

The regular meeting of the City of Taylor Police & Fire Retirement System Board was held at Taylor Police Station located at 23515 Goddard Road, Taylor, MI at 4:15 P.M. on Thursday, August 11, 2022.

Present: Chairman and Trustee Nicolas Hill, Trustee Gerry Taylor, Trustee Jason Couture, Trustee Al Young.

Also Present:

Aaron Castle, VanOverbeke Michaud & Timmony P.C., Legal Counsel; Chris Kuhn, CAIA, Senior Investment Consultant, AndCo; Sheila Gorski-Schulte, Human Resource Director for the City of Taylor, Gary Salzer, PNC Bank.

Excused: Trustee Tocco

Trustee and Chair Nicolas Taylor, called the meeting to order at 4:17 P.M.

Motion by Taylor, supported by Couture.

Resolved: To approve the minutes of the regular meeting of the City of Taylor Police & Fire Retirement System held June 19, 2022.

Unanimously approved.

08.41-22

Motion by Taylor, supported by Couture.

Resolved: To approve the following financial correspondence.

1. Capital call notice dated June 15, 2022 received from Portfolio Advisor with a call amount of \$380,351.
2. Transfer from the Administrative account to the Commingled account in the amount of \$340,000 approved by Trustee Tocco to facilitate the Portfolio Advisors capital call.
3. Letter dated June 17, 2022 to Ms. Sara Boles of PNC Bank requesting a wire transfer from the Commingled account to the custodial bank for Portfolio Advisors to facilitate the capital call.
4. End of month transfer for the month of June from the Commingled account to the Administrative account in the amount of \$1,810.82; approved by Trustee Tocco. End of month transfer for the month of July
5. End of month transfer for the month of July from the Commingled account to the Administrative account in the amount of \$43,738.03.
6. Letter dated July 12, 2022 to Ms. Sara Boles of PNC Bank authorizing the transfer of one hundred shares from NewSouth to the Commingled account.
7. Distribution notice dated July 13, 2022 received from Bloomfield Capital with a distribution in the amount of \$43,642.76.

8. PNC Trade Ticket requesting the redemption of \$1,000,000 to be transferred to the Administrative account.
9. Distribution notice dated August 5, 2022 received from TA Realty.

Unanimously approved
08.42-22

Motion by Taylor, supported by Young.

Resolved: To receive and file the following correspondence:

1. Email dated June 24, 2022 received from Shannon Threlkeld (Fire) advising of his intent to enter the DROP program with an effective date of June 27, 2022.
2. Correspondence dated June 15 2022 received from TA Realty referencing a change of Administrative Service Provider.
3. July and August Medicare reports. Note two (2) changes in July and three (3) for August.
4. Letter dated July 9, 2022 received from Sheila Gorski-Schulte referencing payments from the City of Taylor Defined Contribution Plan for firefighters now in the City of Taylor Police & Fire Retirement System's plan. Payments received from the following individuals: Andrew Bartrum \$11,126.58, Jesse Bonnano \$10,426.31, Nathan Donofrio \$12,514.03, Derek Gornall \$12185.61, Christopher Holcomb \$5,516.76, Christopher Hudson \$20,908.63, Brian Murray \$12,171.46, Jake Oliver \$3,688.74, Gregory Pinkowski \$13,203.63.
5. FOIA request received from Roshan Inchod of PitchBook Data dated July 20, 2022.
6. FOIA response letter dated July 22, 2022 to Roshan Inchody.
7. FOIA request received from Talil Goldman of Bloomberg L.P.
8. FOIA response letter dated July 22, 2022 to Tali Goldman of Bloomberg, L.P.
9. Memorandum dated August 3, 2022 received from the office of Vanoverbeke Michaud & Timmony P.C. referencing State of Michigan Budget 2022.
10. September 2022 Medicare report. Note two (2) changes this reporting period.
11. Letter of retirement received from Lt. Marc Gaynier with an effective retirement date of September 4, 2022.

Unanimously approved.
08.43-22

Mr. Castle briefly discussed item B-5, regarding Vertiv Holdings Co.

Motion by Couture, supported by Taylor.

Resolved: To approve the retention of legal counsel to investigate and pursue potential securities claims against Vertiv.

Motion by Couture, supported by Taylor.

Resolved: To approve the 1-4 and 6-12 payment of bills.

1. Payment to Linda Kemp for the period of May 15, 2022 through August 7, 2022 in the amount of \$3,900, 31.96 for monthly Zoom subscription (2 months), \$37190 for MAPERS reimbursement and \$22.55 for FedEx reimbursement for a total of \$4,326.41.
2. Reimbursement to Trustee's Young and Hill in the amount of \$444.62 for hotel accommodations for participation at MAPERS and \$307.70 for round trip gas mileage for a total reimbursement in the amount of \$752.32 per person.
3. Payment to AndCo for consulting services and performance evaluation for the period of January 1, 2022 through June 30, 2022 in the amount of \$29,000.
4. Payment to Brown Advisory for investment services for the period of 4/1/2022-6/30/2022 in the amount of \$15,161.37.
5. Payment to Alger for management fees in the amount of \$24,142.47 for the period ending March 31, 2022 and \$18,214.94 for the period ending June 30, 2022.
6. Payment to NewSouth for management fees for the period of April 1, 2022 through June 30, 2022 in the amount of \$26,218.
7. Payment to Brandywine Global for management fees for the period of April 1, 2022 through June 30, 2022 in the amount of \$12,334.93.
8. Payment to Foster & Foster for the quarter ended June 30, 2022 in the amount of \$2,311.
9. Payment to Vanoverbeke Michaud & Timmony for legal services rendered to the City of Taylor Police & Fire Retirement System for the period of April 1, 2022 through June 30, 2022 in the amount of \$1,824.

Unanimously approved.

08.44-22

Mr. Aaron Castle briefly discussed item B-10, State of Michigan Budget 2022. The approved State Budget includes a section which provides for a one-time appropriation of up to \$750 million to the Department of Treasury to establish and operate a grant program for deposit into a local unit's retirement system(s). Each grant awarded under the program must not exceed an amount equal to the amount necessary to achieve a funded ratio of 60% or \$170 million, whichever is less. Mr. Castle also provided Chair Hill with the applicable tax code with respect to early distributions in response to questions being asked by members exiting the DROP who are under the age of 50.

Mr. Gary Salzer was present at this meeting and provided the Board with a brief update on the PNC portfolio stating there was a decline in profits in our portfolio this quarter. Mr. Salzer also gave an update on the tax identification number for the retirement system. Global Tax is moving forward in an attempt to reclaim unclaimed funds. It was noted at this meeting a fee of \$191 this year and \$191 next year will be charged for this service.

Motion by Taylor, supported by Young.

Resolved: To pay the fee to Global tax to reclaim funds that have been previously unclaimed.
Unanimously approved.
08.45-22

Mr. Chris Kuhn thanked the Board for completing the Greenwich survey and stated AndCo was awarded a quality leader award because of their clients completion of the survey. Mr. Kuhn advised the Board it was a brutal quarter for our portfolio mostly due to the rising inflation. The S&P 500 was down for the quarter, real estate did well, however interest rates are having an impact on real estate. Equities did very well in July. Mr. Kuhn recommended a transfer of 6 M from TA Realty to the Administrative account to provide liquidity for upcoming benefit payments and other expenses. Mr. Kuhn provided the Board with the pros and cons of investing with Stirbridge. Chair Hill requested Mr. Kuhn invite a representative from Stirbridge to the September meeting.

Motion by Taylor, supported by Couture.

Resolved: To authorize Investment Consultant Chris Kuhn to facilitate the transfer of 6M from TA Realty to the Administrative account.
Unanimously approved.
08.46-22

Motion by Couture, supported by Young.

Resolved to: Receive and file report as presented by Investment Consultant Chris Kuhn.
Unanimously approved.
08.47-22

Motion by Couture, supported by Taylor.

Resolved: To authorize Investment Consultant Chris Kuhn to send a letter to NewSouth putting them on notice.
Unanimously approved.
08.48-22

Chair Hill Open Business:

Motion by Couture, supported by Taylor.

Resolved: To adjourn at 5:30 P.M.
Unanimously approved.
08.49-22

The next regular meeting of the City of Taylor Police and Fire Retirement System Board of Trustees is scheduled for Thursday, September 8, 2022 at 4:15 P.M. Meeting will be held at the Police Station second floor conference room.

TAYLOR POLICE & FIRE RETIREMENT BOARD
Thursday August 11, 2022