

REGULAR MEETING MINUTES
SOUTHFIELD FIRE AND POLICE RETIREMENT SYSTEM BOARD

September 13, 2022

The Board convened in Council Study at 11:30 a.m. The Meeting was started at 11:43 a.m. by President Fisher.

PRESENT: John Fisher; Audrey Harvey; Irv Lowenberg

ABSENT: Duane Garth; Brent Wilson

ALSO

PRESENT: Michael VanOverbeke, Legal Counsel/VMT; Brian Green, Investment Consultant/AndCo; Megan Battersby, Retirement Program Director/SFPRS; Jay Rollins/Walker & Dunlop

R.B. 22-067 MOTION by Harvey, supported by Lowenberg, to approve Regular Meeting Minutes, Southfield Fire and Police Retirement System Board, August 9, 2022. MOTION CARRIED UNANIMOUSLY

R.B. 22-068 MOTION by Lowenberg, supported by Harvey, to acknowledge receipt of Cash & Asset Statement as of July 31, 2022, in the amount of \$197,298,874.40. MOTION CARRIED UNANIMOUSLY

R.B. 22-069 MOTION by Harvey, supported by Lowenberg, to approve payment of invoices as follows: Expense report from I. Lowenberg for August 9, 2022 meeting lunch; Expense report from M. Battersby for notary renewal; Credit card statement for the period 07/03/22 – 08/02/22 in the amount of \$4,886.04; Credit card statement for the period 08/03/22 – 09/02/22 in the amount of \$1,695.47; Invoice from VanOverbeke Michaud & Timmony P.C. for legal services rendered for the period 01/01/2022 thru 06/30/2022 in the amount of \$5,320.00. MOTION CARRIED UNANIMOUSLY

R.B. 22-070 MOTION by Harvey, supported by Lowenberg, to acknowledge receipt of Informational Item as follows: YTD 2022-2023 Budget; Legal Counsel Memo Re: State of Michigan Budget 2022; Northern Trust Quarterly Invoice. MOTION CARRIED UNANIMOUSLY

R.B. 22-071 MOTION by Fisher, supported by Lowenberg, to acknowledge receipt and approval of Retirement Applications from D. Crysler (09/02/2022) and T. Gougeon (12/05/2022). MOTION CARRIED UNANIMOUSLY

R.B. 22-072 MOTION by Fisher, supported by Lowenberg, to acknowledge receipt and approval of DROP Distribution Elections from T. Krettlin, M. Duff, S. Rata, P. Simerly, T. Barr. MOTION CARRIED UNANIMOUSLY

R.B. 22-073 MOTION by Fisher, supported by Lowenberg, to acknowledge receipt and approval of Annuity Withdrawal Distribution Elections from K. Bounds, D. Crysler. MOTION CARRIED UNANIMOUSLY

Retirement Program Director presented RIE calculation as of July 1, 2022. The annual Distributable Reserve is the lesser of 1) the sum of the calculated individual maximum RIE payments (i.e., the amount that would restore 85% of original purchasing power) and 2) 35% of the RIE Reserve Balance (\$680,978 as of 7/1/2021). 7/1/2021 was the first time that the Distributable Reserve was limited to 35% of the RIE Reserve Balance. It is being limited again this year to 35% of the RIE Reserve Balance, or \$238,342.30. The pro-rata allocation method that was used last year has again been used.

R.B. 22-074 MOTION by Harvey, supported by Lowenberg, to approve the July 1, 2022 RIE distributions in the total amount of \$238,342.30 as presented using the pro-rata method based on calculated maximum amounts. MOTION CARRIED UNANIMOUSLY

Legal Counsel had nothing additional to report.

Retirement Program Director had nothing additional to report.

Jay Rollins from Walker & Dunlop provided a current economic view of the JCR Capital legacy funds as well as an overview of JCR Funds III and IV. Fund III is expected to be fully realized prior to December 31, 2022. Fund IV is fully invested and now in harvest mode. Presenter provided answers to questions posed by Trustees and Investment Consultant.

Investment Consultant reviewed Market Update as of August 31, 2022, trailing returns for the last several months, investment and manager allocations, and cash flow needs.

R.B. 22-075 MOTION by Lowenberg, supported by Harvey, to approve 1) the submission of a redemption request to Nantucket for \$2 million as of December 31, 2022, 2) the transfer of \$400,000 from Loomis Sayles Intermediate Duration Bond Fund to Cash Account, and 3) allow any cash needs that may arise between now and the next Board meeting to be funded by raising up to \$1.5 million from YCM Dividend Aristocrats Index Fund. MOTION CARRIED UNANIMOUSLY

There being no further business to come before the Board, the meeting was adjourned at 12:47 p.m.

Prepared by Megan Battersby, Retirement Program Director

Approved by Board Motion on October 12, 2022