

**REGULAR MEETING MINUTES
SOUTHFIELD FIRE AND POLICE RETIREMENT SYSTEM BOARD**

SEPTEMBER 10, 2024

The Board convened in Council Study at 12:00 p.m. The Meeting was started at 12:03 p.m. by President Fisher.

PRESENT: John Fisher; Duane Garth; Audrey Harvey (virtually); Irv Lowenberg; Brent Wilson

ABSENT:

ALSO

PRESENT: Michael VanOverbeke, Legal Counsel/VMT; Brian Green, Investment Consultant/AndCo; Megan Battersby, Retirement Program Director/SFPRS; Chris Mackay and Shannon Fake/1607 Capital Partners (virtually); Mike Scanlon/Ares (virtually)

R.B. 24-076 **MOTION** by Harvey, supported by Wilson, to approve Regular Meeting Minutes, Southfield Fire and Police Retirement System Board, August 13, 2024. **MOTION CARRIED UNANIMOUSLY**

R.B. 24-077 **MOTION** by Wilson, supported by Harvey, to acknowledge receipt of Portfolio Summary Report as of August 31, 2024, in the amount of \$206,816,013.25. **MOTION CARRIED UNANIMOUSLY**

R.B. 24-078 **MOTION** by Harvey, supported by Wilson, to approve payment of invoice as follows: Expense report from A. Harvey for August 13, 2024 meeting lunch. **MOTION CARRIED UNANIMOUSLY**

R.B. 24-079 **MOTION** by Wilson, supported by Harvey, to acknowledge receipt of Informational Items as follows: YTD 2024-2025 Budget, Northern Trust invoice for period ended September 30, 2024. **MOTION CARRIED UNANIMOUSLY**

R.B. 24-080 **MOTION** by Fisher, supported by Wilson, to acknowledge receipt and approval of DROP Distribution Election from G. Gorski. **MOTION CARRIED UNANIMOUSLY**

Investment Consultant reviewed PRISA III Fund LP Consent to Proposed Amendment for the Board indicating that PRISA is seeking to update the expense language in a manner they believe is consistent with prevailing market practice for real estate and other alternative investment funds. His recommendation is to not consent to the proposed amendment.

R.B. 24-081 MOTION by Fisher, supported by Wilson, to acknowledge receipt of PRISA III Fund LP – Consent to Proposed Amendment dated July 24, 2024 and deny the request for consent with correspondence sent to PRISA stating denial. MOTION CARRIED UNANIMOUSLY

In an informational piece for the Board, Investment Consultant reviewed historical investment performance in election years and the political impact/returns through the presidential cycle, concluding that tactical shifts based on politics is a money-losing proposition.

Irv Lowenberg entered the meeting.

Investment Consultant reviewed manager allocations, current market values and returns, and recommended rebalancing.

R.B. 24-082 MOTION by Lowenberg, supported by Wilson, to rebalance the portfolio as recommended by Investment Consultant by transferring \$4,500,000 to Cash as follows: \$1,500,000 from YCM S&P 500 Value Fund, \$1,500,000 from YCM Dividend Aristocrats Index Fund, \$500,000 from YCM S&P 500 Growth Fund, and \$1,000,000 from Reinhart Small Cap Fund. MOTION CARRIED UNANIMOUSLY

Duane Garth entered the meeting.

1607 Capital Partners provided an annual update to the Board. They gave an overview of the firm and investment team. Performance was discussed. They feel they are broadly diversified and that small caps are positioned well for the future.

Ares provided an annual update to the Board. They gave an overview of the firm, secondary market, and Landmark Real Estate Fund VIII. They touched on key portfolio statistics and remaining portfolio exposure. Overall, the fund has continued to generate distributions, even in a challenged capital market environment.

The RIE calculated distribution as of July 1, 2024 was reviewed. The Distributable Reserve was again limited to 35% of the RIE Reserve Balance.

R.B. 24-083 MOTION by Wilson, supported by Garth, to approve the RIE distribution as of July 1, 2024 in the total amount of \$37,506.00, as presented. MOTION CARRIED UNANIMOUSLY

Legal Counsel did not have anything to present to the Board.

Retirement Program Director indicated that she has not been able to set up a demonstration yet of the benefit payment participant web passport that Northern Trust is offering. She will have more information for the next meeting.

There being no further business to come before the Board, the meeting was adjourned at 1:07 p.m.

Prepared by Megan Battersby, Retirement Program Director

Approved by Board Motion on October 8, 2024