



CITY OF GRAND RAPIDS
 POLICE & FIRE RETIREMENT SYSTEM
 233 E. FULTON, SUITE 216
 GRAND RAPIDS, MI 49503
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SUMMER 2018
 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 01/01/17 – 12/31/17, it cost the Retirement System a little more than \$1.6 million. Most of this amount (\$1,010,612) was for investment manager fees. The balance of the expenses, \$642,941, paid for asset custody, auditors, actuaries, attorneys, independent medical evaluations, office rent, staff salaries and training. The costs to run the plan are 0.39% (39 basis points) of the market value of assets, whereas the national average is higher (0.55%, 55 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>
\$506,255,138	\$421,679,693	83.3%

Police & Fire Retirement System Investments and Allocations

Market values for the City of Grand Rapids Police & Fire Retirement System assets as of May 31, 2018 were as follows:

	<u>May 31, 2018</u>	<u>Target Allocation by Asset Class</u>	
Aberdeen Asset Management (Private Equity)	\$5,261,470	U.S. Equities	22.5%
Adams Street Partners (Private Equity)	\$11,128,409	Non-U.S. Equities	22.5%
Baird Advisors (Fixed Income)	\$50,967,565	Fixed Income	25.0%
Brown Brothers Harriman (TIPS)	\$37,954,853	Real Estate	5.0%
CBRE Clarion (Real Estate)	\$19,418,199	MLPs	5.0%
Harding Loevner (ADRs)	\$33,913,184	TIPS	10.0%
Harvest Fund Advisors (MLP)	\$20,823,837	Private Equity	5.0%
Neuberger Berman (International Equity)	\$66,104,824	Commodities	5.0%
Northern Trust Asset Management (S&P 500 Index)	\$65,906,826		
PIMCO StocksPlus (Enhanced Index)	\$11,935,014		
Wellington Management Company (Small Cap Equity)	\$26,702,211		
Wellington Management Company (Commodities)	\$18,484,061		
Western Asset Management (Fixed Income)	\$51,207,798		
Cash Account	<u>\$530,916</u>		
Total Assets:	\$420,339,167		

New Retirees

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

Scott Bylsma	(Police)	11/15/17	Margaret Felix	(Fire)	03/17/18
Amber Paszkowski	(Fire)	01/03/18	Renee LeClear-Gavin *	(Police)	04/01/18
Richard Prince	(Police)	01/03/18	John Frederick	(Fire)	04/17/18
Michael LaFave	(Police)	01/11/18	Mark Rinkevicz	(Fire)	05/09/18
Steven Chicklon	(Fire)	01/18/18	Steven Kutchins	(Fire)	05/17/18
Jose Gamez	(Police)	03/02/18	Gregory Wemple	(Fire)	05/27/18
Thomas McCarthy	(Police)	03/07/18	William Moe	(Police)	06/19/18

*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, tax 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.

Police & Fire Retirement System Board Members

Listed below are the current Trustees for the Police & Fire Retirement System:

Michael Hawkins - Chairman, Citizen Trustee	Phillip Mitchell - Citizen Trustee
Craig VanderWall - Vice Chairman, Fire Member Trustee	Donijo DeJonge - Citizen Trustee
Thomas VanderPloeg - Police Member Trustee	Vacant - Employer Trustee
Philip Balkema - Citizen Trustee	

In Memory of Departed Friends

Anne Braun *	11/16/17	Jack Nowack, Sr.	03/13/18
Douglas Hume **	11/24/17	Keith Bonn	03/20/18
Peggie VanOfen *	12/12/17	Wanda Stephan *	03/27/18
Jeanette VanderMeer *	01/01/18	David Cross	04/07/18
Charles Wright, Jr.	01/02/18	Elizabeth Bradley *	05/13/18
Kenneth Nikodemski	01/23/18	Francine Sherman *	05/22/18
Doris Winters *	02/04/18		

*Denotes Beneficiary

**Denotes Retiree & Beneficiary