

**MEETING NUMBER 2583**

**JOURNAL OF PROCEEDINGS OF THE BOARD OF TRUSTEES OF THE  
POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT**



**PROCEEDINGS HELD THURSDAY, JULY 6, 2006  
9:00 A.M.  
CONFERENCE ROOM OF THE RETIREMENT SYSTEMS  
910 COLEMAN A. YOUNG MUNICIPAL CENTER  
DETROIT, MICHIGAN 48226**



**PRESENT**

<b>Jeffrey Beasley</b>	<b>Ex/Officio Trustee</b>
<b>Gregory Best</b>	<b>Elected Trustee &amp; Vice Chairperson</b>
<b>Seth Doyle</b>	<b>Ex/Officio Alternate Trustee</b>
<b>Frank English</b>	<b>Elected Trustee &amp; Chairperson</b>
<b>DeDan Milton</b>	<b>Ex/Officio Trustee</b>
<b>James Moore</b>	<b>Elected Trustee</b>
<b>George Orzech</b>	<b>Elected Trustee</b>
<b>Paul Stewart</b>	<b>Elected Trustee</b>
<b>Alberta Tinsley-Talabi</b>	<b>Ex/Officio 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**

<b>Marty Bandemer</b>	<b>Elected Trustee</b>
<b>Gary Christian</b>	<b>Ex/Officio Alternate Trustee</b>

**ABSENT**

**None**

**CHAIRPERSON**

**Frank English**

**ROLL CALL WAS TAKEN AT 9:14 A.M. BY THE BOARD'S  
RECORDING SECRETARY AND THE MEETING WAS CALLED TO  
ORDER.**

**TRUSTEE STEWART TEMPORARILY EXCUSED HIMSELF.**

**RETIREMENTS - BY MR. BEST - SUPPORTED BY MR. MOORE**

**RESOLVED, THAT THE APPLICATIONS FOR RETIREMENT WHICH  
ARE OUTLINED BELOW BE APPROVED:**

**YEAS - TRUSTEES BEASLEY, BEST, DOYLE, MILTON, MOORE,  
ORZECH AND CHAIRMAN ENGLISH - 7**

**NAYS - NONE**

**RETIREMENTS**

**NAME, TITLE, DEPARTMENT  
RETIREMENT, PLAN  
SERVICE CREDIT  
EFFECTIVE DATE**

**DALE BENDER - OFFICER - POLICE  
SERVICE - NEW  
34 07 18  
08 01 06**

**NAME, TITLE, DEPARTMENT  
RETIREMENT, PLAN  
SERVICE CREDIT  
EFFECTIVE DATE**

**GERALD CUMMINGS - CAPTAIN - FIRE  
SERVICE - NEW  
30 05 13  
06 29 06**

**NAME, TITLE, DEPARTMENT  
RETIREMENT, PLAN  
SERVICE CREDIT  
EFFECTIVE DATE**

**BERTON EDGERTON - LIEUTENANT - FIRE  
SERVICE - NEW  
28 11 25  
06 30 06**

**RETIREMENTS**

<b>NAME, TITLE, DEPARTMENT</b>	<b>KENNETH HARLIN, JR. - FIRE ENGINE OPERATOR - FIRE</b>
<b>RETIREMENT, PLAN</b>	<b>SERVICE - NEW</b>
<b>SERVICE CREDIT</b>	<b>20 02 29</b>
<b>EFFECTIVE DATE</b>	<b>08 04 06</b>

<b>NAME, TITLE, DEPARTMENT</b>	<b>BILLY MCFARLEY - DEPUTY CHIEF - CUSTOMER SERVICE - EAST - POLICE</b>
<b>RETIREMENT, PLAN</b>	<b>SERVICE - NEW</b>
<b>SERVICE CREDIT</b>	<b>33 07 09</b>
<b>EFFECTIVE DATE</b>	<b>06 22 06</b>

<b>NAME, TITLE, DEPARTMENT</b>	<b>TERRY MCGOWAN - BATTALION FIRE CHIEF - FIRE</b>
<b>RETIREMENT, PLAN</b>	<b>SERVICE - NEW</b>
<b>SERVICE CREDIT</b>	<b>34 01 04</b>
<b>EFFECTIVE DATE</b>	<b>07 08 06</b>

<b>NAME, TITLE, DEPARTMENT</b>	<b>RONALD WILLIAMS - CAPTAIN - FIRE</b>
<b>RETIREMENT, PLAN</b>	<b>SERVICE - NEW</b>
<b>SERVICE CREDIT</b>	<b>31 06 17</b>
<b>EFFECTIVE DATE</b>	<b>06 30 06</b>

**CONFIRMATIONS - BY MR. BEST - SUPPORTED BY MR. MOORE**

**RESOLVED, THAT THE RECEIPTS WHICH ARE REFERENCED ON  
PAGE 4 BE CONFIRMED:**

**YEAS - TRUSTEES BEASLEY, BEST, DOYLE, MILTON, MOORE,  
ORZECH AND CHAIRMAN ENGLISH - 7**

**NAYS - NONE**

CONFIRMATIONS

THE BOARD RECEIVED THE SUM OF **\$204,000.00** ON JUNE 28, 2006 FROM AERC GEORGIA VENTURES – 2006 SECOND QUARTER DISTRIBUTION

THE BOARD RECEIVED THE SUM OF **\$88,067.35** ON JUNE 28, 2006 FROM CANYON-JOHNSON

THE BOARD RECEIVED THE SUM OF **\$117,878.00** ON JUNE 29, 2006 FROM LIBERTY LIFE'S CV-US POWER FUND II

THE BOARD RECEIVED THE SUM OF **\$54,752.00** ON JUNE 29, 2006 FROM LIBERTY LIFE'S C-III FUND

THE BOARD RECEIVED THE SUM OF **\$160,000.00** ON JUNE 29, 2006 FROM LIBERTY LIFE'S C-IV-US POWER FUND

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

**REFUNDS OF ACCUMULATED CONTRIBUTIONS**

**BY MR. STEWART – SUPPORTED BY MR. BEST**

**RESOLVED, THAT THE CONTRIBUTIONS TO THE ANNUITY SAVINGS FUND BY MEMBERS OF THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT, AS SET FORTH ON LIST #3208 (WHICH IS REFERENCED AT THE END OF THESE PROCEEDINGS), IN THE AMOUNT OF \$141,262.69, INCLUDING INTEREST, BE REFUNDED PENDING AUDIT BY RETIREMENT SYSTEM ACCOUNTING STAFF:**

**YEAS – TRUSTEES BEASLEY, BEST, DOYLE, MILTON, MOORE, ORZECH, STEWART AND CHAIRMAN ENGLISH – 8**

**NAYS – NONE**

**MINUTES OF JUNE 8 AND JUNE 15, 2006**

**BY MR. BEST - SUPPORTED BY MR. DOYLE**

**RESOLVED, THAT THE MINUTES OF THE MEETING HELD THURSDAY, JUNE 8, 2006 BE APPROVED AS RECORDED AND SUBMITTED BY THE BOARD'S RECORDING SECRETARY, AND BE IT FURTHER**

**RESOLVED, THAT THE MINUTES OF THE MEETING HELD THURSDAY, JUNE 15, 2006 BE APPROVED AS RECORDED AND SUBMITTED BY THE BOARD'S RECORDING SECRETARY:**

**YEAS - TRUSTEES BEASLEY, BEST, DOYLE, MILTON, MOORE, ORZECH, STEWART AND CHAIRMAN ENGLISH - 8**

**NAYS - NONE**

**BILL PAYMENT REQUESTS**

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

**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**

**AMERICAN ARBITRATION ASSOCIATION - JUNE 8, 2006 - \$8,255.26 - TRUSTEE ELECTION**

**BILL PAYMENT REQUESTS**

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

**BEST, GREGORY - JUNE 29, 2006 - \$84.00 - PARKING REIMBURSEMENT**

**CSN SUPPLY - JULY 2, 2006 - \$702.00 - POLICE AND FIRE PORTION OF \$1,404.00 - COMMERCIAL SAFE PURCHASE**

**DATA WATCH - JUNE 9, 2006 - \$2,136.25 - POLICE AND FIRE PORTION OF \$4,272.50 - SOFTWARE LICENSE UPGRADE**

**GABRIEL, ROEDER, SMITH & COMPANY - JUNE 30, 2006 - \$3,600.00 - MISCELLANEOUS**

**GLOBAL "360" - MAY 16, 2006 - \$46,393.00 - POLICE AND FIRE PORTION OF \$92,786.00 - CENTERA LICENSE AND CORE SYSTEM INSTALLATION**

**PDS, INC. - JULY 2, 2006 - \$7,127.99 - POLICE AND FIRE PORTION OF \$14,225.97 - COMPUTER EQUIPMENT, SOFTWARE, TRAINING, SUPPLIES, MAINTENANCE**

**YEAS - TRUSTEES BEASLEY, BEST, DOYLE, MILTON, MOORE, ORZECH, STEWART AND CHAIRMAN ENGLISH - 8**

**NAYS - NONE**

**BILL PAYMENT REQUESTS**

**BY MR. BEST - SUPPORTED BY MR. BEASLEY**

**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**

**EMPLOYER, CITY OF DETROIT - \$1,670,295.99 - 2003-2004 ADMINISTRATIVE EXPENSES**

**YEAS - TRUSTEES BEASLEY, BEST, DOYLE, MILTON, MOORE, ORZECH, STEWART AND CHAIRMAN ENGLISH - 8**

**NAYS - NONE**

**EX/OFFICIO TRUSTEE TALABI ENTERED THE MEETING.**

**THE REQUEST OF DORIS WOODBURY**

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

**WHEREAS, THE BOARD ADOPTED A RESOLUTION ON JUNE 8, 2006 WHICH IS SELF EXPLANATORY, AND**

**WHEREAS, DORIS WOODBURY HAS NOW PRESENTED THE BOARD WITH A JUNE 15, 2006 REQUEST TO APPEAR BEFORE THE BOARD (PRESUMABLY TO APPEAL THE BOARD'S JUNE 8, 2006 RESOLUTION), AND**

**WHEREAS, THE MATTERS INVOLVED ARE MATTERS OF DOMESTIC RELATIONS LITIGATION BETWEEN DORIS WOODBURY AND RICHARD WOODBURY, AND**

**WHEREAS, NOTWITHSTANDING THE ARGUABLE INAPPROPRIATENESS OF AN APPEARANCE TO BE HELD BEFORE THE BOARD, THE TRUSTEES MAY GRANT SUCH AN APPEARANCE, AND**

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

**RESOLVED, THAT THE REQUEST OF DORIS WOODBURY BE GRANTED WITH NOTICE TO RICHARD WOODBURY:**

**YEAS - TRUSTEES BEST AND ORZECH - 2**

**NAYS - TRUSTEES BEASLEY, MILTON, MOORE, STEWART, TALABI AND CHAIRMAN ENGLISH - 6**

**ABSTAIN - TRUSTEE DOYLE - 1**

**LEGAL COUNSEL'S REPORTS**

**LEGAL COUNSEL RONALD ZAJAC DISCUSSED VARIOUS MATTERS WITH THE BOARD, INCLUDING THE IRS, MMA FINANCIAL'S RED RIVER LOAN OFFERING, THE BOARD'S EXECUTIVE SECRETARY CASE, THE CHUBB INSURANCE COMPANY, MONSTER WORLDWIDE, INC., THE KLA-TENCOR CORPORATION, SHORT VERSUS SHORT AND BELCASTRO VERSUS BELCASTRO.**

**POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF  
DETROIT  
COVERAGE BY FEDERAL INSURANCE COMPANY**

**LEGAL COUNSEL PROVIDED EACH BOARD MEMBER WITH A COPY OF A JUNE 27, 2006 COMMUNICATION FROM LEGAL COUNSEL TO THE CHUBB INSURANCE COMPANY REGARDING THE ABOVE-CAPTIONED MATTER.**

**POTENTIAL SECURITIES CLASS ACTION AGAINST MONSTER  
WORLDWIDE, INC.**

**LEGAL COUNSEL PROVIDED EACH BOARD MEMBER WITH A COPY OF A JUNE 15, 2006 COMMUNICATION FROM SPECIAL COUNSEL KOHN, SWIFT AND GRAF, P.C. TO THE BOARD REGARDING THE ABOVE-CAPTIONED MATTER.**

**IRS FORM 945**

**LEGAL COUNSEL PROVIDED EACH BOARD MEMBER WITH A COPY OF A JUNE 23, 2006 COMMUNICATION FROM THE IRS TO THE BOARD REGARDING THE ABOVE-CAPTIONED MATTER.**

**EX/OFFICIO TRUSTEE DOYLE TEMPORARILY EXCUSED HIMSELF.**

**SHORTS VERSUS SHORTS**

**WAYNE COUNTY CASE #98-840141-DM**

**BY MR. STEWART - SUPPORTED BY MR. MILTON**

**WHEREAS, THE BOARD IS IN RECEIPT OF TWO ELIGIBLE DOMESTIC RELATIONS ORDER DATED MAY 18, 2006 - ONE FOR THE DEFINED BENEFIT PLAN AND THE OTHER FOR THE DEFINED CONTRIBUTION PLAN - WHEREIN SYLVIA SHORTS IS AWARDED CERTAIN RIGHTS TO THE DEFINED BENEFIT PLAN AND DEFINED CONTRIBUTION PLAN BENEFITS OF AARON SHORTS WHO IS CURRENTLY AN ACTIVE EMPLOYEE, AND**

**WHEREAS, THE BOARD NOTES THE ERROR IN THE TITLES OF THE TWO ORDERS WHICH ARE ERRONEOUS BUT NOT FATAL TO THE EFFECTIVENESS OF THE ORDERS, AND**

**WHEREAS, PARTICIPANT'S DATE OF BIRTH IS OCTOBER 22, 1962 AND, TO DATE, PARTICIPANT HAS ATTAINED 11 YEARS AND 10 MONTHS OF SERVICE CREDIT, AND**

**WHEREAS, ALTERNATE PAYEE IS ENTITLED TO CLAIM A PORTION OF PARTICIPANT'S DEFINED CONTRIBUTION PLAN, PAYMENT OF WHICH IS SUBJECT TO PARTICIPANT'S ELIGIBILITY FOR WITHDRAWAL FROM DEFINED CONTRIBUTION PLAN AND SUBJECT TO ALTERNATE PAYEE FILING AN APPLICATION FOR SAME, AND ALTERNATE PAYEE IS ENTITLED TO CLAIM A PORTION OF PARTICIPANT'S DEFINED BENEFIT PLAN, AND**

**SHORTS VERSUS SHORTS  
WAYNE COUNTY CASE #98-840141-DM**

**WHEREAS, DEFINED CONTRIBUTION PLAN AMOUNTS CAN BE MADE TO THE PARTICIPANT OR ALTERNATE PAYEE UPON PARTICIPANT ATTAINING 25 YEARS OF SERVICE CREDIT, OR TERMINATION OF SERVICE, OR UPON PARTICIPANT ATTAINING THE AGE OF 60 YEARS, OR UPON PARTICIPANT OTHERWISE BEING ELIGIBLE TO WITHDRAW AMOUNTS FROM THE DEFINED CONTRIBUTION PLAN, AND SUBJECT TO APPLICATION FOR SAME BEING MADE BY THE PARTY SEEKING PAYMENT, AND**

**WHEREAS, THE EARLIEST DATE THAT PAYMENTS FROM THE DEFINED BENEFIT PLAN CAN BE MADE TO THE PARTICIPANT OR THE ALTERNATE PAYEE IS UPON PARTICIPANT ATTAINING 25 YEARS OF SERVICE CREDIT OR OTHERWISE RECEIVING RETIREMENT BENEFITS, 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 THE COURT ORDER PROVIDES FOR THE PARTIES TO SHARE THE COST OF THE ACTUARY'S FEES, AND**

**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, INCLUDING PUBLIC ACT 46 OF 1991 (MCLA 38.1701), AS APPLICABLE, THEREFORE BE IT**

**RESOLVED, THAT THE BOARD ACKNOWLEDGE RECEIPT OF SAID COURT ORDER AND PAY PENSION BENEFITS CONSISTENT WITH SAID COURT ORDER, A COPY OF THIS RESOLUTION BE IMMEDIATELY ATTACHED AS THE TOP SHEET OF THE PENSION FILE, OTHER APPROPRIATE RECORDS BE RETAINED BY THE**

**SHORTS VERSUS SHORTS  
WAYNE COUNTY CASE #98-840141-DM**

**RETIREMENT SYSTEM RELATIVE TO THIS MATTER, AND A COPY OF THIS RESOLUTION BE FORWARDED TO SYLVIA SHORTS, AARON SHORTS AND ATTORNEY WAYNE BROWN:**

**YEAS - TRUSTEES BEASLEY, BEST, MILTON, MOORE, ORZECH, STEWART, TALABI AND CHAIRMAN ENGLISH - 8**

**NAYS - NONE**

**BELCASTRO VERSUS BELCASTRO  
MACOMB COUNTY CASE #05-0932-DM**

**BY MR. STEWART - SUPPORTED BY MR. MILTON**

**WHEREAS, THE BOARD IS IN RECEIPT OF A SEPTEMBER 15, 2005 DOMESTIC RELATIONS ORDER WHICH AMENDS/SUPPLEMENTS A SEPTEMBER 15, 2005 JUDGMENT OF DIVORCE WHEREIN CYNTHIA BELCASTRO IS AWARDED CERTAIN RIGHTS TO THE DEFINED BENEFIT PLAN AND/OR DEFINED CONTRIBUTION PLAN BENEFITS OF MARK BELCASTRO, AND**

**WHEREAS, THE BOARD HAS BEEN INFORMED THAT PARTICIPANT RETIRED ON A DUTY DISABILITY RETIREMENT EFFECTIVE JANUARY 31, 2005, AND**

**WHEREAS, PARTICIPANT'S DATE OF BIRTH IS MAY 4, 1964, AND, TO DATE, PARTICIPANT HAS ATTAINED 15 YEARS, 09 MONTHS AND 16 DAYS OF SERVICE CREDIT, AND**

**WHEREAS, ALTERNATE PAYEE IS ENTITLED TO CLAIM A PORTION OF PARTICIPANT'S DEFINED CONTRIBUTION PLAN, PAYMENT OF WHICH IS SUBJECT TO PARTICIPANT'S ELIGIBILITY FOR WITHDRAWAL FROM DEFINED CONTRIBUTION**

**BELCASTRO VERSUS BELCASTRO  
MACOMB COUNTY CASE #05-0932-DM**

**PLAN AND SUBJECT TO ALTERNATE PAYEE FILING AN APPLICATION FOR SAME, AND ALTERNATE PAYEE IS ENTITLED TO CLAIM A PORTION OF PARTICIPANT'S DEFINED BENEFIT PLAN, TO WIT MONTHLY DISABILITY BENEFITS, AND**

**WHEREAS, DEFINED CONTRIBUTION PLAN AMOUNTS CAN BE MADE TO THE PARTICIPANT OR ALTERNATE PAYEE UPON PARTICIPANT ATTAINING 25 YEARS OF SERVICE CREDIT, OR TERMINATION OF SERVICE, OR UPON PARTICIPANT THE AGE OF 60 YEARS, OR UPON PARTICIPANT OTHERWISE BEING ELIGIBLE TO WITHDRAW AMOUNTS FROM THE DEFINED CONTRIBUTION PLAN AND SUBJECT TO APPLICATION FOR SAME BEING MADE BY THE PARTY SEEKING PAYMENT, AND**

**WHEREAS, THE EARLIEST DATE THAT PAYMENTS FROM THE DEFINED BENEFIT PLAN CAN BE MADE TO THE PARTICIPANT OR 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 THE COURT ORDER PROVIDES FOR THE PARTIES TO SHARE THE COST OF THE ACTUARY'S FEES, AND**

**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, INCLUDING PUBLIC ACT 46 OF 1991 (MCLA 38.1701), AS APPLICABLE, THEREFORE BE IT**

**RESOLVED, THAT IN THE EVENT THE PARTIES DO NOT INTEND A PORTION OF THE DUTY DISABILITY BENEFITS TO BE PAID TO**

**BELCASTRO VERSUS BELCASTRO  
MACOMB COUNTY CASE #05-0932-DM**

**THE ALTERNATE PAYEE, AN AMENDED COURT ORDER BE ENTERED, AND BE IT FURTHER**

**RESOLVED, THAT THE BOARD ACKNOWLEDGE RECEIPT OF SAID COURT ORDER AND PAY PENSION BENEFITS CONSISTENT WITH SAID COURT ORDER, 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 CYNTHIA BELCASTRO, MARK BELCASTRO, ATTORNEY CARL CHIONI AND ATTORNEY JEFFREY PEPPER:**

**YEAS - TRUSTEES BEASLEY, BEST, MILTON, MOORE, ORZECH, STEWART, TALABI AND CHAIRMAN ENGLISH - 8**

**NAYS - NONE**

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

**NORTH POINT ADVISORS**

**ADRIAN ANDERSON APPEARED BEFORE THE BOARD AND DISCUSSED AMONG OTHER MATTERS, ALTERNATIVE INVESTMENTS, THE BOARD'S SMALL-CAP MANAGER SEARCH, NORTH POINT'S EMERGING MANAGER PROGRAM, RBS (FIXED INCOME) AND FAM-GLOBAL.**

**SMITH WHILEY**

**GWENDOLYN SMITH-ILOANI, VENITA FIELDS AND SHARON MORROW APPEARED BEFORE THE BOARD AND DISCUSSED THE PELHAM FUNDS II (PRIVATE EQUITY AND MEZZANINE DEBT).**

**CHAIRMAN ENGLISH RELINQUISHED THE CHAIR TO VICE  
CHAIRMAN BEST AND THEN EXCUSED HIMSELF FOR THE  
MEETING'S REMAINDER.**

**THE REQUEST OF PEDRO LOPEZ**

**BY MR. DOYLE - SUPPORTED BY MR. MOORE**

**WHEREAS, PEDRO LOPEZ HAS PRESENTED THE BOARD WITH A  
WRITTEN REQUEST TO CANCEL HIS APPLICATION FOR SERVICE  
RETIREMENT, THEREFORE BE IT**

**RESOLVED, THAT THE REQUEST OF MR. LOPEZ BE GRANTED:**

**YEAS - TRUSTEES BEASLEY, DOYLE, MILTON, MOORE, ORZECH,  
STEWART, TALABI AND VICE CHAIRMAN BEST - 8**

**NAYS - NONE**

**SMITH WHILEY  
THE PELHAM FUNDS II**

**BY MR. DOYLE - SUPPORTED BY MR. MOORE**

**Whereas, The Board has been presented with an investment  
proposal from SMITH WHILEY, and**

**Whereas, The Board desires due diligence on said proposal,  
Therefore Be It**

**Resolved, That NORTH POINT ADVISORS be engaged to perform  
due diligence on said proposal and submit a written report of  
their findings to the Board:**

**SMITH WHILEY  
THE PELHAM FUNDS II**

**YEAS - TRUSTEES BEASLEY, DOYLE, MILTON, MOORE, ORZECH,  
STEWART, TALABI AND VICE CHAIRMAN BEST - 8**

**NAYS - NONE**

**THE ATHENEUM HOTEL/ATHENEUM HOTEL CORPORATION**

**BY MR. MOORE - SUPPORTED BY MR. DOYLE**

**WHEREAS, THE BOARD HAS THE AUTHORITY, PURSUANT TO  
INVESTMENT DOCUMENTS, TO NAME A PERSON TO SERVE AS  
ONE OF THE THREE CORPORATE DIRECTORS OF THE  
ATHENEUM HOTEL CORPORATION SUBJECT TO CERTAIN  
PROVISIONS, AND**

**WHEREAS, SAMUEL ABDELNOUR HAS BEEN SERVING AS A  
DIRECTOR OF THE ATHENEUM, AND**

**WHEREAS, FROM TIME TO TIME, THE BOARD REVIEWS ITS  
SELECTIONS TO SUCH POSITION TO MAKE CHANGES WITH A  
CONSIDERATION OF PREFERRING A TRUSTEE AS OPPOSED TO A  
NON-TRUSTEE TO SERVE IN SUCH A POSITION, AND**

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

**RESOLVED, THAT THE BOARD HEREBY SELECTS A CURRENT  
TRUSTEE OF THE POLICE AND FIRE RETIREMENT SYSTEM TO  
SERVE AS THE BOARD'S REPRESENTATIVE ON THE BOARD OF  
DIRECTORS OF THE ATHENEUM HOTEL CORPORATION, AND BE  
IT FURTHER**

**RESOLVED, THAT THE BOARD APPRECIATES THE SERVICES OF  
MR. ABDELNOUR, AND BE IT FURTHER**

**THE ATHENEUM HOTEL/ATHENEUM HOTEL CORPORATION**

**RESOLVED, THAT A COPY OF THIS RESOLUTION BE  
FORWARDED TO SAMUEL ABDELNOUR:**

**YEAS - TRUSTEES BEASLEY, DOYLE, MILTON, MOORE, ORZECH,  
STEWART, TALABI AND VICE CHAIRMAN BEST - 8**

**NAYS - NONE**

**THE ATHENEUM HOTEL/ATHENEUM HOTEL CORPORATION**

**BY MR. BEASLEY - SUPPORTED BY MS. TALABI**

**RESOLVED, THAT TRUSTEE PAUL STEWART IS HEREBY  
APPOINTED TO REPLACE SAMUEL ABDELNOUR AS THE BOARD'S  
REPRESENTATIVE ON THE BOARD OF DIRECTORS OF THE  
ATHENEUM HOTEL CORPORATION TO SERVE IN SUCH  
CAPACITY UNTIL FURTHER ACTION OF THE BOARD OF  
TRUSTEES, AND BE IT FURTHER**

**RESOLVED, THAT A COPY OF THIS RESOLUTION BE  
FORWARDED TO SAMUEL ABDELNOUR AND THE ATHENEUM  
HOTEL CORPORATION:**

**YEAS - TRUSTEES BEASLEY, DOYLE, MILTON, MOORE, ORZECH,  
STEWART, TALABI AND VICE CHAIRMAN BEST - 8**

**NAYS - NONE**

**BRAEBURN**

**LEE CANAAN APPEARED BEFORE THE BOARD, DISCUSSED  
SMALL-CAP INVESTING AND THEN EXCUSED HERSELF.**

**EX/OFFICIO TRUSTEE DEDAN MILTON EXCUSED HIMSELF.**

**KLA-TENCOR CORPORATION**

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

**WHEREAS, THE BOARD IS IN RECEIPT OF A JUNE 26, 2006 LETTER FROM SPECIAL COUNSEL KOHN, SWIFT AND GRAF REQUESTING THE BOARD TO COMBINE EFFORTS WITH THE LOUISIANA MUNICIPAL POLICE EMPLOYEES' RETIREMENT SYSTEM TO SEEK TO BE NAMED CO-LEAD PLAINTIFF REGARDING THE KLA-TENCOR CORPORATION, AND**

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

**RESOLVED, THAT THE BOARD APPROVES THE RECOMMENDATION OF SPECIAL COUNSEL, AND BE IT FURTHER**

**RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO SPECIAL COUNSEL KOHN, SWIFT AND GRAF, ATTENTION: DENNIS SHIELDS:**

**YEAS - TRUSTEES BEASLEY, DOYLE, MOORE, ORZECH, STEWART, TALABI AND VICE CHAIRMAN BEST - 7**

**NAYS - NONE**

**CONFERENCE**

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

**Resolved, That the Board approve the attendance of all Trustees, the Executive Secretary and the Assistant Executive Secretary at the below-referenced conference, and be it further**

**CONFERENCE**

**Resolved, That the Board approve expenditures for all Trustees, the Executive Secretary and the Assistant Executive Secretary to attend said conference:**

**High Performance Real Estate Investment Conference  
Wynn, Las Vegas  
September 9 ,2006 – September 13, 2006**

**YEAS – TRUSTEES BEASLEY, DOYLE, MOORE, ORZECH,  
STEWART, TALABI AND VICE CHAIRMAN BEST – 7**

**NAYS – NONE**

**BRAEBURN**

**BY MR. STEWART – SUPPORTED BY MR. BEASLEY**

**Whereas, The Board has been presented with an investment proposal from BRAEBURN (small-cap investments), and**

**Whereas, The Board desires due diligence on said proposal, Therefore Be It**

**Resolved, That NORTH POINT ADVISORS be engaged to perform due diligence on said proposal and submit a written report of their findings to the Board:**

**YEAS – TRUSTEES BEASLEY, DOYLE, MOORE, ORZECH,  
STEWART, TALABI AND VICE CHAIRMAN BEST – 7**

**NAYS – NONE**

**I-CAP**

**BY MR. BEASLEY - SUPPORTED BY MR. STEWART**

**RESOLVED, THAT KATHY COLIN AND ANY ASSOCIATE(S) OF HER CHOOSING BE REQUESTED TO APPEAR BEFORE THE BOARD TO INTRODUCE TWO NEW INVESTMENT OFFERINGS TO THE BOARD:**

**YEAS - TRUSTEES BEASLEY, DOYLE, MOORE, ORZECH, STEWART, TALABI AND VICE CHAIRMAN BEST - 7**

**NAYS - NONE**

**PUBLIC FORUM**

**AT 1:28 P.M., VICE CHAIRMAN BEST 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 CHAIRMAN BEST ADJOURNED THE MEETING AT 1:32 P.M. UNTIL THURSDAY, JULY 13, 2006 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**

