

**CITY OF KALAMAZOO EMPLOYEES' RETIREMENT SYSTEM
PENSION BOARD OF TRUSTEES MINUTES
WEDNESDAY, August 10, 2016**

A meeting of the Pension Board of Trustees was held on Wednesday, August 10, 2016 at 8:00 a.m. in the Third floor Conference Room of City Hall.

Members Present: Chair Randy Eberts, City Manager Jim Ritsema and Thomas Maher

Members Absent: Robert Bauckham and Commissioner Shannon Sykes

Also Present: Clyde Robinson, Tom Skrobola and Patricia Vargas

Jim Ritsema motioned and Tom Maher supported to excuse Robert Bauckham and Shannon Sykes.

Ayes: Chair Randy Eberts, City Manager Jim Ritsema and Tom Maher

Nays: None

Approval of Minutes

Jim Ritsema motioned and Tom Maher supported to approve the Pension Board minutes of May 18, 2016. The motion was passed by voice vote:

Ayes: Chair Randy Eberts, City Manager Jim Ritsema, and Tom Maher

Nays: None

2016 Approval of Retirement Applications – 2nd Qtr.

Last Name	First Name	Group	Date	Type	Benefit	Method	FAC	Yrs
Renaldi	Frank	NBU	03/19/16	Deferred			\$72,739.36	8.0833
Foune	Sue	NBU	03/31/16	Early	\$2,923.64	100% JS	\$95,234.58	23.9167
Bailey	Brian	NBU	04/02/16	Deferred			\$58,390.10	7.1667
Jung	Debbie	NBU	04/15/16	Deferred			\$64,545.02	15.9167
Pittelkow	Brett	KPSOA	04/29/16	Regular	\$4,791.68	Straight Life	\$84,341.97	25.2500
Adams	Debbie	KMEA	05/14/16	Regular	\$1,852.99	50% JS	\$44,761.41	25.1667
Bennett-Siwula	Michelle	KPSOA-CSO	05/19/16	Deferred			\$60,177.27	16.3330
Sullivan	Travis	KMEA	06/03/16	Deferred			\$33,763.18	8.0000
Perry	Tina	KMEA	06/22/16	Deferred			\$45,943.78	3.8330

Jim Ritsema motioned and Tom Maher supported to approve the retirement applications. The motion was passed by voice vote:

Ayes: Chair Randy Eberts, City Manager Jim Ritsema, and Tom Maher

Nays: None

Approval of Military Buy-Back Application

The Committee reviewed the supporting documentation for the following military buy-back applicant:

- Patrick Hillenbrand
- Bradley Kendall
- Kristopher Lockett-Olli
- Chelsey Omilian

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Jim Ritsema motioned and Tom Maher supported to approve the retirement applications. The motion was passed by voice vote:

Ayes: Chair Randy Eberts, City Manager Jim Ritsema, and Tom Maher

Nays: None

Changes Due to Death (Information only)

Last Name	First Name	Date of Birth	Date of Hire	Date of Death	Retiree Benefit	Beneficiary Benefit	Beneficiary Name
Fooy	Robert	1/26/1927	12/27/1971	04/02/16	\$500.99	\$500.99	Donna
Doorlag	Henry	12/1/1934	8/20/1959	04/21/16	\$1,804.41		
Zdzinicki	Robert	9/7/1935	2/1/1960	05/30/16	\$2,202.12		
Finley	Barbara	4/4/1933	5/2/1955	04/19/16	\$448.18		
Verschoof	Mae	2/16/1927		06/02/16		\$759.39	
Wright Sr	Richard	9/30/1929	5/1/1952	06/12/16	\$886.84		

New Hires (Information only)

Last Name	First Name	EMP #	DOH	Sex	Ethnicity	Wage	Annual Wage	Group
Audette	Pamela	14363	05/09/16	F	White	15.87		AFSCME
Avery	Matthew	14358	05/09/16	M	White	15.87		AFSCME
Clark	Tim	14362	05/09/16	M	White		92,000.00	NBU
Beckwith	Jason	14365	05/22/16	M	White	20.62		KPSOA
Jones	Caleb	14366	05/22/16	M	White	20.62		KPSOA
Roddie	Ryan	14367	05/22/16	M	White	20.62		KPSOA
Alford	Stephanie	14370	05/23/16	F	White	18.76		KPSOA
Cole	Adrean	14368	05/23/16	M	Two or more races	18.76		KPSOA
Davis	Dewayne	14000	05/23/16	M	Black	17.29		ATU
DeWaal	Aaron	14373	05/23/16	M	White	18.76		KPSOA
Donaldson	Shelby	14396	05/23/16	F	Black	13.10		KMEA
Dumont	Nicolina	14397	05/23/16	F	White	13.10		KMEA
Gernaat	Matthew	14376	05/23/16	M	White	20.62		KPSOA
Hillenbrand	Patrick	14378	05/23/16	M	White	18.76		KPSOA
Kendall	Bradley	14372	05/23/16	M	White	18.76		KPSOA
Lockett	Catrice	14375	05/23/16	F	Black	18.76		KPSOA
Lockett-Ollie	Kristopher	14374	05/23/16	M	Black	18.76		KPSOA
Morris	Dominique	14181	05/23/16	F	Black	17.29		ATU
Omilian	Chelsey	14379	05/23/16	F	White	18.76		KPSOA
Radenovic	Petar	14371	05/23/16	M	White	18.76		KPSOA
Spann	De'Monte	14369	05/23/16	M	Black	18.76		KPSOA
Westrick	Brendan	14377	05/23/16	M	White	20.62		KPSOA
Al-Bayati	Ahmed	14406	06/06/16	M	White		53,200.00	NBU
Vliestra	Greg	14364	06/06/16	M	White		81,800.00	NBU
Vandyken	Brock	12718	07/05/16	M	White	15.57		AFSCME
Washington	Lamont	14412	07/05/16	M	Black	11.02		ATU

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Second Quarter Investment Activity Period Ending June 30, 2016

The market value of portfolio assets increased from \$688.4 million to \$690.4 million during the second quarter of 2016, an increase of \$2 million or 0.29%.

The portfolio weighted average return for the quarter, net of manager fees, was 1.71%. The 1-year net return was 0.43%. The return since October 1982, net of manager fees, through the end of the quarter has been 10.96%.

Equities comprised 69.7% of the City portfolio at the end of the quarter. The equity portion of the City portfolio returned 1.39% for the quarter and -2.68% year-on-year.

Fixed income comprised 24.8% of the City portfolio at the end of the quarter. Total fixed income returned 2.09% for the quarter and 6.11% year-on-year.

At the end of the quarter, real estate investments were 5.4% of the portfolio. Real estate returned 4.22% for the quarter and 17.28% for one year.

The portfolio assets finished the quarter with 69.7% in equities, 24.8% in fixed income, 5.4% in real estate, and 0.1% in cash. The portfolio target allocation is 70% equities, 25% fixed income, and 5% real estate.

The inflation-adjusted or real return, for the quarter was 0.49% as the inflation rate for the quarter was 1.22%. With a year-on-year inflation rate of 1.01%, the one year real return was -0.58%. Since October 1982, the return on the portfolio, net of manager fees, has been 10.96% nominal and 8.22% real.

Future Meetings:

Wednesday, November 9, 2016

Wednesday, February 8, 2017

Wednesday, May 10, 2017

Wednesday, August 9, 2017

There being no further business, Chair Eberts adjourned the meeting at 8:35 a.m.

Respectfully submitted,



Thomas C. Skrobola, Secretary