

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 and remotely via Zoom, at 4:15 P.M. on Thursday, November 11, 2021.

Present: Chairman and Trustee Nicolas Hill, Trustee Gerry Taylor, Trustee Al Young and Trustee Michelle Tocco via Zoom.

Also Present: Jack Timmony (via Zoom), VanOverbeke Michaud & Timmony P.C., Legal Counsel; Chris Kuhn CAIA, AndCo, Investment Consultant; Ed Urbono, Senior Investment Advisor, PNC Capital Advisors; Sheila Gorski-Schulte, City of Taylor Human Resource Director, Fire Retiree Dennis Marshall.

Excused: Trustee Jason Couture.

Trustee and Chair, Nick Hill called the meeting to order at 4:30 P.M.

Motion by Taylor, supported by Young,

Resolved: To approve the minutes of the regular meeting of the City of Taylor Police & Fire Retirement System held October 14, 2021.

Unanimously approved.

11.127-21

Motion Taylor, by supported by Young.

Resolved: To approve the following financial correspondence.

1. Redemption notice received from Intercontinental dated October 20, 2021 in the amount of \$6,620,893.84, fund withheld \$10,603.05 for asset management fees for a total redemption payment in the amount of \$6,610,290.79
2. PNC Trade ticket requesting funds from Fidelity 500 Index Fund in the amount of \$8,000,000 and 26,000 units from SPDR S&P 500 ETF.
3. Letter dated November 5, 2021 to Ms. Sara Boles of PNC Bank authorizing the facilitation of the PNC Trade tickets.
4. PNC Trade ticket requesting funds from SPDR S&P 500 ETF/SPDR Mid Cap Trust in the amount of \$9,500.
5. PNC Trade ticket requesting \$2,250,000. From Fidelity 500 Index Fund and \$5,000,000. From Fidelity Mid Cap Index.

Unanimously approved

11-128.21

Motion by Taylor, supported by Young.

Resolved: To receive and file the following correspondence:

1. Medicare report for November 2021. Note four (4) changes this reporting period.
2. GASB Statement No. 67/68 as of June 30, 2021 as prepared by Foster & Foster.
3. Correspondence received from PNC Bank Capital Advisors announcing the new

Chief of Compliance Officer.

Unanimously approved.

11.129-21

Motion by Taylor, supported by Young.

Resolved To approve the following payment of bills:

1. Payment to Linda Kemp for the period of October 17, 2021 through November 7, 2021 in the amount of \$1,347.50 reimbursement for monthly Zoom subscription in the amount of \$15.98 for a total of \$1,363.48
2. Payment to Brown Advisory for investment services for the period of July 1, 2021 through September 30, 2021 in the amount of \$23,689.74.
3. Payment to Newsouth Capital Management, Inc. for management fees for the period of July 1, 2021 through September 30, 2021 in the amount of \$32,120.
4. Payment to Foster & Foster for the June 30, 2021 GASB 67/68 report in the amount of \$4,900.
5. Payment to Vanoverbeke Michaud & Timmony P.C. for legal services rendered to the City of Taylor Police and Fire Retirement System in the amount of \$3,895.
6. Payment to MAPERS for annual membership dues in the amount of \$200.

Unanimously approved.

11.130-21

Mr. Jack Timmony Trustee Al Young asked for an opinion on members entering the DROP and surviving spouse benefits. Does a member need to be married at the time they retire and enter the DROP or at the time they exit the DROP in order to be entitled to survivor benefits. Mr. Timmony stated a member is considered an “active” member until such time as they exit the DROP, therefore a marriage while participating in the DROP would allow for survivor benefits should a member get married while active in the DROP.

Mr. Chris Kuhn provided an investment performance review for the period ending September 30, 2021. Discussed the compliance checklist briefly. Asset allocation summary discussion/review. Comparative performance review as of September 30, 2021, in the top 14%. Outperformed policy index. Outperformed significantly for government fund. Difficult benchmark, however very close to it. Brief discussion on individual managers; noting Alger slightly ahead and Brown slightly behind. Brandywine has done very well. PNC since inception is well ahead of their benchmark. International, WCM did very well as did Bloomfield. Asset/manager summary as of November 1, 2021 was provided.

Motion by Young, supported by Taylor.

Resolved: To receive and file the Investment report as presented by Investment Consultant Chris Kuhn.

Unanimously approved

11.131-21

Motion by Hill, supported by Taylor.

Resolved: To authorize Investment Consultant, Chris Kuhn to facilitate the transfer of 6M from the administrative account to WCM.

Unanimously approved.

11.132-21

Ed Urbono provided an update on value equity as of July, August, and September 2021. It was noted large cap value is up, there has been a shift in value space to high quality names. A review of fixed income and portfolio characteristics. There has been movement in credit spreads, key sector target positioning. Mr. Urbono also provided portfolio update.

Motion by Young, supported by Taylor.

Resolved: To receive and file the report presented by Ed Urbono.

Unanimously approved

11.133-21

Chair Hill Open Business. Fire Retiree Dennis Marshall was present at this meeting to address Ms. Sheila Gorski-Schulte requesting a written confirmation to a previous conversation they had in which Ms. Gorski-Schulte advised Mr. Marshall his banks, previously cashed out and repaid to the Retirement System, would in fact be counted toward his FAC for the purpose of calculating his retirement benefit. Ms. Gorski-Schulte further stated she would have Mr. Marshall's final pay reports and a written verification to the pension office by the end of business on Friday, November 12, 2021.

Motion by , supported by .

Resolved: To adjourn at 5:24P.M.

Unanimously approved.

11.134-21

Motion by Hill, supported by Taylor.

Resolved: To reopen the meeting at 5:29 to discuss the recalculation of benefit for retiree Ron Howard.

Unanimously approved.

11.135-21

The Board discussed the overpayment of benefit paid to retiree Ron Howard as a result of revised pay reports submitted by Ms. Sheila Gorski-Schulte. It was agreed upon by the Board members to allow Mr. Howard to repay the Retirement System \$581.58 each month for the next 14 months which is the same length of time he received the overpayment.

Motion by Young, supported by Taylor.

Resolve: To authorize Linda Kemp to prepare letter to be sent to Mr. Howard outlining the repayment structure upon review by Mr. Timmony.

Unanimously approved.

11.136-21

Motion by Taylor, supported by Young.

Resolved: To adjourn at 5:33 P.M.

Unanimously approved.

11.137-21

The next regular meeting of the City of Taylor Police and Fire Retirement System Board of Trustees is scheduled for Thursday, December 9, 2021 at 4:00 P.M. Meeting will be held at the Police Station second floor conference room.