

**OFFICIAL PROCEEDINGS OF THE BOARD OF  
TRUSTEES  
CITY OF LANSING  
POLICE AND FIRE RETIREMENT SYSTEM**

Regular Meeting  
Council Conference Room  
10th Floor, City Hall  
Lansing, MI

April 20, 2010  
Tuesday, 8:30 a.m.

The Board met in regular session and was called to order at 8:35 a.m.

Present: Trustees Benson, Fabus (9:15), Hecksel, Kraus, Oleson, St. Aubin – 6.  
Absent: Trustee Bernero, Wood

Others: Karen E. Williams, Finance Department; Attorney Kenneth Lane, Clark Hill Law Office (representing the Law Department); Byran Epling, Lansing Fire Department.

It was moved by Trustee Kraus and supported by Trustee Oleson to approve the Official Minutes of the Police and Fire Retirement System Board Meeting of February 16, 2010 with amendments.

Adopted by the following vote: 5 – 0.

It was moved by Trustee Oleson and supported by Trustee Hecksel to approve the Official Minutes of the Police and Fire Retirement System and the Employees Retirement System Meeting of March 16, 2010.

Adopted by the following vote: 5 - 0.

Mr. Bryan Epling provided background and support of Request for Duty Disability applicants. Mr. Epling discussed his concerns regarding the Board's policy and procedures for requesting information. Mr. Epling provided feedback from an applicant who had a conversation with Dr. Roth. The applicant stated that he was told that Dr. Roth did not wish to review the wealth of information.

Secretary's Report.

0 new fire member(s), 0 new police members, 0 reinstatement(s), 0 refund(s), 0 transfers, 2 retired. Total: Active membership: 465. 0 death(s). Refunds made since the last regular meeting amounted to \$ 0.00. Retirement allowances paid for the month of March, 2010 amounted to \$1,864,788.84. Total retirement checks

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**Secretary's Report –cont.**

printed for the P&F System: 639. Total retirement checks printed for both systems: 1440. Domestic relations order received: 0. Domestic relations orders pending: 0. Eligible domestic relations orders certified: 0.

It was moved by Trustee Oleson and supported by Trustee Hecksel to recess the meeting to allow the Disability subcommittee to discuss requests of duty and nonduty disability.

Adopted by the following vote: 5 - 0.

The Board recessed at 8:50 a.m.

The Board resumed at 9:15 a.m.

Mr. Fabus entered the meeting

It was moved by Trustee Hecksel and supported by Trustee Oleson to move Case #2010-F0420 to Non-Duty Disability Retirement and to send the applicant to the Medical Director with all supporting documents pertinent to the injury supplied by the City and the applicant.

Adopted by the following vote: 6 -0.

It was moved by Trustee Hecksel and supported by Trustee Oleson to refer Case #2010-F0421 to the Medical Director with all supporting documents pertinent to the injury supplied by the City and the applicant.

Adopted by the following vote: 6 - 0.

It was moved by Trustee Hecksel and supported by Trustee Oleson to refer Case #2101-F0422 to the Medical Director with all supporting documents following the practice established by Case #2009-F1020.

Adopted by the following vote: 6 -0.

There were no Refunds of Accumulated Contributions.



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It was moved by Trustee Oleson and supported by Trustee Hecksel to excuse Trustee Wood from the Police and Fire Retirement System Board meeting.

Adopted by the following vote: 6 – 0.

Trustee Benson inquired regarding the Board's reaction to public comments stating that Dr. Roth had concerns regarding the wealth of information sent regarding disability applicants. Trustee St. Aubin reported to the Board that the disability subcommittee will contact Dr. Roth regarding the public comments and ask for his direction. Trustee Kraus added that the subcommittee will continue to send the items detailed in accordance with the policy and past practice until the subcommittee is instructed differently from Dr. Roth.

Karen Williams updated members regarding the Spring MAPERS Conference. She informed trustees that she would have hotel registrations at the next meeting.

Mr. Robert Hecksel reported to the Board regarding the Asset Consulting Group Michigan Trustee Educational Forum, April 14, 2010 at the Radisson Hotel. The Forum's topics included Capital Market Overview, Real Asset Strategies, Non-US Equity Opportunities, and Hedge Fund Strategies. Mr. Hecksel reported that trustees from throughout Michigan attended the forum. The form was interactive and participants were allowed to ask questions. Trustee Kraus discussed the handouts that were made available and encouraged members if they had any questions to contact Asset Consulting. Trustee Oleson reminded members that the handouts were sent to all members by email.

Karen Williams updated the Police and Fire Retirement Board regarding the Travel Policy. Mr. Korkoske updated the staff regarding Retirement Board policy and stated that members will be reimbursed for taxes.

Attorney Kenneth Lane updated the Board regarding pending legislation amendments to PA 314, requiring cities over 500,000 with pension systems to post expenditures on their website.

Attorney Lane distributed a memo and also discussed pending legislation regarding distressed retirement system. The legislation would allow the distressed system to be transferred over to MERS. Trustee Attorney Lane discussed the criteria and the procedures how a system would be determined as distressed.

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Trustee Oleson provided an Investment Subcommittee report regarding the BlackRock Replacement. The subcommittee met jointly with the Employees Retirement system investment subcommittee and chose three finalists for interviews, T Rowe Price Goup, Chicago Equity Partners, and Analytic Investors LLC. John Jackson will contact the Board regarding interview times.

Karen Williams distributed the City Attorney's legal opinion regarding the calculation of Service Credit. The Board reviewed the pension and inquired how service credits are determined. Ms. Williams explained ten days of service and how monthly service credits are calculated.

Trustee Kraus stated that the request for proposal for the Actuary Bid Process is ready to be distributed. The subcommittee will review the firms that respond and narrow the list to a group of finalist.

Attorney Kenneth Lane scheduled three firms for Fraud Monitoring/Securities Litigation for interviews, April 28, 2010.

Trustee Oleson requested that the Retirement Software discussion be placed on the agenda. Trustee Hecksel requested that the death check option be explored. The Board discussed researching other firms and companies that provide retirement software.

Karen Williams distributed and reviewed the March Investment Report and quarterly Police and Fire Retirement System expense report.

Karen Williams reported to the Board that Asset Consulting Group recommended liquidating \$5,000,000 from Black Rock for the Quarterly Cash Flow Withdrawal. Ms. Williams also requested \$5,000 for Administrative expenses from the Northern Trust Securities Lending Account.

It was moved by Trustee Hecksel and supported by Trustee Oleson to approve the Quarterly Cash Flow withdrawal as recommended by Asset Consulting Group to move \$5,000,000 from Black Rock to the Comerica account.

Adopted by the following vote: 6 – 0.

It was moved by Trustee Hecksel and supported by Trustee Oleson to approve the Quarterly Cash Flow withdrawal of \$5,000 for Administrative Expenses from the Northern Trust Securities Lending Account.

Adopted by the following vote: 6 – 0.

The meeting adjourned at 9:51 a.m.

Minutes approved on \_\_\_\_\_

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Brad St. Aubin, Chairperson  
Police & Fire Retirement System

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Jerry Ambrose, Secretary  
Police & Fire Retirement System