

MEETING NUMBER [3850](#)

**JOURNAL OF PROCEEDINGS OF THE BOARD OF TRUSTEES  
OF THE GENERAL RETIREMENT SYSTEM OF THE CITY OF  
DETROIT**



**PROCEEDINGS HELD WEDNESDAY,  
JUNE 9, 2010, 9:00 A.M.  
IN THE CONFERENCE ROOM OF THE RETIREMENT  
SYSTEMS  
910 COLEMAN A. YOUNG MUNICIPAL CENTER  
DETROIT, MICHIGAN 48226**



**PRESENT**

Wendell Anthony	Trustee
Alvin Brooks	Trustee
David Clark	Trustee
Cedric Cook	Trustee
Susan Glaser	Trustee & Vice Chairperson
Saunteel Jenkins	Ex/Officio Trustee/Council Representative
Sheila W. Kneeshaw	Trustee & Chairperson
Walter Stampor	Executive Secretary
Myron Terrell	Assistant Executive Secretary
Ronald Zajac	Legal Counsel
Richard Huddleston	Investment Analyst
Mena Baldwin	Recording Secretary

**EXCUSED**

Cheryl R. Johnson	Ex/Officio Trustee/Treasurer
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**ABSENT**

**CHAIRPERSON**

**Sheila W. Kneeshaw**

**VICE CHAIRPERSON**

**Susan Glaser**

AT THE CHAIR'S DIRECTION, ROLL CALL WAS TAKEN AT 9:35 A.M. BY THE BOARD'S RECORDING SECRETARY AND THE MEETING WAS CALLED TO ORDER.

**RE: ETHIC POLICY FINAL REVIEW**

Michael Van Overbeke visited the Board Members to give a recap of what was covered in the previous meeting and to go over special rules, regulations and policies. Some of the topics were lengthy and will be brought back to the table.

- Trustee Anthony left the meeting
- Trustee Anthony returned to the meeting
- Trustee Cook left the meeting
- Trustee Cook returned to the meeting
- Trustee Clark left the meeting
- Trustee Clark returned to the meeting
- Trustee Brooks left the meeting
- Trustee Brooks returned to the meeting

**RE: EDUCATION/BUSINESS/TRAVEL RECORDS RETENTION  
POLICY**

**By: Trustee Anthony - Supported by Trustee Brooks**

**WHEREAS**, it has previously come to the attention of the Board of Trustees that there is an inconsistency in the minutes with respect to the intentions of the trustees with respect to changing the previous "One Year Plus" education/business travel records retention policy, **and**

**WHEREAS**, a resolution was adopted on February 10, 2010, adopting a new education/business/travel records retention period of seven years (7), **and**

**WHEREAS**, a number of trustees maintained that they were approving a previous a five year (5) retention period on February 10, 2010 although the maker of the resolution maintains that his motion was for a seven year (7) period, **and**

**WHEREAS**, a Business and Travel and Expense Policy was adopted was dated on April 7, 2010, which included an education/travel records retention policy of a five year (5) period, **and**

**WHEREAS**, the Board of Trustees wishes to resolve the apparent inconsistency between the two resolutions indicated above, **therefore be it**

**RESOLVED**, that the Education/ Business/Travel Records Retention period be the greater of (1) five years or (2) any applicable statute which might be adopted by the state legislature in the future, **and further**

**RESOLVED**, that this resolution supersede all prior resolutions regarding the time period for retention of Education/Business/Travel records, **and further**

**Continued - Education/Business/Travel Records Retention**

**RESOLVED**, that a copy of this resolution be provided to all employees.

**YEAS: Trustees Anthony, Brooks, Cook, Jenkins and  
Chairperson S. Kneeshaw - 5**

**NAYS: Trustees Clark, Glaser - 2**

- The Board recessed for a BREAK at 11:00 a.m.
- The Board resumed at 11:20 a.m.
- Trustee Cook did not return from the BREAK.

**RE: MUNIMAE**

Earl Cole, MuniMae Representative appeared before the Board of Trustees to give an update and made a request of the Board to approve one (1) additional year extension of the Forbearance Agreement through June 30, 2011.

- Trustee Cook returned to the meeting from the break.

It was a unanimous decision that the Board will get back in touch with Mr. Cole with a decision regarding his request.

- Trustee Jenkins excused herself from the meeting
- Trustee Brooks excused himself from the meeting
- Trustee Clark excused himself from the meeting

**RE: BANYAN REALTY ADVISORS LLC**

Louis E. Vogt, President from Banyan Realty Advisors LLC, gave an informational update; passed out a portfolio to each trustee; and discussed the following topics:

- Kona
  - Gateway Project
  - Fort Shelby
  - BRM
- 
- Trustee Cook excused himself from the meeting
  - Trustee Cook returned to the meeting
  - Trustee Clark returned to the meeting
  - Trustee Jenkins returned to the meeting
- 
- The Board to a **LUNCH BREAK** at 12:30 p.m.
- 
- The Board Meeting resumed again at 1:33 p.m. Present were trustees Anthony, Brooks, Cook, Glaser, Jenkins & Chairperson S. Kneeshaw

**ASSISTANT EXECUTIVE SECRETARY REPORT**

**RE: CONFIRMATIONS**

**BY: Trustee Glaser – Supported by Trustee Anthony**

**RESOLVED**, that the receipts and disbursements which are referenced at the end of these proceedings be confirmed.

**YEAS: Trustees Anthony, Brooks, Cook, Glaser, Jenkins and Chairperson S. Kneeshaw - 6**

**NAYS: None**

**RE: REFUNDS OF ACCUMULATED CONTRIBUTIONS- LIST #6960**

**By: Trustee Glaser – Supported by Trustee Brooks**

**RESOLVED**, that the contributions to the **Annuity Savings Fund** by members of the **GENERAL RETIREMENT SYSTEM** of the City of Detroit, as set forth on **List # 6960**, in the amount of **\$1,351,427.59** including interest, be refunded pending audit by Retirement System Accounting Staff.

**YEAS: Trustees Anthony, Brooks, Cook, Glaser, Jenkins and Chairperson S. Kneeshaw - 6**

**NAYS: None**

**MINUTES FOR APPROVAL**

**RE: MEETING MINUTES #3845 – May 5, 2010**

**BY: Trustee Glaser – Supported by Trustee Anthony**

**RESOLVED**, that the General Retirement System Minutes of Meeting **No. 3845**, held on Wednesday, May 5, 2010, be hereby **APPROVED** as recorded, **corrected** and submitted.

**YEAS: Trustees Anthony, Brooks, Cook, Glaser, Jenkins and Chairperson S. Kneeshaw - 6**

**NAYS: None**

**RE: MEETING MINUTES #3846 – May 12, 2010**

**BY: Trustee Glaser – Supported by Trustee Cook**

**RESOLVED**, that the General Retirement System Minutes of Meeting **No. 3846**, held on Wednesday, May 12, 2010, be hereby **APPROVED** as recorded and submitted.

**YEAS: Trustees Anthony, Brooks, Cook, Glaser, Jenkins and  
Chairperson S. Kneeshaw - 6**

**NAYS: None**

**RE: MEETING MINUTES #3848 – May 29, 2010**

**BY: Trustee Glaser – Supported by Trustee Cook**

**RESOLVED**, that the General Retirement System Minutes of Meeting **No. 3848**, held on Wednesday, May 29, 2010, be hereby **APPROVED** as recorded and submitted.

**YEAS: Trustees Anthony, Brooks, Cook, Glaser, Jenkins and  
Chairperson S. Kneeshaw - 6**

**NAYS: None**

**RE: CAPITAL CALLS**

**BY: Trustee Cook – Supported by Trustee Brooks**

**WHEREAS**, the Board has been presented with the summary of fees and expenses which are referenced at the end of these proceedings requesting payment for services rendered, **and**

**WHEREAS**, the Board is satisfied that the services that were requested by the Board were provided to the Board, **therefore be it**

**RESOLVED**, that subject to approval by Legal Counsel and subject to staff audit, the Board approves payment of said fees and expenses.

**YEAS: Trustees Anthony, Brooks, Cook, Glaser, Jenkins and Chairperson S. Kneeshaw - 6**

**NAYS: None**

**RE: DISBURSEMENT OF FEES AND EXPENSES**

**BY: Trustee Cook – Supported by Trustee Brooks**

**WHEREAS**, the Board has been presented with the summary of fees and expenses which are referenced at the end of these proceedings requesting payment for services rendered, **and**

**WHEREAS**, the Board is satisfied that the services that were requested by the Board were provided to the Board, **therefore be it**

**RESOLVED**, that subject to approval by Legal Counsel and subject to staff audit, the Board approves payment of said fees and expenses

**YEAS: Trustees Anthony, Brooks, Cook, Glaser, Jenkins and Chairperson S. Kneeshaw - 6**

**NAYS: None**

**RE: BRANDYWINE**

**BY: Trustee Glaser – Supported by Trustee Cook**

**WHEREAS**, Brandywine currently manages a global fixed income for the benefit of the retirement system, **and**

**WHEREAS**, Brandywine has requested permission to use the retirement system as a reference to the extent that the name of the retirement system be included in Brandywine's presentation and marketing materials in its list of public fund clients, **and**

**WHEREAS**, the Board has discussed this matter with staff on this date, **therefore be it**

**RESOLVED**, that the request of Brandywine is granted.

**YEAS: Trustees Anthony, Brooks, Cook, Glaser, Jenkins and Chairperson S. Kneeshaw - 6**

**NAYS: None**

**RE: SELECTION OF AUDITOR**

**BY: Trustee Glaser – Supported by Trustee Cook**

**WHEREAS**, the Board of Trustees considers auditing firms to provide auditing services to the General Retirement System, usually for a five-year period, **and**

**WHEREAS**, the Board has considered a number of auditing firms, including its prior-named auditor, Plante Moran, **and**

**WHEREAS**, the Board has reviewed presentations, **and**

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

**RESOLVED**, that Plante Moran is selected to continue to be the System's auditor on a five-year contract subject to final approval of

**Continued – Selection of Auditor**

the contract by general counsel and the Board of Trustees, **and be it further**

**RESOLVED**, that a copy of this resolution be forwarded to Plante Moran, and the Accounting Division of the Retirement System:

Beth Bialy  
Plante Moran  
27400 Northwestern Highway  
P. O. Box 307  
Southfield, Michigan 48037-0307

**YEAS: Trustees Anthony, Brooks, Cook, Glaser, Jenkins and  
Chairperson S. Kneeshaw - 6**

**NAYS: None**

**RE: PITG Collateral Reinvestment**

**BY: Trustee Brooks – Supported by Trustee Cook**

**WHEREAS**, the collateral provided by the Board to support the PITG credit enhancement was recently released, **and**

**WHEREAS**, the reinvestment of the collateral was referred to NEPC for a recommendation, **and**

**WHEREAS**, the Board has received and reviewed the recommendation of NEPC that \$46 million be invested in the Rhumblin S&P 500 cap weighted commingled fund with the balance being used to pay the benefits and expenses of the system, **and**

**WHEREAS**, the Board has discussed this matter with staff on this date, **therefore be it**

**RESOLVED**, that the recommendation of NEPC be followed.

**YEAS: Trustees Anthony, Brooks, Cook, Glaser, Jenkins and Chairperson S. Kneeshaw - 6**

**NAYS: None**

**RE: HIRING INVESTMENT ANALYST FOR GRSD**

The trustees were provided with several resumes of applicants applying for the "Investment Analyst" opening. A question was raised regarding the salary the selected person would receive.

**RE: J.P. MORGAN AND MESIROW GAINS/LOSSES**

The Assistant Executive Secretary provided each Board Member with a copy of literature showing the following:

- ❖ *Gains (losses) in JP Morgan Currency Overlay Account since inception through June 17, 2010*
- ❖ *Gains (Losses) in Mesirow Currency Overlay Account since inception through June 17, 2010.*

**RE: HAVEN FINANCIAL SERVICES / EIM / INVESCO**

Chairperson S. Kneeshaw directed that a communication letter of intent be sent to the above referenced investors informing them that the Board of Trustees have read and considered their proposals, but currently do not have any room in the asset allocation for same.

**LEGAL COUNSEL REPORT**

**RE: MORTGAGE BACKED SECURITIES/ZWERLING, SCHACTER  
& ZWERLING, LLP/J.P. MORGAN ACCEPTANCE CORP.**

**By: Trustee Brooks - Supported by Trustee Glaser**

**WHEREAS**, the Retirement System is in receipt of a letter from Zwerling, Schacter & Zwerling, LLP ("Zwerling") dated May 18, 2010 providing certain information regarding the Retirement Systems purchase of interests in the J.P. Morgan Alternative Loan Trust [2006-A1] and, J.P. Morgan Trust [2006-A-7], which has resulted in losses by the Retirement System, **and**

**WHEREAS**, losses may be due to certain wrongdoing by the issuer or other related to the mortgage backed securities, **and**

**WHEREAS**, Zwerling, Schacter & Zwerling, LLP requests approval to involve the Retirement System as class action plaintiff regarding this matter with Zwerling, Schacter & Zwerling, LLP as class action securities legal counsel regarding this matter, **therefore be it**

**RESOLVED**, that Zwerling, Schacter & Zwerling, LLP's foregoing request RE: J.P. Morgan Alternative Loan Trust (2006 A1) and J.P. Morgan Trust (2006 A7) is approved/granted, **and further**

**RESOLVED**, that a copy of this resolution be forwarded to Zwerling, Schacter & Zwerling, LLP, Attn: Jeffrey C. Zwerling.

**YEAS: Trustees Anthony, Brooks, Glaser, Jenkins and  
Chairperson S. Kneeshaw - 5**

**NAYS: Trustee Cook - 1**

**RE: MORTGAGE BACKED SECURITIES/ZWERLING, SCHACTER  
& ZWERLING, LLP/INDYMAC**

**By: Trustee Brooks - Supported by Trustee Glaser**

**WHEREAS**, the Retirement System is in receipt of a letter from Zwerling, Schacter & Zwerling, LLP ("Zwerling") dated May 18, 2010 providing certain information regarding the Retirement Systems purchase of interest in the Indy Mac INDX Mortgage Loan Trust 2005-AR18 and IndyMac INDX Mortgage Loan Trust 2006-AR19, which has resulted in losses by the Retirement System, **and**

**WHEREAS**, losses may be due to certain wrongdoing by the issuer or other related to the mortgage backed securities, **and**

**WHEREAS**, Zwerling, Schacter & Zwerling, LLP requests approval to involve the Retirement System as class action plaintiff regarding this matter with Zwerling, Schacter & Zwerling, LLP as class action securities legal counsel regarding this matter, **therefore be it**

**RESOLVED**, that Zwerling, Schacter & Zwerling, LLP's foregoing request RE: IndyMac INDX Mortgage Loan Trust 2005-AR18 and IndyMac INDX Mortgage Loan Trust 2006-AR19 is approved, **and further**

**RESOLVED**, that a copy of this resolution be forwarded to Zwerling, Schacter & Zwerling, LLP, Attn: Jeffrey C. Zwerling.

**YEAS: Trustees Anthony, Brooks, Glaser, Jenkins and  
Chairperson S. Kneeshaw - 5**

**NAYS: Trustee Cook - 1**

- Trustee Clark returned to the meeting

**RE: MORTGAGE BACKED SECURITIES/ZWERLING, SCHACTER  
& ZWERLING, LLP/WELLS FARGO**

**By: Trustee Brooks - Supported by Trustee Anthony**

**WHEREAS**, the Retirement System is in receipt of a letter from Zwerling, Schacter & Zwerling, LLP ("Zwerling") dated May 18, 2010 providing certain information regarding the Retirement Systems purchase of interests in the Wells Fargo Mortgage Backed Securities 2006- AR15 Trust 5.663%, due 10/25/36, CUSIP No. 94985AAC3, which has resulted in losses by the Retirement System, **and**

**WHEREAS**, losses may be due to certain wrongdoing by the issuer or other related to the mortgage backed securities, **and**

**WHEREAS**, Zwerling, Schacter & Zwerling, LLP requests approval to involve the Retirement System as class action plaintiff regarding this matter with Zwerling, Schacter & Zwerling, LLP as class action securities legal counsel regarding this matter, **therefore be it**

**RESOLVED**, that Zwerling, Schacter & Zwerling, LLP's foregoing request RE: Wells Fargo Mortgage Backed Securities 2006 AR15 Trust 5.663%, due 10/25/36, CUSIP No. 94985AAC3 Trust 2006-AR19 is approved, **and further**

**RESOLVED**, that a copy of this resolution be forwarded to Zwerling, Schacter & Zwerling, LLP, Attn: Jeffrey C. Zwerling.

**YEAS:** Trustees Anthony, Brooks, Jenkins and Chairperson S. Kneeshaw - 4

**NAYS:** Trustee Cook, Glaser - 2

**ABSTAIN:** Trustee Clark - 1

**RE: MORGAN STANLEY MORTGAGE BACKED PASS-THROUGH  
CERTIFICATE LITIGATION**

**BY: Trustee Glaser – Supported by Trustee Anthony**

**WHEREAS**, the Board, this date, reviewed a letter dated June 4, 2010 from Denis F. Shields, Esquire of Kohn, Swift & Graf, P.C., Special Counsel, recommending that the Retirement System of the City of Detroit ("GRS") be joined as an additional lead plaintiff in the action entitled in **Re: Morgan Stanley Mortgage-Pass-Through Certificate Litigation, Master File No. CIV.2137 (LTS) (MED)**, provided that agreement in the case can be reached with Lead Counsel, Coughlin Stoia, about GRS' role in the case, and in the absence of such agreement, that Kohn, Swift & Graf, P.C. be given the discretion to move to have GRS appointed lead plaintiff on behalf of a class of purchasers of the Morgan Stanley Capital I Trust 2006-IHQ12 Morgan Stanley Sponsored Mortgage Backed Pass-Through Certificates; and

**WHEREAS**, the Board's General Counsel has approved the wording of this resolution, **therefore be it**

**RESOLVED**, that the Board approves the recommendation and authorizes Kohn, Swift & Graf, P.C. to take all steps to have the General Retirement System joined as additional lead plaintiff in the action entitled in **Re: Morgan Stanley Mortgage Pass-Through Certificate Litigation, Master File No. 09-CIV, 2137 (LTS) (MED)**, provided that agreement in the case can be reached with Lead Counsel, Coughlin Stoia, about GRS' role in the case, and in the absence of such agreement, that Kohn, Swift & Graf, P.C. be given the discretion to move to have GRS appointed Lead Plaintiff on behalf of a class of purchasers of the Morgan Stanley Capital I Trust 2006-IW12 Morgan Stanley Sponsored Mortgage Backed Pass-Through Certificates, or consistent with the requirement of the court; **and further**

**RESOLVED**, that a copy of this resolution be forwarded to Special Counsel Kohn, Swift & Graf, P.C.

**YEAS: Trustee Anthony, Brooks, Clark, Cook, Glaser,  
Jenkins, & Chairperson S. Kneeshaw - 7**

**NAYS: None**

**RE: KEVIN HALL v. TONYA HALL**  
**WAYNE COUNTY CASE NO. 01-127163-DM**

**BY: Trustee Clark – Supported by Trustee Glaser**

**WHEREAS**, the Board is in receipt of a Consent Judgment of Divorce dated April 25, 2003, wherein **Kevin Hall**, in effect is awarded 100% of his defined benefit plan and defined contribution plan benefits, **and**

**WHEREAS**, participant's date of birth is July 6, 1963, and participant has attained eight (8) years and six (6) months of service credit, **and**

**WHEREAS**, alternate payee **is not** entitled to claim a portion of participant's defined contribution plan, **and**

**WHEREAS**, alternate payee **is not** entitled to claim a portion of participant's defined benefit plan, **and**

**WHEREAS**, said matter had been discussed with legal counsel who has opined that the applicable terms of said court order are consistent with the provisions of the Retirement System and applicable law, **therefore be it**

**RESOLVED**, that the Board acknowledge receipt of said court order and pay pension benefits consistent with said court order, **and further**

**RESOLVED**, that a copy of this resolution be IMMEDIATELY attached as the top sheet of the pension file, and other appropriate records be kept for the Retirement System relative to this matter, **and further**

**RESOLVED**, that copies of this resolution be sent to Attorney Carolyn B. Markowitz; Attorney Brent Bownen; Deborah Lynn Cole; and Johnnie C. Cole.

**YEAS: Trustees Anthony, Brooks, Clark, Cook, Glaser, Jenkins & Chairperson S. Kneeshaw - 7**

**NAYS: None**

- Trustee Cook left the meeting

RE: **COLE v. COLE**  
**WAYNE COUNTY CASE NO. 08-114506-DO**

**BY: Trustee Glaser – Supported by Trustee Brooks**

**WHEREAS**, the Board is in receipt of a Domestic Relations Order dated March 30, 2010, which amends/supplements a Judgment of Divorce dated December 16, 2009, wherein **Deborah Lynn Cole** is awarded certain rights to the defined benefit plan benefits **ONLY** of **Johnie C. Cole**, who retired on an early retirement effective January 26, 2003, **and**

**WHEREAS**, participant's date of birth is March 18, 1944, and participant had attained 25 years, 7 months of service credit, **and**

**WHEREAS**, alternate payee **is not** entitled to claim a portion of participant's defined contribution plan because all amounts were previously withdrawn from the defined contribution plan, **and**

**WHEREAS**, alternate payee **is entitled** to claim a portion of participant's defined benefit plan, **and**

**WHEREAS**, the earliest date that payments from the defined benefit plan can be made to the participant or the alternate payee is immediately, **and**

**WHEREAS**, the Board's policy is to require that the cost for the actuary's calculations is to be borne by the parties to the domestic relations proceedings, **and**

**WHEREAS**, the court order provides for the parties to share the cost of the actuary's fees, **and**

**WHEREAS**, said matter had been discussed with legal counsel who has opined that the applicable terms of said court order are consistent with the provisions of the Retirement System and applicable law, **therefore be it**

**Continued – Cole v. Cole**

**RESOLVED**, that this file be forwarded to the Board's actuary if required by the Executive Secretary for calculation of the benefits to be paid to the former spouse effective July 1, 2010, **and further**

**RESOLVED**, that the Board acknowledge receipt of said court order and pay pension benefits consistent with said court order, **and further**

**RESOLVED**, that a copy of this resolution be IMMEDIATELY attached as the top sheet of the pension file, and other appropriate records be kept for the Retirement System relative to this matter, **and further**

**RESOLVED**, that copies of this resolution be sent to Attorney Carolyn B. Markowitz; Attorney Brent Bownen; Deborah Lynn Cole; and Johnie C. Cole.

**YEAS: Trustees Anthony, Brooks, Glaser, Jenkins & Chairperson S. Kneeshaw - 5**

**NAYS: Trustee Clark - 1**

- Trustee Cook returned to the meeting

**RE: PFRS/GRS JEFFERSON AVENUE CORP.: 2009 TAX RETURN**

**BY: Trustee Clark – Supported by Trustee Glaser**

**WHEREAS**, the General Retirement System is a 50% shareholder of the Corporation, **and**

**WHEREAS**, the Board has been requested to approve the execution of the 2009 U.S. Return of Organization Exempt from Income Tax dated June 10, 2010 by an officer of the Corporation, **and**

**WHEREAS**, the execution of said document has been recommended by the Board's Special Legal Counsel, F. Logan Davidson, **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, **therefore be it**

**RESOLVED**, that said document be executed by the appropriate corporate officer(s) on behalf of the Corporation and forwarded to the appropriate party, **and be it further**

**RESOLVED**, that the Accounting Division of the Retirement System retain copies of said executed original document, **and be it further**

**RESOLVED**, that a copy of this resolution be forwarded to Special Legal Counsel F. Logan Davidson, and the Accounting Division of the Retirement System:

**YEAS:** Trustee Anthony, Brooks, Clark, Cook, Glaser, Jenkins and Chairperson S. Kneeshaw – 7

**NAYS:** None

**RE: MUNIMAE LOAN**

**BY: Trustee Glaser – Supported by Trustee Brooks**

**WHEREAS**, the General Retirement System of the City of Detroit (“GRS”) is a participant, together with the Police and Fire Retirement System of the City of Detroit and the Wayne County Employees’ Retirement System, with respect to certain obligations of Municipal Mortgage and Equity, LLC and its subsidiaries (collectively, “MMA”) to GRS.

**WHEREAS**, a formal request has been made to the Board of Trustees of GRS by MMA on June 1, 2010, relating to certain of its obligations to GRS as more fully described in a letter to GRS by MMA dated June 1, 2010.

**WHEREAS**, MMA and GRS entered into a forbearance agreement (“Forbearance Agreement”) as memorialized and as described in prior resolutions issued by GRS (“GRS Resolutions”), in which GRS has agreed to grant a forbearance (“Forbearance”) until June 30, 2010 and to resolve certain other matters, all as set forth in the GRS Resolutions.

**WHEREAS**, the maturity date of the Forbearance set forth in the Forbearance Agreement is expiring on June 30, 2010 and MMA has requested that GRS extend the maturity date of the Forbearance until June 30, 2011 (“Maturity Date”), in accordance with all other terms and conditions of the Forbearance Agreement.

**WHEREAS**, in addition to the extension of the Maturity Date and subject to the terms of the Forbearance Agreement, GRS will forbear from enforcing any direct or indirect obligations of MMA to GRS (which include, without limitation, obligations of MMA to or through the SAS Investment Trust and the Walker Dunlop Balanced Fund) and GRS will extend existing letters of credit issued by GRS to support MMA’s transactions so long as in both cases MMA is satisfying the Concessions (as defined below).

**WHEREAS**, in exchange for such extension of the Maturity Date, MMA agrees to the following terms: (i) GRS will continue to receive the additional 100 basis points as to all rates of interest pertaining to applicable obligations owed by MMA to GRS as set forth in the

**Continued:       MUNIMAE LOAN**

Forbearance Agreement; (ii) MMA will continue to pay interest on all obligations due GRS on a current basis; (iii) MMA will not declare bankruptcy; (iv) there will be no monetary defaults under any other loan extension, restructure or forbearance agreements with the other creditors; and (v) MMA will inform Detroit General of any monetary default should one occur (collectively, "Concessions").

**WHEREAS**, the Board of Trustees of GRS have discussed the foregoing matters.

**WHEREAS**, it is in the best interest of GRS that it approve MMA's proposed course of action relating to the extension of the Maturity Date of the Forbearance through June 30, 2011 and to receive the Concessions as set forth above.

**NOW, THEREFORE, IT IS RESOLVED**, that GRS approves: (i) the proposed action by MMA as outlined above relating to the extension of the Maturity Date of the Forbearance to June 30, 2011 with all other terms and conditions under the Forbearance Agreement remaining in full force and effect, **and**

**FURTHER RESOLVED**, that the Board of Trustees of GRS by any two individuals are authorized to execute any and all instruments, in connection with the MMA proposal subject to acceptable documentation, **and**

**FURTHER RESOLVED**, that a copy of this Resolution be forwarded to MMA.

**YEAS:       Trustee Anthony, Brooks, Clark, Cook, Glaser,  
              Jenkins, & Chairperson S. Kneeshaw - 7**

**NAYS:       None**

**[LEGAL REPORT CONLUDED]**

**ADJOURNMENT**

There being no further business to come before the Board of Trustees, the General Retirement System Board meeting hereby adjourned at 3:15 p.m. until Wednesday, June 16, 2010 at 9:00 a.m. in the Retirement Systems' Conference Room, 910 Coleman A. Young Municipal Center, Detroit, MI 48226.

By: \_\_\_\_\_  
**Myron T. Terrell**  
**Assistant Executive Secretary**