



500 West Big Beaver
Troy, MI 48084
troymi.gov

MINUTES

Employees' Retirement System Board Meeting

May 8th, 2019 at 12:00 PM
Troy City Hall Council Board Room
500 West Big Beaver Troy, Michigan 48084
(248) 524-3330

Roll Call

The monthly meeting for the Employees' Retirement System Board of Trustees was held on **May 8th, 2019** at Troy City Hall, 500 W. Big Beaver Road, Troy, MI 48084.

The meeting was called to order at 12:09 PM.

Trustees Present: Thomas Darling, CPA
Justin Novak
David Hamilton
Mark F Miller
Milton Stansbury

Trustees Absent: Mark Calice
Thomas Gordon II
Mark Owczarzak

Also Present: Amy Cole - Graystone Consulting
Brian Brice – Graystone Consulting
Bob Alati – Graystone Consulting
Rebecca Sorensen – UBS Financial Management
Darin McBride - UBS Financial Management
Shazia Fatima

Minutes from the April 10th, 2019 Meeting

Resolution # ER – 2019-05-13

Moved by: Novak

Seconded by: Hamilton

RESOLVED, that the Minutes of the April 10th, 2019 meeting be **APPROVED**.

Yeas: - 5 -

Absent: - 2 –

Motion Passes

Retirement Requests

Name	Joseph Paul Mowery	Robert J. Redmond
Pension Program	DC/AFSCME	DC/TCOAX
Retirement Date	May 11, 2019	June 8, 2019
Department	Streets	Police
Service Time	22 years, 6 months	39 years, 10 months

Resolution # ER – 2019-05-14

Moved by: Stansbury

Seconded by: Novak

RESOLVED, that the Retirement requests be **APPROVED**.

Yeas: - 5 -

Absent: - 2 –

Motion Passes

Regular Business

- Request for reimbursement to City in the amount of \$6,800,000 in June 2019.
 - The ERS Board directs the Systems Investment Consultants of Greystone Consulting and UBS Financial Services to bring a proposal to reimburse the City for pension benefits paid on the System's behalf in the amount of \$6,800,000 and a separate proposal to reimburse the City for half the amount of \$3,400,000 at the next ERS Board meeting scheduled on June 12, 2019.

Resolution # ER - 2019-05-15

Moved by: Darling

Seconded by: Hamilton

RESOLVED, that the ERS Board directs the Systems Investment Consultants of Greystone Consulting and UBS Financial Services to bring a proposal to reimburse the City for pension benefits paid on the System's behalf in the amount of \$6,800,000 and a separate proposal to reimburse the City for half the amount of \$3,400,000 at the next ERS Board meeting scheduled on June 12, 2019 be **APPROVED**.

Yeas: - 5 -

Absent: - 2 –

Motion Passes

Investments

Graystone Consulting Group Presentation

- **Market Review – Bob Alati / Brian Brice**
 - Bob discussed the long-term and short-term trends in the stock market highlighting that the long-term trend is still upward.
 - He also discussed chart patterns such as technical formations and continuation patterns developed over the markets.
 - He concluded that we are still in a bull market and there is still no recession.
 - Brian presented the Market Update slides discussing Asset Class Index Performance and Asset Class Returns.
- **Investment Review – Amy Cole**
 - Amy discussed Total Fund Performance noting the YTD Net Returns Net of Fees for the combined accounts as of March 31st, 2019 at 10.76%.
 - Morgan Stanley Portfolio Performance YTD Net Returns Net of Fees as of April 30th, 2019 was 12.15%.
 - She also discussed Total Fund Asset Allocation, Manager Asset Allocation, Manager Performance, and Investment Manager Analysis.
 - She did not have any rebalancing recommendations at this time.

UBS Financial Presentation

- **Market Review – Rebecca Sorensen**
 - Rebecca gave a market update discussing the factors that led to the increase in global assets since the end of last year.
 - She highlighted that we maintain an overweight to equities versus fixed income and also discussed bond yields in the market.
 - They do not anticipate a recession right now.
- **Investment Review – Darin McBride**
 - The performance as of April 30th, 2019 YTD Net Rate of Return Net of Fees was as follows: Combined 14.90%; ERS 13.74%; NAIC 19.27%.

Other Business

None

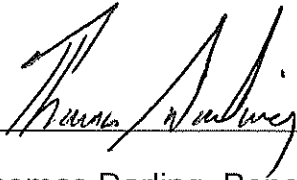
Public Comment

None

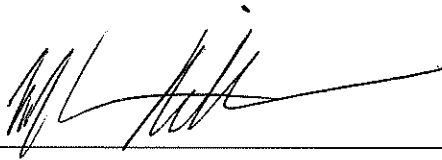
Adjourn

The meeting adjourned at 1:29 PM.

The next meeting is Wednesday June 12th, 2019 at 12:00 PM at Troy City Hall, Council Board Conference Room, 500 W. Big Beaver Road, Troy, MI 48084.



Thomas Darling, Pension Administrator



Mark F Miller, Trustee