EMPLOYEES' RETIREMENT SYSTEM BOARD OF TRUSTEES MINUTES FINAL October 9, 2013

A meeting of the Employees' Retirement System Board of Trustees was held on **Wednesday October 9, 2013** at Troy City Hall, 500 W. Big Beaver Road, Troy, MI 48084.

The meeting was called to order at 12:09 p.m.

Trustees Present: Mark Calice
Thomas J. Gordon, II
Thomas Darling, CPA
Milton Stansbury (Arrived 1:10pm)
Steve Pallotta
Dave Henderson

Trustees Absent: William R. Need (Ex-Officio), Brian Kischnick

Also Present: None

Minutes

Resolution # ER – 2013-10-26
Moved by Pallotta
Seconded by Henderson

RESOLVED, The Minutes of the September 11, 2013 meeting be approved with direction to edit the motions (and/or seconds) moved by Milton Stansbury from "Milton" to "Stansbury".

Yeas: All-6
Absent: Kischnick

Retirement Requests

Resolution # ER – 2013-10-27
Moved by Gordon
Second by Pallotta

RESOLVED, That the following retirement requests be approved as amended.

Name	Patrick Browne	Peggy Sears
Pension Program	DB	DC
Retirement Date	4/08/35 (deferred)	12/13/13
Department	Police	Human Resources
Service Time	15 yrs, 10 mo	36 yrs, 4 mo

Yeas: All-6
Absent: Kischnick

Other Business – Greyston Consulting

Members from Greystone Consulting presented a planning and action plan for implementation of services. This included steps for reviewing and modifying the ERS investment policy, asset allocation study and investment manager search and selection.

Discussion ensued regarding changes in position from custodial transfers noting that no change in position would occur. However, changes in asset allocation may occur within a mutual fund as mutual fund managers liquidate or strengthen positions within the mutual fund itself.

Investment Objective Questionnaires were distributed to board members by Greystone. Consensus was reached by the Board that questionnaires would be completed by board members and returned to Greystone no later than November 1, 2013.

Meeting suspended – 1:15pm

Chairman Calice suspended meeting as to allow for OPEB meeting and presentation by Becky Sorenson of UBS.

Meeting reconvened – 2:15pm

Other Business – Transfer of funds to Morgan Stanley

Discussion ensued on amounts and types of assets to be transferred from current ERS brokers to managed and unmanaged accounts at Morgan Stanley. No consensus was reached and tabled until the November 13, 2013 meeting.

Other Business – ICMA/RC reports

System Administrator Darling reviewed the ICMA/RC reports submitted for the 401 Defined Contribution, 457 Deferred Compensation and RHS Retiree Health savings accounts for the year ended December 31, 2012.

The Administrator noted that there is no fiduciary responsibility on behalf of the Board and that responsibility resides with City Management. However any comments or suggestions to the plan by board members is welcomed.

INVESTMENTS

None

Public Comment

None

The next meeting is November 13th, 2013 at 12:00 p.m. at Troy City Hall, Conference Room C, 500 W. Big Beaver Road, Troy, MI 48084.

The meeting adjourned at 3:25 p.m.

Mark Calice, Chairman

Tom Darling, Pension Administrator