



500 West Big Beaver
Troy, MI 48084
troymi.gov

MINUTES

Employees' Retirement System Board Meeting

November 8th, 2023 at 12:00 PM
City Council Boardroom
500 West Big Beaver Troy, Michigan 48084
(248) 524-3412

Roll Call

The monthly meeting for the Employees' Retirement System Board of Trustees was held on **November 8th, 2023** in the City Council Boardroom.

The meeting was called to order at 12:02 p.m. by Chairman Maleszyk.

Trustees Present: Kurt Bovensiep
Theresa Brooks
John Foster
Robert C. Maleszyk
Mark Owczarzak

Trustees Absent: Peter Dungjen

Also Present: Thomas Michaud - VanOverbeke, Michaud & Timmony P.C.
Lori Bluhm - City Attorney
Rebecca Sorensen - UBS Financial Management
Darin McBride - UBS Financial Management
Dee Ann Irby – Controller
Tim Brice – Morgan Stanley

Public Comment

- None

Minutes from the September 13th, 2023 Meeting

Resolution # ER – 2023-11-01

Moved by: Foster

Supported by: Bovensiep

RESOLVED, that the Minutes of the September 13th, 2023 meeting be **APPROVED**.

Yeas: - 4 – (Bovensiep, Brooks, Foster, Maleszyk)

Absent: - 1– (Dungjen)

Motion Passes

Retirement Requests

Name	Paul Firth	Marvin Moore Jr.
Pension Program	DC	DB
Retirement Date	February 16, 2024	February 9, 2024
Department	TFSO	Classified-Building Ops
Service Time	22 Years 6 Months	27 years, 4 Months

Maleszyk said after these retirements, fifteen active employees remain eligible for Defined Benefit pension when age/service requirements are met.

Resolution # ER – 2023-11-02

Moved by: Bovensiep

Supported by: Brooks

RESOLVED, that the retirement request listed above be **APPROVED**.

Yeas: - 4 – (Bovensiep, Brooks, Foster, Maleszyk)

Absent: - 1– (Dungjen)

Motion Passes

Regular Business:

Domestic Relations Order

Resolution # ER – 2023-11-03

Moved by: Foster

Supported by: Bovensiep

RESOLVED, that the Domestic Relations order for Bodek be **APPROVED** as presented by Legal Counsel.

Yeas: - 4 – (Bovensiep, Brooks, Foster, Maleszyk)

Absent: - 1– (Dungjen)

Motion Passes

Pension Ordinance Review Update – Attorney Michaud

Attorney Michaud stated that he is still working on review and will be prepared for discussion at a future meeting.

Annual Actuarial Engagement Proposal

Resolution # ER – 2023-11-04

Moved by: Bovensiep

Supported by: Foster

RESOLVED, that the GRS Annual Actuarial Engagement Proposal be **APPROVED** as presented.

Yeas: - 4 – (Bovensiep, Brooks, Foster, Maleszyk)

Absent: - 1– (Dungjen)

Motion Passes

Experience Analysis Proposal by GRS

Resolution # ER – 2023-11-05

Moved by: Bovensiep

Supported by: Brooks

RESOLVED, that the GRS Experience Study Engagement Proposal be **APPROVED** as presented.

Yeas: - 4 – (Bovensiep, Brooks, Foster, Maleszyk)

Absent: - 1– (Dungjen)

Motion Passes

Annual Investment Policy Review:

This item was reviewed and updated with Morgan Stanley and UBS input. Attorney Michaud also reviewed it and with late changes it was decided to be approved at the December meeting.

Fiduciary Insurance Renewal

Resolution # ER – 2023-11-06

Moved by: Bovensiep

Supported by: Foster

RESOLVED, that the Fiduciary Insurance Renewal be **APPROVED** as presented.

Yeas: - 4 – (Bovensiep, Brooks, Foster, Maleszyk)

Absent: - 1– (Dungjen)

Motion Passes

2024 Board Meeting Schedule

Resolution # ER – 2023-11-07

Moved by: Brooks

Supported by: Bovensiep

RESOLVED, that the Board Meeting Schedule be **APPROVED** as presented.

Yeas: - 4 – (Bovensiep, Brooks, Foster, Maleszyk)

Absent: - 1– (Dungjen)

Motion Passes

Investments

Madison Investments negative consent letter

Resolution # ER – 2023-11-08

Moved by: Foster

Supported by: Brooks

RESOLVED, that the Board agrees to the consent to assignment of Advisory Agreement with Madison Investment Advisors, LLC **APPROVED** as presented.

Yeas: - 4 – (Bovensiep, Brooks, Foster, Maleszyk)

Absent: - 1– (Dungjen)

Motion Passes

• **Morgan Stanley - Tim Brice**

- Tim Brice presented the results of performance for the 3rd quarter 2023 and also the month of October 2023.

- **Resolution # ER- 2023-11-09**

Moved by: Bovensiep

Seconded by: Brooks

RESOLVED, that the portfolio be rebalanced in the amount of \$3,000,000 to be distributed to the General Fund in November for reimbursement of Plan expenditures from Cash **APPROVED** as presented.

Yeas: - 4 – (Bovensiep, Brooks, Foster, Maleszyk)

Absent: - 1 - Dungjen

Motion Passes

• **UBS Financial Services - Rebecca Sorensen and Darin McBride**

- Rebecca and Darin presented the results of performance for the 3rd quarter 2023 and also the month of October 2023.

- **Resolution #ERS- 2023-11-10**

Moved by: Foster

Seconded by: Brooks

RESOLVED, that the portfolio be rebalanced in the amount of \$3,000,000 to be distributed to the General Fund in November for reimbursement of Plan expenditures. The following will be the rebalance to the asset allocation model, which is in line with the Investment Policy Statement:

Cash Holdings 10%, Fixed Income 33%, and Equities 57% **APPROVED** as presented.

Yeas: - 4 – (Bovensiep, Brooks, Foster, Maleszyk)

Absent: - 1 - Dungjen

Motion Passes

Other Business

Term Expiration for Theresa Brooks (11/13/2023) – Councilmember Brooks will remain a Board member until action from the City Council.

Term Expiration for Peter Dungjen (12/31/2023) – Administration will work with City Clerk to have an election for the expiring term. All Defined Benefit and Defined Contribution participants are eligible for this Board position.

Request for Closed Session

o **Resolution #ERS- 2023-11-11**

Moved by: Bovensiep

Seconded: Brooks

BE IT RESOLVED, That the Employee Retirement System Board of Trustees shall meet in closed session pursuant to MCL 15.268(h) MCL 15.243(g) to consider material exempt from discussion or disclosure by state or federal statute.

Yeas: - 4 – (Bovensiep, Brooks, Foster, Maleszyk)

Absent: - 1– (Dungjen)

Motion Passes

The Meeting RECESSED at 1:30 PM.

The Meeting RECONVENED at 2:05 PM.

Adjourn

The meeting adjourned at 2:10 PM.

The next meeting is Wednesday, December 13th, 2023 at 12:00 p.m. in City Council Boardroom.



Robert C. Maleszyk, Chairman



Kurt Bovensiep, Vice Chairman