



CITY OF GRAND RAPIDS  
 POLICE & FIRE RETIREMENT SYSTEM  
 233 E. FULTON, SUITE 216  
 GRAND RAPIDS, MI 49503  
 PHONE: 616-456-4300

OCTOBER 2014  
 VOL. 1  
 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 01/01/13 — 12/31/13, it cost the Retirement System a little more than \$1.5 million. Most of this amount (\$981,476) was for money manager fees. The balance of the expenses, \$529,423, 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, compared to the national average of 57 basis points. All fees and expenses are paid in cash, as the Plan does not employ soft dollar arrangements.

### Funded Status

- Actuarial Accrued Liabilities                      \$385,860,392
- Applied Assets    \$354,769,666
- % Funded    92%

The Retirement System continues to be in solid financial condition in accordance with its objective of level percent-of-payroll funding.

While it is not possible to provide a full range of Plan activity in a newsletter, a summary annual report is available for review. Audits, annual accountings, and actuarial valuations may be reviewed at the Retirement Systems Office.

## Police & Fire Retirement System Asset Comparison

Market values for the City of Grand Rapids Police & Fire Retirement System assets as of July 31, 2014 and August 31, 2014 were as follows:

	<u>July 31, 2014</u>	<u>August 31, 2014</u>
Adams Street Partners (Private Equity)	\$3,513,692	\$3,621,692
Baird Advisors (Fixed Income)	\$58,398,659	\$59,048,686
CBRE Clarion (Real Estate)	\$21,607,149	\$20,538,589
FLAG Capital (Private Equity)	\$1,488,436	\$1,688,436
Neuberger Berman (International Equity)	\$58,609,527	\$59,026,666
Northern Trust Asset Management (S&P 500 Index)	\$94,547,415	\$97,394,593
PIMCO StocksPlus (Enhanced Index)	\$37,263,886	\$38,766,153
Wellington Management Company (Small Cap Equity)	\$42,109,384	\$44,463,246
Wellington Management Company (Commodities)	\$20,307,658	\$20,172,504
Western Asset Management (Fixed Income)	\$58,338,354	\$59,113,071
Ziegler Lotsoff Capital Management (Large Cap Equity)	\$523,896	\$26,547
Cash Account	\$2,270,863	\$2,128,962
 Total Assets:	 \$398,978,919	 \$405,989,145

## Pension or Insurance Questions?

If you have questions regarding your pension, please contact the City of Grand Rapids Retirement Systems Office at (616) 456-4300. 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.

**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.

## New Board Member

The City of Grand Rapids Police & Fire Retirement System has a new Trustee: Ms. Jane C. Hofmeyer. Ms. Hofmeyer is an attorney in Grand Rapids with the firm Smith Haughey Rice & Roegge. She specializes in Bankruptcy and Worker's Compensation law.

The Board of Trustees for the City of Grand Rapids Police & Fire Retirement System is as follows:

J. Patrick Scripps—Chairman, Citizen Trustee

Craig VanderWall—Vice Chairman, Fire Member Trustee

Thomas VanderPloeg—Police Member Trustee

Michael Hawkins—Citizen Trustee

Philip Balkema—Citizen Trustee

Commissioner Walter Gutowski—Employer Trustee

Jane Hofmeyer—Citizen Trustee

## In Memory of Departed Friends

George Holwerda	12/17/13	Louis Kaupa	03/25/14	Jean Tilma*	08/03/14
Ruth Derteen*	01/01/14	Maureen Stoffer*	05/16/14	Larry Tuttle	08/14/14
Theodore Rensland	01/05/14	Harold Kruithoff	05/17/14	Henry Avink	08/19/14
Ronald Bekker	01/16/14	Kathleen Sweedyk	06/01/14	Joan Fennema*	09/07/14
Chester Romanowski	01/30/14	Lewis VanderMeer	06/15/14	Charles Tigchon	09/20/14
Charlotte Ekkens*	02/17/14	Richard Steele	07/22/14	Richard Ostrowski	09/23/14
William Freeman	03/01/14	Lois McDonald*	07/31/14		

\*Denotes beneficiary

## New Retirees

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

Malcolm Kitchen	(Fire)	01/04/14	Scott Snyder	(Police)	03/29/14	John Kessner	(Police)	07/17/14
James Potter	(Police)	01/05/14	David Pyle	(Fire)	05/24/14	Paul Lehman	(Police)	07/17/14
James Baumgart	(Police)	01/11/14	Patrick Douglas	(Police)	05/30/14	Debra Neerken	(Police)	07/18/14
Gary Velthouse	(Fire)	01/16/14	Tim Eggerding	(Fire)	06/01/14	Anthony Beurkens III	(Fire)	08/19/14
John Hanes	(Fire)	01/31/14	Roy Harvey	(Fire)	06/05/14	Mark Smalla	(Police)	08/19/14
Kevin Belk	(Police)	02/07/14	David Velzen	(Fire)	06/15/14	Daniel Gazdecki	(Fire)	08/26/14
Jamie Chianfoni	(Police)	02/19/14	Frank Behrens	(Fire)	06/30/14	Kurt Burns	(Police)	08/30/14
David Alward**	(Police)	03/01/14	William Cook	(Fire)	07/06/14	Paul French	(Fire)	09/09/14
Frank Verburg	(Fire)	03/06/14	Mark Groen	(Police)	07/07/14	David Schultz	(Police)	09/25/14
Craig Holtrop	(Fire)	03/14/14	Dennis Jessee	(Police)	07/08/14	David Lanting	(Fire)	10/17/14

\*\*Deferred