**BOARD OF TRUSTEES OF THE CITY OF SOUTHGATE**

**POLICE AND FIRE RETIREMENT SYSTEM**

**14730 Reaume Parkway**

**Southgate, Michigan 48195**

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REGULAR MEETING OF THE BOARD OF TRUSTEES OF THE

CITY OF SOUTHGATE POLICE AND FIRE RETIREMENT SYSTEM

**December 23, 2021**

PRESENT: Marc Hatfield:, Trustee ALSO PRESENT: Jack Timmony, VanOverbeke, Michaud & Timmony, P.C. Gordon Mydlarz, Trustee Wiliam Messner, Morgan Stanley/Graystone Ken Brown, Trustee Erik Burger, Morgan Stanley/Graystone

 Christopher Rollet, Trustee

 ABSENT: Rob Lukofsky

Marc Hatfield called the meeting to order at 2:35 p.m.

Roll call: Marc Hatfield - present in person.

 Gordon Mydlarz - present in person.

 Ken Brown - phone in from Wayne County, MI

 Christoopher Rollet - present in person (Arrived at 2:37 p.m.)

 Rob Lukofsky – Absent Excused

**APPROVAL OF THE MINUTES**

**Re: Minutes of November 18, 2021**

Minutes of regular meeting held on November 18, 2021 were reviewed and discussed,

**Motion to approve the minutes of November 18, 2021 regular meeting**

By: Gordon Mydlarz, supported by Marc Hatfield **Motion carried.**

**CORRESPONDENCE**

**The following correspondence has been received and placed on file.**

1. Receipt of city statement of employee contributions for November 2021 ($30,060.46).
2. Promotion of Fire Lt. Jeff Niemann to Fire Marshal effective 12/13/2021.

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**UNFINISHED BUSINESS**

1. Andrew Boski refund of contributions: The Board is still waiting for instructions as to where to send his refund.

**NEW BUSINESS**

1. Member benefit statements will be going out the first of the year.

**LEGAL REPORT** 

Mr. Jack Timmony was present at the meeting and discussed the following:

1. Authorized Signers: Legal counsel, Mr. Timmony, stated that KKR requested a list of authorized signors for the Retirement System.

**Motion to approve updating of authorized signors list for the Retirement System and to provide KKR a copy of document.**

By: Gordon Mydlarz, Supported by Marc Hatfield **Motion carried**.

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**REPORTS OF MANAGERS/CONSULTANT**

**INVESTMENT CONSULTANT REPORT**

**RE: GRAYSTONE CONSLUTING/MORGAN STANLEY**

Mr. William Messner and Erik Burger were present at the meeting, and discussed the following:

1. Mr. Erik Burger reviewed and discussed the Executive Overview dated December 16, 2021. **Tab One** showed the Total Fund Performance as of June 30, 2021 end of the fiscal year. The total fund was up 1.24% for the month; up 5.99% for the Quarter; up 12.06% Year to Date; and up 32.87% Fiscal Year to Date. **Tab Two** showed the Total Fund Performance as of September 30, 2021. The total fund was down -0.48% for the month; up 0.16% for the Quarter; up 12.24% Year to Date; up 0.16% Fiscal Year to Date. **Tab Three** shows the Total Fund Performance as of November 30, 2021. The total fund was down -1.72% for the month; up 0.23% Quarter to date; up 12.50% Year to Date; up 0.39%Year to Date and up 19.00% One Year. Mr. Berger discussed the outperformance of individual Managers. Mr. Berger stated there would be no changes to the fund.

1. Asset Allocation/Rebalance is **Tab 4.**  Take $290,000.00 from Edgewood Large Growth; take $225,000.00 from Aristotle Large Value; take $150,000.00 from Hamlin Equity Income; take $260,000.00 from Loomis Investment Grade Bond; take $90,000.00 from Western Core Plus Fixed Income; take $500,000.00 from Blackstone Multi-Alternative; and, take $35,000.00 from the Morgan Stanley cash account. Add $650,000.00 into Reinhart Partners PMV; add $750,000.00 into Kopernik Global All Cap; and, add $150,000.00 into Vanguard Emerging Markets ETF.

Motion to rebalance the Asset Allocation as recommended by the Retirement System’s Investment Consultant

By: Gordon Mydlarz, Supported by Marc Hatfield **Motion carried**.

**APPROVAL OF WARRANTS:**

1. 1636- Gabriel Roeder Smith & Company extra calculations in the amount of $626.00 (Questions regarding extra calculations)
2. 1638 – Legg mason 4th Quarter 2021 management fees in the amount of $4,072.72

Motion to pay warrants 1636 and 1638

By: Gordon Mydlarz, Supported by Marc Hatfield **Motion carried**.

**OPEN FORUM**

Persons in audience: Don Calvin, Retiree

 

**ANNOUNCEMENTS**

 **Next meeting: Thursday, January 20, 2021 at 2:30 p.m.**

**ADJOURNMENT** 

**Motion to adjourn the meeting**

 By: Marc Hatfield, supported by Gordon Mydlarz **Motion carried**.

 Meeting adjourned at 2:53 p.m.

I certify that the foregoing are the true minutes of the meeting of the Board of Trustees held December 16, 2021.

Marc Hatfield, Secretary