

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, October 13, 2022.

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

Also Present: Jack Timmony, VanOverbeke Michaud & Timmony P.C., Legal Counsel; Chris Kuhn, CAIA, Senior Investment Consultant, AndCo; Patricia Vannordon, Human Resource representative for the City of Taylor, Ed Urbano, PNC Investment Advisor SR.

Excused: Trustee Michelle Tocco

Trustee and Chair Nicolas Taylor, called the meeting to order at 4:17 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 September 8, 2022.

Unanimously approved.

10.57-22

Motion by Taylor, supported by Young.

Resolved: To approve the following financial correspondence.

1. Letter dated September 17, 2022 to Ms. Christine Burns Patti of Newsouth Capital providing authorization for a partial rebalancing of assets for the City of Taylor Police and Fire Retirement System.
2. Letter dated September 17, 2022 to Mr. Ted Doyle of Fred Alger authorizing a partial rebalancing of the City of Taylor Police & Fire Retirement System's assets.
3. Letter dated September 17, 2022 to Ms. Sara Boles of PNC Bank authorizing the facilitation of a partial rebalancing of assets.
4. PNC Trade Ticket dated September 16, 2022 requesting \$2,000,000.00 from Fidelity Mid Cap to the administrative account.
5. Capital call notice dated September 6, 2022 received from Abbott Capital in the amount of \$506,031.99.
6. Letter dated September 15, 2022 to Ms. Sara Boles of PNC Bank authorizing the facilitation of Abbott Capital's capital call request in the amount of \$506,031.99
7. Transfer from the commingled account to the administrative account in the amount of \$506,031.99 to facilitate Abbott Capital's capital call.
8. Capital call notice received from Portfolio Advisors dated October 6, 2022 with a call date of October 17, 2022 and a call amount of \$93,637.00.
9. Correspondence dated October 10, 2022 to Ms. Sara Boles of PNC Bank requesting the facilitation of Abbott Capital's call request.

10. Trust to trust transfer (from commingled account to the administrative account) dated September 30, 2022 in the amount of \$2,000,252.82. Approved by Trustee Tocco.
11. Transfer from Newsouth in the amount of \$2,000,000.00 and \$2,000,000.00 from Alger to the administrative account as approved by the Board at the September 17, 2022 meeting.
12. Distribution notice dated October 11, 2022 received from Bloomfield Capital with a distribution in the amount of \$193,717.75.

Unanimously approved

10.58-22

Motion by Taylor, supported by Couture.

Resolved: To receive and file the following correspondence:

1. FOIA request received from Maria Raciél Toroy of With Intelligence dated September 13, 2022.
2. FOIA response letter dated September 15, 2022 to Maria Raciél Toroy with corresponding fee schedule.
3. FOIA request received from Tali Goldman of Bloomberg LP dated September 13, 2022.
4. FOIA response letter dated September 14, 2022 to Tali Goldman of Bloomberg with corresponding fee schedule.
5. October Medicare report. Note three (3) changes this reporting period.

Unanimously approved.

10.59-22

Motion by Taylor, supported by Couture.

Resolved: To approve the following Correspondence.

Motion by Couture, supported by Young.

Resolved: To approve the following payment of bills.

1. Payment to Linda Kemp for the period of September 11, 2022, through October 9, 2022, in the amount of \$2,220.00, and \$15.98 for monthly Zoom subscription, for a total of \$2,235.98.
2. Payment to AndCo Consulting, LLC for consulting services and performance evaluation for the period of July 1, 2022 through September 30, 2022 in the amount of \$14,500.00.
3. Payment to Alger for management fees for the period of July 1, 2022 through September 30, 2022 in the amount of \$14,698.14
4. Payment to Foster & Foster for quarterly fixed fee retainer for the quarter ended September 30, 2022.

Unanimously approved.

10.60-22

Mr. Timmony was present, and stated the following. He and his firm are keeping an eye on Lansing related to State of Michigan Treasury Department and the pension fund improvement program. No published guidelines yet, however it is being monitored. Sturbridge investment update: negotiated favorable terms if the Board wishes to enter into an agreement with them

Mr. Chris Kuhn provided market update for September; noted September was an unfavorable month. The three- and five-year numbers are still favorable. Fixed income was down over 4% for the month. Updated market report shows fund is down. A portion of the city contribution will come before the end of the year. Trustee Couture expressed some concern related to under funding and the affect that may have on future contributions by the city to the P&F Retirement fund.

Mr. Kuhn mentioned Sturbirdge has agreed to the terms recommended by our legal representatives. Mr. Kuhn recommended a \$2,000,000.00 investment with them in the Sturbridge Diversified Private Equity Fund III. Mr. Kuhn discussed the U.S. Treasury Yield Curve and Domestic Equity.

Motion by Young, supported by Taylor.

Resolved: To authorize Investment Consultant Chris Kuhn to facilitate a \$2,000,000.00 investment with Sturbridge in the Sturbridge Diversified Private Equity Fund III. The Board will determine where the funds will come from at a later date.

Unanimously approved.

10.61-22

Motion by Couture, supported by Taylor.

Resolved to: Receive and file report as presented by Investment Consultant Chris Kuhn.

Unanimously approved.

10.62-22

Ed Urbano discussed inflation and the market reaction to inflation. Discussion also included year to date returns, which are down are down, inception to date returns, fixed income, treasury yields, portfolio characteristics, account performance, yield curves, difference between the three-month yield vs the 10-year yield. It was noted unemployment is down and wages are rising. PNC large cap strategy performed nicely compared to the benchmark.

Motion by Couture, supported by Young.

Resolved to receive and file report presented by Ed Urbano of PNC,

Unanimously approved.

10.63-22

Chair Hill Open Business: None

TAYLOR POLICE & FIRE RETIREMENT BOARD
Thursday October 13, 2022

Motion by Couture, supported by Young.

Resolved: To adjourn at 5:35 P.M.

Unanimously approved.

10.63-22

The next regular meeting of the City of Taylor Police and Fire Retirement System Board of Trustees is scheduled for Thursday, November 10, 2022 at 4:15 P.M. Meeting will be held at the Police Station second floor conference room.