

MEETING NUMBER 2607

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



PROCEEDINGS HELD THURSDAY, DECEMBER 21, 2006
9:00 A.M.
IN THE CONFERENCE ROOM OF THE RETIREMENT SYSTEMS
910 COLEMAN A. YOUNG MUNICIPAL CENTER
DETROIT, MICHIGAN 48226



PRESENT

Marty Bandemer	Elected Trustee
Jeffrey Beasley	Ex/Officio Trustee/Treasurer
Gregory Best	Elected Trustee/Vice Chairperson
Gary Christian	Ex/Officio Alternate Trustee
Seth Doyle	Ex/Officio Alternate Trustee
Frank English	Elected Trustee/Chairperson
DeDan Milton	Ex/Officio Alternate Trustee
James Moore	Elected Trustee
George Orzech	Elected Trustee
Paul Stewart	Elected Trustee
Alberta Tinsley-Talabi	Ex/Officio Trustee/City Council Representative
Walter Stampor	Executive Secretary
Cynthia Thomas	Assistant Executive Secretary
Janet S. Lenear	Recording Secretary
Ronald Zajac	Legal Counsel
Joe Turner	Special Legal Counsel
Richard Huddleston	Investment Analyst
Reginald O'Neal	Medical Director

EXCUSED

None

ABSENT

None

CHAIRPERSON

Frank English

ROLL CALL WAS TAKEN AT **9:07 A.M.** BY THE BOARD'S RECORDING SECRETARY AND THE MEETING WAS CALLED TO ORDER.

CLOSED SESSION

By Mr. Stewart – Supported by Mr. Best

WHEREAS, The Board's Medical Director is now before the Board of Trustees of the Police and Fire Retirement System of the City of Detroit to discuss the medical and psychiatric reports of the individuals whose names are designated on the pages which follow relative to disability retirement applications and re-examinations, and

WHEREAS, The Michigan Open Meetings Act provides for Closed Sessions in certain circumstances, including the foregoing matter, and

WHEREAS, The Board has discussed this matter consistent with the Michigan Open Meetings Act, Therefore be it

RESOLVED, That the Board enter into Closed Session consistent with the Michigan Open Meetings Act:

A Roll Call vote was taken as follows:

Yeas – Trustees Best, Milton, Orzech, Stewart and Chairman English – 5

Nays – None

The Board entered into Closed Session at 9:08 A.M.

OPEN SESSION

By Mr. Stewart – Supported by Mr. Best

Resolved, That the Board return to Open Session:

OPEN SESSION

A Roll Call vote was taken as follows:

Yeas – Trustees Beasley, Best, Christian, Doyle, Milton, Moore, Orzech,
Stewart, Talabi and Chairman English – 10

Nays – None

The Board returned to Open Session at 9:45 A.M. and Medical Director
Reginald O'Neal was excused for the remainder of the Meeting.

DISABILITY RETIREMENT APPLICATION

NAME, TITLE, DEPARTMENT	STEVE COYKENDALL – OFFICER - POLICE
DISABILITY, PLAN, FILING DATE	DUTY - NEW - JULY 19, 2006 NOT REPORTED ON THIS DATE
DOCTOR'S RECOMMENDATION	
BOARD ACTION	APPROVE DENY TABLE DMC ARBITRATION MBR
NAME, TITLE, DEPARTMENT	KENDRA DAVIS – OFFICER - POLICE
DISABILITY, PLAN, FILING DATE	DUTY – NEW – OCTOBER 25 ,2006
DOCTOR'S RECOMMENDATION	DUTY RELATED INJURY
BOARD ACTION	APPROVE DUTY, DENY DEPARTMENT NON-DUTY
NAME, TITLE, DEPARTMENT	KENNETH HARLIN – FEO – FIRE
DISABILITY, PLAN, FILING DATE	DUTY – NEW – AUGUST 6, 2006
DOCTOR'S RECOMMENDATION	DUTY RELATED INJURY
BOARD ACTION	APPROVE DUTY, ANNUAL RE-EXAMS NOT REQUIRED

DISABILITY RETIREMENT APPLICATION

NAME, TITLE, DEPARTMENT	MICHAEL HOCKENBERRY – FIRE FIGHTER – FIRE
DISABILITY, PLAN, FILING DATE	DUTY – NEW – SEPTEMBER 25, 2006

DOCTOR'S RECOMMENDATION	DUTY RELATED INJURY
BOARD ACTION	APPROVE DUTY

NAME, TITLE, DEPARTMENT	KENNETH WILLIAMS – POLICE OFFICER – POLICE
DISABILITY, PLAN, FILING DATE	DUTY – NEW – AUGUST 11, 2006

DOCTOR'S RECOMMENDATION	DUTY RELATED INJURY
BOARD ACTION	APPROVE DUTY

RE-EXAMINATIONS

NAME DEPARTMENT DISABILITY TYPE RE-EXAM NUMBER	CONTINUE ON DISABILITY RETIREMENT PAYROLLS WITH NEXT EXAM IN ONE (1) YEAR	NO FURTHER EXAMS REQUIRED	MUST RECEIVE NEXT EXAM IN DETROIT, MICHIGAN
LESLIE BLACKBURN	X	X	
FIRE – DUTY - 1			
GREGORY FREEMAN	X		
FIRE – DUTY - 4			
CARL HOLLIER	X		
FIRE – DUTY - 4			
ANTHONY JOHNSON	APPROVE RETURN TO WORK REQUEST		
FIRE – NON/DUTY - 1			
REQUESTS TO RETURN TO WORK			
MARK SOLOMON	X	X	
FIRE – DUTY - 6			
ALMA MARTIN-VOSS	DENY RETURN TO WORK REQUEST, CONTINUE. MAY APPEAL		
FIRE – DUTY – 3			
REQUESTS TO RETURN TO WORK			

▶ TRUSTEES DOYLE, MOORE, TALABI AND CHRISTIAN ENTERED THE MEETING.

KENDRA DAVIS

BY MR. STEWART – SUPPORTED BY MR. MOORE

WHEREAS, KENDRA DAVIS FILED AN OCTOBER 25, 2006 APPLICATION FOR DUTY DISABILITY RETIREMENT, AND

WHEREAS, THE BOARD'S MEDICAL DIRECTOR HAS OPINED THAT MS. DAVIS IS DISABLED FOR FULL DUTY, THEREFORE BE IT

RESOLVED, THAT THE BOARD ACCEPT THE FINDING OF ITS MEDICAL DIRECTOR REGARDING MS. DAVIS, AND BE IT FURTHER

RESOLVED, THAT THE BOARD FINDS THAT KENDRA DAVIS' DISABILITY RESULTED FROM PERFORMANCE OF DUTY, AND BE IT FURTHER

RESOLVED, THAT MS. DAVIS' APPLICATION FOR DUTY DISABILITY RETIREMENT BE HEREBY APPROVED:

YEAS – TRUSTEES BEST, CHRISTIAN, DOYLE, MILTON, MOORE, ORZECH, STEWART, TALABI AND CHAIRMAN ENGLISH – 9

NAYS – NONE

KENNETH HARLIN

BY MR. BEST – SUPPORTED BY MR. MOORE

WHEREAS, KENNETH HARLIN FILED AN AUGUST 6, 2006 APPLICATION FOR DUTY DISABILITY RETIREMENT, AND

WHEREAS, THE BOARD'S MEDICAL DIRECTOR HAS OPINED THAT MR. HARLIN IS DISABLED FOR FULL DUTY, THEREFORE BE IT

RESOLVED, THAT THE BOARD ACCEPT THE FINDING OF ITS MEDICAL DIRECTOR REGARDING MR. HARLIN, AND BE IT FURTHER

RESOLVED, THAT THE BOARD FINDS THAT KENNETH HARLIN'S DISABILITY RESULTED FROM PERFORMANCE OF DUTY, AND BE IT FURTHER

RESOLVED, THAT MR. HARLIN'S APPLICATION FOR DUTY DISABILITY RETIREMENT BE HEREBY APPROVED, AND BE IT FURTHER

RESOLVED, THAT DUE TO THE NATURE OF MR. HARLIN'S DISABILITY, HE WILL NOT BE REQUIRED TO REPORT FOR ANNUAL RE-EXAMINATIONS:

YEAS – TRUSTEES BEST, CHRISTIAN, DOYLE, MILTON, MOORE, ORZECH, STEWART, TALABI AND CHAIRMAN ENGLISH – 9

NAYS – NONE

MICHAEL HOCKENBERRY

BY MR. ORZECH – SUPPORTED BY MR. BEST

WHEREAS, MICHAEL HOCKENBERRY FILED A SEPTEMBER 25, 2006 APPLICATION FOR DUTY DISABILITY RETIREMENT, AND

WHEREAS, THE BOARD'S MEDICAL DIRECTOR HAS OPINED THAT MR. HOCKENBERRY IS DISABLED FOR FULL DUTY, THEREFORE BE IT

RESOLVED, THAT THE BOARD ACCEPT THE FINDING OF ITS MEDICAL DIRECTOR REGARDING MR. HOCKENBERRY, AND BE IT FURTHER

RESOLVED, THAT THE BOARD FINDS THAT MICHAEL HOCKENBERRY'S DISABILITY RESULTED FROM PERFORMANCE OF DUTY, AND BE IT FURTHER

RESOLVED, THAT MR. HOCKENBERRY'S APPLICATION FOR DUTY DISABILITY RETIREMENT BE HEREBY APPROVED:

YEAS – TRUSTEES BEST, CHRISTIAN, DOYLE, MILTON, MOORE,
ORZECH, STEWART, TALABI AND CHAIRMAN ENGLISH – 9

NAYS – NONE

KENNETH WILLIAMS

BY MR. STEWART – SUPPORTED BY MS. TALABI

WHEREAS, KENNETH WILLIAMS FILED AN AUGUST 11, 2006 APPLICATION FOR DUTY DISABILITY RETIREMENT, AND

WHEREAS, THE BOARD'S MEDICAL DIRECTOR HAS OPINED THAT MR. WILLIAMS IS DISABLED FOR FULL DUTY, THEREFORE BE IT

RESOLVED, THAT THE BOARD ACCEPT THE FINDING OF ITS MEDICAL DIRECTOR REGARDING MR. WILLIAMS, AND BE IT FURTHER

RESOLVED, THAT THE BOARD FINDS THAT KENNETH WILLIAMS' DISABILITY RESULTED FROM PERFORMANCE OF DUTY, AND BE IT FURTHER

RESOLVED, THAT MR. WILLIAMS' APPLICATION FOR DUTY DISABILITY RETIREMENT BE HEREBY APPROVED:

YEAS – TRUSTEES BEST, CHRISTIAN, DOYLE, MILTON, MOORE, ORZECH, STEWART, TALABI AND CHAIRMAN ENGLISH – 9

NAYS – NONE

RE-EXAMINATIONS

BY MR. MOORE – SUPPORTED BY MR. BEST

RESOLVED, THAT IN ACCORDANCE WITH THE RECOMMENDATION OF THE BOARD'S MEDICAL DIRECTOR, WITH THE EXCEPTION OF ANTHONY JOHNSON, THE RETIRANTS WHOSE NAMES ARE REFERENCED ON PAGE 5 BE CONTINUED ON THE DISABILITY RETIREMENT PAYROLLS, WITH NO FURTHER RE-

RE-EXAMINATIONS

EXAMINATIONS BEING NECESSARY FOR LESLIE BLACKBURN AND MARK SOLOMON, AND BE IT FURTHER

RESOLVED, THAT THE BOARD DENY ALMA MARTIN-VOSS' REQUEST TO RETURN TO WORK AND SHE BE APPRISED OF HER RIGHT TO APPEAL SAID DENIAL:

YEAS – TRUSTEES BEST, CHRISTIAN, DOYLE, MILTON, MOORE, ORZECH, STEWART, TALABI AND CHAIRMAN ENGLISH – 9

NAYS – NONE

RE-EXAMINATION OF ANTHONY JOHNSON

BY MR. BEST – SUPPORTED BY MR. ORZECH

RESOLVED, THAT IN ACCORDANCE WITH THE RECOMMENDATION OF THE BOARD'S MEDICAL DIRECTOR, ANTHONY JOHNSON BE RETURNED TO WORK AND HIS NAME BE REMOVED FROM THE DISABILITY RETIREMENT PAYROLLS AS OF THE DATE HE RETURNS TO WORK:

YEAS – TRUSTEES BEST, CHRISTIAN, DOYLE, MILTON, MOORE, ORZECH, STEWART, TALABI AND CHAIRMAN ENGLISH – 9

NAYS – NONE

▶ TRUSTEE BEASLEY ENTERED THE MEETING.

ETHAN BRADLEY ADVISORS

MICHAEL HOROWITZ, ADAM COMORA, EDGAR ROBIE AND EDWARD TAYLOR APPEARED BEFORE THE BOARD, DISCUSSED

ETHAN BRADLEY ADVISORS

ENTRUST CAPITAL PARTNERS, L.P. (A LONG/SHORT EQUITY FUND)
AND THEN EXCUSED THEMSELVES.

FIRST SPIRIT BANK

DONALD PARKER (OF FIRST SPIRIT BANK), GREGORY JACKSON
(OF MERCEDES-BENZ), DONALD SNIDER (OF PAPER PLAS, INC.)
AND JIN KYUKOH (OF DYKEMA) APPEARED BEFORE THE BOARD,
DISCUSSED FIRST SPIRIT BANK'S INTENT TO ESTABLISH A FIRST SPIRIT
BANK IN THE CITY OF DETROIT AND THEN EXCUSED THEMSELVES.

HGK ASSET MANAGEMENT

JOE MCMILLAN, GREGORY LOBO AND ARTHUR COIA APPEARED
BEFORE THE BOARD AND DISCUSSED HGK ASSET MANAGEMENT,
INC. (FIXED INCOME/INTERNATIONAL).

▶ TRUSTEE BANDEMER ENTERED THE MEETING PRIOR TO THE
CONCLUSION OF HGK'S PRESENTATION.

HAVING CONCLUDED THEIR PRESENTATION, THE BOARD
EXCUSED MESSRS. MCMILLAN, LOBO AND COIA.

RETIREMENT SYSTEMS/LAND ACQUISITION

HONORABLE MAYOR KWAME KILPATRICK INTRODUCED
DOUGLAS DIGGS (DIRECTOR OF PLANNING AND
DEVELOPMENT) TO THE BOARD AND THEN EXCUSED HIMSELF.

GENERAL RETIREMENT SYSTEM TRUSTEES KATHLEEN LEAVEY,
SHEILA KNEESHAW, DAVID CLARK, RONALD GRACIA, KENNETH
COCKREL AND WENDELL ANTHONY, AS WELL AS GENERAL
RETIREMENT SYSTEM ASSISTANT EXECUTIVE SECRETARY MYRON
TERRELL AND GENERAL RETIREMENT SYSTEM RECORDING

RETIREMENT SYSTEMS/LAND ACQUISITION

SECRETARY TERRI LAWRENCE ALSO APPEARED BEFORE THE BOARD TO LISTEN TO MR. DIGGS' DISCUSSION.

CLOSED SESSION

By Mr. Christian – Supported by Mr. Moore

Resolved, That the Board enter into Closed Session for the purpose of discussing the possible acquisition of land by the Retirement Systems.

A Roll Call Vote was taken as follows:

Yeas – Trustees Bandemer, Beasley, Best, Christian, Doyle, Milton, Moore, Orzech, Stewart, Talabi and Chairman English – 11

Nays – None

The Board entered into Closed Session at **12:05 P.M.**

OPEN SESSION

By Mr. Doyle – Supported by Mr. Moore

Resolved, That the Board return to Open Session:

A Roll Call Vote was taken as follows:

Yeas – Trustees Bandemer, Beasley, Best, Christian, Doyle, Milton, Moore, Orzech, Stewart, Talabi and Chairman English – 11

Nays – None

OPEN SESSION

The Board returned to Open Session at **12:30 P.M.** and excused Mr. Diggs, Mr. Terrell, Ms. Lawrence and Trustees Leavey, Kneeshaw, Clark, Gracia, Cockrel and Anthony.

WIND POINT PARTNERS

BY MR. STEWART – SUPPORTED BY MR. BANDEMER

Whereas, The Board has been presented with a December 15, 2006 communication from Wind Point Partners wherein Wind Point Partners requests that the Board fund its portion of the capital installment due for Wind Point Partners IV in the amount of **\$51,432.00**, Therefore Be It

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

Yeas – Trustees Bandemer, Beasley, Best, Christian, Doyle, Milton, Moore, Orzech, Stewart, Talabi and Chairman English – 11

Nays – None

RETIREMENTS

BY MR. BANDEMER – SUPPORTED BY MR. MOORE

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

RETIREMENTS

Yeas – Trustees Bandemer, Beasley, Best, Christian, Doyle,
Milton, Moore, Orzech, Stewart, Talabi and Chairman
English – 11

Nays – None

RETIREMENTS

NAME, TITLE, DEPARTMENT	ELMER MCFADDEN – OFFICER – POLICE
RETIREMENT, PLAN	SERVICE – NEW
SERVICE CREDIT/EFFECTIVE DATE	29 08 06 – 12 21 06

NAME, TITLE, DEPARTMENT	GREGORY SWIERCZYNSKI – OFFICER – POLICE
RETIREMENT, PLAN	SERVICE – NEW
SERVICE CREDIT/EFFECTIVE DATE	31 01 11 – 01 03 07

NAME, TITLE, DEPARTMENT	BRENDA DENNIS – COMM. OFFICER – POLICE OFFICER – POLICE
RETIREMENT, PLAN	SERVICE – NEW
SERVICE CREDIT/EFFECTIVE DATE	25 01 19 – 01 03 07

CONFIRMATIONS

BY MR. STEWART – SUPPORTED BY MR. MOORE

RESOLVED, THAT THE RECEIPTS WHICH ARE DESIGNATED ON
PAGE **15** BE CONFIRMED:

Yeas – Trustees Bandemer, Beasley, Best, Christian, Doyle,
Milton, Moore, Orzech, Stewart, Talabi and Chairman
English – 11

Nays – None

CONFIRMATIONS

THE BOARD RECEIVED THE SUM OF **\$880,000.00** ON DECEMBER 15, 2006 FROM **MAYFIELD GENTRY** – NOVEMBER 2006 REMITTANCE

THE BOARD RECEIVED THE SUM OF **\$1,617,970.86** ON DECEMBER 15, 2006 FROM **WALTON'S REAL ESTATE REIT**

THE BOARD RECEIVED THE SUM OF **\$573.00** ON DECEMBER 8, 2006 FROM **WASHINGTON PLAZA** – MAY, 2002 CHICAGO TITLE RECORDING FEES

THE BOARD RECEIVED THE SUM OFF **\$144,000.00** ON DECEMBER 18, 2006 FROM **CAPRI SELECT INCOME II** – 2006 THIRD QUARTER DISTRIBUTION

MINUTES OF THURSDAY, DECEMBER 7 ,2006

BY MR. MOORE – SUPPORTED BY MR. BANDEMER

RESOLVED, THAT THE MINUTES OF THE MEETING HELD THURSDAY, **DECEMBER 7 ,2006** BE APPROVED AS RECORDED AND SUBMITTED BY THE BOARD'S RECORDING SECRETARY:

Yeas – Trustees Bandemer, Beasley, Best, Christian, Doyle, Milton, Moore, Orzech, Stewart, Talabi and Chairman English – 11

Nays – None

BILL PAYMENT REQUESTS

BY MR. BANDEMER – 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

ADP – DECEMBER 8, 2006 - \$5,959.24 – POLICE AND FIRE PORTION OF \$11,918.47 – CONTRACT/MISCELLANEOUS SERVICES

BANK OF NEW YORK – DECEMBER 12 ,2006 - \$6,800.00 – PERIOD ENDING SEPTEMBER 30, 2006

BANK OF NEW YORK – DECEMBER 12, 2006 - \$57,792.13 – 2006 THIRD QUARTER FEES

FORMS TRAC ENTERPRISES – DECEMBER 8 ,2006 - \$281.13 – POLICE AND FIRE PORTION OF \$562.26 – LASER PAPER

ORACLE CAPITAL PARTNERS – DECEMBER 14, 2006 - \$100,000.00 – FEES DUE JANUARY 1, 2007 THROUGH JUNE 30, 2007

PAYDEN & RYGEL – DECEMBER 7, 2006 - \$27,784.00 – NOVEMBER, 2006 FEES

PITNEY BOWES – DECEMBER 3, 2006 - \$19.00 – EQUIPMENT MAINTENANCE

BILL PAYMENT REQUESTS

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

TECH DEPOT – DECEMBER 1, 2006 - \$107.50 – POLICE AND FIRE
PORTION OF \$215.00 – OFFICE SUPPLIES

TECH DEPOT – DECEMBER 1, 2006 - \$111.93 – POLICE AND FIRE
PORTION OF \$223.85 – OFFICE SUPPLIES

TECH DEPOT – DECEMBER 1, 2006 - \$69.57 – POLICE AND FIRE
PORTION OF \$139.14 – OFFICE SUPPLIES

TECH DEPOT – DECEMBER 1, 2006 - \$1,017.60 – POLICE AND FIRE
PORTION OF \$2,035.20 – OFFICE SUPPLIES

VERIZON WIRELESS – DECEMBER 4, 2006 - \$1,166.04 –
MISCELLANEOUS

XJJ COMPANY – DECEMBER 20, 2006 - \$24,265.69 – POLICE AND
FIRE PORTION OF \$48,531.38 – RETIREMENT SYSTEM EMPLOYEE
PAYROLL FOR THE PERIOD NOVEMBER 24, 2006 THROUGH
DECEMBER 21, 2006

ZONES – DECEMBER 20, 2006 - \$2,490.00 – POLICE AND FIRE
PORTION OF \$4,979.99 – ADOBE PRODUCT PURCHASE

Yeas – Trustees Bandemer, Beasley, Best, Christian, Doyle,
Milton, Moore, Orzech, Stewart, Talabi and Chairman
English – 11

Nays – None

Finance/Retirement Petty Cash Account

By Mr. Bandemer – Supported by Mr. Stewart

Whereas, The present balance of the Finance/Retirement Petty Cash account is \$215.33, and

Whereas, Staff has requested that the account be replenished to its maximum amount of \$2,000.00, Therefore Be It

Resolved, That the Finance/Retirement Petty Cash account be replenished to the maximum amount of \$2,000.00, and be it further

Resolved, That the amount required to replenish the Finance/Retirement Petty Cash account to \$2,000.00 be paid as follows:

Police and Fire Retirement System: \$1,193.14

General Retirement System: \$ 591.53

Yeas – Trustees Bandemer, Beasley, Best, Christian, Doyle, Milton, Moore, Orzech, Stewart, Talabi and Chairman English – 11

Nays – None

CLARK ET AL & RETIRED POLICE & FIREFIGHTERS' ASSOCIATION ET AL VERSUS THE CITY OF DETROIT BOARD OF TRUSTEES ET AL WAYNE CIRCUIT CASE NO. 82-235598-CL

By Mr. Best – Supported by Mr. Bandemer

Resolved, That all petitions of said pre-July 1, 1983 and pre-July 1, 1986 (as applicable) Option II and Option III retirants, whose

CLARK ET AL & RETIRED POLICE & FIREFIGHTERS' ASSOCIATION ET AL VERSUS THE CITY OF DETROIT BOARD OF TRUSTEES ET AL WAYNE CIRCUIT CASE NO. 82-235598-CL

beneficiaries pre-deceased the retirants, for adjustment of retirement benefits to a Straight Life retirement be granted effective the first day of the month following the date of application and procedures be followed otherwise identical to the processing and computation for adjustments made to divorced Option II and Option III retirants pursuant to domestic relations court orders:

Ralph Smith

Beneficiary Date of Death: 2-14-06

Application Filed: 11-9-06

William Schulte

Beneficiary Date of Death: 9-19-06

Application Filed: 10-4-06

Yeas – Trustees Bandemer, Beasley, Best, Christian, Doyle, Milton, Moore, Orzech, Stewart, Talabi and Chairman English – 11

Nays – None

REQUEST OF GREGORY DAVIS

BY MR. BANDEMER – SUPPORTED BY MR. MOORE

WHEREAS, RETIRANT GREGORY DAVIS HAS PRESENTED THE BOARD WITH AN UNDATED WRITTEN REQUEST TO RETURN TO WORK, THEREFORE BE IT

RESOLVED, THAT THE COMPLETE MEDICAL FILE OF MR. DAVIS BE FORWARDED TO THE BOARD'S MEDICAL DIRECTOR AND THE

REQUEST OF GREGORY DAVIS

BOARD'S MEDICAL DIRECTOR BE REQUESTED TO SCHEDULE AN EXAMINATION APPOINTMENT ON MR. DAVIS' BEHALF:

Yeas – Trustees Bandemer, Beasley, Best, Christian, Doyle, Milton, Moore, Orzech, Stewart, Talabi and Chairman English – 11

Nays – None

► TRUSTEES TALABI AND MILTON TEMPORARILY EXCUSED THEMSELVES.

LEGAL COUNSEL'S REPORTS

LEGAL COUNSEL RONALD ZAJAC DISCUSSED VARIOUS MATTERS WITH THE BOARD, INCLUDING DYNEGY, INC., PFRS ROMULUS CORPORATION, THE COLUMNS OF KENTUCKY AND THE TRELLISES OF KENTUCKY.

PFRS ROMULUS CORPORATION: 2005 TAX RETURN

THE BOARD WAS MADE AWARE OF THE EXECUTION OF THE 2005 FEDERAL INCOME TAX RETURN DATED DECEMBER 21, 2006 AND MICHIGAN FORM C-8030-SBT NOTICE OF NO TAX LIABILITY DATED DECEMBER 21, 2006 BY AN OFFICER OF THE CORPORATION. OFFICERS ARE: MARTY BANDEMER (PRESIDENT/DIRECTOR), GEORGE ORZECH (VICE PRESIDENT/DIRECTOR), PAUL STEWART (SECRETARY/DIRECTOR) AND GREGORY BEST TREASURER/DIRECTOR).

► TRUSTEE TALABI RE-JOINED THE MEETING.

DYNEGY, INC.

BY MR. ORZECZ – SUPPORTED BY MR. MOORE

WHEREAS, THE BOARD HAS RECEIVED 3581 SHARES OF DYNEGY, INC. AS ITS PRO RATA SHARE OF THE STOCK PORTION OF THE DYNEGY SECURITIES LITIGATION SETTLEMENT FUND, AND

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

RESOLVED, THAT SAID 3581 SHARES OF DYNEGY, INC. BE SOLD, AND BE IT FURTHER

RESOLVED, THAT THE BOARD'S INVESTMENT ANALYST EFFECTUATE/ARRANGE FOR THE SALE OF SAID STOCK USING SBK BROOKS (A BROKER OF RECORD) CONSISTENT WITH THE BOARD'S DISCUSSION OF THIS DATE, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO THE BOARD'S INVESTMENT ANALYST, RICHARD HUDDLESTON:

► TRUSTEE MILTON RE-JOINED THE MEETING.

Yeas – Trustees Bandemer, Beasley, Best, Christian, Doyle, Moore, Orzech, Stewart, Talabi and Chairman English – 10

Nays – None

Abstain – Trustee Milton - 1

MMA REALTY CAPITAL GPI, LLC
THE TRELLISES OF KENTUCKY I, LTD.

BY MR. ORZECH – SUPPORTED BY MR. BANDEMER

WHEREAS, MMA REALTY CAPITAL GPI, LLC, A NEWLY-FORMED MMA SUBSIDIARY, WILL ACQUIRE THE GENERAL PARTNER INTEREST IN THE TRELLISES OF KENTUCKY I, LTD., AND

WHEREAS, MMA REALTY CAPITAL GPI, LLC WILL ASSUME THE OBLIGATION FOR THE RELATED PREFERRED RETURN GUARANTEE THAT RUNS TO THE BENEFIT OF THE SYSTEM FROM JEFFREY A. GOLDSTEIN, AND

WHEREAS, NO OTHER CHANGES IN THE PARTNERSHIP OWNERSHIP OR FINANCIAL STRUCTURE WILL BE MADE IN CONJUNCTION WITH THIS GP AND GUARANTEE TRANSFER (THE RETIREMENT SYSTEM'S POSITION AND RIGHTS UNDER THE PARTNERSHIP AGREEMENT WILL REMAIN UNCHANGED), AND

WHEREAS, PREFERRED RETURNS HAVE BEEN CONSISTENTLY PAID CURRENT AND MMA HAS ADVANCED SOME OF THESE RETURNS TO KEEP THESE CURRENT, AND

WHEREAS, MMA ANTICIPATES KEEPING PREFERRED RETURNS CURRENT, AND

WHEREAS, THE PROPERTY HAS SEVERE CHRONIC UNDER-PERFORMANCE ISSUES AND MMA DOES NOT ANTICIPATE THAT THE PROPERTY WILL SUPPORT PAYMENTS THAT WOULD PROVIDE THE LIMITED PARTNER EQUITY INVESTMENT A POSITIVE RETURN, THEREFORE BE IT

RESOLVED, THAT THE RETIREMENT SYSTEM APPROVES TO CHANGE THE GENERAL PARTNER OF THE TRELLISES OF KENTUCKY

MMA REALTY CAPITAL GPI, LLC
THE TRELLISES OF KENTUCKY I, LTD.

I, LTD. TO MMA REALTY CAPITAL GPI, LLC AND WILL ACQUIRE
GENERAL PARTNER INTEREST, AND BE IT FURTHER

RESOLVED, THAT THE BOARD EXECUTE THE FOLLOWING
DOCUMENTS DATED DECEMBER 2, 2006:

MATTER OF SETTLEMENT AND ASSIGNMENT AGREEMENT FOR THE
TRELLISES OF KENTUCKY I, LTD.

CONSENT RESOLUTION OF THE PARTNERS OF THE TRELLISES OF
KENTUCKY I, LTD.

CONSENT TO ASSIGNMENT OF ABSOLUTE ASSIGNMENT OF
GENERAL PARTNERSHIP INTEREST IN THE TRELLISES OF KENTUCKY I,
LTD.

ACCEPTANCE OF AND CONSENT TO ASSIGNMENT OF GENERAL
PARTNER'S INTEREST IN THE TRELLISES OF KENTUCKY I, LTD.

Yeas – Trustees Bandemer, Beasley, Best, Christian, Doyle,
Milton, Moore, Orzech, Stewart, Talabi and Chairman
English – 11

Nays – None

MMA REALTY CAPITAL GPI, LLC
THE COLUMNS OF KENTUCKY I, LTD.

BY MR. ORZECH – SUPPORTED BY MR. BANDEMER

WHEREAS, MMA REALTY CAPITAL GPI, LLC, A NEWLY-FORMED MMA SUBSIDIARY, WILL ACQUIRE THE GENERAL PARTNER INTEREST IN THE COLUMNS OF KENTUCKY I, LTD., AND

WHEREAS, MMA REALTY CAPITAL GPI, LLC WILL ASSUME THE OBLIGATION FOR THE RELATED PREFERRED RETURN GUARANTEE THAT RUNS TO THE BENEFIT OF THE SYSTEM FROM JEFFREY A. GOLDSTEIN, AND

WHEREAS, NO OTHER CHANGES IN THE PARTNERSHIP OWNERSHIP OR FINANCIAL STRUCTURE WILL BE MADE IN CONJUNCTION WITH THIS GP AND GUARANTEE TRANSFER (THE RETIREMENT SYSTEM'S POSITION AND RIGHTS UNDER THE PARTNERSHIP AGREEMENT WILL REMAIN UNCHANGED), AND

WHEREAS, PREFERRED RETURNS HAVE BEEN CONSISTENTLY PAID CURRENT AND MMA HAS ADVANCED SOME OF THESE RETURNS TO KEEP THESE CURRENT, AND

WHEREAS, MMA ANTICIPATES KEEPING PREFERRED RETURNS CURRENT, AND

WHEREAS, THE PROPERTY HAS SEVERE CHRONIC UNDER-PERFORMANCE ISSUES AND MMA DOES NOT ANTICIPATE THAT THE PROPERTY WILL SUPPORT PAYMENTS THAT WOULD PROVIDE THE LIMITED PARTNER EQUITY INVESTMENT A POSITIVE RETURN, THEREFORE BE IT

MMA REALTY CAPITAL GPI, LLC
THE COLUMNS OF KENTUCKY I, LTD.

RESOLVED, THAT THE RETIREMENT SYSTEM APPROVES TO CHANGE THE GENERAL PARTNER OF THE COLUMNS OF KENTUCKY I, LTD. TO MMA REALTY CAPITAL GPI, LLC AND WILL ACQUIRE GENERAL PARTNER INTEREST, AND BE IT FURTHER

RESOLVED, THAT THE BOARD EXECUTE THE FOLLOWING DOCUMENTS DATED DECEMBER 2, 2006:

MATTER OF SETTLEMENT AND ASSIGNMENT AGREEMENT FOR THE COLUMNS OF KENTUCKY I, LTD.

CONSENT RESOLUTION OF THE PARTNERS OF THE COLUMNS OF KENTUCKY I, LTD.

CONSENT TO ASSIGNMENT OF ABSOLUTE ASSIGNMENT OF GENERAL PARTNERSHIP INTEREST IN THE COLUMNS OF KENTUCKY I, LTD.

ACCEPTANCE OF AND CONSENT TO ASSIGNMENT OF GENERAL PARTNER'S INTEREST IN THE COLUMNS OF KENTUCKY I, LTD.

Yeas – Trustees Bandemer, Beasley, Best, Christian, Doyle, Milton, Moore, Orzech, Stewart, Talabi and Chairman English – 11

Nays – None

HEALTH SOUTH CORPORATION BOND HOLDER LITIGATION

LEGAL COUNSEL PROVIDED EACH BOARD MEMBER WITH A COPY OF A DECEMBER 4, 2006 COMMUNICATION FROM SPECIAL COUNSEL BERNSTEIN LITOWITZ TO LEGAL COUNSEL REGARDING THE ABOVE-CAPTIONED LITIGATION.

EOG ENVIRONMENTAL, INC.

LEGAL COUNSEL PROVIDED EACH BOARD MEMBER WITH A COPY OF A DECEMBER 6, 2006 COMMUNICATION FROM EOG ENVIRONMENTAL, IC. TO LEGAL COUNSEL REGARDING THE ABOVE-CAPTIONED MATTER.

JOEL SNYDER VERSUS THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT – WAYNE COUNTY CASE NUMBER 06-634872-AW

BY MR. BANDEMER – SUPPORTED BY MR. STEWART

WHEREAS, THE POLICEMEN AND FIREMEN RETIREMENT SYSTEM HAS BEEN NAMED A DEFENDANT IN THE CASE TITLED “JOEL SNYDER VERSUS THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT,”

WHEREAS, SPECIAL COUNSEL IS REQUIRED REGARDING THIS MATTER, AND

WHEREAS, THE BOARD HAS DISCUSSED THIS MATTER AND REVIEWED ITS LIST OF SPECIAL LEGAL COUNSEL, THEREFORE BE IT

RESOLVED, THAT JOE TURNER (CLARK HILL) IS SELECTED AS SPECIAL COUNSEL REGARDING THIS MATTER, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO JOE TURNER :

Yeas – Trustees Bandemer, Beasley, Best, Christian, Doyle,
Milton, Moore, Stewart, Talabi and Chairman
English – 10

Nays – Trustee Orzech – 1

CHAMPAGNE VERSUS CHAMPAGNE
WAYNE COUNTY CASE #1989-922632-DM

BY MR. BANDEMER – SUPPORTED BY MR. DOYLE

WHEREAS, THE BOARD IS IN RECEIPT OF A JUDGMENT OF DIVORCE DATED JULY 23, 1990 AND A FIRST AMENDED ELIGIBLE DOMESTIC RELATIONS ORDER DATED NOVEMBER 29, 2006 WHICH AMENDS/SUPPLEMENTS THE JUDGMENT OF DIVORCE DATED JULY 23, 1990 WHEREIN BARBARA CHAMPAGNE IS AWARDED CERTAIN RIGHTS TO THE DEFINED BENEFIT PLAN BENEFITS **ONLY** OF KENNETH CHAMPAGNE WHO IS SCHEDULED TO CONVERT TO A SERVICE RETIREMENT FROM A DUTY DISABILITY RETIREMENT, AND

WHEREAS, THE BOARD PREVIOUSLY ADOPTED A RESOLUTION ON AUGUST 13, 1992, AND

WHEREAS, THE JUDGMENT OF DIVORCE APPEARS TO APPLY TO THE DEFINED BENEFIT PLAN AND THE DEFINED CONTRIBUTION PLAN, AND

WHEREAS, THE NOVEMBER 29, 2006 ORDER APPEARS TO BE MIS-TITLED BECAUSE THE BOARD IS NOT AWARE OF ANY PRIOR ORDER OTHER THAN THE JUDGMENT OF DIVORCE, AND

WHEREAS, PARTICIPANT'S DATE OF BIRTH IS JULY 7, 1953 AND PARTICIPANT HAS ATTAINED 25 YEARS OF SERVICE CREDIT, AND

WHEREAS, ALTERNATE PAYEE, PURSUANT TO THE JUDGMENT OF DIVORCE, APPEARS TO BE ENTITLED TO CLAIM A PORTION OF PARTICIPANT'S DEFINED CONTRIBUTION PLAN SUBJECT TO ALTERNATE PAYEE FILING AN APPLICATION FOR SAME, AND

WHEREAS, ALTERNATE PAYEE IS ENTITLED TO CLAIM A PORTION OF PARTICIPANT'S DEFINED BENEFIT PLAN, AND

CHAMPAGNE VERSUS CHAMPAGNE
WAYNE COUNTY CASE #1989-922632-DM

WHEREAS, DEFINED CONTRIBUTION PLAN AMOUNTS CAN BE MADE TO THE PARTICIPANT OR THE ALTERNATE PAYEE IMMEDIATELY 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 IMMEDIATELY, AND

WHEREAS, THE NOVEMBER 29, 2006 ORDER CONTEMPLATES AN OPTION III BENEFIT (I.E., LIFETIME BENEFIT FOR ALTERNATE PAYEE), 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, SAID MATTER HAS BEEN DISCUSSED WITH LEGAL COUNSEL WHO HAS OPINED THAT THE APPLICABLE TERMS OF SAID NOVEMBER 29, 2006 COURT ORDER ARE NOT CONSISTENT WITH THE PROVISIONS OF THE RETIREMENT SYSTEM BECAUSE THE JUDGMENT OF DIVORCE IS INTERPRETED BY THE BOARD'S LEGAL COUNSEL TO APPLY TO THE DEFINED BENEFIT PLAN AND THE DEFINED CONTRIBUTION PLAN, THEREFORE BE IT

RESOLVED, THAT THE BOARD ACKNOWLEDGE RECEIPT OF SAID COURT ORDERS AND PAY PENSION BENEFITS CONSISTENT WITH SAID COURT ORDERS EXCEPT, HOWEVER, THAT THE ALTERNATE PAYEE'S PORTION OF THE DEFINED CONTRIBUTION BE HELD IN ESCROW PENDING FURTHER CLARIFICATION DUE TO THE INCONSISTENCIES BETWEEN THE JUDGMENT OF DIVORCE AND A PORTION OF THE NOVEMBER 29, 2006 ORDER (I.E., PURSUANT TO

CHAMPAGNE VERSUS CHAMPAGNE
WAYNE COUNTY CASE #1989-922632-DM

THE AUTHORITY OF THE JUDGMENT OF DIVORCE TO PAY ALTERNATE PAYEE DEFINED CONTRIBUTION PLAN BENEFITS AND PURSUANT TO THE NOVEMBER 29, 2006 EDRO TO PAY ALTERNATE PAYEE DEFINED BENEFIT PLAN BENEFITS), AND BE IT 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 BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO ATTORNEY KATHLEEN TOCCO AND BARBARA CHAMPAGNE AND KENNETH CHAMPAGNE:

YEAS – TRUSTEES BANDEMER, BEASLEY, BEST, CHRISTIAN, DOYLE, MILTON, MOORE, ORZECH, STEWART, TALABI AND CHAIRMAN ENGLISH – 11

NAYS – NONE

EOG ENVIRONMENTAL, INC.

CLOSED SESSION

By Mr. Doyle – Supported by Mr. Christian

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:

CLOSED SESSION

YEAS – TRUSTEES BANDEMER, BEASLEY, BEST, CHRISTIAN, DOYLE,
MILTON, MOORE, ORZECH, STEWART, TALABI AND CHAIR-
MAN ENGLISH – 11

NAYS – NONE

The Board entered into Closed Session at 1:50 P.M.

OPEN SESSION

By Mr. Christian – Supported by Mr. Doyle

Resolved, That the Board return to Open Session:

A Roll Call Vote was taken as follows:

YEAS – TRUSTEES BANDEMER, BEASLEY, BEST, CHRISTIAN, DOYLE,
MILTON, MOORE, ORZECH, STEWART, TALABI AND CHAIR-
MAN ENGLISH – 11

NAYS – NONE

The Board returned to Open Session at 1:58 P.M.

NORTH POINT ADVISORS

ADRIAN ANDERSON APPEARED BEFORE THE BOARD AND
DISCUSSED, AMONG OTHER MATTERS, FAM-GLOBAL,
ENHANCED BOND FUNDS, EVERGREEN, NORTH STAR FINANCIAL
(BEHRINGER HARVARD REIT) AND BARCLAYS, PLC.

\$20,000,000.00 ACADIA CLO, LTD./MILLER JACOBS INVESTMENT

BY MR. STEWART – SUPPORTED BY MR. BEST

WHEREAS, The Board of Trustees of the Police and Fire Retirement System of the City of Detroit (the "Board") previously approved the above-referenced investment, subject to a favorable due diligence report from North Point Advisors (the "Board's Advisor") and a legal review from Clark Hill ("Special Legal Counsel"), and

WHEREAS, The Board's Advisor has submitted a due diligence report dated May 18, 2006 which is acceptable to the Board and appeared before the Board today, and

WHEREAS, The Board's Special Legal Counsel has provided a legal review which is acceptable to the Board and the documentation is subject to the review and approval of the Special Counsel and General Counsel, **THEREFORE BE IT**

RESOLVED, That the Board hereby approves the signing of the closing documents (the Closing Documents), subject to the review and approval by General Counsel and Special Legal Counsel. The Closing Documents, include but are not limited to:

Commitment Letter
Escrow Agreement
Risk Sharing Agreement
Letter of Authority
Disclosure Notice

RESOLVED, That the Board authorizes its signatories, two (2) trustees, to execute, and deliver the Closing Documents and any documentation required by the Board's General Counsel and the Board's Special Legal Counsel to consummate the closing on the investment, and be it further

RESOLVED, that a copy of this resolution be forwarded to Project Sponsor, the Board's Advisor and Special Legal Counsel:

YEAS – TRUSTEES BANDEMER, BEASLEY, BEST, CHRISTIAN, DOYLE,
MILTON, MOORE, ORZECH, STEWART, TALABI AND CHAIR-
MAN ENGLISH – 11

NAYS – NONE

\$20,000,000.00 ACADIA CLO, LTD./MILLER JACOBS PROJECT SPONSOR

BY MR. STEWART – SUPPORTED BY MR. BEST

WHEREAS, The Board of Trustees of the Police and Fire Retirement System of the City of Detroit (the Board) has previously approved an investment in Acadia CLO I Ltd, and

WHEREAS, The structure of the investment requires the Board to select a money market account for investing the escrowed equity proceeds in anticipation of the final debt issuance which is the final phase of the CLO structure, and

WHEREAS, North Point Advisors (the Board's Advisor) has submitted to the Board a memorandum dated January 3, 2007 recommending using the JP Morgan Prime Money Market Fund-Premier Share Class as the money market account for the escrowed equity proceeds, and

WHEREAS, The Project Sponsor has requested a Disbursement Request to facilitate funding of the investment, and

WHEREAS, The Board has considered the foregoing matters, **THEREFORE BE IT**

RESOLVED, That the Board hereby approves the funding of the investment and authorizes a Twenty Million and no/100 Dollar (\$20,000,000.00) wire transfer to the Escrow Agent as described in the Disbursement Request which shall be completed consistent with the Board's policy, and be it further

RESOLVED, That the Board hereby selects JP Morgan Prime Money Market Fund – Premier Share Class as the money market account for the escrowed equity proceeds,

RESOLVED, That a copy of this resolution be forwarded to Project Sponsor, the Board's Advisor and the Special Legal Counsel:

YEAS – TRUSTEES BANDEMER, BEASLEY, BEST, CHRISTIAN, DOYLE,
MILTON, MOORE, ORZECH, STEWART, TALABI AND CHAIR-
MAN ENGLISH – 11

NAYS – NONE

NORTH STAR FINANCIAL PARTNERS
BEHRINGER HARVARD REIT
\$10,000,000.00 PROPOSED INVESTMENT

BY MR. STEWART – SUPPORTED BY MR. MILTON

Whereas, The Board has had the foregoing investment proposal under consideration, the basic and general proposed conditions of which are set forth in previously submitted written materials presented to the Board and discussed this date and at previous meetings, and to which certain modifications and additional requirements may have been added by the Board or advisors to the Board, per discussion between or with the Board members, and

Whereas, The Board has indicated its willingness to further consider making this proposed investment subject to certain additional terms and modifications of said proposal, which have already been identified by the Board of Trustees and certain additional terms and modifications which will be required after Special Legal Counsel begins to prepare loan investment documents, and

Whereas, The Board's contingent approval is also conditioned upon the understanding that the proposed transaction does not contemplate unrelated Business Taxable Income (UBTI) to the Retirement System as Lender, and

Whereas, The Board will be selecting Special Legal Counsel regarding this proposed investment who is likely to be submitting proposed modifications regarding the proposed transaction to protect the interests of the Retirement System,
Therefore Be It

NORTH STAR FINANCIAL PARTNERS
BEHRINGER HARVARD REIT
\$10,000,000.00 PROPOSED INVESTMENT

Resolved, That subject to the provisions as stated in this resolution, the Board hereby conditionally approves the proposed investment, and indicates its intention to complete the transaction provided all requirements of the Board are met by Borrower and project sponsor, and subject to approval of final documents by the Board of Trustees, and be it further

Resolved, That the proposed investment be funded by withdrawing a corresponding amount from **Merrill Lynch's S & P 500** account, and be it further

Resolved, That it be expressly understood by all parties that there is no obligation of the Board to make the investment unless final transaction documents are approved as to form and content by the Board and approved as to form by the Board's Legal Counsel and is executed by the Board, Borrower, any Guarantors and other applicable parties, and subject to all terms of any such fully executed documents being met by the parties, including specifically all costs of the Board, including legal fees and expenses being paid from an escrow account funded by Borrower or entities other than the Board, and be it further

Resolved, That the Board notes the likelihood of suggested additional changes to the proposal will be made by the Board and any applicable due diligence monitor and/or business advisor and Special Legal Counsel, and be it further

Resolved, That any commitment or other preliminary transaction documents signed by the Board include the provision that all final transaction loan documents are subject to approval as to form and content by the Board and the

NORTH STAR FINANCIAL PARTNERS
BEHRINGER HARVARD REIT
\$10,000,000.00 PROPOSED INVESTMENT

Board's Special Legal Counsel, and approval as to form and content by the Board's General Counsel, and be it further

Resolved, That upon the Board selecting Special Legal Counsel regarding this matter, arrangements be made for proposed Borrower to escrow funds for payment of all costs and expenses, and be it further

Resolved, That the foregoing is also conditioned upon Borrower/applicable party paying all costs and expenses of the Board, including legal fees in document preparation even if this proposed investment is not completed or finalized due to the Borrower/applicable party deciding to withdraw the proposal, refusing to execute final documents approved by the Board of Trustees, or for any other reason deciding not to proceed with the transaction, and be it further

Resolved, That a copy of this resolution be forwarded to proposed Borrower/Project Sponsor and Special Legal Counsel to be selected by the Board, and be it further

Resolved, That the foregoing is also subject to receipt, by the Board, of written acknowledgment from proposed Borrower/applicable party that proposed Borrower/applicable party has received a copy of this resolution and acknowledges and agrees to the conditions and requirements therein:

YEAS – TRUSTEES BANDEMER, BEASLEY, CHRISTIAN, DOYLE,
MILTON, MOORE, STEWART AND TALABI – 8

NAYS – TRUSTEES BEST, ORZECH AND CHAIRMAN ENGLISH – 3

MILESTONE/POTENTIAL OFFER TO PURCHASE

BY MR. BEASLEY – SUPPORTED BY MR. MILTON

WHEREAS, THE BOARD HAS BEEN PRESENTED WITH A REPORT REGARDING THE POTENTIAL OFFER TO PURCHASE PROPERTY FOR DEVELOPMENT OF THE OFFICES OF THE RETIREMENT SYSTEMS, AND

WHEREAS, MILESTONE HAS INDICATED TO THE BOARD THE SUGGESTION OF EFFECTUATING A \$75,000.00 DEPOSIT, HALF OF WHICH WOULD BE APPLICABLE TO THE POLICE AND FIRE RETIREMENT SYSTEM REGARDING AN OFFER TO PURCHASE WITH A 90-DAY PERIOD FOR DUE DILIGENCE AND THE DEPOSIT BEING REFUNDABLE DURING THE 90-DAY PERIOD, AND

WHEREAS, THE BOARD, ALONG WITH OTHER RELATED ISSUES, HAS DISCUSSED THIS MATTER, THEREFORE BE IT

RESOLVED, THAT THE DEPOSIT BE MADE CONSISTENT WITH THE FOREGOING AND THE BOARD'S DISCUSSION OF THIS DATE, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO MILESTONE:

YEAS – TRUSTEES BANDEMER, BEASLEY, BEST, CHRISTIAN, DOYLE, MILTON, MOORE, ORZECH, STEWART, TALABI AND CHAIRMAN ENGLISH – 11

NAYS – NONE

ONYX CAPITAL
\$10,000,000.00 PROPOSED INVESTMENT

BY MR. MOORE – SUPPORTED BY MR. BANDEMER

Whereas, The Board has had the foregoing investment proposal under consideration, the basic and general proposed conditions of which are set forth in previously submitted written materials presented to the Board and discussed this date and at previous meetings, and to which certain modifications and additional requirements may have been added by the Board or advisors to the Board, per discussion between or with the Board members, and

Whereas, The Board has indicated its willingness to further consider making this proposed investment subject to certain additional terms and modifications of said proposal, which have already been identified by the Board of Trustees and certain additional terms and modifications which will be required after Special Legal Counsel begins to prepare loan investment documents, and

Whereas, The Board's contingent approval is also conditioned upon the understanding that the proposed transaction does not contemplate unrelated Business Taxable Income (UBTI) to the Retirement System as Lender, and

Whereas, The Board will be selecting Special Legal Counsel regarding this proposed investment who is likely to be submitting proposed modifications regarding the proposed transaction to protect the interests of the Retirement System, Therefore Be It

Resolved, That subject to the provisions as stated in this resolution, the Board hereby conditionally approves the proposed investment, and indicates its intention to complete

ONYX CAPITAL
\$10,000,000.00 PROPOSED INVESTMENT

the transaction provided all requirements of the Board are met by Borrower and project sponsor, and subject to approval of final documents by the Board of Trustees, and be it further

Resolved, That it be expressly understood by all parties that there is no obligation of the Board to make the investment unless final transaction documents are approved as to form and content by the Board and approved as to form by the Board's Legal Counsel and is executed by the Board, Borrower, any Guarantors and other applicable parties, and subject to all terms of any such fully executed documents being met by the parties, including specifically all costs of the Board, including legal fees and expenses being paid from an escrow account funded by Borrower or entities other than the Board, and be it further

Resolved, That the Board notes the likelihood of suggested additional changes to the proposal will be made by the Board and any applicable due diligence monitor and/or business advisor and Special Legal Counsel, and be it further

Resolved, That any commitment or other preliminary transaction documents signed by the Board include the provision that all final transaction loan documents are subject to approval as to form and content by the Board and the Board's Special Legal Counsel, and approval as to form and content by the Board's General Counsel, and be it further

Resolved, That upon the Board selecting Special Legal Counsel regarding this matter, arrangements be made for proposed Borrower to escrow funds for payment of all costs and expenses, and be it further

ONYX CAPITAL

\$10,000,000.00 PROPOSED INVESTMENT

Resolved, That the foregoing is also conditioned upon Borrower/applicable party paying all costs and expenses of the Board, including legal fees in document preparation even if this proposed investment is not completed or finalized due to the Borrower/applicable party deciding to withdraw the proposal, refusing to execute final documents approved by the Board of Trustees, or for any other reason deciding not to proceed with the transaction, and be it further

Resolved, That a copy of this resolution be forwarded to proposed Borrower/Project Sponsor and Special Legal Counsel to be selected by the Board, and be it further

Resolved, That the foregoing is also subject to receipt, by the Board, of written acknowledgment from proposed Borrower/applicable party that proposed Borrower/applicable party has received a copy of this resolution and acknowledges and agrees to the conditions and requirements therein:

YEAS – TRUSTEES BANDEMER, BEASLEY, CHRISTIAN, DOYLE,
MILTON, MOORE, STEWART AND TALABI – 8

NAYS – TRUSTEES BEST, ORZECH AND CHAIRMAN ENGLISH – 3

ARTHUR ZASKE & ASSOCIATES/INSIGHT 2811
PROPOSED INVESTMENT (UP TO \$10,000,000.00)

BY MR. STEWART – SUPPORTED BY MR. BANDEMER

Whereas, The Board has had the foregoing investment proposal under consideration, the basic and general proposed conditions of which are set forth in previously submitted written materials presented to the Board and discussed this date and at previous meetings, and to which certain modifications and additional requirements may have been added by the Board or advisors to the Board, per discussion between or with the Board members, and

Whereas, The Board has indicated its willingness to further consider making this proposed investment subject to certain additional terms and modifications of said proposal, which have already been identified by the Board of Trustees and certain additional terms and modifications which will be required after Special Legal Counsel begins to prepare loan investment documents, and

Whereas, The Board's contingent approval is also conditioned upon the understanding that the proposed transaction does not contemplate unrelated Business Taxable Income (UBTI) to the Retirement System as Lender, and

Whereas, The Board will be selecting Special Legal Counsel regarding this proposed investment who is likely to be submitting proposed modifications regarding the proposed transaction to protect the interests of the Retirement System, Therefore Be It

Resolved, That subject to the provisions as stated in this resolution, the Board hereby conditionally approves the proposed investment, and indicates its intention to complete

ARTHUR ZASKE & ASSOCIATES/INSIGHT 2811
PROPOSED INVESTMENT (UP TO \$10,000,000.00)

the transaction provided all requirements of the Board are met by Borrower and project sponsor, and subject to approval of final documents by the Board of Trustees, and be it further

Resolved, That it be expressly understood by all parties that there is no obligation of the Board to make the investment unless final transaction documents are approved as to form and content by the Board and approved as to form by the Board's Legal Counsel and is executed by the Board, Borrower, any Guarantors and other applicable parties, and subject to all terms of any such fully executed documents being met by the parties, including specifically all costs of the Board, including legal fees and expenses being paid from an escrow account funded by Borrower or entities other than the Board, and be it further

Resolved, That the Board notes the likelihood of suggested additional changes to the proposal will be made by the Board and any applicable due diligence monitor and/or business advisor and Special Legal Counsel, and be it further

Resolved, That any commitment or other preliminary transaction documents signed by the Board include the provision that all final transaction loan documents are subject to approval as to form and content by the Board and the Board's Special Legal Counsel, and approval as to form and content by the Board's General Counsel, and be it further

Resolved, That upon the Board selecting Special Legal Counsel regarding this matter, arrangements be made for proposed Borrower to escrow funds for payment of all costs and expenses, and be it further

ARTHUR ZASKE & ASSOCIATES/INSIGHT 2811
PROPOSED INVESTMENT (UP TO \$10,000,000.00)

Resolved, That the foregoing is also conditioned upon Borrower/applicable party paying all costs and expenses of the Board, including legal fees in document preparation even if this proposed investment is not completed or finalized due to the Borrower/applicable party deciding to withdraw the proposal, refusing to execute final documents approved by the Board of Trustees, or for any other reason deciding not to proceed with the transaction, and be it further

Resolved, That a copy of this resolution be forwarded to proposed Borrower/Project Sponsor and Special Legal Counsel to be selected by the Board, and be it further

Resolved, That the foregoing is also subject to receipt, by the Board, of written acknowledgment from proposed Borrower/applicable party that proposed Borrower/applicable party has received a copy of this resolution and acknowledges and agrees to the conditions and requirements therein:

YEAS – TRUSTEES BANDEMER, BEASLEY, CHRISTIAN, DOYLE,
MILTON, MOORE, STEWART AND TALABI – 8

NAYS – TRUSTEES BEST, ORZECH AND CHAIRMAN ENGLISH – 3

HGK

BY MR. MILTON – SUPPORTED BY MR. CHRISTIAN

Whereas, The Board has been presented with an investment proposal from HGK, and

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

HGK

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 BANDEMER, BEASLEY, BEST, CHRISTIAN, DOYLE,
MILTON, MOORE, ORZECH, STEWART, TALABI AND CHAIR-
MAN ENGLISH – 11

NAYS – NONE

ETHAN BRADLEY ADVISORS

BY MR. MILTON – SUPPORTED BY MR. CHRISTIAN

Whereas, The Board has been presented with an investment proposal from Ethan Bradley Advisors, 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 BANDEMER, BEASLEY, BEST, CHRISTIAN, DOYLE,
MILTON, MOORE, ORZECH, STEWART, TALABI AND CHAIR-
MAN ENGLISH – 11

NAYS – NONE

CONFERENCES

By Mr. Doyle – Supported by Mr. Beasley

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

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

ENERGY SUMMIT
COLORADO
FEBRUARY 4, 2007 – FEBRUARY 10, 2007

WHARTON PORTFOLIO CONCEPTS AND MANAGEMENT
PENNSYLVANIA
MAY 20, 2007 – MAY 25, 2007

WHARTON HEDGE FUNDS, REAL ESTATE AND OTHER ALTERNATIVE
INVESTMENTS
CALIFORNIA
JULY 8, 2007 – JULY 11, 2007

WHARTON ADVANCED INVESTMENTS
PENNSYLVANIA
SEPTEMBER 23, 2007 – SEPTEMBER 28, 2007

YEAS – TRUSTEES BANDEMER, BEASLEY, BEST, CHRISTIAN, DOYLE,
MILTON, MOORE, ORZECH, STEWART, TALABI AND CHAIR-
MAN ENGLISH – 11

NAYS – NONE

REAL TIMES, INC.

BY MR. BEASLEY – SUPPORTED BY MR. MILTON

RESOLVED, THAT HIRAM JACKSON AND ANY ASSOCIATE OF HIS CHOOSING BE REQUESTED TO APPEAR BEFORE THE BOARD FOR PRESENTATION PURPOSES (DETROIT-BASED MEDIA COMPANY/OWNERS OF MEDIA PROPERTIES):

YEAS – TRUSTEES BANDEMER, BEASLEY, BEST, CHRISTIAN, DOYLE, MILTON, MOORE, ORZECH, STEWART, TALABI AND CHAIRMAN ENGLISH – 11

NAYS – NONE

FEBRUARY 1, 2007 BOARD MEETING CANCELLATION

BY MR. BANDEMER – SUPPORTED BY MR. ORZECH

RESOLVED, THAT THE POLICE AND FIRE RETIREMENT SYSTEM BOARD MEETING OF THURSDAY, **FEBRUARY 1, 2007** BE CANCELLED AND THE APPROPRIATE PARTIES NOTIFIED:

YEAS – TRUSTEES BANDEMER, BEASLEY, BEST, CHRISTIAN, DOYLE, MILTON, MOORE, ORZECH, STEWART, TALABI AND CHAIRMAN ENGLISH – 11

NAYS – NONE

PUBLIC FORUM

AT **2:20 P.M.**, CHAIRMAN 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,
CHAIRMAN ENGLISH ADJOURNED THE MEETING AT **2:25 P.M.**
UNTIL THURSDAY, **JANUARY 4, 2007**, AT 9:00 A.M., IN ROOM
910 OF THE COLEMAN A. YOUNG MUNICIPAL CENTER, DETROIT,
MICHIGAN 48226.

RESPECTFULLY SUBMITTED,

ASSISTANT EXECUTIVE SECRETARY

