



CITY OF GRAND RAPIDS  
 POLICE & FIRE RETIREMENT SYSTEM  
 233 E. FULTON, SUITE 216  
 GRAND RAPIDS, MI 49503  
 PHONE: 616-365-5015  
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SUMMER 2019  
 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 01/01/18 – 12/31/18, it cost the Retirement System approximately \$1.7 million. Most of this amount (\$1,044,193) was for investment manager fees. The balance of the expenses, \$648,480, paid for asset custody, auditors, actuaries, attorneys, independent medical evaluations, office rent, staff salaries and training. The costs to run the plan are 0.44% (44 basis points) of the market value of assets, whereas the national average is higher (0.60%, 60 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>
\$527,629,168	\$425,207,986	80.6%

### Police & Fire Retirement System Investments and Allocations

Market values for the City of Grand Rapids Police & Fire Retirement System assets as of May 31, 2019 were as follows:

	<u>May 31, 2019</u>	<u>Target Allocation by Asset Class</u>	
50 South Capital Advisors (Private Credit)	\$1,810,172	U.S. Equities	17.75%
Aberdeen Asset Management (Private Equity)	\$5,657,137	Non-U.S. Equities	10.25%
Adams Street Partners (Private Equity)	\$15,306,161	Fixed Income	24.50%
Baird Advisors (Fixed Income)	\$52,814,574	Real Estate	5.00%
BlackRock (Global Low Volatility)	\$39,092,374	MLPs	5.00%
Brown Brothers Harriman (TIPS)	\$30,114,459	TIPS	5.00%
CBRE Clarion (Real Estate)	\$21,105,337	Private Equity	5.00%
Grosvenor Capital Management (Private Credit)	\$7,246,958	Commodities	5.00%
Harding Loevner (ADRs)	\$31,496,058	ADRs	7.50%
Harvest Fund Advisors (MLP)	\$20,209,973	Private Credit	5.00%
Neuberger Berman (International Equity)	\$36,119,377	Global Low Volatility	10.00%
Northern Trust Asset Management (S&P 500 Index)	\$46,531,198		
PIMCO StocksPlus (Enhanced Index)	\$7,943,402		
Wellington Management Company (Small Cap Equity)	\$24,237,366		
Wellington Management Company (Commodities)	\$16,463,291		
Western Asset Management (Fixed Income)	\$53,971,201		
Cash Account	<u>\$3,760,474</u>		
Total Assets:	\$413,879,512		

## *New Retirees*

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

Pierce Walker*	(Police)	12/01/18	Thomas VanderPloeg	(Police)	04/05/19
Kevin Rice	(Police)	12/03/18	Allen Hite	(Police)	05/07/19
Marc Miller	(Police)	01/16/19	Mark Klassen	(Fire)	05/16/19
Thomas Stasiak*	(Police)	02/01/19	Bruce Veldkamp	(Fire)	05/19/19
Paul Kenny	(Police)	02/02/19	Matthew Kraus*	(Police)	06/01/19
Michael Nagel	(Police)	02/02/19	Chad Kooyer	(Police)	06/02/19
Lyle Frederickson	(Fire)	03/22/19	Kristin Dionne*	(Police)	07/01/19
Benjamin Hawkins	(Police)	03/22/19	Douglas Haisma	(Fire)	07/05/19
Kurt Hintz	(Police)	04/02/19	Timothy Orent	(Police)	07/05/19

\*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
Robert Veenstra - Police Member Trustee	Nathaniel Moody - Employer Trustee
Philip Balkema - Citizen Trustee	

## *In Memory of Departed Friends*

Ronald Lamb	11/20/18	Betty Hoogerheide*	02/17/19	Thomas Boss	05/06/19
Nila Doberstein*	11/21/18	Robert Blaauw	03/06/19	Lyle Playter	05/31/19
Robert Prus	11/22/18	David Hertel	03/21/19	Kenneth Ray	06/19/19
Frederick Lawrence	12/10/18	Arthur Koper	03/26/19	Marilyn Kleeves*	06/29/19
Esther Hall*	12/12/18	Paul Yeager	04/02/19		
James VanDuinen	12/24/18	Scott Bylsma	04/13/19		
Donald Herbig	06/03/19	Lawrence LeClaire	04/13/19		
Frederic LaMaire	01/07/19	Linda Nash*	04/22/19		
Gaylord Gray	01/27/19	David Fuhrmann	04/27/19		

\*Denotes Beneficiary