

The regular meeting of the City of Taylor Police & Fire Retirement System Board was held via Zoom, at 4:00 P.M. on Thursday, June 11, 2020.

Present: Chairman and Trustee Nicolas Hill, Trustee Gerry Taylor, Trustee Jesse Kriebel, Trustee Jason Couture.

Also Present: Jack Timmony, VanOverbeke Michaud & Timmony P.C., Legal Counsel; Chris Kuhn, FA, CAIA, AndCo, Investment Consultant; Sheila Gorski-Schulte, Direct of Human Resources for the City of Taylor; Zack Cziryak, Editor – Financial Investment News.

Excused: Michelle Tocco, Trustee

Trustee and Chair, Nick Hill called the meeting to order at 4:13 P.M.

Motion by Kriebel, supported by Couture.

Resolved: To approve the minutes of the regular meeting of the City of Taylor Police & Fire Retirement System held May 14, 2020.

Unanimously approved.

06.27-20

Motion by Kriebel, supported by Taylor.

Resolved: To receive and file the following financial correspondence:

1. Distribution notice dated May 22, 2020 received from Intercontinental with a distribution in the amount of \$119,205.91, with a pro rata gross share of an overall distribution of \$54,057,042.09. The Fund withheld \$26,322.44 for asset fees, resulting in a net distribution in the amount of \$92,883.47.
2. Employee contributions received from the City of Taylor for April 2020 in the amount of \$46,607.86.
3. Correspondence dated June 5, 2020 received from Bloomfield Capital referencing Bloomfield Capital Income Fund V, LLC – Series Designation of Fund II Rollover Commitment.

Unanimously approved.

06.28-20

Motion by Taylor, supported by Kriebel.

Resolved: To receive and file the following correspondence:

1. Eligible Domestic Relations Order Case No. 19-103816-DM dated May 12, 2020, reviewed by the office of Vanoverbeke Michaud & Timmony P.C.
2. Correspondence dated May 26, 2020 received from Stephen Saph of Nickel & Saph, Inc. referencing fiduciary liability proposals for the City of Taylor Police & Fire Retirement System.
3. Notice of retirement email dated May 13, 2020 received from Miles Jarvis, Fire with

an effective retirement date of August 17, 2020.

4. Notice of retirement email dated June 9, 2020 received from Charles Kzciuk, Fire with an effective retirement date of August 8, 2020.
5. Memorandum dated June 10, 2020 received from the office of VanOverbeke, Michaud & Timmony P.C. referencing Freedom of Information Act Requests.
6. Correspondence dated June 11, 2020 received from the office of VanOverbeke, Michaud & Timmony P.C. referencing Wayne County Circuit Court Case No. 19-103816-DM.
7. The June 2020 Medicare report. Note three (3) changes this reporting period.

Unanimously approved.

06.29-20

Motion by Couture, supported by Taylor.

Resolved: To approve the following payment of bills:

1. Payment to Linda Kemp, Plan Administrator for the period of May 17, 2020 through June 7, 2020 in the amount of \$1,443.75
2. Reimbursement to Linda Kemp for the monthly subscription to Zoom in the amount of \$15.89.
3. Payment to Moonbase for annual maintenance of the Police & Fire website in the amount of \$371.20.

Unanimously approved.

06.30-20

Mr. Timmony spoke briefly about the Governor's executive order regarding Freedom of Information Act deadlines. It was noted the extension deadline has expired; FOIA requests are to be processed pursuant to the Act's provisions pre COVID – 19. The Board was informed Mr. Timmony has spoken to Mr. Stephen Saph of Nickel & Saph regarding the proposal to provide fiduciary liability insurance coverage for the Police & Fire Retirement System. Mr. Saph did not seem hopeful that a better rate would be available if both the Police & Fire and the General Employees Retirement Systems opted to get insurance at the same time and from the same provider. It was noted the premium rates quoted are generally in line with what other plans are paying. In response to the question, Mr. Timmony recommends the Board consider obtaining fiduciary liability insurance for the Trustees. However, the Board should also know, and take some level of comfort, that the professional service providers they have retained also provide a measure of "insurance" because of their respective expertise, the insurance policies the providers have in place, and the contractual obligation to indemnify and hold the Trustees and Plan harmless from claims made resulting from the providers' negligent acts or omissions. It was agreed at this meeting the Board would take this matter under consideration, noting the members would like to see the policy in detail to know exactly the extent of coverage. It was reported at this meeting a grievance has been filed by a member of the Fire Department regarding the benefit

eligibility commencement as it relates to fire fighters previously laid off. It was noted at this meeting Mr. Aljouny began commencement of his deferred benefit effective April 1, 2020. Mr. Aljouny declined recall, therefore his eligibility started when he would have attained 20 years of service credit. Mr. Vanderlinder accepted the recall from layoff, which took him out of the vested deferred status and back to that of an active employee. Mr. Aljouny's benefit calculation has been requested by Mr. John Clark, attorney for the City of Taylor. The Board is not authorized to provide that information unless the City Council has acted to designate a representative who is authorized to receive and review such information. It was disclosed that City Council previously designated Ms. Gorski-Schulte as their designee. After review of the Council resolution Mr. Timmony recommended the information be provided to Ms. Gorski-Schulte.

Mr. Kuhn provided a May update, noting May was a fairly good month. The S&P 500 was up 5% for the month, equities had a positive performance and corporate bonds recovered over the last two months. It was noted our fund made a significant come back from recent loses. Mr. Kuhn advised the Board the city made ½ of their annual deposit obligation to the Police & Fire Retirement fund, therefore there is no need to transfer funds to the administrative account at this time. There was discussion related to distressed debt overview, risk vs benefit. Mr. Kuhn stated such an investment would take two (2) years for funds to be totally invested. This type of investment would fall into the "Basket Clause" category, which is allowable. Chair Hill suggested the Board members consider this potential investment to be revisited at the next meeting.

Motion by Coture, supported by Tocco.

Resolved: To adjourn this meeting at 5:00 P.M.

Unanimously approved.

06.31-20

The next regular meeting of the City of Taylor Police and Fire Retirement System Board of Trustees is scheduled for Thursday, July 9, 2020 at 4:00 P.M.