

**JOURNAL OF PROCEEDINGS - BOARD OF TRUSTEES -  
POLICE & FIRE RETIREMENT SYSTEM - CITY OF DETROIT**

**PROCEEDINGS HELD THURSDAY, AUGUST 25, 2005 - 9:00 A.M.  
IN THE CONFERENCE ROOM OF THE RETIREMENT SYSTEMS  
910 COLEMAN A. YOUNG MUNICIPAL CENTER  
DETROIT, MICHIGAN 48226**

**PRESENT**

<b>Marty Bandemer</b>	<b>Elected Trustee</b>
<b>Gregory Best</b>	<b>Elected Trustee</b>
<b>Roger Cheek</b>	<b>Ex/Officio Trustee</b>
<b>Gary Christian</b>	<b>Ex/Officio Alternate Trustee</b>
<b>Seth Doyle</b>	<b>Ex/Officio Alternate Trustee</b>
<b>Frank English</b>	<b>Elected Trustee &amp; Vice Chairperson</b>
<b>Laura Isom</b>	<b>Elected Trustee &amp; Chairperson</b>
<b>Timothy Ngare</b>	<b>Ex/Officio Alternate Trustee</b>
<b>George Orzech</b>	<b>Elected Trustee</b>
<b>Paul Stewart</b>	<b>Elected Trustee</b>
<b>Walter Stampor</b>	<b>Executive Secretary</b>
<b>Cynthia Thomas</b>	<b>Assistant Executive Secretary</b>
<b>Janet S. Lenear</b>	<b>Recording Secretary</b>
<b>Ronald Zajac</b>	<b>Legal Counsel</b>
<b>Richard Huddleston</b>	<b>Investment Analyst</b>

**EXCUSED**

**None**

**ABSENT**

<b>Sharon McPhail</b>	<b>Ex/Officio Trustee &amp; City Council Member</b>
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**CHAIRPERSON**

**Laura Isom**

**VICE CHAIRPERSON**

**Frank English**

**ROLL CALL WAS TAKEN AT 9:00 A.M. BY THE BOARD'S  
RECORDING SECRETARY AND THE MEETING WAS CALLED TO  
ORDER.**

**CONFIRMATIONS**

**BY MR. ENGLISH - SUPPORTED BY MR. BEST**

**RESOLVED, THAT THE RECEIPT WHICH IS OUTLINED BELOW BE  
CONFIRMED:**

**YEAS - TRUSTEES BANDEMER, BEST, CHEEK, CHRISTIAN, DOYLE,  
ENGLISH, NGARE, ORZECH, STEWART AND CHAIRPERSON  
ISOM - 10**

**NAYS - NONE**

**CONFIRMATIONS**

**THE BOARD RECEIVED THE SUM OF \$225.00 ON AUGUST 19,  
2005 FROM BILL FAIRWEATHER - LAPTOP COMPUTER  
PURCHASE**

**MINUTES OF THURSDAY, AUGUST 4, 2005**

**BY MR. BANDMER - SUPPORTED BY MR. ENGLISH**

**RESOLVED, THAT THE MINUTES OF THE MEETING HELD THURSDAY, AUGUST 4, 2005 BE APPROVED AS AMENDED, RECORDED AND SUBMITTED BY THE BOARD'S RECORDING SECRETARY:**

**YEAS - TRUSTEES BANDEMER, BEST, CHRISTIAN, DOYLE, ENGLISH, NGARE, ORZECH, STEWART AND CHAIRPERSON ISOM - 9**

**NAYS - NONE**

**ABSTAIN - TRUSTEE CHEEK - 1**

**MINUTES OF THURSDAY, AUGUST 11, 2005**

**BY MR. BANDMER - SUPPORTED BY MR. ENGLISH**

**RESOLVED, THAT THE MINUTES OF THE MEETING HELD THURSDAY, AUGUST 11, 2005 BE APPROVED AS RECORDED AND SUBMITTED BY THE BOARD'S RECORDING SECRETARY:**

**YEAS - TRUSTEES BANDEMER, BEST, CHRISTIAN, DOYLE, ENGLISH, NGARE, ORZECH, STEWART AND CHAIRPERSON ISOM - 9**

**NAYS - NONE**

**ABSTAIN - TRUSTEE CHEEK - 1**

**BILL PAYMENT REQUESTS**

**BY MR. ENGLISH - SUPPORTED BY MR. BANDEMER**

**WHEREAS, THE BOARD IS IN RECEIPT OF THE FOLLOWING BILLINGS REQUESTING PAYMENT FOR SERVICES RENDERED, AND**

**WHEREAS, THE BOARD IS SATISFIED THAT SERVICES WERE PROVIDED TO THE BOARD AS REQUESTED BY THE BOARD, THEREFORE BE IT**

**RESOLVED, THAT SUBJECT TO STAFF AUDIT, THE BOARD APPROVE PAYMENT OF SAID BILLINGS:**

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

**ADP, INC. - AUGUST 12, 2005 - \$5,435.95 - POLICE AND FIRE PORTION OF \$10,871.90 - CONTRACT/MISCELLANEOUS SERVICES - ACCOUNTS RECEIVABLE NUMBER 00191-205022**

**ADVENT - AUGUST 19, 2005 - \$65,371.25 - 2005 SECOND QUARTER FEES**

**BLACKROCK - AUGUST 17, 2005 - \$88,290.00 - 2005 SECOND QUARTER FEES**

**CREDIT SUISSE - AUGUST 16, 2005 - \$77,233.85 - 2005 SECOND QUARTER FEES**

**GLAZER, MARK - AUGUST 12, 2005 - \$5,100.00 - DRRB DECISION REGARDING ALVIN BROWN**

**MONSTER, INC. - JULY 7, 2005 - \$680.00 JOB POSTINGS**

**NORTH POINT ADVISORS - AUGUST 22, 2005 - \$20,000.00 - AA CAPITAL PARTNERS DUE DILIGENCE FEE**



**BILL PAYMENT REQUESTS**

**YEAS - TRUSTEES BANDEMER, BEST, CHEEK, CHRISTIAN, DOYLE,  
ENGLISH, NGARE, ORZECH, STEWART AND CHAIRPERSON  
ISOM - 10**

**NAYS - NONE**

**LEGAL COUNSEL'S BILLING**

**BY MR. ENGLISH - SUPPORTED BY MR. BANDEMER**

**RESOLVED, THAT LEGAL COUNSEL'S BILLING DATED AUGUST  
25, 2005, FOR THE MONTH OF AUGUST, 2005, IN THE AMOUNT  
OF \$10,043.23, BE APPROVED AND SAID AMOUNT BE PAID  
PURSUANT TO WIRE-TRANSFER INSTRUCTIONS ON FILE WITH  
THE SYSTEM:**

**YEAS - TRUSTEES BANDEMER, BEST, CHEEK, CHRISTIAN, DOYLE,  
ENGLISH, NGARE, ORZECH, STEWART AND CHAIRPERSON  
ISOM - 10**

**NAYS - NONE**

**RETIREMENT SYSTEMS OF THE CITY OF DETROIT  
PRINCIPAL ACCOUNTANT SELECTION**

**BY MR. DOYLE - SUPPORTED BY MR. ORZECH**

**WHEREAS, THE BOARD HAS CONSIDERED THE RECOMMENDATIONS OF EXECUTIVE SECRETARY WALTER STAMPOR, AND**

**WHEREAS, THE RETIREMENT SYSTEM IS AN INDEPENDENT TRUST FUND WHICH SYSTEM HAS A FIDUCIARY DUTY FOR THE INDEPENDENT MANAGEMENT, ADMINISTRATION AND OPERATION OF THE RETIREMENT SYSTEM, AND**

**WHEREAS, STATE LAW AUTHORIZES THE BOARD TO SELECT EMPLOYEES NEEDED TO ASSIST IN THE OPERATION OF THE RETIREMENT SYSTEM, AND**

**WHEREAS, THE BOARD PAYS ALL COSTS OF EMPLOYEES PROVIDING SERVICES TO THE RETIREMENT SYSTEM, THEREFORE BE IT**

**RESOLVED, THAT THE RECOMMENDATIONS OF EXECUTIVE SECRETARY WALTER STAMPOR BE ACCEPTED AND APPROVED, AND BE IT FURTHER**

**RESOLVED, THAT ANGELA KEELER IS SELECTED AS DAVID CETLINSKI'S SUCCESSOR AS ANNUITY SUPERVISOR FOR THE RETIREMENT SYSTEMS, AND BE IT FURTHER**

**RESOLVED, THAT MS. KEELER BE CONSIDERED PROMOTED TO THE TITLE OF PRINCIPAL ACCOUNTANT AND HER PAY BE SUPPLEMENTED, IF NECESSARY, BY THE RETIREMENT SYSTEM CONSISTENT WITH THE SALARY OF A PRINCIPAL ACCOUNTANT, AND BE IT FURTHER**

**RESOLVED, THAT THE HUMAN RESOURCES DEPARTMENT BE REQUESTED TO IMPLEMENT THE AFORE-MENTIONED PROMOTION:**

**YEAS - TRUSTEES BANDEMER, BEST, CHRISTIAN, DOYLE, ENGLISH, ORZECH, STEWART AND CHAIRPERSON ISOM - 8**

**NAYS - TRUSTEE CHEEK - 1**

**ABSTAIN - TRUSTEE NGARE - 1**

**LEGAL COUNSEL RONALD ZAJAC ENTERED THE MEETING.**

**WOODFORD CAPITAL MANAGEMENT, LLC**

**BY MR. CHEEK - SUPPORTED BY MR. DOYLE**

**WHEREAS, PEGGY WOODFORD-FORBES HAS PRESENTED THE BOARD WITH AN AUGUST 24, 2005 COMMUNICATION WHEREIN MS. WOODFORD-FORBES REQUESTS TO APPEAR BEFORE THE BOARD TO DISCUSS THE BOARD'S TERMINATION OF WOODFORD CAPITAL MANAGEMENT, LLC AS ONE OF ITS INVESTMENT MANAGERS, AND**

**WHEREAS, THE BOARD HAS DISCUSSED THE REQUEST OF MS. WOODFORD-FORBES, THEREFORE BE IT**

**RESOLVED, THAT THE REQUEST OF MS. WOODFORD-FORBES BE GRANTED:**

**FOLLOWING ADDITIONAL DISCUSSION OF THE FOREGOING MOTION, TRUSTEE CHEEK WITHDREW HIS MOTION.**

**MAYFIELD GENTRY REALTY ADVISORS/POLICE & FIRE REAL ESTATE PORTFOLIO RE-FINANCING**

**BY MR. STEWART - SUPPORTED BY MR. BANDEMER**

**RESOLVED, THAT THE BOARD'S MOTION REGARDING MAYFIELD GENTRY'S RE-FINANCING OF THE BOARD'S REAL ESTATE PORTFOLIO WHICH WAS TABLED AUGUST 18, 2005 BE REMOVED FROM THE TABLE:**

**A ROLL CALL VOTE WAS TAKEN:**

**YEAS - TRUSTEES BANDEMER, BEST, CHEEK, CHRISTIAN, DOYLE, ENGLISH, NGARE, ORZECH, STEWART AND CHAIRPERSON  
ISOM - 10**

**NAYS - NONE**

**FOLLOWING IS THE BOARD'S MOTION REGARDING MAYFIELD GENTRY'S RE-FINANCING OF THE BOARD'S REAL ESTATE PORTFOLIO:**

**MAYFIELD GENTRY REALTY ADVISORS  
RE-FINANCING OF THE POLICE AND FIRE RETIREMENT SYSTEM'S  
REAL ESTATE PORTFOLIO**

**BY MR. STEWART - SUPPORTED BY MR. DOYLE**

**WHEREAS, THE BOARD OF TRUSTEES HAS RECEIVED AN AUGUST 18,  
2005 PRESENTATION/PROPOSAL FROM MAYFIELD GENTRY REALTY  
ADVISORS, AND**

**WHEREAS, THE BOARD IS IN RECEIPT OF A FAVORABLE  
RECOMMENDATION FROM THE BOARD'S REAL ESTATE CONSULTANT  
THE TOWNSEND GROUP, AND**

**WHEREAS, THE BOARD HAS DISCUSSED THIS MATTER, THEREFORE  
BE IT**

**RESOLVED, THAT THE BOARD ACCEPTS AND APPROVES THE RE-  
FINANCING PLAN PROPOSED BY MAYFIELD GENTRY REALTY  
ADVISORS SUBJECT TO APPROVAL OF TRANSACTION DOCUMENTS  
BY THE BOARD'S GENERAL COUNSEL, AND BE IT FURTHER**

**RESOLVED, THAT F. LOGAN DAVISON IS HEREBY APPOINTED  
SPECIAL LEGAL COUNSEL REGARDING THIS MATTER, AND BE IT  
FURTHER**

**RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO  
MAYFIELD GENTRY REALTY ADVISORS AND SPECIAL COUNSEL F.  
LOGAN DAVIDSON:**

**YEAS - TRUSTEES BANDEMER, BEST, CHEEK, CHRISTIAN, DOYLE,  
ENGLISH, NGARE, ORZECH, STEWART AND CHAIRPERSON  
ISOM - 10**

**NAYS - NONE**

**TRUSTEE CHEEK TEMPORARILY EXCUSED HIMSELF.**

**KENNEDY CAPITAL**

**RICH TODARO AND TWO ASSOCIATES APPEARED BEFORE THE BOARD, DISCUSSED SMALL-CAP GROWTH INVESTING AND THEN EXCUSED THEMSELVES.**

**TRUSTEE CHEEK RE-JOINED THE MEETING DURING KENNEDY CAPITAL'S DISCUSSION.**

**ORACLE CAPITAL PARTNERS**

**IVA FUNDERBURG, AND TWO ASSOCIATES APPEARED BEFORE THE BOARD, DISCUSSED ALTERNATIVE INVESTING AND THEN EXCUSED THEMSELVES.**

**DETROIT POLICE LIEUTENANTS' & SERGEANTS' ASSOCIATION**

**BY MR. ORZECZ - SUPPORTED BY MR. BEST**

**WHEREAS, DETROIT POLICE LIEUTENANTS' AND SERGEANTS' ASSOCIATION PRESIDENT JAMES GAWLOWSKI RECENTLY CONTACTED THE BOARD'S ASSISTANT EXECUTIVE SECRETARY TO REQUEST AN APPEARANCE BEFORE THE BOARD TO DISCUSS THE BOARD'S JULY 21, 2005 DENIAL OF BOYD COTTRELL'S APPLICATION FOR DUTY DISABILITY RETIREMENT, AND**

**WHEREAS, THE BOARD HAS DISCUSSED THIS MATTER, THEREFORE BE IT RESOLVED,**

**THAT THE REQUEST OF JAMES GAWLOWSKI BE APPROVED:**

**FOLLOWING DISCUSSION OF THE FOREGOING MOTION, THE MOTION WHICH FOLLOWS WAS MADE:**

**BY MR. ORZECZ - SUPPORTED BY MR. BEST**

**RESOLVED, THAT THE FOREGOING MOTION BE TABLED:**

**A ROLL CALL VOTE WAS TAKEN AS FOLLOWS:**

**DETROIT POLICE LIEUTENANTS' & SERGEANTS' ASSOCIATION**

**YEAS - TRUSTEES BANDEMER, BEST, CHEEK, CHRISTIAN, DOYLE,  
ENGLISH, NGARE, ORZECH, STEWART AND CHAIRPERSON  
ISOM - 10**

**NAYS - NONE**

**EMPLOYER CONTRIBUTIONS FOR YEAR ENDING JUNE 30, 2005**

**BY MR. ORZECH - SUPPORTED BY MR. BANDEMER**

**WHEREAS, EMPLOYER CONTRIBUTIONS DUE JUNE 30, 2005 TOTAL  
\$98,842,261.27, WHICH REPRESENTS AMOUNTS DUE FOR BOTH  
CURRENT SERVICE AND UNFUNDED ACCRUED LIABILITY, AND**

**WHEREAS, THE EMPLOYER HAS MADE NO CONTRIBUTIONS TOWARD  
CURRENT SERVICE COSTS DUE JUNE 30, 2005, AND**

**WHEREAS, \$47,431,980 FROM THE ACCRUED LIABILITY FUND WAS, IN  
EFFECT, PAID BY JUNE 30, 2005, REPRESENTING PART OF THE  
UNFUNDED ACCRUED LIABILITY DUE JUNE 30, 2005, AND**

**WHEREAS, THE BALANCE DUE AS OF JUNE 30, 2005 IS  
\$51,410,281.27, AND**

**WHEREAS, INTEREST ON THE \$51,410,281.27 THROUGH AUGUST 31,  
2005 IS \$681,151.01, AND THUS THE TOTAL DUE AS OF AUGUST 31,  
2005 IS \$52,091,432.28, AND**

**WHEREAS, THE INTEREST, PER DAY, AFTER AUGUST 31, 2005 IS  
\$11,131.87 PER DAY, THEREFORE BE IT**

**RESOLVED, THAT A LETTER BE SENT TO THE FINANCE DIRECTOR,  
BUDGET DIRECTOR, TREASURER AND CITY COUNCIL REQUESTING**

**EMPLOYER CONTRIBUTIONS FOR YEAR ENDING JUNE 30, 2005**

**PAYMENT OF THE AMOUNT DUE THE RETIREMENT SYSTEM, AND BE IT FURTHER**

**RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO THE FINANCE DIRECTOR, BUDGET DIRECTOR, TREASURER AND CITY COUNCIL:**

**YEAS - TRUSTEES BANDEMER, BEST, CHEEK, CHRISTIAN, DOYLE, ENGLISH, NGARE, ORZECH, STEWART AND CHAIRPERSON  
ISOM - 10**

**NAYS - NONE**

**MMA FINANCIAL  
CONSTRUCTION FINANCE MORTGAGE LOAN OFFERING**

**Presented By: MMA Financial**  
**Date Presented: August 25, 2005**  
**Project Name: Crystal Terrace**  
**Project Location: Klamath, Oregon**  
**Project Loan Amount: \$7,575,000.00**

**By Mr. Orzech - Supported by Mr. English**

**Whereas, The Board of Trustees is in receipt of A Participating Construction Finance Mortgage Loan Offering with attached loan summary and related documents, THEREFORE BE IT**

**Resolved, That the Board approve construction financing consistent with established procedures regarding the Board's participation in Participating Construction Finance Mortgage Loan transactions, subject to Legal Counsel approval:**

**MMA FINANCIAL  
CONSTRUCTION FINANCE MORTGAGE LOAN OFFERING**

**YEAS - TRUSTEES BANDEMER, BEST, CHEEK, CHRISTIAN, DOYLE,  
ENGLISH, NGARE, ORZECH, STEWART AND CHAIRPERSON  
ISOM - 10**

**NAYS - NONE**

**MMA FINANCIAL  
CONSTRUCTION FINANCE MORTGAGE OFFERING**

**Presented By: MMA Financial**

**Date Presented: August 25, 2005**

**Project Name: Orchard Park**

**Project Location: Clearlake, California**

**Project Loan Amount: \$3,990,000.00**

**By Mr. Orzech - Supported by Mr. English**

**Whereas, The Board of Trustees is in receipt of A Participating  
Construction Finance Mortgage Loan Offering with attached loan  
summary and related documents, THEREFORE BE IT**

**Resolved, That the Board approve construction financing  
consistent with established procedures regarding the Board's  
participation in Participating Construction Finance Mortgage  
Loan transactions, subject to Legal Counsel approval:**

**YEAS - TRUSTEES BANDEMER, BEST, CHEEK, CHRISTIAN, DOYLE,  
ENGLISH, NGARE, ORZECH, STEWART AND CHAIRPERSON  
ISOM - 10**

**NAYS - NONE**

**MMA FINANCIAL  
CONSTRUCTION FINANCE MORTGAGE OFFERING**

**Presented By: MMA Financial**

**Date Presented: August 25, 2005**

**Project Name: Palm Meadows**

**Project Location: Hilton Head, South Carolina**

**Project Loan Amount: \$2,866,000.00**

**By Mr. Orzech - Supported by Mr. English**

**Whereas, The Board of Trustees is in receipt of A Participating Construction Finance Mortgage Loan Offering with attached loan summary and related documents, THEREFORE BE IT**

**Resolved, That the Board approve construction financing consistent with established procedures regarding the Board's participation in Participating Construction Finance Mortgage Loan transactions, subject to Legal Counsel approval:**

**YEAS - TRUSTEES BANDEMER, BEST, CHEEK, CHRISTIAN, DOYLE,  
ENGLISH, NGARE, ORZECH, STEWART AND CHAIRPERSON  
ISOM - 10**

**NAYS - NONE**

**LEGAL COUNSEL'S REPORTS**

**LEGAL COUNSEL RONALD ZAJAC DISCUSSED VARIOUS MATTERS WITH THE BOARD, INCLUDING THE FRED SILBER COMPANY, THE CALPINE CORPORATION, THE BOARD'S AMORTIZATION CASE, THE REQUEST OF JOEL SNYDER, AND ADVANCED MARKETING SERVICES, INC.**

**FRED SILBER COMPANY LITIGATION**

**BY MR. ENGLISH - SUPPORTED BY MR. DOYLE**

**WHEREAS, THE BOARD HAS BEEN PRESENTED WITH AN AUGUST 24, 2005 PROPOSED LEGAL REPRESENTATION LETTER FROM HALEY, SINAGRA, PAUL AND TULAND, P.A., AND**

**WHEREAS, THE BOARD HAS DISCUSSED THIS MATTER, THEREFORE BE IT**

**RESOLVED, THAT THE BOARD ELECT THE HOURLY RATE INDICATED IN SAID PROPOSED LEGAL REPRESENTATION LETTER, AND BE IT FURTHER**

**RESOLVED, THAT THE CONTINGENCY FEE OPTION IS REJECTED, AND BE IT FURTHER**

**RESOLVED, THAT SAID LETTER BE EXECUTED ON BEHALF OF THE BOARD CONSISTENT WITH THIS RESOLUTION, AND BE IT FURTHER**

**RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO JAMES P. PAUL OF HALEY, SINAGRA, PAUL AND TOLAND, P.A.:**

**YEAS - TRUSTEES BANDEMER, BEST, CHEEK, CHRISTIAN, DOYLE, ENGLISH, NGARE, ORZECH, STEWART AND CHAIRPERSON ISOM - 10**

**NAYS - NONE**

**CALPINE CORPORATION SECURITIES LITIGATION**

**LEGAL COUNSEL PROVIDED EACH BOARD MEMBER WITH A COPY OF AN AUGUST 17, 2005 COMMUNICATION AND AN AUGUST 24, 2005 COMMUNICATION FROM SPECIAL COUNSEL KOHN, SWIFT & GRAF, P.C. TO THE BOARD'S EXECUTIVE REGARDING THE ABOVE-CAPTIONED LITIGATION.**

**BOARD OF TRUSTEES VERSUS THE CITY OF DETROIT  
(AMORTIZATION CASE)**

**LEGAL COUNSEL PROVIDED EACH BOARD MEMBER WITH A COPY OF AN AUGUST 22, 2005 COMMUNICATION AND AN AUGUST 24, 2005 COMMUNICATION FROM SPECIAL COUNSEL MARTENS, ICE, KLASS, LEGGHIO & ISRAEL, P.C. REGARDING THE ABOVE-CAPTIONED LITIGATION.**

**TRUSTEE CHRISTIAN TEMPORARILY EXCUSED HIMSELF.**

**CLOSED SESSION**

**By Mr. Bandemer - Supported by Mr. Orzech**

**Resolved, That the Board enter into Closed Session for the purpose of discussing matters involving attorney/client privilege:**

**A Roll Call Vote was taken as follows:**

**YEAS - TRUSTEES BANDEMER, BEST, CHEEK, DOYLE, ENGLISH, NGARE, ORZECH, STEWART AND CHAIRPERSON ISOM - 9**

**NAYS - NONE**

**The Board entered into Closed Session at 2:50 P.M.**

**TRUSTEE CHRISTIAN RE-JOINED THE MEETING.**

**OPEN SESSION**

**By Mr. English - Supported by Mr. Stewart**

**Resolved, That the Board return to Open Session:**

**A Roll Call Vote was taken as follows:**

**OPEN SESSION**

**YEAS - TRUSTEES BANDEMER, BEST, CHEEK, CHRISTIAN, DOYLE,  
ENGLISH, NGARE, ORZECH, STEWART AND CHAIRPERSON  
ISOM - 10**

**NAYS - NONE**

**The Board returned to Open Session at 3:15 P.M.**

**ADVANCED MARKETING SERVICES, INC.**

**BY MR. BANDEMER - SUPPORTED BY MR. STEWART**

**WHEREAS, THE BOARD'S GENERAL COUNSEL PROVIDED THE  
BOARD WITH A STATUS UPDATE REGARDING THIS MATTER,  
INCLUDING THE STATUS OF MEDIATION, AND**

**WHEREAS, THE BOARD HAS DISCUSSED A RANGE OF POSSIBLE  
SETTLEMENT AMOUNTS FOR MEDIATION, AND**

**WHEREAS, THE BOARD HAS DISCUSSED THIS MATTER AT  
LENGTH, THEREFORE BE IT**

**RESOLVED, THAT THE BOARD DIRECT THAT SPECIAL COUNSEL  
(FOR LEAD PLAINTIFF) ACT CONSISTENT WITH THE BOARD'S  
DISCUSSION OF THIS DATE REGARDING THE RANGE OF  
SETTLEMENT AMOUNTS FOR MEDIATION, AND BE IT FURTHER**

**RESOLVED, THAT A COPY OF THIS RESOLUTION BE  
FORWARDED TO THE BOARD'S SPECIAL COUNSEL BERNSTEIN,  
LITOWITZ, BERGER AND GROSSMAN, ATTENTION: BLAIR  
NICHOLAS:**

**ADVANCED MARKETING SERVICES, INC.**

**YEAS - TRUSTEES BANDEMER, BEST, CHEEK, CHRISTIAN, DOYLE,  
ENGLISH, NGARE, ORZECH, STEWART AND CHAIRPERSON  
ISOM - 10**

**NAYS - NONE**

**NORTH POINT ADVISORS**

**ADRIAN ANDERSON DISCUSSED THE BOARD'S LARGE-CAP GROWTH  
MANAGER CANDIDATES WITH THE BOARD.**

**Alpha Capital Partners**

**By Mr. Stewart**

**WHEREAS, the Board has been conducting a search for large-cap  
growth equity managers, and**

**WHEREAS, the Board has interviewed several large-cap growth  
manager candidates, and**

**WHEREAS, the Board has discussed this matter with its  
consultant, North Point Advisors, on this date, therefore be it**

**RESOLVED, that Alpha Capital Partners be hired as a large-cap  
growth equity manager, and be it further**

**RESOLVED, that the account to be managed by Alpha Capital  
Partners be allocated \$30,000,000.00, and be it further**

**RESOLVED, that the foregoing are explicitly subject to the  
negotiation of documentation including a fee schedule  
satisfactory to the Board and general counsel:**

**TRUSTEE STEWART'S MOTION RECEIVED NO SUPPORT.**

**Alpha Partners, LLC**

**By Mr. Ngare - Supported by Mr. Best**

**WHEREAS, the Board has been conducting a search for large-cap growth equity managers, and**

**WHEREAS, the Board has interviewed several large-cap growth manager candidates, and**

**WHEREAS, the Board has discussed this matter with its consultant, North Point Advisors, on this date, therefore be it**

**RESOLVED, that Alpha Partners, LLC be hired as a large-cap growth equity manager, and be it further**

**RESOLVED, that the account to be managed by Alpha Partners, LLC be allocated \$12,500,000.00, and be it further**

**RESOLVED, that the foregoing are explicitly subject to the negotiation of documentation including a fee schedule satisfactory to the Board and general counsel, and be it further**

**RESOLVED, that a copy of this resolution be forwarded to Alpha Partners, LLC:**

**YEAS - TRUSTEES BANDEMER, BEST, CHEEK, CHRISTIAN, DOYLE,  
ENGLISH, NGARE, ORZECH, STEWART AND CHAIRPERSON  
ISOM - 10**

**NAYS - NONE**

**Wells Capital Management**

**By Mr. Christian - Supported by Mr. Doyle**

**WHEREAS, the Board has been conducting a search for large-cap growth equity managers, and**

**WHEREAS, the Board has interviewed several large-cap growth manager candidates, and**

**WHEREAS, the Board has discussed this matter with its consultant, North Point Advisors, on this date, therefore be it**

**RESOLVED, that Wells Capital Management be hired as a large-cap growth equity manager, and be it further**

**RESOLVED, that the account to be managed by Wells be allocated an amount which would bring the large cap growth assets of the system up to the target asset allocation, and be it further**

**RESOLVED, that the foregoing are explicitly subject to the negotiation of documentation including a fee schedule satisfactory to the Board and general counsel, and be it further**

**RESOLVED, that a copy of this resolution be forwarded to Wells Capital Management:**

**YEAS - TRUSTEES BANDEMER, BEST, CHEEK, CHRISTIAN, DOYLE,  
ENGLISH, NGARE, ORZECH, STEWART AND CHAIRPERSON  
ISOM - 10**

**NAYS - NONE**

**Pugh Capital Management**

**By Mr. Orzech - Supported by Mr. English**

**WHEREAS, the Board has reviewed its asset allocation with its consultant, North Point Advisors, on this date, and**

**WHEREAS, the Board notes that the mortgage account managed by Pugh Capital is \$30,000,000.00 below its target asset allocation, therefore be it**

**RESOLVED, that \$30,000,000.00 be added to the account managed by Pugh Capital, and be it further**

**RESOLVED, that the \$30,000,000.00 addition to the account managed by Pugh Capital be funded from the Liquid Reserve Account, and be it further**

**RESOLVED, that a copy of this resolution be forwarded to Pugh Capital Management:**

**YEAS - TRUSTEES BANDEMER, BEST, CHEEK, CHRISTIAN, DOYLE,  
ENGLISH, NGARE, ORZECH, STEWART AND CHAIRPERSON  
ISOM - 10**

**NAYS - NONE**

**Trust Company of the West (TCW)**

**By Mr. Doyle - Supported by Mr. English**

**WHEREAS, the Board has reviewed its asset allocation with its consultant, North Point Advisors, on this date, and**

**WHEREAS, the Board notes that the mortgage account managed by TCW is \$50,000,000.00 below its target asset allocation, therefore be it**

**RESOLVED, that \$50,000,000.00 be added to the account managed by TCW, and be it further**

**RESOLVED, that the \$50,000,000.00 addition to the account managed by TCW be funded from the Liquid Reserve Account, and be it further**

**RESOLVED, that a copy of this resolution be forwarded to Trust Company of the West (TCW):**

**YEAS - TRUSTEES BANDEMER, BEST, CHEEK, CHRISTIAN, DOYLE,  
ENGLISH, NGARE, ORZECH, STEWART AND CHAIRPERSON  
ISOM - 10**

**NAYS - NONE**

**DISABILITY RETIREMENT REVIEW BOARD CASE OF JANET  
JECZEN**

**BY MR. ORZECH - SUPPORTED BY MR. CHRISTIAN**

**WHEREAS, ARBITRATOR DONALD SUGERMAN HAS PRESENTED THE BOARD WITH A DISABILITY RETIREMENT REVIEW BOARD AWARD REGARDING POLICE OFFICER JANET JECZEN WHEREIN HE STATES THAT MS. JECZEN'S CASE WAS DISMISSED WITH PREJUDICE BECAUSE SHE FAILED TO PURSUE HER CASE IN A TIMELY MANNER, AND**

**WHEREAS, THE BOARD HAS DISCUSSED THE AWARD OF ARBITRATOR SUGERMAN, THEREFORE BE IT**

**RESOLVED, THAT THE BOARD UPHOLDS ITS APRIL 29, 1999 DENIAL OF MS. JECZEN'S APPLICATION FOR DUTY DISABILITY RETIREMENT, AND BE IT FURTHER**

**RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO MS. JECZEN AND ARBITRATOR SUGERMAN:**

**YEAS - TRUSTEES BANDEMER, BEST, CHEEK, CHRISTIAN, DOYLE,  
ENGLISH, NGARE, ORZECH, STEWART AND CHAIRPERSON  
ISOM - 10**

**NAYS - NONE**

**RETIREMENTS**

**BY MR. BANDEMER - SUPPORTED BY MR. STEWART**

**RESOLVED, THAT THE APPLICATION FOR RETIREMENT WHICH IS REFERENCED BELOW BE APPROVED:**

**RETIREMENTS**

**YEAS - TRUSTEES BANDEMER, BEST, CHEEK, CHRISTIAN, DOYLE,  
ENGLISH, NGARE, ORZECH, STEWART AND CHAIRPERSON  
ISOM - 10**

**NAYS - NONE**

**RETIREMENT**

<b>NAME, TITLE, DEPARTMENT</b>	<b>VEDA ANDERSON-ANDREWS - OFFICER - POLICE</b>
<b>RETIREMENT, PLAN, OPTION, POP-UP</b>	<b>DUTY DISABILITY RETIREMENT CONVERSION - NEW - STRAIGHT LIFE</b>
<b>SERVICE CREDIT</b>	<b>25 00 00</b>
<b>APPLICATION DATE, EFFECTIVE DATE</b>	<b>08 10 05 - 10 23 05</b>

**TRUSTEE CHRISTIAN EXCUSED HIMSELF FOR THE MEETING'S  
REMAINDER.**

**SEIZERT**

**BY MR. DOYLE - SUPPORTED BY MR. STEWART**

**RESOLVED, THAT REPRESENTATIVES OF SEIZERT BE  
REQUESTED TO APPEAR BEFORE THE TRUSTEES OF THE  
POLICE AND FIRE RETIREMENT SYSTEM:**

**YEAS - TRUSTEES DOYLE AND STEWART - 2**

**NAYS - TRUSTEES BANDEMER, BEST, CHEEK, ENGLISH, NGARE,  
ORZECH AND CHAIRPERSON ISOM - 7**

**BANYAN REALTY ADVISORS, LLC  
WASHINGTON PLAZA**

**BY MR. ENGLISH - SUPPORTED BY MR. BANDEMER**

**WHEREAS, BANYAN REALTY ADVISORS, LLC HAS PRESENTED THE BOARD WITH AN AUGUST 25, 2005 COMMUNICATION WHEREIN REQUESTS THAT THE BOARD ACCEPT AND APPROVE THE RECOMMENDATION WHICH IS REFERENCED BELOW RELATIVE TO WASHINGTON PLAZA, AND**

**WHEREAS, THE BOARD HAS DISCUSSED SAID REQUEST, THEREFORE BE IT**

**RESOLVED, THAT THE BOARD ACCEPTS AND APPROVES SAID RECOMMENDATION AND BE IT FURTHER**

**RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO BANYAN REALTY ADVISORS, LLC:**

**RECOMMENDATION: APPROVE FUNDING OF AN  
ADDITIONAL \$275,000.00  
TO COMPLETE THE BALANCE  
OF THE CAPITAL IMPROVEMENTS  
RECOMMENDED FOR WASHINGTON  
PLAZA**

**YEAS - TRUSTEES BANDEMER, BEST, CHEEK, DOYLE, ENGLISH,  
NGARE, ORZECH, STEWART AND CHAIRPERSON ISOM - 9**

**NAYS - NONE**

**PUBLIC FORUM**

**AT 4:40 P.M., CHAIRPERSON ISOM DECLARED THE MEETING IN OPEN FORUM FOR GENERAL DISCUSSION BY THE PUBLIC ATTENDING THE MEETING.**

**ADJOURNMENT**

**THERE BEING NO FURTHER BUSINESS BEFORE THE BOARD, CHAIRPERSON ISOM ADJOURNED THE MEETING AT 4:55 P.M. UNTIL THURSDAY, SEPTEMBER 1, 2005, AT 9:00 A.M., IN ROOM 910 OF THE COLEMAN A. YOUNG MUNICIPAL CENTER, DETROIT, MICHIGAN 48226.**

**RESPECTFULLY SUBMITTED,**

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**ASSISTANT EXECUTIVE SECRETARY**

