City of Troy

Minutes

Employees' Retirement System Board Meeting

August 10, 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 **August 10, 2016** at Troy City Hall, 500 W. Big Beaver Road, Troy, MI 48084.

The meeting was called to order at 12:00 p.m.

Trustees Present:	Mark Calice Thomas Darling, CPA Thomas Gordon II Milton Stansbury Mark Owczarzak
Trustees Absent:	Dave Henderson Brian Kishnick Steve Pallota
Also Present:	David Bluhm Gregg Clarkin Scott Rhodes

Minutes:

Resolution # ER – 2016-08-26

Moved by: Stansbury
Seconded by: Gordon, II

RESOLVED, that the Minutes of the July 13, 2016 meeting be approved.

Yeas: - 4 -
Absent: - 3 -

Retirement Requests:

None

Regular Business:

-Attendance Support for 2016 Fall MAPERS Conference
Resolution # ER – 2016-08-27

Moved by: Darling
Seconded by: Gordon

RESOLVED, Send Mark Owczarzak to the 2016 fall MAPERS conference with voting rights on behalf of the Troy ERS board, with expenses to be in accordance with city administrative policies.

Yeas: - 4 -
Absent: - 3 -

-City Manager's Office Stock Market Game
Mr. David Bluhm presented the outcome of the City Manager's Office Stock Market Game. The game began on June 30th. The funds picked by the City Manager's Office outperformed the randomly selected stocks.

Investments:

- Graystone Consulting Presentation
Ms. Amy Cole, Mr. Eric Burger, Mr. Robert Alati, and Mr. Michael Holycross from Graystone presented the Graystone Morgan Stanley August 2016 Market Outlook & Commentary. Mr. Alati presented thoughts on the state of the economy, and he believes that we are in the midst of a large bull market.

Mr. Burger presented the June performance summary, and Ms. Cole presented the July performance summary.

Resolution # ER – 2016-08-28

Moved by: Calice
Seconded by: Stansbury

RESOLVED, reallocate $1,500,000 from iShares MSCI EAFE (EFA) to iShares Emerging Mkts (EEM), and reallocate $850,000 from Winslow Large Growth to Delaware Large Value.

Yeas: - 4 -
Absent: - 3 -

-UBS Financial services presentation
Mr. Darren McBride, Ms. Rebecca Sorensen, and Mr. Antonio Desano reviewed the City of Troy Employees Retirement Systems Defined Benefit and NAIC.

Mr. Desano presented buy recommendations for BlackRock, Inc. (BLK) and Align Technology (ALGN). He recommended a purchase of $250,000 for each stock.

Resolution # ER – 2016-08-29

Moved by: Darling
Seconded by: Gordon

RESOLVED, invest $250,000 in BlackRock, Inc. (BLK), and invest $250,000 in Align Technology (ALGN).

Yeas: - 4 -
Absent: - 3 -

Mr. Owczarzak presented information on the telecommunications sector. He recommended selling all positions of Ebay and invest the liquidated money in Vanguard and Fidelity Telecommunications funds. The motion was not supported. UBS will look into ways to increase exposure to the telecommunications sector.

Mr. Darling presented information on the annual financial statements.

Other Business:

None

Public Comment:

None

The next meeting is Wednesday, September 14, 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 1:35 p.m.

Mark Calice, Chairman

Thomas Darling, Pension Administrator