Police)	01/20/17	Torey Whitten	(Police)	05/19/17
Barton Perry	(Fire)	01/20/17	Mark Worch	(Police)	05/20/17
Rebecca Whitman*	(Police)	02/01/17	John Keelean*	(Police)	06/01/17

*Deferred member

Pension or Insurance Questions

If you have questions regarding your pension, please contact the City of Grand Rapids Retirement Systems Office at (616) 365-5015. All address, direct deposit, federal withholding, or name changes **must be sent in writing** to: **City of Grand Rapids Retirement Systems, 233 E. Fulton Street, Suite 216, Grand Rapids, MI 49503**. Changes received by mid-month will be effective at the end of that month. Please note that any of the aforementioned changes **must be signed by the retiree**, unless he/she has a valid Power of Attorney document on file with the Retirement Systems Office. Please **do not** attempt to make changes directly on The Northern Trust Company website.

City health insurance questions should be directed to Insurance Services at (616) 456-3300. Seniors Choice insurance questions should be directed to (888) 228-3002.

Retiree Statistics

Per the most recent actuarial valuation of 12/31/16, these are the numbers and types of retirement allowances being paid:

	<u>Straight Life</u>	<u>Option B-100</u>	<u>Option B75</u>	<u>Option B-50</u>	<u>Survivor Beneficiary of Deceased Retiree</u>	<u>Total</u>
Age & Service	177	98	102	62	99	538
Disability	38	31	13	15	5	102
Death-in-Service	<u>0</u>	<u>33</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>33</u>
Totals:	215	162	115	77	104	673

In Memory of Departed Friends

Barbara Brechting*	12/02/16	Steven Christians	02/06/17	Leon Williams	05/02/17
James Kuipers	12/09/16	Jean Herring*	02/10/17	Betty Miller*	05/06/17
Linda Roelofs*	12/10/16	Marjorie VanTuinen*	02/12/17	Nadeine Avink*	05/17/17
John DeYoung	12/27/16	Earl Wood	02/26/17	Edwin Szotko	05/23/17
Joel Stinson	01/07/17	Raymond Donahue	02/28/17	Frank Noor	05/29/17
Rose Ostrowski*	01/18/17	Darrell Fase	04/01/17	Aileen Nichols*	06/03/17
John Barnes	01/21/17	Pamela Carrier	04/05/17	John Oracz	06/04/17
Judith Steiner*	01/21/17	Jeffery Peterson	04/12/17		
Ray Riddle	01/28/17	Raymond Dingman	04/24/17		

*Denotes Beneficiary