

**REGULAR MEETING MINUTES
SOUTHFIELD FIRE AND POLICE RETIREMENT SYSTEM BOARD**

July 12, 2022

The Board convened in Council Study at 11:30 a.m. The Meeting was started at 11:46 a.m. by President Fisher.

PRESENT: John Fisher; Audrey Harvey; Irv Lowenberg; Duane Garth (early exit); Brent Wilson

ABSENT:

ALSO

PRESENT: Michael VanOverbeke, Legal Counsel/VMT; Brian Green, Investment Consultant/AndCo; Megan Battersby, Retirement Program Director/SFPRS; James Mallory and Shannon Fake/1607 Capital Partners; John Cooney and Mike Pugatch/HarbourVest; Robert Hatch and Alex Tatum/Constitution Capital Partners

R.B. 22-043 **MOTION** by Harvey, supported by Wilson, to approve Regular Meeting Minutes, Southfield Fire and Police Retirement System Board, June 14, 2022. **MOTION CARRIED UNANIMOUSLY**

R.B. 22-044 **MOTION** by Harvey, supported by Wilson, to acknowledge receipt of Cash & Asset Statement as of May 31, 2022, in the amount of \$197,517,026.78. **MOTION CARRIED UNANIMOUSLY**

R.B. 22-045 **MOTION** by Harvey, supported by Wilson, to approve payment of invoices as follows: Expense report from I. Lowenberg for June 14, 2022 meeting lunch; Invoice from AndCo for consulting services and performance evaluation for the period April 2022 through June 2022 in the amount of \$26,775.00; Invoice from GRS for Clark EDRO Calculations dated 6/29/2022 in the amount of \$1,500.00; Invoice from YCM for asset management services for the period 4/1/2022 – 6/30/2022 in the amount of \$8,338.30; Fiduciary Liability Insurance Premium Allocation for 2021-2022 fiscal year in the amount of \$24,314.40. **MOTION CARRIED UNANIMOUSLY**

R.B. 22-046 **MOTION** by Harvey, supported by Wilson, to acknowledge receipt of Informational Item as follows: YTD 2021/2022 Budget. **MOTION CARRIED UNANIMOUSLY**

R.B. 22-047 **MOTION** by Fisher, supported by Wilson, to acknowledge receipt and approval of DROP Application from J. Schneider (05/14/2022). **MOTION CARRIED UNANIMOUSLY**

R.B. 22-048 MOTION by Fisher, supported by Wilson, to acknowledge receipt and approval of Retirement Application from C. Clark (revised date 07/08/2022). MOTION CARRIED UNANIMOUSLY

R.B. 22-049 MOTION by Fisher, supported by Wilson, to acknowledge receipt and approval of DROP Distribution Elections from M. Douville, S. Lasota, W. Bounds. MOTION CARRIED UNANIMOUSLY

R.B. 22-050 MOTION by Fisher, supported by Wilson, to acknowledge receipt and approval of Annuity Withdrawal Distribution Election from C. Clark. MOTION CARRIED UNANIMOUSLY

R.B. 22-051 MOTION by Wilson, supported by Lowenberg, to approve annual budget for the fiscal year 2022 – 2023 as presented and amended. MOTION CARRIED UNANIMOUSLY

R.B. 22-052 MOTION by Harvey, supported by Wilson, to acknowledge receipt and approval of the annual Proposed Services and Actuarial Fees letter for the period beginning July 1, 2022, from GRS dated June 8, 2022. MOTION CARRIED UNANIMOUSLY

Irv Lowenberg presented costs associated with the conference he would like to attend in Chicago later in July.

R.B. 22-053 MOTION by Harvey, supported by Garth, to approve attendance for Irv Lowenberg at the ALTSCHI2022 conference from July 20-22, 2022, in Chicago, IL. MOTION CARRIED UNANIMOUSLY

Legal Counsel reported that the Legislature is currently on break but that amendments to the Open Meeting Act have made it through the House and will be picked up when sessions resume. He indicated that the pension rescue plan legislation is still pending and that help for plans that are more than 60% funded has been dropped. He also indicated class action lawsuits are starting to be filed against Act 345 communities claiming that OPEB shouldn't be funded through the Act 345 millage.

Retirement Program Director did not have anything formal to present.

1607 Capital Partners presented an annual update to the Board. They provided a firm and team overview, reviewed portfolio performance, and discussed cumulative excess return driven by discount, including the potential sources of those excess returns.

Duane Garth exited the meeting.

HarbourVest presented their secondary strategy, Dover Street XI Fund, to the Board. They provided a firm overview and discussed their global scale and market coverage, secondary market growth, and opportunities in the current volatile market conditions. They provided an overview of Dover Street XI Fund and its objective, investment focus, portfolio construction, and terms.

Constitution Capital Partners presented their private equity strategy, Ironsides Fund VI, to the Board. They reviewed fund performance and the differences between the partnership, co-investment, and 50% partnership/50% co-investment opportunities. Key terms of each portfolio were discussed.

Investment Consultant provided an overview of each candidate, touching on key firm and fund differentiators. The terms of each fund were discussed, and performance was compared.

R.B. 22-054 MOTION by Lowenberg, supported by Fisher, to approve a commitment of \$5 million to HarbourVest Dover Street XI Fund and a commitment of \$2.5 million each to both Constitution Capital Partners Ironsides Partnership Fund VI and Constitution Capital Partners Ironsides Co-Investment Fund VI. MOTION CARRIED UNANIMOUSLY

Investment Consultant reviewed investment and manager allocations and cash flow needs.

R.B. 22-055 MOTION by Fisher, supported by Wilson, to approve the redemption of \$1.6 million from Loomis Sayles Intermediate Bond Fund for liquidity needs. MOTION CARRIED UNANIMOUSLY

There being no further business to come before the Board, the meeting was adjourned at 2:51 p.m.

Prepared by Megan Battersby, Retirement Program Director

Approved by Board Motion on August 9, 2022