

MEETING NO. 3788
JOURNAL OF PROCEEDINGS
BOARD OF TRUSTEES OF THE GENERAL RETIREMENT SYSTEM
HELD WEDNESDAY, **APRIL 1, 2009**
9:00 A.M.

RETIREMENT SYSTEMS' CONFERENCE ROOM
910 COLEMAN A. YOUNG MUNICIPAL CENTER
DETROIT, MICHIGAN 48226

PRESENT

Wendell Anthony	Trustee
David Clark	Trustee
Cedric Cook	Trustee
Gerald Fischer	Trustee & Vice Chairperson
Susan Glaser	Trustee
Sheila Kneeshaw	Trustee & Chairperson
Stephanie Milledge	Ex-Officio Alternate Trustee
Timothy Ngare	Ex-Officio Trustee & Treasurer
Walter Stampor	Executive Secretary
Myron T. Terrell	Assistant Executive Secretary
Ronald Zajac	Legal Counsel
Pamela S. Edwards	Recording Secretary

EXCUSED

Ronald Gracia	Trustee
Richard Huddleston	Investment Analyst

ABSENT

Sheila Cockrel	Ex-Officio Trustee & Councilwoman
----------------	-----------------------------------

Chairperson S. Kneeshaw called the General Retirement System Board of Trustees meeting to order at 9:35 a.m.

SERVICE RETIREMENTS

By: Trustee Glaser – Supported By: Trustee Clark

RESOLVED, that the following applications for Service Retirement be hereby APPROVED, as reflected below.

NAME, TITLE, DEPARTMENT	Eleanor Bennett – Sr. Water Plant Operator – Water & Sewerage
SERVICE CREDIT	20-04
EFFECTIVE DATE	02-24-09

NAME, TITLE, DEPARTMENT	Leroy A. Bond – Maintenance Millwright - Water & Sewerage
SERVICE CREDIT	30-03
EFFECTIVE DATE	02-26-09

NAME, TITLE, DEPARTMENT	Claude Burton – Human Resources Consultant – Human Resources
SERVICE CREDIT	27-08
EFFECTIVE DATE	03-05-09

NAME, TITLE, DEPARTMENT	George Catron – Plant Maintenance Sub-Foreman – Water & Sewerage
SERVICE CREDIT	28-05
EFFECTIVE DATE	03-11-09

NAME, TITLE, DEPARTMENT	Menjiwe F. Cohen – Vehicle Operator I – General Services
SERVICE CREDIT	28-04
EFFECTIVE DATE	03-07-09

NAME, TITLE, DEPARTMENT	Dennis Glenn – Construction Equipment Operator – Water & Sewerage
SERVICE CREDIT	30-01
EFFECTIVE DATE	03-09-09

NAME, TITLE, DEPARTMENT	Ali B. Jawad – Water System Chemist -Water & Sewerage
SERVICE CREDIT	10-09
EFFECTIVE DATE	02-17-09

SERVICE RETIREMENTS (cont'd)

NAME, TITLE, DEPARTMENT	Douglas Williams - Water System Mechanic - Water & Sewerage
SERVICE CREDIT	26-05
EFFECTIVE DATE	02-28-09

Yeas – Trustees Clark, Cook, Fischer, Glaser, Milledge and
Chairperson S. Kneeshaw – 6

Nays – None

EARLY RETIREMENT

By: Trustee Fischer – Supported By: Trustee Glaser

RESOLVED, that the following application for Early Retirement be hereby APPROVED,
as reflected below.

NAME, TITLE, DEPARTMENT	Tercita Whidby – Sewage Plant Operator – Water & Sewerage
SERVICE CREDIT	25-06
EFFECTIVE DATE	02-11-09

Yeas – Trustees Clark, Cook, Fischer, Glaser, Milledge and
Chairperson S. Kneeshaw – 6

Nays – None

CONFIRMATIONS

By: Trustee Clark - Supported By: Trustee Glaser

RESOLVED, that the Receipts, Disbursements, Pay-Offs and Draws, reflected as
follows be hereby CONFIRMED:

RECEIPTS

Elio Motors – March 23, 2009 - \$10,000.00 – Due Diligence
Fort Shelby Hotel, LLC – March 26, 2009 - \$156,221.28 – Remittance, February 2009
The City of Detroit – March 27, 2009 - \$448,829.56 – Weekly Annuity Contribution
The Police & Fire Retirement System – March 27, 2009 - \$17,122.66 – Reimbursement for Staff Wages,
March 2009

TOTAL - \$632,173.50

CONFIRMATIONS (cont'd)

DISBURSEMENTS

6200 Second Avenue Lofts (CAP) – March 26, 2009 - \$8,580.93 – Interest Payment/Draw, March 2009
ADP – March 25, 2009 - \$55,393.05 – Staff Wages, March 2009
First Independence National Bank – March 24, 2009 - \$2,147,814.03 – Refund List #6900
First Independence National Bank – March 24, 2009 - \$133,144.59 – Checkwrite
First Independence National Bank – March 27, 2009 - \$13,376,892.46 – Pension Payroll (Direct Deposit,
March 2009
Petty Cash – March 26, 2009 - \$1,140.57 – Replenishment
Ronald Zajac – March 26, 2009 - \$17,734.73 – Fees, March 2009
ValStone Opportunity Investments IV Ltd. (Prev. TouchStone IV) – March 24, 2009 - \$5,613,808.20 –
Draw #5

TOTAL - \$21,354,508.56

Yeas – Trustees Clark, Cook, Fischer, Glaser, Milledge and
Chairperson S. Kneeshaw – 6

Nays – None

REFUND OF ACCUMULATED CONTRIBUTIONS
LIST NO. 6902 – Amount: \$3,554,758.85

By: Trustee Glaser – Supported By: Trustee Fischer

RESOLVED, that the contributions to the Annuity Savings Fund by members of the General Retirement System, as set forth on List No. 6902 in the amount of \$3,554,758.85 including interest, be REFUNDED, pending audit by Retirement Systems' Accounting Staff as reflected.

Yeas – Trustees Clark, Cook, Fischer, Glaser, Milledge and
Chairperson S. Kneeshaw – 6

Nays – None

MINUTES FOR APPROVAL

Re: Meeting No. 3783 – February 25, 2009

By: Trustee Clark - Supported By: Trustee Fischer

RESOLVED, that the General Retirement System Minutes of Meeting No. 3783 held on Wednesday, February 25, 2009 hereby be APPROVED as recorded and submitted.

MINUTES FOR APPROVAL (cont'd)

Re: Meeting No. 3783 – February 25, 2009

Yeas – Trustees Clark, Cook, Fischer, Glaser, Milledge and
Chairperson S. Kneeshaw – 6

Nays – None

Re: Meeting No. 3784 – March 4, 2009

By: Trustee Clark - Supported By: Trustee Fischer

RESOLVED, that the General Retirement System Minutes of Meeting No. 3784 held on Wednesday, March 4, 2009 hereby be APPROVED as recorded and submitted.

Yeas – Trustees Clark, Cook, Fischer, Glaser, Milledge and
Chairperson S. Kneeshaw – 6

Nays – None

❖ *Trustee Ngare joined the meeting at 9:39 a.m.*

ASSISTANT EXECUTIVE SECRETARY'S REPORT

CAPITAL CALL

Re: Wind Point Partners VI, L.P. - \$650,246.00

By: Trustee Clark – Supported By: Trustee Ngare

WHEREAS, the Board has been presented with a communication dated March 26, 2009 from Wind Point Partners VI, L.P. wherein a Capital Call request is made in the amount of \$650,246.00, therefore be it

RESOLVED, that subject to final approval of all transaction documents by the Board's Legal Counsel, the Board approves said funding.

Yeas – Trustees Clark, Cook, Fischer, Glaser, Milledge, Ngare and
Chairperson S. Kneeshaw – 7

Nays – None

ASSISTANT EXECUTIVE SECRETARY'S REPORT (cont'd)

Re: Billing Payment Requests

By: Trustee Clark – Supported By: Trustee Glaser

WHEREAS, the Board of Trustees is in receipt of the following invoices requesting payment for services rendered, and

WHEREAS, the Board is satisfied that the services were provided to the Board as requested and required, therefore be it

RESOLVED, that subject to staff audit, the Board approves payment of said invoices as reflected below:

FIRM OR INDIVIDUAL, DATE, AMOUNT, SERVICE(S) PROVIDED

Wendell Anthony – March 31, 2009 - \$600.00 – Trustee Stipend, March 2009
Gerald Fischer – March 31, 2009 - \$400.00 – Trustee Stipend, March 2009
Gabriel Roeder Smith & Company – March 24, 2009 - \$25.00 – EDRO Calculations,
Participant Owen C. Creteau
Gabriel Roeder Smith & Company – March 26, 2009 - \$225.00 – EDRO Calculations, Participant
Lenton Jenkins, Jr.
Gabriel Roeder Smith & Company – March 26, 2009 - \$450.00 – EDRO Calculations, Participant
Herbert O. Richard
MayfieldGentry Realty Advisors, LLC – March 23, 2009 - \$10,733.33 – Servicing Fees, March 2009
McTevia & Associates, LLC – March 9, 2009 - \$9,898.45 – Due Diligence, Elio Motors
McTevia & Associates, LLC – March 16, 2009 - \$35,229.20 – Due Diligence, Elio Motors

FIRM OR INDIVIDUAL, DATE, AMOUNT/GRS TOTAL, SERVICE(S) PROVIDED

ADP, Inc. – March 20, 2009 - \$223.40/\$111.70 – Payroll Services
ADP, Inc. – March 27, 2009 - \$107.93/\$53.96 – Payroll Services
Forms Trac Enterprises, Inc. – March 26, 2009 - \$486.45/\$243.22 – Stationery
IT Programmers Payroll – March 31, 2009 - \$178,208.63/\$92,522.25 – March 2009 Salaries
Zones – March 5, 2009 - \$127.09/\$63.54 – Computer Supplies
Zones – March 17, 2009 - \$99.00/\$49.50 – Computer Supplies
Zones – March 17, 2009 - \$68.98/\$34.49 – Computer Supplies

Yeas – Trustees Clark, Cook, Fischer, Glaser, Milledge, Ngare and
Chairperson S. Kneeshaw – 7

Nays – None

ASSISTANT EXECUTIVE SECRETARY'S REPORT (cont'd)

PRE-EMPLOYMENT MILITARY SERVICE CREDIT

Re: Cleotha Wilson, Jr. – No. 188248 – Transportation

By: Trustee Glaser - Supported By: Trustee Clark

WHEREAS, the individual whose name is designated below has applied to this Board for **Pre-Employment Military Service Credit** and has complied with all of the necessary requirements of **Section 54-5-3-b** of the **Charter Provisions**, therefore be it

RESOLVED, that payment of the full amounts be made to the Pension Accumulation Fund by the method selected by the individual and the number of months eligible active duty be credited him as membership service credit subject to the conditions and limitations of the authorizing Ordinance Provisions:

Cleotha Wilson, Jr.
Pension #188248
S.S. #8915
From: July 7, 1970 to February 4, 1972

Yeas – Trustees Clark, Cook, Fischer, Glaser, Milledge, Ngare and
Chairperson S. Kneeshaw – 7

Nays – None

Re: Charles Manley – No. 225772 – Transportation

By: Trustee Clark - Supported By: Trustee Glaser

WHEREAS, the individual whose name is designated below has applied to this Board for **Pre-Employment Military Service Credit** and has complied with all of the necessary requirements of **Section 54-5-3-b** of the **Charter Provisions**, therefore be it

RESOLVED, that payment of the full amounts be made to the Pension Accumulation Fund by the method selected by the individual and the number of months eligible active duty be credited him as membership service credit subject to the conditions and limitations of the authorizing Ordinance Provisions:

Charles Manley
Pension #225772
S.S. #5468
From: March 31, 1970 to March 30, 1976

ASSISTANT EXECUTIVE SECRETARY'S REPORT (cont'd)

PRE-EMPLOYMENT MILITARY SERVICE CREDIT

Re: Charles Manley – No. 225772 – Transportation (cont'd)

Yeas – Trustees Clark, Cook, Fischer, Glaser, Milledge, Ngare and
Chairperson S. Kneeshaw – 7

Nays – None

Re: Capital Point Partners Conference

The Assistant Executive Secretary reported that Richard Huddleston, Investment Analyst, is excused from today's meeting as he is attending the Capital Point Partners Annual Meeting in Houston, Texas.

Re: Mesirow Arbitrage Trust

By: Trustee Glaser – Supported By: Trustee Fischer

WHEREAS, the Board by prior action had approved an investment with JADDA, and

WHEREAS, in order to fund the investment and maintain compliance with the provisions of Michigan Public Act 314 Section 20(d) the Board directed that a withdrawal be made from the Mesirow Arbitrage Trust, and

WHEREAS, Mesirow has advised the Board that \$5 million is available at this time, therefore be it

RESOLVED, that \$5 million be withdrawn from the Mesirow Arbitrage Trust, and be it further

RESOLVED, that Mesirow be directed to deliver the funds forthwith, and

RESOLVED, that a copy of this resolution be forwarded to Mesirow and the Accounting Division of the Retirement Systems.

Yeas – Trustees Clark, Cook, Fischer, Glaser, Milledge, Ngare and
Chairperson S. Kneeshaw – 7

Nays – None

ASSISTANT EXECUTIVE SECRETARY'S REPORT (cont'd)

Re: Standard and Poor's

By: Trustee Fischer – Supported By: Trustee Glaser

WHEREAS, the Retirement System has obtained a credit rating from Standard and Poor's (S&P), and

WHEREAS, the system's credit rating is relied upon by the MMA Mortgage Investment Trust (Group Trust) which is currently managed by Seminole Investment Advisors, and

WHEREAS, S&P has advised the Board that its credit rating is up for review, and

WHEREAS, S&P has advised the Board and Seminole that certain information, including but not limited to the annual reports, audited financial statements and actuarial valuations, will be required to complete its credit review, therefore be it

RESOLVED, that staff be directed to release the foregoing information to Seminole and S&P, and be it further

RESOLVED, that staff be directed to release any other information requested by Seminole or S&P pursuant to the credit review process so long as the information is not considered confidential and proprietary.

Yeas – Trustees Clark, Cook, Fischer, Glaser, Milledge, Ngare and
Chairperson S. Kneeshaw – 7

Nays – None

Re: Employee Loan Program

The Board is in receipt of correspondence from the Retirement Systems IT Director Dennis Linet regarding the annuity loan program and payroll deductions. Mr. Linet is requesting permission to pursue hiring the programmer that formerly worked for Compuware on the PPS project. Mr. Linet was invited to join the meeting.

Chairperson S. Kneeshaw requested that the following be presented to the Board prior to making a decision: person's name, salary (ballpark range of pay), duration of the contract, and scope of services.

❖ *Trustee Anthony joined the meeting at 10:01 a.m.*

PRESENTATIONS

The Benefit Advantage, Inc.

Ms. Kim L. Hansz, Principal of The Benefit Advantage, Inc. appeared before the Board to discuss loan administration for the Employee Loan Program of the General Retirement System of the City of Detroit.

❖ *Ms. Hansz was excused from the meeting at 10:40 a.m.*

Trustee Glaser requested that Larry Walker, special counsel, receives copies of the information packets of Benefits Advantage, Inc. and First Independence Bank who will be presenting today.

Re: Fort Shelby Hotel

Chairperson S. Kneeshaw informed the Board of a conversation she had with Mr. Emmett Moten regarding the Grand Opening of the Fort Shelby Hotel. He personally sent Dana Farrell to appear before the Board today to extend an invitation to the Board for the launch of the Sky Suites on Thursday, April 16, 2009 from 6:00 p.m. to 9:00 p.m. The Board inquired about the liens on the hotel and legal counsel reported that out of 7 liens, 6 will be paid this week. No problem is anticipated as special legal counsel will be providing information to the Board today.

❖ *The Board took a brief recess at 10:45 a.m. and was called back to order at 10:55 a.m.*

PRESENTATIONS (cont'd)

First Independence Bank

Mr. Melvin Cartwright, Gregory Etienne, Lynne McKelvey and Donald Davis of First Independence Bank appeared before the Board to discuss how they can be of assistance to the General Retirement System of the City of Detroit for the 1973 Defined Contribution Plan. They would also provide counseling services to our employees as an added service.

❖ *Representatives from First Independence Bank were thereupon excused from the meeting.*

- ❖ *The Board recessed for lunch at 11:55 a.m. and the meeting was called back to order at 12:49 p.m.*
- ❖ *Present: Trustees Anthony, Clark, Fischer, Glaser, Milledge, Ngare and Chairperson S. Kneeshaw – 7*

PRESENTATIONS (cont'd)

Municipal Mortgage & Equity, LLC (MuniMae)

Mr. Earl Cole of MuniMae appeared before the Board to provide an update on the General Retirement System's investments and to make four requests involving the following:

- The Sheffield – April 9, 2009 Mortgage Loan Forbearance Maturity (Seeking authority from the Board for voting rights to protect interests)
 - Disposition of Columns, Trellises and Pepperwood Properties
 - MMA Financial P-Float Program Letter of Credit Extension
 - Hunt Residual Income Letter of Credit, Letter of Credit Extension and Reapplication.
- ❖ *Trustee Cook rejoined the meeting at 1:43 p.m. during MuniMae's presentation.*
 - ❖ *Mr. Cole was thereupon excused from the meeting at 1:58 p.m.*

Re: MuniMae Requests

At the direction of the Chair, MuniMae's requests (with the exception of The Sheffield) are to be sent to Bob Banks at Seminole.

Re: The Sheffield

By: Trustee Anthony – Supported By: Trustee Ngare

WHEREAS, the Board has been requested to authorize MMA to vote the General Retirement System's interest as part of a \$32,000,000.00 Fourth Mezzanine Loan participation in a \$677,000,000.00 transaction involving a 595 unit condo conversion, and

WHEREAS, the Board has been informed that the current loan extension matures on April 9, 2009, and

Re: The Sheffield (cont'd)

WHEREAS, the Board has discussed this matter and has indicated its likely approval subject to the wording of a proposed resolution to be considered on April 8, 2009, therefore be it

RESOLVED, that the Board indicates its likely approval subject to the wording of a proposed resolution to be considered on April 8, 2009, and be it further

RESOLVED, that a copy of this resolution be immediately forwarded to MMA (Attention: Earl Cole, The Pier IV Building, 621 E. Pratt Street, Suite 300, Baltimore, Maryland 21202), and the Accounting Division of the Retirement Systems.

Yeas – Trustees Anthony, Clark, Cook, Fischer, Glaser, Milledge, Ngare and Chairperson S. Kneeshaw – 8

Nays – None

- ❖ *The Board took a brief recess at 2:15 p.m. and was called back to order at 2:25 p.m.*
- ❖ *Present: Trustees Anthony, Clark, Fischer, Glaser, Milledge, Ngare and Chairperson S. Kneeshaw – 7*

ASSISTANT EXECUTIVE SECRETARY'S REPORT (cont'd)

Re: New England Pension Consultants (NEPC) Educational Seminar

The Assistant Executive Secretary, Myron Terrell, reported that the Board has yet to select dates for the NEPC Educational Seminar. The Board promised to make a selection at next week's meeting on April 8, 2009.

Re: National Association of Securities Professionals

The National Association of Securities Professionals will be holding an awards ceremony on Thursday, April 9, 2009 at the Atheneum Hotel. Trustees Reverend Wendell Anthony and Sheila Kneeshaw are being recognized at the event.

ASSISTANT EXECUTIVE SECRETARY'S REPORT (cont'd)

Re: Plante & Moran – Professional Services Agreement

By: Trustee Anthony – Supported By: Trustee Ngare

WHEREAS, the Board has been requested to execute the following document: Professional Services Agreement regarding Audit for Fiscal Year ending June 30, 2009, relative to the aforesaid transaction, and

WHEREAS, the execution of said document has been recommended by the Board's Assistant Executive Secretary, and

WHEREAS, the execution of said document has been reviewed and approved as to form by the Board's legal counsel and the execution of said document is consistent with prior action of the Board, and

WHEREAS, the Board has discussed this matter, therefore be it

RESOLVED, that said document be executed by two authorized signatories on behalf of the Board, and be it further

RESOLVED, that the executed original document be forwarded to the appropriate party and copies be maintained in the Retirement System records.

Yeas – Trustees Anthony, Clark, Fischer, Glaser, Milledge, Ngare and
Chairperson S. Kneeshaw – 7

Nays – None

❖ *Trustee Cook rejoined the meeting at 2:28 p.m.*

Re: Capozzoli Advisory for Pensions 2008 Annual Report

Each member of the Board was provided with a copy of the 2008 Annual Report for Capozzoli Advisory for Pensions.

Re: Memo from Sheila Cockrel

The Board is in receipt of a memo from Sheila Cockrel on Detroit City Council letterhead dated April 1, 2009 addressed to Ronald Zajac, Walter Stampor and Myron Terrell regarding various issues related to granting credited service for non-employee service.

CLOSED SESSION

By: Trustee Anthony – Supported By: Trustee Cook

RESOLVED, that the Board enter into Closed Session for the purpose of discussing a personnel Attorney/Client privileged matter.

Yeas – Trustees Anthony, Clark, Cook, Fischer, Glaser, Milledge, Ngare and
Chairperson S. Kneeshaw – 8

Nays – None

- *The Board went into Closed Session at 2:34 p.m.*

CLOSED SESSION-ENDING

By: Trustee Clark – Supported By: Trustee Glaser

RESOLVED, that the Board come out of Closed Session discussion.

Yeas – Trustees Anthony, Clark, Cook, Fischer, Glaser, Milledge, Ngare and
Chairperson S. Kneeshaw – 8

Nays – None

- *The Board came out of Closed Session at 3:18 p.m.*
- ❖ *Trustee Ngare excused himself from the meeting.*
- ❖ *Trustee Milledge was excused for the remainder of the meeting.*

LEGAL COUNSEL'S REPORT

The Board's Legal Counsel discussed the following matters with the Board and provided copies of the documents indicated below:

Re: GRS Renaissance Square Corp.: Application for Recognition of Exemption Under Section 501 (a) of the Internal Revenue Code

By: Trustee Fischer – Supported By: Trustee Anthony

WHEREAS, the Board is the sole shareholder of the corporation,

WHEREAS, the Board has been requested to authorize the execution of (i) an Application for Recognition of Exemption under Section 501 (a) of the Internal Revenue Code (IRS Form 1024) dated April 1, 2009, and (ii) a Power of Attorney and Declaration of Representative (IRS Form 2848) dated April 1, 2009 by an officer of the corporation,

WHEREAS, the execution of said documents has been recommended by the Board's special legal counsel, F. Logan Davidson,

WHEREAS, the execution of said documents has been reviewed and approved as to form by the Board's legal counsel and the execution of said documents is consistent with prior action of the Board,

RESOLVED, that said documents be executed by the appropriate corporate officers on behalf of the corporation.

Yeas – Trustees Anthony, Clark, Cook, Fischer, Glaser and Chairperson
S. Kneeshaw – 6

Nays – None

Entry Into Minutes

Re: GRS Renaissance Square Corp.: Application for Recognition of Exemption Under Section 501 (a) of the Internal Revenue Code

The Board of Trustees has been made aware of the execution of (i) an Application for Recognition of Exemption under Section 501 (a) of the Internal Revenue Code (IRS Form 1024) dated April 1, 2009, and (ii) a Power of Attorney and Declaration of Representative (IRS Form 2848) dated April 1, 2009 by an officer of the corporation.

LEGAL COUNSEL'S REPORT (cont'd)

Re: FOIA Request – Detroit News

Each member of the Board was provided a copy of a FOIA Request from David Josar of the Detroit News dated March 26, 2009 regarding legal counsel Ronald Zajac and special counsel, Joseph Turner.

Re: FOIA Request – Bloomberg News

Each member of the Board was provided with a copy of a two-page response letter from legal counsel dated March 27, 2009 to Mr. William Selway of the Bloomberg News regarding his FOIA request respectively submitted to the Board via electronic and facsimile on February 24, 2009 and February 25, 2009 and received by the Board on March 4, 2009.

Re: FOIA Request - Detroit Free Press

Each member of the Board was provided with a copy of the legal counsel's response letter dated April 1, 2009 to Jennifer Dixon of the Detroit Free Press relative to the FOIA request submitted via fax on March 20, 2009.

Re: Wells Fargo Mortgage Back Securities Litigation

Each member of the Board was provided with a copy of a complaint from Kohn, Swift & Graf, P.C. dated March 25, 2009 relative to their intent to file a complaint in The United States District Court for the Southern District of New York with respect to the mortgage backed securities issued by Wells Fargo and the Certification.

Re: International Rectifier Corp.

Each member of the Board and was provided with a copy three-page memo dated March 23, 2009 from Bernstein Litowitz Berger & Grossman regarding the International Rectifier Corp. Securities Litigation.

Re: Fort Shelby Development

Each member of the Board was provided with a copy of a two-page report from special counsel F. Logan Davidson dated April 1, 2009 relative to the construction liens on the Fort Hotel and Shelby Residences Project in Detroit, Michigan. According to the correspondence, Mr. Davidson and Lou Vogt of Banyan Realty will continue to monitor the situation and will report to the Board next week whether the liens have been paid or

LEGAL COUNSEL'S REPORT (cont'd)

Re: Fort Shelby Development (cont'd)

the satisfactory arrangements with the title company have been made.

Re: Travel Policy

The legal counsel reported that there may be possible amendments to the travel policy for trustees. This item will be discussed at the next meeting on April 8, 2009 when all trustees are present.

❖ *Trustee Ngare rejoined the meeting.*

ASSISTANT EXECUTIVE SECRETARY'S REPORT (cont'd)

Re: The Phoenix Group – Bell Harbor House Development
Proposed \$5,000,000.00 Equity Investment
and \$9,000,000.00 Credit Enhancement

By: Trustee Anthony – Supported By: Trustee Glaser

WHEREAS, the Board adopted a resolution of preliminary interest in both proposed investments, and

WHEREAS, project sponsors escrowed \$20,000.00 for due diligence and/or legal fees, and

WHEREAS, no action satisfactory to the Board has been taken by the project sponsors after the escrow deposit was made, and

WHEREAS, the Board has discussed this matter, therefore be it

RESOLVED, that the Board of Trustees has no further interest in the aforesaid proposals, and

RESOLVED, that any balance in the escrow deposit be returned to the appropriate party, and

RESOLVED, that a copy of this resolution be forwarded to The Phoenix Group.

Yeas – Trustees Anthony, Clark, Cook, Fischer, Glaser, Ngare and
Chairperson S. Kneeshaw – 7

Nays – None

LEGAL COUNSEL'S REPORT (cont'd)

Re: FOIA Request – Conde Nast Portfolio

Each member of the Board was provided with a copy of a FOIA request from Matthew Malone of Conde Nast Portfolio in New York dated March 27, 2009 requesting any and all correspondence regarding James Biden, Sara Biden, Lion Hall Group and Paradigm Global Advisors. Legal counsel reported that said request is DENIED as no records exist. Legal counsel will respond to aforementioned request consistent with established policy and procedures.

ADJOURNMENT

There being no further business to come before the Board of Trustees, the General Retirement System Board meeting hereby adjourned at 3:33 p.m. until Wednesday, April 8, 2009 at 9:00 a.m. in the Retirement Systems' Conference Room, 910 Coleman A. Young Municipal Center, Detroit, MI 48226.

CALL TO ORDER

Chairperson S. Kneeshaw called the General Retirement System Board of Trustees meeting back to order at 3:35 p.m.

Re: Request of Councilwoman Sheila M. Cockrel, Trustee

The General Retirement System Board meeting was called back to order to discuss the request from Councilwoman Sheila Cockrel dated April 1, 2009 addressed to Legal Counsel Ronald Zajac, Executive Secretary Walter Stampor and Assistant Executive Secretary Myron Terrell relative to various issues related to granting credited service for non-employee service. The Assistant Executive Secretary will provide the Board with a copy of a letter sent to Councilwoman Cockrel last year and the Board will address the request accordingly.

Re: New England Pension Consultants (NEPC)

Trustee Anthony inquired of Assistant Executive Secretary Myron Terrell as to whether NEPC was contacted regarding the Board's request for them to "provide a single page analysis of the GRS strategies and status (in terms of the system meeting its strategy allocation)." Mr. Terrell responded in the affirmative and presented Mr. Anthony with a copy of an e-mail. Per Trustee Anthony, a separate request should be sent to NEPC. Mr. Terrell included the request amongst other items in his e-mail to NEPC. Executive Secretary Walter Stampor was directed to fax the request to NEPC stating exactly was recorded in the Minutes document of March 25, 2009 (as quoted above).

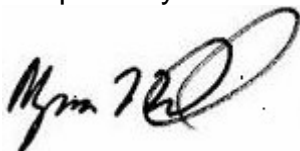
Re: Elections Procedures

Chairperson S. Kneeshaw requested Executive Secretary Walter Stampor to provide the Board with information relative to proceeds spent for the election and how we notify people of the results, etc.

ADJOURNMENT

There being no further business to come before the Board of Trustees, the General Retirement System Board meeting hereby adjourned at 3:43 p.m. until Wednesday, April 8, 2009 at 9:00 a.m. in the Retirement Systems' Conference Room, 910 Coleman A. Young Municipal Center, Detroit, MI 48226.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Myron T. Terrell". The signature is stylized and cursive.

Myron T. Terrell
Assistant Executive Secretary