

MEETING NUMBER 2619

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



PROCEEDINGS HELD THURSDAY, MARCH 15, 2007
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 9:04 A.M. BY THE BOARD'S RECORDING SECRETARY AND THE MEETING WAS CALLED TO ORDER.

CLOSED SESSION

By Mr. Bandemer – Supported by Mr. Stewart

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 Bandemer, Best, Christian, Orzech, Stewart and
Chairman English – 6

Nays – None

CLOSED SESSION

The Board entered into Closed Session at 9:05 A.M.

OPEN SESSION

By Mr. Bandemer – Supported by Mr. Moore

Resolved, That the Board return to Open Session:

A Roll Call vote was taken as follows:

Yeas – Trustees Bandemer, Best, Christian, Doyle, Orzech,
Milton, Moore, Stewart and Chairman English – 9

Nays – None

The Board returned to Open Session at 9:32 A.M. and Medical Director Reginald O'Neal was excused for the remainder of the Meeting.

DISABILITY RETIREMENT APPLICATIONS

NAME, TITLE, DEPARTMENT	TROY ALEXANDER – OFFICER - POLICE
DISABILITY, PLAN, FILING DATE	DUTY – NEW – OCTOBER 18, 2006
INJURIES	
DOCTOR'S RECOMMENDATION	DUTY RELATED INJURY
BOARD ACTION	<u>APPROVE</u> – APPROVE, ANNUAL RE-EXAMINATIONS NOT REQUIRED – DENY – TABLE – REFER TO DETROIT MEDICAL CENTER – REFER TO ARBITRATION – REFER TO MEDICAL BOARD OF REVIEW

DISABILITY RETIREMENT APPLICATIONS

NAME, TITLE, DEPARTMENT	OMARI MITCHELL – FIRE FIGHTER - FIRE
DISABILITY, PLAN, FILING DATE	DUTY – NEW – DECEMBER 13 ,2006
INJURIES	
DOCTOR'S RECOMMENDATION	DUTY RELATED INJURY
BOARD ACTION	<u>APPROVE</u> – APPROVE, ANNUAL RE-EXAMINATIONS NOT REQUIRED – DENY – TABLE – REFER TO DETROIT MEDICAL CENTER – REFER TO ARBITRATION – REFER TO MEDICAL BOARD OF REVIEW
NAME, TITLE, DEPARTMENT	ROCHELLE ROBINSON – OFFICER - POLICE
DISABILITY, PLAN, FILING DATE	DUTY – NEW – NOVEMBER 30, 2006
INJURIES	
DOCTOR'S RECOMMENDATION	DUTY RELATED INJURY
BOARD ACTION	<u>APPROVE</u> – APPROVE, ANNUAL RE-EXAMINATIONS NOT REQUIRED – DENY – TABLE – REFER TO DETROIT MEDICAL CENTER – REFER TO ARBITRATION – REFER TO MEDICAL BOARD OF REVIEW
NAME, TITLE, DEPARTMENT	LASKER SMITH – FIRE FIGHTER - FIRE
DISABILITY, PLAN, FILING DATE	DUTY – NEW – NOVEMBER 21, 2006
INJURIES	
DOCTOR'S RECOMMENDATION	DUTY RELATED INJURY
BOARD ACTION	<u>APPROVE</u> – APPROVE, ANNUAL RE-EXAMINATIONS NOT REQUIRED – DENY – TABLE – REFER TO DETROIT MEDICAL CENTER – REFER TO ARBITRATION – REFER TO MEDICAL BOARD OF REVIEW
NAME, TITLE, DEPARTMENT	ERIC GILES – OFFICER - POLICE
DISABILITY, PLAN, FILING DATE	DUTY – NEW – MARCH 30, 2006
INJURIES	
DOCTOR'S RECOMMENDATION	DUTY RELATED INJURY
BOARD ACTION	<u>APPROVE</u> – APPROVE, ANNUAL RE-EXAMINATIONS NOT REQUIRED – DENY – TABLE – REFER TO DETROIT MEDICAL CENTER – REFER TO ARBITRATION – REFER TO MEDICAL BOARD OF REVIEW

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
ARNOLD ALLEN – FIRE – DUTY - 3	X	X	
DONELLA HUGHES-BELL – POLICE – DUTY - 2	X	X	
GREGORY DAVIS – FIRE – NON/DUTY - 2	MR. DAVIS WOULD LIKE TO RETURN TO WORK DENY REQUEST, INFORM OF RIGHT TO APPEAL AND CONTINUE ON DISABILITY RETIREMENT PAYROLLS WITH NEXT EXAM IN ONE (1) YEAR		
WILLIAM NEALY – FIRE – DUTY - 3	X		
ANDRE WOLFE – FIRE – DUTY - 1	X	X	

TROY ALEXANDER

BY MR. STEWART – SUPPORTED BY MR. BANDEMER

RESOLVED, THAT THE BOARD ACCEPT THE REPORT OF ITS MEDICAL DIRECTOR REGARDING TROY ALEXANDER, AND BE IT FURTHER

RESOLVED, THAT BASED UPON THE RECOMMENDATION OF THE BOARD'S MEDICAL DIRECTOR, THE BOARD HEREBY APPROVES MR. ALEXANDER'S APPLICATION FOR DUTY DISABILITY RETIREMENT:

Yeas – Trustees Bandemer, Best, Christian, Orzech, Stewart and
Chairman English – 6

Nays – None

OMARI MITCHELL

BY MR. ORZECH – SUPPORTED BY MR. BEST

RESOLVED, THAT THE BOARD ACCEPT THE REPORT OF ITS MEDICAL DIRECTOR REGARDING OMARI MITCHELL, AND BE IT FURTHER

RESOLVED, THAT BASED UPON THE RECOMMENDATION OF THE BOARD'S MEDICAL DIRECTOR, THE BOARD HEREBY APPROVES MR. MITCHELL'S APPLICATION FOR DUTY DISABILITY RETIREMENT:

OMARI MITCHELL

Yeas – Trustees Bandemer, Best, Christian, Orzech, Stewart and
Chairman English – 6

Nays – None

█ TRUSTEE MILTON ENTERED THE MEETING.

ROCHELLE ROBINSON

BY MR. STEWART – SUPPORTED BY MR. BANDEMER

RESOLVED, THAT THE BOARD ACCEPT THE REPORT OF ITS
MEDICAL DIRECTOR REGARDING ROCHELLE ROBINSON,
AND BE IT FURTHER

RESOLVED, THAT BASED UPON THE RECOMMENDATION
OF THE BOARD'S MEDICAL DIRECTOR, THE BOARD
HEREBY APPROVES MS. ROBINSON'S APPLICATION FOR
DUTY DISABILITY RETIREMENT:

Yeas – Trustees Bandemer, Best, Christian, Milton, Orzech,
Stewart and Chairman English – 6

Nays – Trustee Christian – 1

█ TRUSTEE DOYLE ENTERED THE MEETING.

LASKER SMITH

BY MR. ORZECH – SUPPORTED BY MR. BEST

LASKER SMITH

RESOLVED, THAT THE BOARD ACCEPT THE REPORT OF ITS MEDICAL DIRECTOR REGARDING LASKER SMITH, AND BE IT FURTHER

RESOLVED, THAT BASED UPON THE RECOMMENDATION OF THE BOARD'S MEDICAL DIRECTOR, THE BOARD HEREBY APPROVES MR. SMITH'S APPLICATION FOR DUTY DISABILITY RETIREMENT:

Yeas – Trustees Bandemer, Best, Christian, Doyle, Orzech, Stewart and Chairman English – 7

Nays – None

Abstain – Trustee Milton – 1

■ SPECIAL COUNSEL JOSEPH TURNER ENTERED THE MEETING.

■ TRUSTEE MOORE ENTERED THE MEETING.

ERIC GILES

BY MR. STEWART – SUPPORTED BY MR. BANDEMER

RESOLVED, THAT THE BOARD ACCEPT THE REPORT OF ITS MEDICAL DIRECTOR REGARDING ERIC GILES, AND BE IT FURTHER

RESOLVED, THAT BASED UPON THE RECOMMENDATION OF THE BOARD'S MEDICAL DIRECTOR, THE BOARD

ERIC GILES

HEREBY APPROVES MR. GILES' APPLICATION FOR DUTY
DISABILITY RETIREMENT:

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

- 9

NAYS – NONE

RE-EXAMINATIONS

BY MR. MOORE – SUPPORTED BY MR. STEWART

RESOLVED, THAT IN ACCORDANCE WITH THE RECOMMENDATION OF THE
BOARD'S MEDICAL DIRECTOR, WITH THE EXCEPTION OF GREGORY DAVIS,
THE RETIRANTS WHOSE NAMES ARE REFERENCED ON PAGE 5 BE CONTINUED
ON THE DISABILITY RETIREMENT PAYROLLS, WITH NO FURTHER RE-
EXAMINATIONS BEING NECESSARY FOR ARNOLD ALLEN, DONELLA HUGHES-
BELL AND ANDRE WOLFE, AND BE IT FURTHER

RESOLVED, THAT IN ACCORDANCE WITH THE RECOMMENDATION OF THE
BOARD'S MEDICAL DIRECTOR, THE BOARD HEREBY DENIES GREGORY
DAVIS' REQUEST TO RETURN TO WORK, AND BE IT FURTHER

RESOLVED, THAT MR. DAVIS BE CONTINUED ON THE DISABILITY RETIREMENT
PAYROLLS, AND BE IT FURTHER

RESOLVED, THAT MR. DAVIS BE APPRISED OF HIS RIGHT TO APPEAL SAID
ACTION (DENIAL) PURSUANT TO PROCEDURES ESTABLISHED BY COLLECTIVE
BARGAINING:

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

- 9

RE-EXAMINATIONS

NAYS – NONE

█ LEGAL COUNSEL RONALD ZAJAC ENTERED THE MEETING.

Oracle Capital Partners

By Mr. Moore – Supported by Mr. Stewart

Whereas, The Board has been presented with a March 8, 2007 communication from Oracle Capital Partners wherein Oracle requests that the Board fund the capital call due for Oracle Capital Fund, L.P. in the amount of *\$1,039,500.00*, 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, BEST, CHRISTIAN, DOYLE, MILTON,
MOORE, ORZECH, STEWART AND CHAIRMAN ENGLISH

- 9

NAYS – NONE

RDD Investment Corporation

By Mr. Moore – Supported by Mr. Stewart

Whereas, The Board has been presented with a March 15, 2007 communication from RDD Investment Corporation wherein RDD Investment Corporation requests that the Board fund the current draw request for RDD Investment Corporation in the amount of \$135,000.00, Therefore Be It

RDD Investment Corporation

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

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

- 9

NAYS – NONE

Mayfield Gentry Realty Advisors/Grand Park Centre

By Mr. Moore – Supported by Mr. Stewart

Whereas, The Board has been presented with a March 13, 2007 communication from Mayfield Gentry Realty Advisors wherein Mayfield Gentry requests that the Board fund the capital call for Grand Park Centre in the amount of ***\$151,384.84***, 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, BEST, CHRISTIAN, DOYLE, MILTON,
MOORE, ORZECH, STEWART AND CHAIRMAN ENGLISH

- 9

NAYS – NONE

RETIREMENTS

BY MR. STEWART – SUPPORTED BY MR. BANDEMER

RETIREMENTS

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

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

NAYS – NONE

RETIREMENTS

NAME, TITLE, DEPARTMENT	KATHY HOLLIS – OFFICER – POLICE DEPARTMENT
RETIREMENT, PLAN	DUTY DISABILITY RETIREMENT CONVERSION - NEW
SERVICE CREDIT/EFFECTIVE DATE	25 00 00 – 02 17 07

NAME, TITLE, DEPARTMENT	JUDY JOHNSON – OFFICER – POLICE DEPARTMENT
RETIREMENT, PLAN	SERVICE - NEW
SERVICE CREDIT/EFFECTIVE DATE	25 02 14 – 03 01 07

NAME, TITLE, DEPARTMENT	KENNETH WILLIAMS – OFFICER – POLICE DEPARTMENT
RETIREMENT, PLAN	DUTY DISABILITY RETIREMENT CONVERSION – NEW
SERVICE CREDIT/EFFECTIVE DATE	25 00 00 – 02 22 07

NAME, TITLE, DEPARTMENT	DONALD OEHMKE – INVESTIGATOR – POLICE DEPARTMENT
RETIREMENT, PLAN	SERVICE – NEW
SERVICE CREDIT/EFFECTIVE DATE	33 09 02 – 03 06 07

CONFIRMATIONS

BY MR. STEWART – SUPPORTED BY MR. MOORE

CONFIRMATIONS

RESOLVED, THAT THE RECEIPTS WHICH ARE LISTED BELOW BE
CONFIRMED:

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

NAYS – NONE

CONFIRMATIONS

THE BOARD RECEIVED THE SUM OF **\$25,000.00** ON MARCH 6, 2007
FROM MEEK MORTGAGE – DUE DILIGENCE

THE BOARD RECEIVED THE SUM OF **\$2,505.62** ON MARCH 8, 2007
FROM DEPOSIT FIRE RETURNED PENSION CHECKS

THE BOARD RECEIVED THE SUM OF **\$6,405.50** ON MARCH 8, 2007
FROM TIMOTHY CARTER – MILITARY SERVICE CREDIT PURCHASE
(24 MONTHS)

THE BOARD RECEIVED THE SUM OF **\$13,639.90** ON MARCH 9, 2007
FROM THE COLUMNS OF KENTUCKY

THE BOARD RECEIVED THE SUM OF **\$22,499.65** ON MARCH 9, 2007
FROM THE TRELLISES OF KENTUCKY

THE BOARD RECEIVED THE SUM OF **\$888,974.17** ON MARCH 9, 2007
FROM TOUCHSTONE OPPORTUNITY LTD.

REFUNDS OF ACCUMULATED CONTRIBUTIONS

BY MR. STEWART – SUPPORTED BY MR. MOORE

REFUNDS OF ACCUMULATED CONTRIBUTIONS

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 #3230, IN THE AMOUNT OF \$518,901.31, INCLUDING INTEREST, BE REFUNDED PENDING AUDIT BY RETIREMENT SYSTEM ACCOUNTING STAFF:

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

NAYS – NONE

MINUTES OF THURSDAY, MARCH 1, 2007

BY MR. BEST – SUPPORTED BY MR. BANDEMER

RESOLVED, THAT THE MINUTES OF THE MEETING HELD THURSDAY, **MARCH 1, 2007** BE APPROVED AS RECORDED AND SUBMITTED BY THE BOARD'S RECORDING SECRETARY:

YEAS – TRUSTEES BANDEMER, BEST, CHRISTIAN, DOYLE, MILTON,
MOORE, STEWART AND CHAIRMAN ENGLISH – 8

NAYS – NONE

ABSTAIN – TRUSTEE ORZECH – 1

BILL PAYMENT REQUESTS

BY MR. BEST – SUPPORTED BY MR. MOORE

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

BILL PAYMENT REQUESTS

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

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

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

ADP, INC. – MARCH 2, 2007 - **\$218.39** – POLICE AND FIRE PORTION OF **\$436.778** – OFFICE SUPPLIES

CLARK HILL – FEBRUARY 28, 2007 - **\$43,613.04** – JANUARY, 2007 SERVICES – EDS, INC.

CRANEL – MARCH 2, 2007 - **\$2,769.96** – POLICE AND FIRE PORTION OF **\$5,539.92** – CONTRACT SERVICES – CUSTOMER IDENTIFICATION NUMBER 051444

IRON MOUNTAIN – FEBRUARY 28, 2007 - **\$751.62** – POLICE AND FIRE PORTION OF **\$1,503.23** – CONTRACT SERVICES – CUSTOMER IDENTIFICATION NUMBER LV-23-D

MAYFIELD GENTRY REALTY ADVISORS – MARCH 13, 2007 - **\$214,353.41** – ASSET MANAGEMENT AND SERVICING FEES FOR THE MONTH OF MARCH, 2007

NORTH POINT ADVISORS – MARCH 14, 2007 - **\$12,500.00** – APRIL AND MAY, 2007 CONSULTING FEES

OFFICE DEPOT – MARCH 1, 2007 - **\$232.48** – POLICE AND FIRE PORTION OF **\$464.95** – OFFICE SUPPLIES

BILL PAYMENT REQUESTS (CONTINUED)

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

PDS, INC. – MARCH 14, 2007 - **\$14,024.51** – POLICE AND FIRE
PORTION OF **\$28,049.01** – COMPUTER EQUIPMENT, SOFTWARE,
TRAINING, SUPPLIES, MAINTENANCE

SCM ADVISORS – MARCH 2, 2007 - **\$57,346.18** – 2006 FOURTH
QUARTER FEES

THE TOWNSEND GROUP – MARCH 2, 2007 - **\$11,250.00** – MARCH,
2007 FEES

WALKER, LAWRENCE, P.C. – MARCH 1, 2007 - **\$956.25** –
FEBRUARY, 2007 FEES – ODYSSEY SOFTWARE

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

NAYS – NONE

SMITH BARNEY

BY MR. BANDEMER – SUPPORTED BY MR. DOYLE

WHEREAS, BRUCE BALLARD OF SMITH BARNEY HAS PRESENTED
THE BOARD WITH A REQUEST TO APPEAR BEFORE THE BOARD IN
APRIL, 2007 TO MAKE A PRIVATE EQUITY EMERGING MARKETS
PRESENTATION, THEREFORE BE IT

RESOLVED, THAT THE REQUEST OF MR. BALLARD BE APPROVED:

FOLLOWING DISCUSSION OF THE FOREGOING MOTION, THE
CHAIRMAN REQUESTED THAT SAID MOTION NOT BE VOTED

SMITH BARNEY

UPON UNTIL THE BOARD HAS HAD AN OPPORTUNITY TO SPEAK WITH ITS CONSULTANT ADRIAN ANDERSON OF NORTH POINT ADVISORS REGARDING MR. BALLARD'S REQUEST.

CNL Hotels and Resorts REIT Proxy

By Mr. Best – Supported by Mr. Bandemer

WHEREAS, the Board is in receipt of the proxy of CNL to be voted at the upcoming meeting of shareholders, and

WHEREAS, the Board has referred this matter to its real estate consultant, The Townsend Group, and

WHEREAS, the Board has received the recommendation of Townsend that the Board vote its shares in favor of the merger agreement and sales transaction with MS Resort Holdings, therefore be it

RESOLVED, that the Assistant Executive Secretary be directed to vote the CNL proxy in accordance with the recommendation of The Townsend Group:

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

- 9

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. ORZECH – SUPPORTED BY MR. BEST

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

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

EDLEN FLYNN

BENEFICIARY DATE OF DEATH: FEBRUARY 2, 2007

APPLICATION FILED: FEBRUARY 16, 2007

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

- 9

NAYS – NONE

EVERGREEN INVESTMENTS TRANSITION ACCOUNT

BY MR. MOORE – SUPPORTED BY MR. BEST

WHEREAS, the Board recently performed the transition of assets to fund the international small-cap equity account managed by Evergreen Investments, account number 5910021, and

WHEREAS, The Bank of New York, master securities custodian for the Retirement System, has advised the Board that cash has been received into the transition account, account number 5913694, as a result of corporate actions in the underlying

EVERGREEN INVESTMENTS TRANSITION ACCOUNT

securities which transcended the funding of the Evergreen Investments account, therefore be it

RESOLVED, that The Bank of New York be instructed to transfer all cash currently held in the transition account (5913694) to the Evergreen Investments account (5910021), and be it further

RESOLVED, that any additional cash received into the transition account (5913694) be transferred to the Evergreen Investments account (5910021) as and when received, and be it further

RESOLVED, that a copy of this resolution be forwarded to The Bank of New York and Evergreen Investments:

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

NAYS – NONE

LEGAL COUNSEL'S REPORTS

LEGAL COUNSEL RONALD ZAJAC DISCUSSED VARIOUS MATTERS WITH THE BOARD, INCLUDING MEEK MORTGAGE, S. TRYON ARTHUR ZASKE & ASSOCIATES AND THE RDD INVESTMENT CORPORATION.

RDD INVESTMENT CORPORATION

LEGAL COUNSEL PROVIDED EACH MEMBER OF THE BOARD WITH A COPY OF A MARCH 15, 2007 COMMUNICATION FROM SPECIAL COUNSEL CLARK HILL TO THE BOARD REGARDING THE ABOVE-CAPTIONED MATTER.

PFRS TRYON SQUARE CORPORATION
(200 S. TRYON, CHARLOTTE, NORTH CAROLINA)

THE BOARD WAS MADE AWARE OF THE EXECUTION OR ADOPTION, AS THE CASE MAY BE, OF THE DOCUMENTS WHICH ARE OUTLINED BELOW BY OFFICERS OF THE CORPORATION:

UNANIMOUS WRITTEN CONSENT OF DIRECTORS REGARDING INCORPORATION MATTERS DATED MARCH 15, 2007

UNANIMOUS WRITTEN CONSENT OF DIRECTORS REGARDING ACQUISITION OF PROPERTY AND BORROWING OF LOAN DATED MARCH 15, 2007

BY-LAWS OF PFRS TRYON SQUARE CORPORATION DATED MARCH 15, 2007

NOTICE REQUIREMENTS OF THE IRS DATED MARCH 15, 2007

STOCK CERTIFICATE NUMBER 001 DATED MARCH 15, 2007

APPLICATION FOR AUTHORIZATION TO TRANSACT BUSINESS IN NORTH CAROLINA DATED MARCH 15, 2007

APPLICATION FOR FEDERAL EMPLOYER IDENTIFICATION NUMBER (FORMS SS-4)

WALKER VERSUS WALKER
WAYNE COUNTY CASE #04-423144-DM

BY MR. DOYLE – SUPPORTED BY MR. BANDEMER

WHEREAS, THE BOARD IS IN RECEIPT OF A MARCH 24, 2006 ELIGIBLE DOMESTIC RELATIONS ORDER AND A JUNE 3, 2005 JUDGMENT OF DIVORCE WHEREIN MIA HUNTER-WALKER IS

WALKER VERSUS WALKER
WAYNE COUNTY CASE #04-423144-DM

AWARDED CERTAIN RIGHTS TO THE DEFINED BENEFIT PLAN BENEFITS ONLY OF KEITH WALKER, AND

WHEREAS, THE JUDGMENT OF DIVORCE AWARDS ALTERNATE PAYEE A PORTION OF THE DEFINED BENEFIT PLAN AND THE DEFINED CONTRIBUTION, HOWEVER, THE EDRO DOES NOT REFER TO THE DEFINED CONTRIBUTION PLAN, AND

WHEREAS, PARTICIPANT'S DATE OF BIRTH IS OCTOBER 19, 1969 AND, TO DATE, PARTICIPANT HAS ATTAINED 09 YEARS AND 10 MONTHS OF SERVICE CREDIT, AND

WHEREAS, ALTERNATE PAYEE IS NOT ENTITLED TO CLAIM A PORTION OF PARTICIPANT'S DEFINED CONTRIBUTION PLAN BECAUSE THE EDRO DOES NOT REFER TO THE DEFINED CONTRIBUTION PLAN, AND

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

WHEREAS, THE EARLIEST DATE THAT PAYMENTS FROM THE DEFINED BENEFIT PLAN CAN BE MADE TO THE PARTICIPANT OR THE ALTERNATE PAYEE IS UPON PARTICIPANT ATTAINING 25 YEARS OF SERVICE CREDIT OR OTHERWISE RECEIVING RETIREMENT BENEFITS, AND

WHEREAS, THE COURT ORDER, BY INFERENCE, LIMITS THE TIME WHEN THE ALTERNATE PAYEE MAY RECEIVE PAYMENTS FROM THE DEFINED BENEFIT PLAN WHEN THE PARTICIPANT ACTUALLY RETIRES, AND

WHEREAS, THE BOARD'S POLICY IS TO REQUIRE THAT THE COST FOR THE ACTUARY'S CALCULATIONS ARE TO BE BORNE BY THE

WALKER VERSUS WALKER
WAYNE COUNTY CASE #04-423144-DM

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 RETIREMENT SYSTEM RELATIVE TO THIS MATTER, AND A COPY OF THIS RESOLUTION BE FORWARDED TO MIA HUNTER-WALKER, KEITH WALKER AND ATTORNEY F. DENNIS LUKE:

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

9

NAYS – NONE

█ TRUSTEE BEASLEY ENTERED THE MEETING.

█ TRUSTEE TALABI ENTERED THE MEETING.

CLOSED SESSION

By Mr. Moore – Supported by Mr. Bandemer

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

A Roll Call Vote was taken as follows:

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

Nays – None

The Board entered into Closed Session at **9:55 A.M.**

OPEN SESSION

By Mr. Doyle – Supported by Mr. Best

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

The Board returned to Open Session at **10:05 A.M.**

PENSION PROVISION ACT (PPA)

BY MR. BANDEMER – SUPPORTED BY MR. BEST

WHEREAS, TRUSTEE GEORGE ORZECH REPORTED TO THE BOARD THAT WITH RESPECT TO PUBLIC SAFETY EMPLOYEES, A PROVISION OF THE PENSION PROVISION ACT (“PPA”) WHICH REPLACED AGE 55 WITH AGE 50 REGARDING THE APPLICABILITY OR NON-APPLICABILITY OF THE ADDITIONAL TEN PERCENT (10%) TAX ONLY APPLIED TO DEFINED BENEFIT PLANS AND, THEREFORE, THE “AGE 50” RULE WAS **NOT** APPLICABLE TO DISTRIBUTIONS FROM AND BY THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT’S DEFINED CONTRIBUTION PLAN, AND

WHEREAS, TRUSTEE GEORGE ORZECH REPORTED TO THE BOARD THAT HE DISCUSSED THE ISSUE OF THE REDUCTION OF THE AGE 55 RULE TO AGE 50, RE: THE 10% ADDITIONAL TAX, WITH AN ATTORNEY WHO MADE A PRESENTATION AT A PENSION SEMINAR AND HE BELIEVED THAT SAID ATTORNEY INFORMED HIM THAT THE “AGE 50 RULE” **MAY** APPLY TO THE POLICE AND FIRE RETIREMENT SYSTEM’S LUMP SUM DISTRIBUTIONS, THEREFORE BE IT

RESOLVED, THAT THE POLICE AND FIRE RETIREMENT SYSTEM’S GENERAL COUNSEL CONTACT THE ATTORNEY MENTIONED BY TRUSTEE ORZECH TO DISCUSS THE MATTER AND REPORT THE RESULTS OF THE DISCUSSION TO THE BOARD OF TRUSTEES:

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

NAYS – NONE

EVEREST ENERGY

VINCE BRENNAN APPEARED BEFORE THE BOARD AND DISCUSSED EVEREST ENERGY, ACREAGE, A THIRD-PARTY AGREEMENT WITH EVEREST ENERGY TO DEEPEN EXISTING WELLS, RIMROCK AND GAS PRODUCTION.

THE BOARD THEN EXCUSED MR. BRENNAN.

TRANSITION OF SMALL-CAP ACCOUNT
CHICAGO EQUITY PARTNERS

By Mr. Moore – Supported by Ms. Talabi

WHEREAS, the Board, by prior action, terminated its Investment Management Agreement with BlackRock, and

WHEREAS, the Board, by prior action, directed that the assets formerly managed by BlackRock be transitioned to shares of the Russell 2000 Growth exchange traded fund (IWO), and

WHEREAS, the Board, by prior action, selected Chicago Equity Partners to manage a small-cap core equity account, and

WHEREAS, the Board has solicited, received and reviewed proposals from its brokers of record to provide transition management services with respect to the aforementioned assets and accounts, and

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

RESOLVED, that Onyx Financial be hired to manage the transition of the aforementioned assets and accounts pursuant to their Agency VWAP proposal submitted to the Board, and be it further

TRANSITION OF SMALL-CAP ACCOUNT
CHICAGO EQUITY PARTNERS

RESOLVED, that a copy of this resolution be forwarded to Chicago Equity Partners, Onyx Financial and The Bank of New York:

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

NAYS – NONE

INLAND AMERICAN REIT

FRED FISHER APPEARED BEFORE THE BOARD AND DISCUSSED PERFORMANCE AND INLAND'S AMERICAN REAL ESTATE INVESTMENT TRUST PROPERTY PORTFOLIO AND THEN EXCUSED HIMSELF.

MHR FUND

MARK RACHESKY AND ASSOCIATE EMILY FINE APPEARED BEFORE THE BOARD, DISCUSSED MHR FUND MANAGEMENT, LLC AND INEFFICIENT MARKET INVESTING AND THEN EXCUSED THEMSELVES.

MAYFIELD GENTRY REALTY ADVISORS

CHAUNCEY MAYFIELD AND TWO ASSOCIATES APPEARED BEFORE THE BOARD, PROVIDED THE BOARD WITH A REAL ESTATE ACQUISITION UPDATE, DISCUSSED GLENWOOD PLAZA IN RALEIGH, NORTH CAROLINA AND THEN EXCUSED THEMSELVES.

NORTH POINT ADVISORS

ADRIAN ANDERSON APPEARED BEFORE THE BOARD AND DISCUSSED THE BOARD'S CASH PLAN, HGK ASSET MANAGEMENT AND SMITH BARNEY.

THE BOARD THEN EXCUSED MR. ANDERSON.

Funding of Wells Capital Management Account

By Mr. Bandemer – Supported by Mr. Stewart

WHEREAS, General Counsel has advised the Board that all contract documents have been executed between the Board and Wells Capital Management with respect to the small-cap growth equity account to be managed by Wells Capital Management, and

WHEREAS, the Board, by prior action, allocated **\$50,000,000.00** to the account to be managed by Wells Capital Management, and

WHEREAS, the Board has reviewed the recommendation of its consultant North Point Advisors with respect to the source for funding the Wells Capital Management account, and

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

RESOLVED, that the Wells Capital Management account be funded by liquidation of the assets remaining in the account formerly managed by BlackRock (591334) and the Russell 2000 Growth index account currently managed by Rhumblin (591377), and be it further

Funding of Wells Capital Management Account

RESOLVED, that staff be directed to solicit proposals from the brokers of record to transition the assets from BlackRock and Rhumblin to Wells Capital Management:

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

NAYS – NONE

RE-BALANCING OF THE SYSTEM'S INVESTMENT PORTFOLIO AND CASH PLAN/NORTH POINT ADVISORS

BY MR. BEASLEY – SUPPORTED BY MR. STEWART

WHEREAS, THE BOARD IS IN RECEIPT OF A MARCH 12, 2007 REPORT FROM NORTH POINT ADVISORS WHICH PROVIDES A RE-BALANCING OF A PORTION OF THE SYSTEM'S INVESTMENT PORTFOLIO AND CASH PLAN, AND

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

RESOLVED, THAT THE BOARD APPROVES THE CONTENT OF THE AFORESAID MARCH 12, 2007 REPORT, AND BE IT FURTHER

RESOLVED, THAT THE FOLLOWING WITHDRAWALS BE MADE, AND BE IT FURTHER

RESOLVED, THAT RETIREMENT SYSTEM STAFF BE GUIDED ACCORDINGLY AND TAKE APPROPRIATE ACTION TO EFFECTUATE THE TERMS OF NORTH POINT ADVISORS' MARCH 12, 2007 REPORT:

RE-BALANCING OF THE SYSTEM'S INVESTMENT PORTFOLIO AND
CASH PLAN/NORTH POINT ADVISORS

<u>MANAGER</u>	<u>MONTH</u>	<u>AMOUNT</u>
LOOMIS, SAYLES	MARCH, 2007	\$10,000,000.00
INCOME, RESEARCH AND MANAGEMENT	MARCH, 2007	\$10,000,000.00
TCW	MARCH, 2007	\$ 7,000,000.00
PAYDEN & RYGEL (GOVERNMENT)	MARCH, 2007	\$ 7,000,000.00
TT INTERNATIONAL	APRIL, 2007	\$20,000,000.00
DIMENSIONAL FUND ADVISORS	APRIL, 2007	\$20,000,000.00
PENN CAPITAL	APRIL, 2007	\$10,000,000.00
SENECA CAPITAL	APRIL, 2007	\$10,000,000.00
RHUMBLINE (R-1000-V)	MAY, 2007	\$11,000,000.00
EARNEST PARTNERS	MAY, 2007	\$11,000,000.00
OPPENHEIMER CAPITAL	JUNE, 2007	\$22,000,000.00

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

NAYS – NONE

PFRS Tryon Square Corporation
Appointment of Independent Director

BY MR. MOORE – SUPPORTED BY MR. STEWART

WHEREAS, The Board is the sole shareholder in PFRS Tryon Square Corp. (the “Corporation”), and

WHEREAS, The Corporation is in the process of acquiring the office building located at 200 South Tryon Street, Charlotte, North Carolina, and as part of the acquisition process the Corporation has applied for a \$10,000,000 loan from Wachovia Bank (the “Lender”), and

WHEREAS, It has come to the Board’s attention that for mortgage loans over \$7,500,000 the Lender requires that a corporate borrower’s Board of Directors have one director that is not affiliated with the borrower (the “Independent Director”) Therefore Be It

RESOLVED, That the Board hereby approves Mr. Kandia N. Milton as the Independent Director to sit on the Board of Directors of the Corporation.

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

NAYS – NONE

SMITH BARNEY

THE CHAIRMAN DIRECTED THAT TRUSTEE BANDEMER’S MOTION REGARDING THE REQUEST OF SMITH BARNEY BE BROUGHT FORWARD AND VOTED UPON.

SMITH BARNEY

BY MR. BANDEMER – SUPPORTED BY MR. DOYLE

WHEREAS, BRUCE BALLARD OF SMITH BARNEY HAS PRESENTED THE BOARD WITH A REQUEST TO APPEAR BEFORE THE BOARD IN APRIL, 2007 TO MAKE A PRIVATE EQUITY EMERGING MARKETS PRESENTATION, THEREFORE BE IT

RESOLVED, THAT THE REQUEST OF MR. BALLARD BE APPROVED:

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

NAYS – NONE

PRISA

BY MR. BEST – SUPPORTED BY MR. BANDEMER

RESOLVED, THAT PRISA REPRESENTATIVES BE REQUESTED TO APPEAR BEFORE THE BOARD TO DISCUSS PRISA II:

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

NAYS – NONE

JULY 5, 2007 BOARD MEETING CANCELLATION

BY MR. BANDEMER – SUPPORTED BY MR. ORZECH

JULY 5, 2007 BOARD MEETING CANCELLATION

RESOLVED, THAT THE POLICE AND FIRE RETIREMENT SYSTEM BOARD MEETING OF THURSDAY, **JULY 5, 2007** BE CANCELLED AND THE APPROPRIATE PARTIES NOTIFIED:

YEAS – TRUSTEES BANDEMER, BEASLEY, BEST, CHRISTIAN, DOYLE, MILTON, ORZECH, STEWART, TALABI AND CHAIRMAN ENGLISH – 10

NAYS – TRUSTEE MOORE – 1

MUNIVEST

BY MR. BEASLEY – SUPPORTED BY MS. TALABI

RESOLVED, THAT DANTE DE MIRO AND ANY ASSOCIATE(S) OF HIS CHOOSING BE REQUESTED TO APPEAR BEFORE THE BOARD FOR PRESENTATION PURPOSES (INVESTMENT BANKING):

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

NAYS – NONE

HGK ASSET MANAGEMENT
GOVERNMENT CORPORATE BOND FUND
\$15,000,000.00 PROPOSED INVESTMENT

BY MR. DOYLE – SUPPORTED BY MR. CHRISTIAN

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

HGK ASSET MANAGEMENT
GOVERNMENT CORPORATE BOND FUND
\$15,000,000.00 PROPOSED INVESTMENT

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 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

HGK ASSET MANAGEMENT
GOVERNMENT CORPORATE BOND FUND
\$15,000,000.00 PROPOSED INVESTMENT

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

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

HGK ASSET MANAGEMENT
GOVERNMENT CORPORATE BOND FUND
\$15,000,000.00 PROPOSED INVESTMENT

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, TALABI AND CHAIRMAN
ENGLISH – 9

NAYS – TRUSTEES BEST AND ORZECH – 2

REASONING FOR TRUSTEE ORZECH'S "NAY" VOTE:

THE MOTION TO HIRE HGK WAS MADE WITHOUT A SEARCH BEING PERFORMED WHICH IS OUTSIDE REGULAR AND ESTABLISHED BOARD PRACTICES.

IN ADDITION, HGK HAS UNDERPERFORMED 1, 3, 5 AND 10-YEAR BENCHMARKS.

GLENWOOD PLAZA
MAYFIELD GENTRY REALTY ADVISORS

BY MR. STEWART – SUPPORTED BY MR. BANDEMER

WHEREAS, THE BOARD IS IN RECEIPT OF A MARCH 15, 2007 COMMUNICATION FROM MAYFIELD GENTRY REALTY ADVISORS, THE BOARD'S REAL ESTATE ADVISOR, REQUESTING FUNDING IN THE AMOUNT OF **\$1,051,125.00** AS ITEMIZED IN SAID MARCH 15, 2007 COMMUNICATION, THEREFORE BE IT

RESOLVED, THAT THE BOARD APPROVE THE WIRE-TRANSFER OF **\$1,051,125.00** SUBJECT TO ESTABLISHED APPROVAL/SIGNATURE PROCEDURES WHICH REQUIRES THE APPROVAL/SIGNATURE OF THE BOARD'S SPECIAL COUNSEL, GENERAL COUNSEL, EXECUTIVE SECRETARY AND ASSISTANT EXECUTIVE SECRETARY, AND BE IT FURTHER

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

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

NAYS – NONE

MHR CAPITAL PARTNERS/INLAND AMERICAN REIT

BY MR. BEASLEY – SUPPORTED BY MS. TALABI

Whereas, representatives of MHR Capital Partners and Inland American REIT presented investment proposals to the Trustees of the Police and Fire Retirement System at their Meeting of March 15, 2007, and

MHR CAPITAL PARTNERS/INLAND AMERICAN REIT

Whereas, the Police and Fire Trustees have been made aware of due diligence reviews prepared for the General Retirement System and the General Retirement System's subsequent investment in both MHR Capital Partners and Inland American REIT, Therefore Be It

Resolved, that North Point Advisors be requested to perform a review of the General Retirement System's due diligence reviews and advise the Board accordingly:

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

NAYS – NONE

CITIGROUP

BY MR. BANDEMER – SUPPORTED BY MR. STEWART

RESOLVED, THAT BRUCE BALLARD BE REQUESTED TO APPEAR BEFORE THE BOARD FOR DISCUSSION PURPOSES:

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

NAYS – NONE

PUBLIC FORUM

AT **3:38 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 **3:45 P.M.**
UNTIL THURSDAY, **MARCH 22, 2007**, AT 9:00 A.M., IN ROOM 910 OF THE
COLEMAN A. YOUNG MUNICIPAL CENTER, DETROIT, MICHIGAN 48226.

RESPECTFULLY SUBMITTED,

ASSISTANT EXECUTIVE SECRETARY