

**CITY OF PONTIAC
POLICE AND FIRE RETIREMENT SYSTEM
BOARD OF TRUSTEES MEETING MINUTES
JUNE 17, 2015**

A regular meeting of the Board of Trustees was held on Tuesday, June 17, 2015, at BeneSys, Inc., Third Floor Conference Room, Troy, Michigan.

Trustees Present

Craig Storum, Chairman
Lon Britton
Deirdre Waterman, Mayor (arrives 9:15)

Others Present

Matt Henzi, Sullivan, Ward, Asher & Patton
Chris Kuhn, The Bogdahn Group
Chuck Wytrychowski, BeneSys, Inc.
Liz Edwards, BeneSys, Inc.

Trustees Absent

Matt Nye (excused)

Nevrus Nazarko, Secretary (excused)

AGENDA CHANGES

Since a quorum was not present at the VEBA meeting, Mr. Kuhn began his Fund overview presentation at 9:00. Trustee Waterman arrived at 9:15, at which time a quorum was present.

Chairman Storum declared that a quorum was present and called the meeting to order at 9:23 a.m

CONSENT AGENDA

- A. Minutes of Regular Meeting – May 28, 2015
- B. Approval of Closed Session Minutes
- C. Financial Reports
 - 1. Financial Reports – April 30, 2015
 - 2. Bills for Ratification as of June, 2015
- D. Remove from Rolls:
 - 1. John Wargel, DOD 06-03-2015, Barbara Spouse / Annuitant
- E. Final Benefit Calculations: N / A
- F. Lump Sum Cash Outs
 - 1. Casey Crampton, PPOA, \$7,747.86
 - 2. Matthew Downs, PFFU, \$6,428.64
 - 3. David Jaroneski, PFFU, \$15,784.52
 - 4. Donald Lyons III, PFFU, \$6,128.80
 - 5. Troy Weaver, PFFU, \$6,293.84

RESOLUTION 15-026 By Britton, Supported by Waterman

Resolved, That the items on the Consent Agenda for June 17, 2015, be approved.

Yeas: 3 - Nays: 0

CONSULTANTS

A. The Bogdahn Group

Mr. Kuhn discussed fee charges for Bloomfield Capital. He indicated that he spoke with Jason Jarjosa at Bloomfield, and that Mr. Jarjosa had offered a discount in the servicing fee, but had not put it in writing as of yet. They are also discussing a discount to the Bogdahn Group in general. Bogdahn has not yet completed a full review of Bloomfield. They are not yet on the SEC list as they have not reached the \$150,000,000 minimum. They will attempt to negotiate a side letter to register with the SEC when they become eligible.

Mr. Kuhn then noted that they will hold off on putting deposits into Victory Capital until the \$2.6 million comes in from the City. He also noted that there will be a full liquidation of Thornburg.

REPORTS

- A. Chairman
- B. Secretary
- C. Trustees Committees
- D. Legal, Attorney's Report, Sullivan, Ward, Asher & Patton, P.C., Matthew Henzi

Attorney Report – General Matters:

Application for IRS Determination Letters for PFRS

Attorney Henzi addressed this issue for the Board in the Attorney Report.

PFRS Redeposit Policy – Partial Plan Termination – Exhibit A

Attorney Henzi addressed this issue for the Board in the Attorney Report.

Political Contribution Disclosure / Fee Disclosure

Attorney Henzi addressed this issue for the Board in the Attorney Report.

GASB 67 Report Update

Attorney Henzi addressed this issue for the Board in the Attorney Report.

Burgundy Asset Management Subscription Agreement

Attorney Henzi addressed this issue for the Board in the Attorney Report.

Revised Amendment to Open Meetings Act – Exhibit B

Attorney Henzi addressed this issue for the Board in the Attorney Report.

Changes to Michigan's FOIA Effective July 1, 2015

Attorney Henzi addressed this issue for the Board in the Attorney Report.

Actuarial Services RFP – Exhibit C

Attorney Henzi addressed this issue for the Board in the Attorney Report. He noted that Rodwan has a balance due for actuarial services provided during 2015. After discussion, it was then

RESOLUTION 15-027 By Waterman, Supported by Britton

Resolved, That the Board approve payment of the final outstanding amount to Rodwan for services provided.

Yeas: 3 - Nays: 0

Attorney Henzi commented that he is in the process of reviewing the Nyhart Actuarial Services contract, and that Nyhart has sent an information request to Rodwan.

IRS Request for Form 900

Attorney Henzi addressed this issue for the Board in the Attorney Report.

PFRS/PF VEBA Fiduciary Duty Insurance Policy Renewal 6/1/15-5/30/16 – Exhibit D

Attorney Henzi addressed this issue for the Board in the Attorney Report.

Robbins Geller Portfolio Monitoring Report May 29, 2015 – Exhibit E

Attorney Henzi addressed this issue for the Board in the Attorney Report.

Miscellaneous Articles – Exhibit F

Attorney Henzi addressed this issue for the Board in the Attorney Report.

RESOLUTION 15-028 By Britton, Supported by Waterman

Resolved, That the Board move to closed session to discuss pending litigation at 9:38 a.m.

Yeas: 3 - Nays: 0

The Board moved to closed session at 9:38 a.m.

The Board returned from closed session at 9:45 a.m.

RESOLUTION 15-029 By Britton, Supported by Waterman

Resolved, That the Board approve the May 28, 2015, closed session minutes.

Yeas: 3 – Nays: 0

UNFINISHED BUSINESS

- A. PFRS Redeposit Discussion; Discussed in the Attorney's Report
- B. Election Form to OPEB Members for Deduction from Pension Check; Discussed in the Attorney's report

Mayor Waterman leaves the Meeting at 9:50 a.m.

NEW BUSINESS

None

CORRESPONDENCE

- A. Wells Fargo Distribution, June 1, 2015

NEXT MEETING DATE: July 30, 2015

ADJOURNMENT

RESOLUTION 15-030 By Storum, Supported by Britton
Further Resolved, That the meeting be adjourned at 10:00 a.m.

Yeas: 2 – Nays: 0

I certify that the foregoing are the true and correct minutes of the meeting of the Police and Fire Retirement System held on June 17, 2015.



Nevrus Nazarko, Secretary
As recorded by BeneSys