BAY COUNTY RETIREMENT BOARD OF TRUSTEES AGENDA TUESDAY, FEBRUARY 10, 2015 @ 1:30 P.M.

COMMISSIONERS CHAMBERS 515 CENTER AVENUE - 4TH FLOOR BAY CITY, MI 48708

PAGE	I.	CALI	TO OR	DER	
	II.	ROLI	CALL		
	III.	MINU	JTES		
1 12				1 A D W 12	2015
1 - 12		A.	JAINC	JARY 13	, 2013
	IV.	PUBL	IC INPU	JT	
	V.	PETI	TIONS &	k COMM	UNICATIONS
		A.	THE	BOGDA	HN GROUP - 4 TH QUARTER REPORT 2014
		B.	MON	NTHLY F	REPORTS - No. 2015-5
13 - 15			1.	PORT	TFOLIO VALUE - 1/1/15 - 1/31/2015
16			2.		NGE IN BOOK AND MARKET VALUE - /2014
			3.	MON DAT	EY MANAGERS ON WATCH - (EFFECTIVE E)
				a.	NONE
17 - 24			4.	MON	EY MANAGER REPORTS
				a. b. c.	CORNERSTONE - ENDING 12/31/2014 & QUARTERLY REPORT ENDING 12/31/2014 EAGLE ASSET MGMT - ENDING 12/31/2014 GENEVA CAPITAL QUARTERLY PROXY
				d.	REPORT -ENDING 12/31/2014 HOTCHKIS & WILEY - QUARTER ENDING 12/31/2014 and QUARTERLY PROXY VOTING REPORT ENDING 12/31/2014
				e.	INTEGRITY ASSET MANAGEMENT
				£	QUARTERLY REPORT - ENDING 12/31/2014
				f.	MFS INVESTMENT - ENDING 12/31/2014, QUARTERLY ENDING 12/31/2014 and QUARTERLY PROXY VOTING REPORT ENDING 12/31/2014
				g.	MFS HERITAGE TRUST - ENDING 12/31/2014, QUARTERLY REPORT ENDING 12/31/2014, AND QUARTERLY PROXY
				h.	VOTING REPORT ENDING 12/31/2014 MACKAY SHIELDS - QUARTERLY REPORT ENDING 12/31/2014

i.

SCHRODERS - ENDING 12/31/2014 AND QUARTERLY REPORT ENDING 12/31/2014

BAY COUNTY RETIREMENT BOARD OF TRUSTEES AGENDA TUESDAY, FEBRUARY 10, 2015 @ 1:30 P.M.

COMMISSIONERS CHAMBERS 515 CENTER AVENUE - 4TH FLOOR BAY CITY, MI 48708

			a.	
			a,	ABEL/NOSER - SUMMARY ENDING 12/31/2014
			b.	CAPIS - SUMMARY ENDING 12/31/2014
84 - 89		6.	NORT	THERN TRUST
			a.	SUMMARY EARNINGS - ENDING
90		7.	REFU	NDS/RETIREMENTS ENDING 1/31/2015
91 - 96		8.	BCER	S YTD BUDGET REPORT - ENDING 1/31/2015
97		9.	APPR	OVED EXPENSES - ENDING 1/31/2015
98 - 129	C.	THE I	BOGDAI	IN GROUP
		1.	CONS No. 20	SENT TO CHANGE IN INTERNAL CONTROL D15-6
		2.	BAY	COUNTY IPS AND AMENDMENT
130 -135	D.	CORE	PORATIO	ON COUNSEL
		1.	EMPL	CIVE AMENDMENT TO BAY COUNTY LOYEE'S RETIREMENT SYSTEM ORDINANCE T WATER & SEWER No. 2015-7
136 - 143	E.	CORF LETT		DENCE - COMMISSION RECAPTURE
		1. 2. 3. 4. 5. 6. 7. 8.	COLU GENE INTE ATAI SCHR HOTO	LE ASSET JMBIA EVA GRITY LANTA SOSNOFF CODERS CHKIS & WILEY INVESTMENT & MFS HERITAGE TRUST
144 - 145	F.		-DUTY E 2015- 8	DISABILITY RETIREMENT - TIM HENIKA
146 - 148	G.	CON	TINUINC	GEDUCATION - REBECCA MARSTERS
		1.	СРМ	COURSE - SVSU

BAY COUNTY RETIREMENT BOARD OF TRUSTEES AGENDA TUESDAY, FEBRUARY 10, 2015 @ 1:30 P.M.

COMMISSIONERS CHAMBERS 515 CENTER AVENUE - 4TH FLOOR BAY CITY, MI 48708

		A.	NEXT REGULAR MEETING - MARCH 10, 2015 AT 1:30 P.M., COMMISSIONERS CHAMBERS, 515 CENTER AVENUE 4^{TH} FLOOR, BAY CITY, MI 48708
149 - 150		B.	MAPERS - SPRING ONE DAY SEMINAR FRIDAY, MARCH 13, 2015, AT THE SOMERSET INN IN TROY, MICHIGAN STARTING AT 8:00 A.M. (PLEASE CONTACT REBECCA IF YOU WISH TO ATTEND)
	VII.	UNFIN	ISHED BUSINESS

..... A. CORRESPONDENCE FROM GABRIEL ROEDER SMITH

1. EMAIL ADDRESSING QUESTION POSED BY TRUSTEE STARKWEATHER AT THE JAN 13, 2015 MEETING REGARDING ACTUARIAL TABLES.

*GABRIEL ROEDER SMITH WILL BE AT THE MARCH BOARDMEETING AND WILL ADDRESS ANY FOLLOW-UP QUESTIONS.

VIII. NEW BUSINESS

151

IX. MISCELLANEOUS BUSINESS

X. ADJOURNMENT

ACTION TAKEN BY BAY COUNTY EMPLOYEES' RETIREMENT SYSTEM BOARD DATE OF BOARD MEETING: FEBRUARY 10, 2015

MOTION/ INTRODUCED/

SUBJECT OF RESOLUTION/MOTION RES. NO. SUBMITTED BY

ADOPTED AMENDED CORRECTED DEFEATED REFERRED TABLED WITHDRAWN

Approve minutes as printed from 1/13/15 mtg X
RECEIVE REPORT THE BOGDAHN GROUP RECEIVE BAY CO IPS AND AMENDMENT

PAGE: 1

BAY COUNTY RETIREMENT BOARD 2/10/2015 RESOLUTION

BY:	BAY C)UN'	ry R	ETIREMENT BOARD								
RESOLVED	By the F	By the Bay County Retirement Board that the following reports are received:										
 PORTFOLIO VALUE - 1/1/15 - 1/31/15 CHANGE IN BOOK AND MARKET VALUE - 1/31/15 MONEY MANAGERS ON WATCH - NONE MONEY MANAGER REPORTS CORNERSTONE - ENDING 12/31/2014 & QUARTERLY REPORT ENDING 12/31/2014 EAGLE ASSET MGMT - ENDING 12/31/2014 GENEVA CAPITAL QUARTERLY PROXY REPORT -ENDING 12/31/2014 HOTCHKIS & WILEY - QUARTER ENDING 12/31/2014 & QUARTERLY PROXY VOTING REPORT ENDING 12/31/2014 INTEGRITY ASSET MANAGEMENT QUARTERLY REPORT - ENDING 12/31/2014 MFS INVESTMENT - ENDING 12/31/2014, QUARTERLY ENDING 12/31/2014 & QUARTERLY PROXY VOTING REPORT ENDING 12/31/2014 MFS HERITAGE TRUST - ENDING 12/31/2014, QUARTERLY REPORT ENDING 12/31/2014, & QUARTERLY PROXY VOTING REPORT ENDING 12/31/2014 MACKAY SHIELDS - QUARTERLY REPORT ENDING 12/31/2014 SCHRODERS - ENDING 12/31/2014 & QUARTERLY REPORT ENDING 12/31/2014 RECAPTURES SERVICES ABEL/NOSER - SUMMARY ENDING 12/31/14 												
5. 6. 7. 8. 9.	RECAPTURES SERVICES a. ABEL/NOSER - SUMMARY ENDING 12/31/14 b. CAPIS - SUMMARY ENDING 12/31/14 NORTHERN TRUST SUMMARY EARNINGS - 1/31/15 REFUNDS/RETIREMENTS -ENDING 1/31/15 BCERS YTD BUDGET REPORT - ENDING 1/31/15 APPROVED EXPENSES - 1/31/15											
MONTHLY REPO	ORTS FEE	RUA	RY	STEVE GRAY AND BO								
MOVED BY TRU SUPPORTED BY		3										
TRUSTEE	Y	N	Е	TRUSTEE	Y	N	E	TRUSTEE	Y	N	Е	
Steve Gray			X	Matthew Pett	\times			Thomas Herek	X			
Richard Brzezins	ki		Χ	Jon Morse			X	Richard Gromaski			X	
Kim Coonan												
Vote Totals: Roll Call: Voice: X Disposition:	Yeas Yeas Adopted Amende		, <u>_</u>	Nays Excuse Nays O Excuse Defeated Withd Corrected Referred	ed <u>'</u> rawn_				•			

BAY COUNTY RETIREMENT BOARD 2/10/15 RESOLUTION

BAY COUNTY RETIREMENT BOARD

BY:

WHEREAS,	effective January 1, 2015, a transaction was completed whereby Joe Bogdahn transferred the majority ownership position in Bogdahn Consulting, LLC, D/B/A											
	The B	The Bogdahn Group to Mike Welker.										
WHEREAS,		over the next several years, their goal is to broaden the ownership of the firm										
WHEREAS,	_	amongst the employees. The firm will remain employee-owned and 100% independent. There will be no										
		change in firm personnel or the investment consulting process.										
WHEREAS,	The cl	The change in internal control constitutes assignment of Bay County Employees'										
	Retirement System's investment consulting agreement to the revised employee											
	owner	-	_	•								
WHEREAS,		_		internal ownership s						_		
	of our		stme	ent advisory contract	unde	er SE	Сп	ales, which requires	s BC	ERS	;	
RESOLVED	That t	he Ba	ay C	ounty Retirement Be	oard a	appro	ove 1	the Client Consent	and			
	Accep	otanc	e Ag	greement.								
RESOLVED				nan of the Board is a								
	-		-	greement on behalf o	f the	Bay	Coi	ınty Retirement Bo	ard f	ollo	wing	
	legal review/approval.											
				STEVE GRA	•		Κ.					
				AND BO	JAKL)						
CONSENT T	О СНА	.NGE	E IN	TERNAL CONTRO	L TH	ΙΕ Β	OG:	DAHN GROUP				
MOVED BY	TRUST	TEE	(Starkweather	_							
				11		-						
SUPPORTED	BY T	RUS'	ΓEE	iterele								
TRUSTEE	7	N	Е	TRUSTEE	Y	N	Е	TRUSTEE	Y	N	E	
Steve Gray			义	Matthew Pett	义			Thomas Herek	X			
Richard Brzezinski			X	Jon Morse			X	Richard Gromaski			X	
Kim Coonan X Thomas X Kristal Goetz X												
Vote Totals:												
Roll Call: Yeas Nays Excused												
Voice: X Yeas 5 Nays 0 Excused 4												
Disposition: Adopted X Defeated Withdrawn												
Amended Corrected Referred												

BAY COUNTY RETIREMENT BOARD

2/10/15

RESOLUTION

System Ordinance by the Department of Water and Sewer.

The attached memorandum and resolutions are being proposed to the Board of

Commissioners as an amendment to the Bay County Employees' Retirement

BAY COUNTY RETIREMENT BOARD

BY:

WHEREAS,

	-			-	_								
RESOLVED That this Board receive this amendment at the meeting scheduled February 10, 2015. STEVE GRAY, CHAIR AND BOARD													
RESOLUTION RECEIVE RETIREMENT ORDINANCE AMENDMENT DWS													
MOVED BY	TRUS	TE	E	Herek									
SUPPORTED	BY T	ſŖŬ	JSTE	E Pett								*****	
TRUSTEE		Y	N I	TRUSTEE		Y	N	Е	TRUSTEE	Y	N	Е	
Steve Gray			γ	Matthew Pett		X			Thomas Herek	X			
Richard Brzezinski)	Jon Morse				X	Richard Gromaski			X	
Kim Coonan		X		Thomas Starkweather		X			Kristal Goetz	X			
Vote Totals: Roll Call: Yeas Nays Excused Voice: X Yeas 5 Nays 0 Excused 1 Disposition: Adopted X Defeated Withdrawn													
Disposition:	Ado					narav eferre							

BAY COUNTY RETIREMENT BOARD 2/10/15 RESOLUTION

BY:	BAY	CC	UN.	TY F	RETIREMENT BOARD	(2/1	0/15)					
WHEREAS, WHEREAS, WHEREAS,	An application for a non-duty disability was received from Mr. Tim Henika. All required documents have been filed with the Retirement Office. Bay County Medical Director, Dr. Kirk Herrick, D.O. has reviewed all medical records and other pertinent information regarding this application.												
WHEREAS,	It is	is Dr. Herrick's professional opinion that Mr. Henika is no longer able to											
RESOLVED		perform the duties of his occupation. That this Board approve this non-duty disability application.											
					STEVE GRA AND BO		IAIR						
NON-DUTY DI	SABII	_lTY	TIN	Л HE	ENIKA								
MOVED BY TRU	JSTEE	<u> </u>	<u> </u>	er	eK								
SUPPORTED BY	Y TRU	STE	E	R	e+								
TRUSTEE		Υ	N	E.	TRUSTEE	Υ	N	Е	TRUSTEE	Υ	N	Ε	
Steve Gray				X	Matthew Pett	X			Thomas Herek	X			
Richard Brzezinski				X	Jon Morse			X	Richard Gromaski			X	
Kim Coonan		X			Thomas Starkweather	X			Kristal Goetz	X			
Vote Totals: Roll Call: Voice: X	Yea: Yea		5_		Nays Excus		-						
Disposition:	Ado _l Ame		$\overline{}$	<u> </u>	Defeated With Corrected Refe	draw erred	n	<u>_</u>					

BAY COUNTY RETIREMENT BOARD 2/10/15 RESOLUTION

BY:	BAY	BAY COUNTY RETIREMENT BOARD (2/10/15)											
WHEREAS,	WHEREAS, An opportunity to enroll in the Certified Public Manager class was presented to Retirement Administrator												
WHEREAS,	Rebecca Marsters is new to public sector employment prior to Bay County and class would provide valuable training for position as Retirement Administrator												
RESOLVED	That this Board approve Rebecca Marsters to attend CPM course through SVSU and payment of course.												
STEVE GRAY, CHAIR AND BOARD													
CONTINUING	EDUC	CAT	ION	REI	BECCA MARSTERS								
MOVED BY TRU	ISTEE			PE	· ++								
SUPPORTED BY	Y TRU	STE	Ε	}	terek								
TRUSTEE		Υ	N	E	TRUSTEE	Υ	N	Е	TRUSTEE	Υ	N	E	
Steve Gray				X	Matthew Pett	X			Thomas Herek	X			
Richard Brzezinski				X	Jon Morse			X	Richard Gromaski			X	
Kim Coonan		Х			Thomas Starkweather	X			Kristal Goetz	X			
Vote Totals: Roll Call; Voice:	Yea: Yea	s	<u>5</u>		Nays Excus Nays <i>ò</i> Excus	sed _ sed _	4						
Disposition: Adopted Corrected Referred Referred													

MEETING DATE: FEBRUARY 10, 2015
MOTION MOVED BY:TRUSTEE STARKWEATHER
MOTION SUPPORTED BY:TRUSTEE MORSE
MOTION NO.:14

Moved, supported and carried to approve the minutes, as printed, from the January 13, 2015 meeting.

TRUSTEE	Υ	N	Ε	TRUSTEE	Υ	N	Е	TRUSTEE	Υ	Z	ш
Steve Gray			Х	Matthew Pett	Х			Thomas Herek	Х		
Richard Brzezinski			Х	Jon Morse			Χ	Richard Gromaski			Х
Kim Coonan	Х			Thomas Starkweather	Х			Kristal Goetz	Х		

Vote Totals: Roll Call: Voice: XX	Yeas_ Yeas_5_	Nays Nays_0	Excused 4
Disposition:	Adopted_X	Defeated	_ Withdrawn
	Amended	Corrected	Referred

MEETING DATE: FEBRUARY 10, 2015
MOTION MOVED BY:TRUSTEE HEREK
MOTION SUPPORTED BY:TRUSTEE PETT
MOTION NO.:15
Moved, supported and carried to receive the report from The Bogdahn Group

TRUSTEE	Υ	N	E	TRUSTEE	Υ	N	Ε	TRUSTEE	Υ	2	E
Steve Gray			Х	Matthew Pett	Х			Thomas Herek	Х		
Richard Brzezinski			Х	Jon Morse	:		Х	Richard Gromaski			Х
Kim Coonan	X			Thomas Starkweather	Х			Kristal Goetz	Х		

Vote Totals: Roll Call: Voice: XX	Yeas Yeas_ <i>5</i> 5_	Nays Nays <u>0</u>	Excused
Disposition:	Adopted X	Defeated	Withdrawn
•	Amended	Corrected	Referred

MEETING DATE: FEBRUARY 10, 2015
MOTION MOVED BY:TRUSTEE PETT
MOTION SUPPORTED BY:TRUSTEE HEREK
MOTION NO.:16
Moved, supported and carried to receive the Bay County IPS and amendment.

TRUSTEE	Υ	N	E	TRUSTEE	Υ	N	E	TRUSTEE	Υ	N	E .
Steve Gray			Х	Matthew Pett	Х			Thomas Herek	Х	•	
Richard Brzezinski			Х	Jon Morse	1		Х	Richard Gromaski			Х
Kim Coonan	Х			Thomas Starkweather	Х			Kristal Goetz	х		

Vote Totals: Roll Call: Voice: XX	Yeas Yeas_ <i>5</i> _	Nays Nays_0_	Excused Excused _4
Disposition:	Adopted X	Defeated	Withdrawn
•	Amended	Corrected	Referred

MEETING DATE: FEBRUARY 10, 2015
MOTION MOVED BY:TRUSTEE HEREK
MOTION SUPPORTED BY: TRUSTEE PETT
MOTION NO.: 18

Moved, supported and carried to adjourn the meeting at 2:37 p.m.

TRUSTEE	Υ	N	E	TRUSTEE	Υ	N	E	TRUSTEE	Υ	Ν	E
Steve Gray			Х	Matthew Pett	Х			Thomas Herek	Х		
Richard Brzezinski			Х	Jon Morse			X	Richard Gromaski			Х
Kim Coonan	х			Thomas Starkweather	Х			Kristal Goetz	Х		

Roll Call: Voice: SS	Yeas Yeas_5	Nays Nays_0	Excused
Disposition:	Adopted X	Defeated	Withdrawn
	Amended	_ Corrected	Referred