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

**PROCEEDINGS HELD THURSDAY, SEPTEMBER 22, 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>Sharon McPhail</b>     | <b>Ex/Officio Trustee &amp; City Council Member</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>                              |
| <br>                      |   |
| <b>Walter Stampor</b>     | <b>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**

|                       |  |
|-----------------------|--|
| <b>Laura Isom</b>     | <b>Elected Trustee &amp; Chairperson</b> |
| <b>Cynthia Thomas</b> | <b>Assistant Executive Secretary</b>     |

**ABSENT**

**None**

**CHAIRPERSON**

**Laura Isom**

**VICE CHAIRPERSON**

**Frank English**

**ROLL CALL WAS TAKEN AT 9:01 A.M. BY THE BOARD'S RECORDING SECRETARY AND THE MEETING WAS CALLED TO ORDER.**

**Mayfield Gentry Realty Advisors, Inc.  
Grand Park Centre**

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

**Whereas, The Board has been presented with a September 20, 2005 communication from Mayfield Gentry wherein Mayfield Gentry requests that the Board approve funding of \$10,725,929.00 for the closing on the placement of New Market Tax Credits at Grand Park Centre, Therefore Be It**

**Resolved, That subject to final approval of all transaction documents by the Boards Legal Counsel, the Board approve said funding:**

**Yeas - Trustees Best, Cheek, Orzech, Stewart and Vice Chairperson English - 5**

**Nays - None**

**Touchstone**

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

**Whereas, The Board has been presented with a September 15, 2005 communication from Touchstone wherein Touchstone requests that the Board fund its portion of the Capital Installment due for Touchstone Opportunity Investments, II, Limited, in the amount of \$2,030,769.23, Therefore Be It**

**Resolved, That subject to final approval of all transaction documents by the Boards Legal Counsel, the Board approve said funding:**

**Yeas - Trustees Best, Cheek, Orzech, Stewart and Vice Chairperson English - 5**

**Nays - None**

**Retirement**

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

**Resolved, That the application for retirement which is outlined on page 4 be approved:**

**Yeas - Trustees Best, Cheek, Orzech, Stewart and Vice Chairperson English - 5**

**Nays - None**

**RETIREMENT**

**NAME, TITLE, DEPARTMENT, RETIREMENT, PLAN, OPTION, POP-UP, SERVICE CREDIT, APPLICATION DATE, EFFECTIVE DATE:**

**CHARLES E. MCDONALD - SERGEANT - POLICE - SERVICE - NEW - A, NO POP-UP - 32 01 08 - 09 12 05 - 10 04 05**

**Confirmations**

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

**Resolved, That the receipts and disbursements which are referenced below be confirmed:**

**Yeas - Trustees Best, Cheek, Orzech, Stewart and Vice Chairperson English - 5**

**Nays - None**

**CONFIRMATIONS**

THE BOARD RECEIVED THE SUM OF **\$30,202.64** ON SEPTEMBER 14, 2005 FROM THE COLUMNS OF KENTUCKY

THE BOARD RECEIVED THE SUM OF **\$49,820.66** ON SEPTEMBER 14, 2005 FROM THE TRELLISES OF KENTUCKY

THE BOARD RECEIVED THE SUM OF **\$43,055.56** ON SEPTEMBER 13, 2005 FROM HIGH POINT II (MIDLAND)

THE BOARD RECEIVED THE SUM OF **\$522,414.40** ON SEPTEMBER 16, 2005 FROM MAYFIELD GENTRY - AUGUST, 2005 DISTRIBUTION

THE BOARD DISBURSED THE SUM OF **\$1,109,053.06** ON SEPTEMBER 14, 2005 TO FUND DRAW 21 FOR ARIEL DUNES (MIDLAND)

THE BOARD RECEIVED THE SUM OF **\$1,185.36** ON SEPTEMBER 20, 2005 FROM ABEL NOSER - AUGUST, 2005 COMMISSION RECAPTURE

**Minutes of Thursday, September 8, 2005**

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

**Resolved, That the Minutes of the Meeting held Thursday, September 8, 2005 be approved as recorded and submitted by the Board's Recording Secretary:**

**Yeas - Trustees Best, Orzech, Stewart and Vice Chairperson person English - 4**

**Nays - None**

**Abstain - Trustee Cheek - 1**

■ **Ex/Officio Trustee Timothy Ngare entered the Meeting.**

■ **Ex/Officio Trustee Seth Doyle entered the Meeting.**

■ **Legal Counsel Ronald Zajac entered the Meeting.**

**BILL PAYMENT REQUESTS**

**BY MR. ORZECH - SUPPORTED BY MR. BEST**

**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:**



**BILL PAYMENT REQUESTS**

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

**SHIRLEY HILL - SEPTEMBER 20, 2005 - \$2,106.00 - AUGUST 22, 2005 - SEPTEMBER 18, 2005 COMPUTATION SERVICES**

**BETTY LOWE - SEPTEMBER 20, 2005 - \$1,274.40 - AUGUST 22, 2005 - SEPTEMBER 18, 2005 INTERVIEWING SERVICES**

**ELLEN MOSS - SEPTEMBER 20, 2005 - \$1,781.52 - AUGUST 22, 2005 - SEPTEMBER 18, 2005 COUNTER SERVICES**

**KEMIA SABETI - SEPTEMBER 20, 2005- \$742.72 - AUGUST 22, 2005 - SEPTEMBER 18, 2005 ACCOUNTING SERVICES**

**STEPHANIE SMILEY - SEPTEMBER 20, 2005 - \$1,430.91 - AUGUST 22, 2005 - SEPTEMBER 18, 2005 ACCOUNTING SERVICES**

**Yeas - Trustees Best, Cheek, Doyle, Ngare, Orzech, Stewart and Vice Chairperson English - 7**

**Nays - None**

**LEGAL COUNSEL'S BILLING**

**BY MR. ORZECH - SUPPORTED BY MR. BEST**

**RESOLVED, THAT LEGAL COUNSEL'S BILLING DATED SEPTEMBER 22, 2005, FOR THE MONTH OF SEPTEMBER, 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:**

**LEGAL COUNSEL'S BILLING**

**Yeas - Trustees Best, Cheek, Doyle, Ngare, Orzech, Stewart  
and Vice Chairperson English - 7**

**Nays - None**

**ELAINE POPE**

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

**WHEREAS, ELAINE POPE HAS PRESENTED THE BOARD WITH AN  
EXECUTED AND NOTARIZED "LETTER OF UNDERSTANDING AND  
AUTHORIZATION" AS REQUESTED BY THE BOARD, THEREFORE  
BE IT**

**RESOLVED, THAT THE BOARD HEREBY APPROVES MS. POPE'S  
REQUEST TO CANCEL HER DUTY DISABILITY RETIREMENT,  
EFFECTIVE AUGUST 2, 2005, AND ACCEPT A VESTED PENSION:**

**Yeas - Trustees Best, Cheek, Doyle, Ngare, Orzech, Stewart  
and Vice Chairperson English - 7**

**Nays - None**

**SEMINARS**

**BY MR. ORZECH - SUPPORTED BY MR. STEWART**

**RESOLVED, THAT THE BOARD APPROVE THE ATTENDANCE OF  
ACCOUNTING STAFF MEMBERS MARILYN BERDIJO AND  
BEVERLY SCRUGGS AT THE BELOW-REFERENCED SEMINARS:**

**FUNDAMENTALS OF FINANCE AND ACCOUNTING FOR NON-  
FINANCE MANAGERS  
MICHIGAN**

**SEMINARS**

**SEPTEMBER 28 AND 29, 2005, OR OCTOBER 13 AND 14, 2005**

**ORGANIZING AND MANAGING ACCOUNTS PAYABLE  
MICHIGAN**

**OCTOBER 14, 2005, OR OCTOBER 21, 2005**

**Yeas - Trustees Best, Cheek, Doyle, Ngare, Orzech, Stewart  
and Vice Chairperson English - 7**

**Nays - None**

**LEGAL COUNSEL'S REPORTS**

**LEGAL COUNSEL RONALD ZAJAC DISCUSSED VARIOUS  
MATTERS WITH THE BOARD, INCLUDING WALTER NOWACK,  
JOHNSTON VERSUS JOHNSTON, GRAND PARK CENTRE NEW  
MARKET TAX CREDITS, WILLIAMS SECURITIES AND PRE-  
EMPLOYMENT MILITARY SERVICE CREDIT.**

**WILLIAMS SECURITIES**

**LEGAL COUNSEL PROVIDED EACH BOARD MEMBER WITH A  
COPY OF AN AUGUST 24, 2005 "REPLY MEMORANDUM IN  
FURTHER SUPPORT OF LEAD PLAINTIFFS' MOTION FOR CLASS  
CERTIFICATION" FROM SPECIAL COUNSEL BERNSTEIN  
LITOWITZ TO LEGAL COUNSEL REGARDING THE ABOVE-  
CAPTIONED LITIGATION.**

**JOHNSTON VERSUS JOHNSTON  
WAYNE COUNTY CASE #04-424205-DZ**

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

**WHEREAS, THE BOARD IS IN RECEIPT OF AN APRIL 6, 2005 JUDGMENT OF DIVORCE WHEREIN BEVERLY JOHNSTON IS AWARDED CERTAIN RIGHTS TO THE DEFINED BENEFIT PLAN BENEFITS OF DOUGLAS JOHNSTON, AND**

**WHEREAS, THE BOARD HAS BEEN INFORMED THAT PARTICIPANT RETIRED EFFECTIVE MAY 2, 2003 WITH A STRAIGHT LIFE FORM OF RETIREMENT, AND**

**WHEREAS, PARTICIPANT'S DATE OF BIRTH IS MARCH 21, 1944 AND PARTICIPANT HAD ATTAINED 34 YEARS, 06 MONTHS AND 28 DAYS 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; BUT ALTERNATE PAYEE IS ENTITLED TO CLAIM A PORTION OF PARTICIPANT'S DEFINED BENEFIT PLAN, BUT ONLY DURING PARTICIPANT'S LIFETIME, AND**

**WHEREAS, THE EARLIEST DATE THAT PAYMENTS FROM THE DEFINED BENEFIT PLAN CAN BE MADE TO THE PARTICIPANT OR TO THE ALTERNATE PAYEE IS IMMEDIATELY, AND**

**WHEREAS, THE BOARD'S POLICY IS TO REQUIRE THAT THE COST FOR THE ACTUARY'S CALCULATIONS ARE TO BE BORNE BY THE PARTIES TO THE DOMESTIC RELATIONS PROCEEDINGS, AND**

**JOHNSTON VERSUS JOHNSTON  
WAYNE COUNTY CASE #04-424205-DZ**

**WHEREAS, SAID MATTER HAS 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, BUT NOTE THAT NO BENEFITS WILL BE PAID TO ANY PARTY AFTER THE DEATH OF DOUGLAS JOHNSTON, A COPY OF THIS RESOLUTION BE IMMEDIATELY ATTACHED AS THE TOP SHEET OF THE PENSION FILE, OTHER APPROPRIATE RECORDS BE RETAINED BY THE RETIREMENT SYSTEM RELATIVE TO THIS MATTER, AND A COPY OF THIS RESOLUTION BE FORWARDED TO ATTORNEY RANDALL PITLER, ATTORNEY ROGER ETTLINGER, BEVERLY JOHNSTON AND DOUGLAS JOHNSTON:**

**Yeas - Trustees Best, Cheek, Doyle, Ngare, Orzech, Stewart  
and Vice Chairperson English - 7**

**Nays - None**

**WALTER NOWAK**

**BY MR. STEWART - SUPPORTED BY MR. CHEEK**

**WHEREAS, WALTER NOWAK HAS PETITIONED THE BOARD TO CHANGE HIS OPTION 2 FORM OF RETIREMENT TO A STRAIGHT LIFE FORM OF RETIREMENT DUE TO THE DEATH OF THE OPTION BENEFICIARY, PER PETITION DATED AUGUST 18, 2005, AND**

**WHEREAS, MR. NOWAK IS ENTITLED TO THE GRANTING OF HIS REQUEST DUE TO THE TERMS OF THE APPLICABLE COLLECTIVE BARGAINING AGREEMENT IN EFFECT AT THE TIME OF HIS RETIREMENT, AND**

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

**RESOLVED, THAT, EFFECTIVE SEPTEMBER 1, 2005, MR. NOWAK'S RETIREMENT BE CHANGED FROM AN OPTION 2 FORM OF RETIREMENT TO A STRAIGHT LIFE FORM OF RETIREMENT CONSISTENT WITH THE TERMS OF THE APPLICABLE COLLECTIVE BARGAINING AGREEMENT, AND BE IT FURTHER**

**RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO MR. NOWAK:**

**Yeas - Trustees Best, Cheek, Doyle, Ngare, Orzech, Stewart  
and Vice Chairperson English - 7**

**Nays - None**

**■ TRUSTEE MARTY BANDEMER ENTERED THE MEETING.**

**CLOSED SESSION**

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

**Resolved, That the Board enter into Closed Session:**

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

**Yeas - Trustees Bandemer, Best, Cheek, Doyle, Ngare, Orzech,  
Stewart and Vice Chairperson English - 8**

**Nays - None**

**The Board entered into Closed Session at 9:28 A.M.**

**■ EX/OFFICIO TRUSTEE GARY CHRISTIAN ENTERED THE MEETING.**

**■ EX/OFFICIO TRUSTEE SHARON MCPHAIL ENTERED THE MEETING.**

**OPEN SESSION**

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

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

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

**Yeas - Trustees Bandemer, Best, Cheek, Christian, Doyle,  
McPhail, Ngare, Orzech, Stewart and Vice Chairperson  
English - 10**

**Nays - None**

**OPEN SESSION**

**The Board returned to Open Session at 9:45 A.M.**

**BREWERY PARK OFFICE BUILDING - 1333 GRATIOT AVENUE**

**BY MR. BEST - SUPPORTED BY MR. ORZECH**

**RESOLVED, THAT THE BOARD'S MOTION REGARDING BREWERY PARK, WHICH WAS TABLED SEPTEMBER 15, 2005, BE REMOVED FROM THE TABLE:**

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

**Yeas - Trustees Bandemer, Best, Cheek, Christian, Doyle, McPhail, Ngare, Orzech, Stewart and Vice Chairperson English - 10**

**Nays - None**

**FOLLOWING IS THE BOARD'S SEPTEMBER 15, 2005 MOTION REGARDING BREWERY PARK:**

**BREWERY PARK OFFICE BUILDING - 1333 GRATIOT AVENUE**

**BY MR. BEST - SUPPORTED BY MR. BANDEMER**

**RESOLVED, THAT SUBJECT TO IDENTICAL ACTION BY THE BOARD OF TRUSTEES OF THE GENERAL RETIREMENT SYSTEM, MILESTONE REALTY SERVICES, INC. PROCEED TO NEGOTIATE THE LOWEST PRICE FOR REAL ESTATE AT 1333 GRATIOT AVENUE AS A PRELIMINARY TO THE PREPARATION OF A LETTER OF INTENT TO PURCHASE THE PROPERTY (1333 GRATIOT AVENUE), AND BE IT FURTHER**

**BREWERY PARK OFFICE BUILDING - 1333 GRATIOT AVENUE**

**RESOLVED, THAT ALL DOCUMENTS REGARDING THIS MATTER ARE SUBJECT TO APPROVAL BY THE BOARD'S GENERAL COUNSEL, AND BE IT FURTHER**

**RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO THE GENERAL RETIREMENT SYSTEM BOARD OF TRUSTEES AND MILESTONE REALTY SERVICES, INC.:**

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

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

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

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

**Yeas - Trustees Bandemer, Best, Cheek, Christian, Doyle, McPhail, Ngare, Orzech, Stewart and Vice Chairperson English - 10**

**Nays - None**

**■ EX/OFFICIO TRUSTEES SETH DOYLE AND SHARON MCPHAIL TEMPORARILY EXCUSED THEMSELVES.**

**PERSONAL SERVICES CONTRACT OF JASON DELUCE,  
RONALD REEVES, PH.D. AND ED ZARZYCKI**

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

**RESOLVED, THAT THE BOARD'S PERSONAL SERVICES CONTRACTS WITH JASON DELUCE, RONALD REEVES, PH.D. AND ED ZARZYCKI (TO PROVIDE SERVICES TO THE SYSTEMS' IMAGING AND WORKFLOW DIVISION) BE APPROVED FOR THE PERIODS DESIGNATED BELOW AT THE HOURLY RATES SO SPECIFIED IN SAID CONTRACTS, AND BE IT FURTHER**

**COMMENCING: SEPTEMBER 15, 2005**

**TERMINATING: MIDNIGHT, AUGUST 31, 2007**

**Yeas - Trustees Bandemer, Best, Cheek, Christian, Ngare, Orzech, Stewart and Vice Chairperson English - 8**

**Nays - None**

**■ EX/OFFICIO TRUSTEE MCPHAIL RE-JOINED THE MEETING.**

**Abstain - Trustee McPhail - 1**

**■ EX/OFFICIO TRUSTEE DOYLE RE-JOINED THE MEETING.**

**BREWERY PARK OFFICE BUILDING - 1333 GRATIOT AVENUE**

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

**RESOLVED, THAT THE BOARD'S MOTION REGARDING BREWERY PARK, WHICH WAS TABLED SEPTEMBER 15, 2005, BE REMOVED FROM THE TABLE:**

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

**BREWERY PARK OFFICE BUILDING - 1333 GRATIOT AVENUE**

**Yeas - Trustees Bandemer, Best, Cheek, Christian, Doyle,  
McPhail, Ngare, Orzech, Stewart and Vice Chairperson  
English - 10**

**Nays - None**

**FOLLOWING IS THE BOARD'S SEPTEMBER 15, 2005 MOTION  
REGARDING BREWERY PARK:**

**BREWERY PARK OFFICE BUILDING - 1333 GRATIOT AVENUE**

**BY MR. BEST - SUPPORTED BY MR. BANDEMER**

**RESOLVED, THAT SUBJECT TO IDENTICAL ACTION BY THE  
BOARD OF TRUSTEES OF THE GENERAL RETIREMENT SYSTEM,  
MILESTONE REALTY SERVICES, INC. PROCEED TO NEGOTIATE  
THE LOWEST PRICE FOR REAL ESTATE AT 1333 GRATIOT  
AVENUE AS A PRELIMINARY TO THE PREPARATION OF A  
LETTER OF INTENT TO PURCHASE THE PROPERTY (1333  
GRATIOT AVENUE), AND BE IT FURTHER**

**RESOLVED, THAT ALL DOCUMENTS REGARDING THIS MATTER  
ARE SUBJECT TO APPROVAL BY THE BOARD'S GENERAL  
COUNSEL, AND BE IT FURTHER**

**RESOLVED, THAT A COPY OF THIS RESOLUTION BE  
FORWARDED TO THE GENERAL RETIREMENT SYSTEM BOARD  
OF TRUSTEES AND MILESTONE REALTY SERVICES, INC.:**

**Yeas - Trustees Bandemer, Best, Christian, Doyle, McPhail,  
Ngare, Orzech, Stewart and Vice Chairperson English  
- 9**

**Nays - Trustee Cheek - 1**

■ **Ex/Officio Trustee Sharon McPhail excused herself.**

**Columbia Management**

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

**WHEREAS, The Board has been informed that the lead high yield portfolio manager at Columbia Management has resigned, and**

**WHEREAS, The Board is aware of other organizational changes at Columbia which the Board regards as unfavorable, Therefore be it**

**RESOLVED, That the investment management agreement between the Board and Columbia be terminated immediately, and be it further**

**RESOLVED, Columbia be instructed to stop trading immediately, and be it further**

**RESOLVED, That the Board's consultant, North Point Advisors, be directed to undertake a search to replace Columbia Management, and be it further**

**RESOLVED, That the authority to manage the Columbia portfolio with respect to re-investment of interest payments and responding to corporate actions be delegated to HSBC until such time as a replacement for Columbia can be hired and funded, and be it further**

**RESOLVED, That a copy of this resolution be forwarded to Columbia Management and HSBC:**

**Yeas - Trustees Bandemer, Best, Cheek, Christian, Doyle, Ngare, Orzech, Stewart and Vice Chairperson English - 9**

**Nays - None**

■ **Ex/Officio Trustee Ngare excused himself.**

**THE KENWOOD GROUP/REINHART & MAHONEY**

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

**RESOLVED, THAT THE KENWOOD GROUP AND REINHART & MAHONEY BE NOTIFIED (IN WRITING) THAT THEIR FIRMS HAVE BEEN PLACED ON THE SYSTEM'S INTERNAL "WATCH LIST":**

**Yeas - Trustees Bandemer, Best, Cheek, Christian, Doyle, Orzech, Stewart and Vice Chairperson English - 8**

**Nays - None**

**Mid-Cap Equity Asset Allocation**

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

**WHEREAS, The Board has discussed its asset allocation on this date with staff and its consultant, North Point Advisors, Therefore be it**

**RESOLVED, That the target asset allocation to mid-cap value be increased from 3.5% to 5.0% and be it further**

**RESOLVED, That the target asset allocation to mid-cap growth be decreased from 5.0% to 3.5%:**

**Yeas - Trustees Bandemer, Best, Cheek, Christian, Doyle, Orzech, Stewart and Vice Chairperson English - 8**

**Nays - None**

**Small-Cap Growth**

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

**WHEREAS, The Board has discussed its asset allocation on this date with staff and its consultant, North Point Advisors, and**

**WHEREAS, The Board notes that the funded value of the System's small-cap growth assets is \$60,000,000.00 below the System's target asset allocation, Therefore be it**

**RESOLVED, That \$60,000,000.00 be added to the Russell 2000 Growth Index account managed by Rhumblin, account number 591377, and be it further**

**RESOLVED, That the foregoing addition to the Rhumblin account be funded from the System's liquid reserve account, account number 591355, and be it further**

**RESOLVED, That CSFB be engaged as the transition manager for this assignment (on the same terms as the transition most recently managed by CSFB) for the funding of the Rhumblin Russell 2000 Growth Index account, and be it further**

**RESOLVED, That a copy of this resolution be forwarded to Rhumblin and CSFB:**

**Yeas - Trustees Bandemer, Best, Cheek, Christian, Doyle, Orzech, Stewart and Vice Chairperson English - 8**

**Nays - None**

**ENVIRONMENTAL DISPOSAL SYSTEMS, INC.**

**GARY GIUMETTI (OF MCTEVIA & ASSOCIATES) APPEARED BEFORE THE BOARD, DISCUSSED EDS, INC. AND THEN EXCUSED HIMSELF.**

**■ EX/OFFICIO TRUSTEE SHARON MCPHAIL RE-JOINED THE MEETING.**

**ENVIRONMENTAL DISPOSAL SYSTEMS, INC.**

**BY MR. BEST - SUPPORTED BY MR. ORZECH**

**Whereas, The Board has been presented with a September 22, 2005 communication from McTevia & Associates wherein McTevia & Associates requests that the Board fund Draw #31 for Environmental Disposal Systems, Inc. in the amount of \$247,350.00, Therefore be it**

**Resolved, That subject to final approval of all transaction documents by the Boards Legal Counsel, the Board approve said funding:**

**Yeas - Trustees Best, Cheek, Doyle, McPhail, Orzech and Vice Chairperson English - 6**

**Nays - Trustees Bandemer, Christian and Stewart - 3**

**MMA FINANCIAL**

**PAUL BERNARD AND TOM ZDRODOWSKI APPEARED BEFORE THE BOARD, DISCUSSED THREE DETROIT-TARGETED INVESTMENTS AND MMA'S MANAGED REIT AT LENGTH.**

**THE BOARD THEN EXCUSED MESSRS. ZDRODOWSKI AND BERNARD.**

**MMA FINANCIAL  
DETROIT TARGETED INVESTMENT FUND (“DTIF”)  
MANAGEMENT AGREEMENT**

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

**WHEREAS, THE BOARD HAS BEEN PROVIDED A COPY OF A PROPOSED INVESTMENT MANAGEMENT AGREEMENT WHICH INCLUDES AN EXHIBIT WHICH IS A LIST OF PRE-APPROVED LEGAL COUNSEL TO PROVIDE LEGAL SERVICES TO THE DETROIT TARGETED INVESTMENT FUND, AND**

**WHEREAS, THE BOARD HAS NOT YET APPROVED THE PROPOSED INVESTMENT MANAGEMENT AGREEMENT AND DESIRES TO HAVE THE EXHIBIT COMPLETED PRIOR TO SUBMISSION OF THE FINAL PROPOSED INVESTMENT MANAGEMENT AGREEMENT TO THE BOARD OF TRUSTEES, AND**

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

**RESOLVED, THAT THE FOLLOWING LEGAL COUNSEL BE LISTED ON THE PRE-APPROVED LEGAL COUNSEL LIST (EXHIBIT):**

**F. LOGAN DAVIDSON  
JOSEPH TURNER  
GINA MASTERSON (MMA’S IN-HOUSE LEGAL COUNSEL)  
DAVID CHER (MMA’S IN-HOUSE LEGAL COUNSEL)**

**Yeas - Trustees Bandemer, Best, Cheek, Christian, Doyle,  
McPhail, Orzech, Stewart and Vice Chairperson English**

**- 9**

**Nays - None**

**THE BANK OF NEW YORK/TT INTERNATIONAL/INDIA  
INVESTMENTS**

**BY MR. CHEEK - SUPPORTED BY MS. MCPHAIL**

**WHEREAS, THE BOARD HAS BEEN REQUESTED TO SELECT A  
TAX CONSULTANT IN INDIA WHICH IS REQUIRED WITH RESPECT  
TO INVESTMENTS IN INDIA, AND**

**WHEREAS, TT INTERNATIONAL HAS RECOMMENDED THAT THE  
BOARD SELECT PRICE WATERHOUSE COOPERS AS THE TAX  
CONSULTANT, AND**

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

**RESOLVED, THAT THE BOARD SELECTS PRICE WATERHOUSE  
COOPERS AS ITS TAX CONSULTANT IN INDIA WITH RESPECT TO  
INDIA INVESTMENTS, AND BE IT FURTHER**

**RESOLVED, THAT THE APPROPRIATE DOCUMENTS BE  
EXECUTED ON BEHALF OF THE POLICE AND FIRE RETIREMENT  
SYSTEM AND FORWARDED TO THE APPROPRIATE PARTY OR  
PARTIES, AND BE I T FURTHER**

**RESOLVED, THAT A COPY OF THIS RESOLUTION BE  
FORWARDED TO THE BANK OF NEW YORK AND TT  
INTERNATIONAL:**

**Yeas - Trustees Bandemer, Best, Cheek, Christian, Doyle,  
McPhail, Orzech, Stewart and Vice Chairperson English**

**- 9**

**Nays - None**

**PUBLIC FORUM**

**AT 2:25 P.M., VICE CHAIRPERSON ENGLISH DECLARED THE MEETING IN OPEN FORUM FOR GENERAL DISCUSSION BY THE PUBLIC ATTENDING THE MEETING.**

**ADJOURNMENT**

**THERE BEING NO FURTHER BUSINESS BEFORE THE BOARD, VICE CHAIRPERSON ENGLISH ADJOURNED THE MEETING AT 2:27 P.M. UNTIL THURSDAY, OCTOBER 6, 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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**EXECUTIVE SECRETARY**

