



Minutes

**Employees' Retirement System
Board Meeting**

**January 13, 2016 at 12:00 PM
City Council Board Room**

**Troy City Hall
500 West Big Beaver
Troy, Michigan 48084
(248) 524-3330**

A meeting of the Employees' Retirement System Board of Trustees was held on **January 13, 2016** at Troy City Hall, 500 W. Big Beaver Road, Troy, MI 48084.

The meeting was called to order at 12:05 p.m.

Trustees Present:

Mark Calice
Thomas Darling, CPA
Thomas Gordon II
Steve Pallotta
Milton Stansbury

Trustees Absent:

Brian Kischnick
Dave Henderson

Also Present:

Kathy Kostopoulos
Scott Conrad

Minutes:

Resolution # ER – 2016-01-01

Moved by: Pallotta
Seconded by: Stansbury

RESOLVED, that the Minutes of the December 9, 2015 meeting be approved.

Yeas: - 5 -
Absent: - 2 -

Retirement Requests:

Name	James Sanders	Ralph Houck
Pension Program	DC	DC
Retirement Date	1/14/2016	1/15/2016
Department	AFSCME/Water	AFSCME/Water
Service Time	25 years, 1 month	17 years, 2 months

Resolution # ER – 2016-01-02

Moved by: Pallotta
Seconded by: Stansbury

RESOLVED, that the retirement requests be approved.

Yeas: - 5 -
Absent: - 2 -

Regular Business:

Observed by the Members of the Board were the following ERS re-election terms:

- Milton Stansbury has been re-elected to the ERS Board for a term expiring on December 31,2018
- Chairman Mark Calice has been reappointed to ERS Board by City Council at the January 11, 2016 City Council meeting for a term expiring on December 31, 2018.

Investments:

- Graystone Consulting Presentation

Mr. Michael Holycross, Amy Cole and Robert Alati from Graystone presented the Graystone Morgan Stanley December 31, 2015 Portfolio for the City of Troy Employees Retirement System. Investment performance was reviewed and discussed with the members of the board. Ms. Cole continued with review of Morgan Stanley managed accounts for the month and quarter ended December 31, 2015. She noted that the ending value was \$82.4 million representing a decrease of 1.67% for the month, 3.71% for the quarter and year to date decrease of 1.25%. Mr. Michael Holycross presented the Fee Analysis and Federal Rate Expectations. Chairman Calice requested that Fee Basis Performance be added to the Fee Analysis in the future.

- UBS Financial Services Presentation

Rebecca Sorensen and Darin McBride of UBS reviewed the stock holdings for the City of Troy Employees Retirement Systems Defined Benefit and NAIC portfolios at for December 2015 noting \$114.1 million in assets. This represented a net time-weighted decrease of 2.19% for the month and 2.66% for the quarter and year to date decrease of 1.14%. Investment performance was reviewed and discussed with the members of the board.

Resolution # ER – 2016-1-03

Moved by: Gordon

Seconded by: Stansbury

RESOLVED, that the Members of the Board supported the UBS stock buy recommendation of \$500,000 of Bank of America (BAC), \$500,000 of Berkshire Hathaway Inc.(BRK.B), \$500,000 of Marsh & McLennan (MMC), and \$500,000 of CVS Health Corp. (CVS) using cash proceeds provided from fixed income investments.

Yeas: - 5 -

Absent: - 2 -

Other Business:

None

Public Comment:

Mr. Scott Conrad from City of Troy Engineering Department, retiree and part-time employee joined the meeting and declined to comment.

The next meeting is Wednesday, February 10, 2016 at 12:00 p.m. at Troy City Hall in the Council Board Conference Room, 500 W. Big Beaver Road, Troy, MI 48084.

The meeting adjourned at 1:53 p.m.


Mark Calice, Chairman


Thomas Darling, Pension Administrator