

MEETING NUMBER **2625**

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



PROCEEDINGS HELD THURSDAY, **APRIL 26, 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
Shereece Fleming-Freeman	Ex/Officio Alternate Trustee
Frank English	Elected Trustee/Chairperson
DeDan Milton	Ex/Officio Alternate Trustee
James Moore	Elected Trustee
George Orzech	Elected Trustee
Tyrone Scott	Ex/Officio Trustee/Fire Commissioner
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

EXCUSED

Richard Huddleston	Investment Analyst
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ABSENT

None

CHAIRPERSON

Frank English

ROLL CALL WAS TAKEN AT 9:08 A.M. BY THE BOARD'S RECORDING SECRETARY AND THE MEETING WAS CALLED TO ORDER.

THE LAFER BUILDING

BY MR. BANDEMER – SUPPORTED BY MR. BEST

Whereas, The Board has been presented with an April 24, 2007 communication from MMA Realty Capital wherein MMA requests that the Board fund Draw **4** for the Lafer Building in the amount of **\$245,807.00**,
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, Freeman, Milton, Moore, Stewart and Chairman English – 7

Nays – None

RDD INVESTMENT CORPORATION

BY MR. BANDEMER – SUPPORTED BY MR. BEST

Whereas, The Board has been presented with an April 10, 2007 communication from RDD Investment Corporation wherein RDD Investment Corporation requests that the Board fund Draw **7** for RDD Investment Corporation in the amount of **\$125,000.00**, 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, Freeman, Milton, Moore, Stewart and Chairman English – 7

Nays – None

SYNDICATED COMMUNICATIONS VENTURE PARTNERS

BY MR. BANDEMER – SUPPORTED BY MR. BEST

Whereas, The Board has been presented with an April 19, 2007 communication from Syndicated Communications Venture Partners wherein Syndicated Communications Venture Partners requests that the Board fund Draw **5** for Syndicated Communications Venture Partners V, L.P. in the amount of **\$708,938.00**, 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, Freeman, Milton, Moore, Stewart and Chairman English – 7

Nays – None

RETIREMENTS

BY MR. MOORE – SUPPORTED BY MR. BANDEMER

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

RETIREMENTS

Yeas – Trustees Bandemer, Best, Freeman, Milton,
Moore, Stewart and Chairman English – 7

Nays – None

RETIREMENTS

NAME, TITLE, DEPARTMENT	DONALD WILLIAMS – OFFICER - POLICE
RETIREMENT, PLAN	NON-DUTY - NEW
SERVICE CREDIT, EFFECTIVE DATE	06-00-00 – N/A – THE BOARD DENIED MR. WILLIAMS’ DUTY DISABILITY RETIREMENT APPLICATION ON FEBRUARY 15, 2007

NAME, TITLE, DEPARTMENT	TONY SAUNDERS – DEPUTY CHIEF (CUSTOMER SERVICE, EAST) – POLICE
RETIREMENT, PLAN	SERVICE – NEW
SERVICE CREDIT, EFFECTIVE DATE	25 04 14 – 05 01 07

NAME, TITLE, DEPARTMENT	MARVIN RUTHERFORD – SERGEANT (PROMOTION LIST) – POLICE
RETIREMENT, PLAN	SERVICE – NEW
SERVICE CREDIT, EFFECTIVE DATE	25 04 10 – 05 10 07

NAME, TITLE, DEPARTMENT	MARK HALPIN – FIRE ENGINE OPERATOR - FIRE
RETIREMENT, PLAN	EARLY RETIREMENT - NEW
SERVICE CREDIT, EFFECTIVE DATE	21 08 18 – 03 06 06

CONFIRMATIONS

BY MR. BANDEMER – SUPPORTED BY MR. MOORE

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

Yeas – Trustees Bandemer, Best, Freeman, Milton,
Moore, Stewart and Chairman English – 7

Nays – None

CONFIRMATIONS

THE BOARD RECEIVED THE SUM OF **\$1,417.09** ON APRIL 12, 2007
FROM **DOCTORS HOSPITAL** – 1996 REMITTANCE

THE BOARD RECEIVED THE SUM OF **\$849.23** ON APRIL 12, 2007
FROM **GENERAL INSTRUMENT** AND **PHILLIP MORRIS** – CLASS
ACTION SETTLEMENTS

THE BOARD RECEIVED THE SUM OF **\$10,065,352.00** ON APRIL 13,
2007 FROM **LIBERTY LIFE'S C-IV U. S. POWER FUND**

THE BOARD RECEIVED THE SUM OF **\$25,000.00** ON APRIL 13, 2007
FROM **FAM-GLOBAL** – ESCROWED DUE DILIGENCE LEGAL FEE

THE BOARD RECEIVED THE SUM OF **\$1,997,260.27** ON APRIL 10,
2007 FROM **MIDLAND'S AFFORDABLE HOUSING GROUP TRUST**

THE BOARD RECEIVED THE SUM OF **\$616,438.36** ON APRIL 10,
2007 FROM **MIDLAND'S MULTI-FAMILY EQUITY REIT**

THE BOARD RECEIVED THE SUM OF **\$307,395.39** ON APRIL 10,
2007 FROM **TOUCHSTONE'S OPPORTUNITY II FUND**

CONFIRMATIONS

THE BOARD RECEIVED THE SUM OF **\$204,481.53** ON APRIL 10, 2007 FROM **PROVENDER OPPORTUNITIES FUND, L.P.**

THE BOARD RECEIVED THE SUM OF **\$57,935.55** ON APRIL 10, 2007 FROM **THE SHEFFIELD**

REFUNDS OF ACCUMULATED CONTRIBUTIONS

BY MR. BEST – SUPPORTED BY MR. STEWART

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 **#3235**, IN THE AMOUNT OF **\$4,149,340.33**, INCLUDING INTEREST, BE REFUNDED PENDING AUDIT BY RETIREMENT SYSTEM ACCOUNTING STAFF:

Yeas – Trustees Bandemer, Best, Freeman, Milton, Moore, Stewart and Chairman English – 7

Nays – None

MINUTES OF THURSDAY, APRIL 5, 2007

BY MR. BANDEMER – SUPPORTED BY MR. BEST

RESOLVED, THAT THE MINUTES OF THE MEETING HELD THURSDAY, APRIL 5, 2007 BE APPROVED AS RECORDED AND SUBMITTED BY THE BOARD'S RECORDING SECRETARY:

MINUTES OF THURSDAY, APRIL 5, 2007

Yeas – Trustees Bandemer, Best, Freeman, Milton,
Moore, Stewart and Chairman English – 7

Nays – None

■ SPECIAL COUNSEL JOE TURNER ENTERED THE
MEETING.

BILL PAYMENT REQUESTS

BY MR. BANDEMER – SUPPORTED BY MR. STEWART

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 – APRIL 6, 2007 - \$5,937.30 – POLICE AND FIRE PORTION OF
\$11,874.60 – COMPUTER SUPPLIES

ADP – APRIL 13, 2007 - \$84.77 – POLICE AND FIRE PORTION OF
\$169.53 – CONTRACT/MISCELLANEOUS SERVICES

ALPHA PARTNERS – APRIL 10, 2007 - \$20,230.00 – 2007 FIRST
QUARTER FEES

BILL PAYMENT REQUESTS

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

COMERICA – APRIL 25, 2007 - \$62.50 – 2007 FIRST QUARTER FEES

EARNST PARTNERS – APRIL 19, 2007 - \$73,077.47 – 2007 FIRST QUARTER FEES

EARTH LINK – MARCH 29, 2007 - \$109.75 – POLICE AND FIRE PORTION OF \$219.50 – TRUSTEE INTERNET ACCESS FEE

THE EVALUATION GROUP – MARCH 30, 2007 - \$710.00 – LORENZO TATE EVALUATION

GABRIEL, ROEDER, SMITH & COMPANY – APRIL 25, 2007 - \$1,000.00 – EDRO SERVICES

HOWARD & HOWARD – APRIL 10, 2007 - \$1,422.50 – MARCH, 2007 SERVICES – GSC PARTNERS

IKON OFFICE SOLUTIONS – APRIL 15, 2007 - \$305.43 – POLICE AND FIRE PORTION OF \$610.85 – OFFICE SUPPLIES

IRON MOUNTAIN – MARCH 31, 2007 - \$659.77 – POLICE AND FIRE PORTION OF \$1,319.54 - OFFICE SUPPLIES

IRON MOUNTAIN – MARCH 31, 2007 - \$86.86 – POLICE AND FIRE PORTION OF \$173.71 – OFFICE SUPPLIES

KENNEDY CAPITAL – APRIL 25, 2007 - \$585,585.00 – 2007 FIRST QUARTER FEES

LOOMIS, SAYLES & COMPANY – APRIL 12, 2007 - \$49,143.59 – 2007 FIRST QUARTER FEES

BILL PAYMENT REQUESTS

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

MAYFIELD GENTRY REALTY ADVISORS – APRIL 20, 2007 - \$214,351.30 – APRIL, 2007 ASSET MANAGEMENT AND MORTGAGE SERVICING FEES

NORTH POINT ADVISORS – APRIL 17, 2007 - \$17,500.00 – TOUCHSTONE FUND IV DUE DILIGENCE

OPPENHEIMER CAPITAL – APRIL 18, 2007 - \$199,378.13 – 2007 FIRST QUARTER FEES

PAYDEN & RYGEL – APRIL 12, 2007 - \$26,589.00 – MARCH, 2007 MANAGEMENT FEES

PDS, INC. – APRIL 24, 2007 - \$2,460.00 – POLICE AND FIRE PORTION OF \$4,920.00 – COMPUTER EQUIPMENT, SOFTWARE, TRAINING, SUPPLIES, MAINTENANCE

PENN CAPITAL – APRIL 10, 2007 - \$82,055.80 – 2007 FIRST QUARTER FEES

RHUMBLINE – APRIL 13, 2007 - \$33,518.38 – 2007 FIRST QUARTER FEES

RHUMBLINE – APRIL 13, 2007 - \$15,120.09 – 2007 FIRST QUARTER FEES

STEWART CAPITAL MANAGEMENT – APRIL 16, 2007 - \$44,745.72 – 2007 FIRST QUARTER FEES

TAPE 4 BACKUP – MARCH 19, 2007 - \$3,013.50 – POLICE AND FIRE PORTION OF \$6,027.00 – OFFICE SUPPLIES

BILL PAYMENT REQUESTS

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

TCW ASSET MANAGEMENT – APRIL 16, 2007 - \$86,244.49 – 2007
FIRST QUARTER MANAGEMENT FEES

THE TOWNSEND GROUP – APRIL 1, 2007 - \$11,250.00 – APRIL,
2007 SERVICES

TRANSAMERICA – APRIL 10, 2007 - \$76,416.00 – 2007 FIRST
QUARTER FEES

VERIZON WIRELESS – APRIL 4, 2007 - \$2,213.32 – MISCELLANEOUS

XJJ COMPANY – APRIL 24, 2007 - \$25,126.44 – POLICE AND FIRE
PORTION OF \$50,252.88 – RETIREMENT SYSTEM EMPLOYEE
PAYROLL FOR THE PERIOD MARCH 26, 2007 THROUGH APRIL 20,
2007

ZONES – MARCH 14, 2007 - \$756.15 – POLICE AND FIRE PORTION
OF \$1,512.29 – SOFTWARE EQUIPMENT

ZONES – APRIL 17, 2007 - \$301.99 – POLICE AND FIRE PORTION
OF \$603.97 – SOFTWARE LICENSE

Yeas – Trustees Bandemer, Best, Freeman, Milton,
Moore, Stewart and Chairman English – 7

Nays – None

LEGAL COUNSEL'S BILLING

BY MR. BANDEMER – SUPPORTED BY MR. STEWART

LEGAL COUNSEL'S BILLING

RESOLVED, THAT LEGAL COUNSEL'S BILLING DATED APRIL 26, 2007, FOR THE MONTH OF APRIL, 2007, IN THE AMOUNT OF **\$12,574.14**, BE APPROVED AND SAID AMOUNT BE PAID PURSUANT TO WIRE-TRANSFER INSTRUCTIONS ON FILE WITH THE POLICE AND FIRE RETIREMENT SYSTEM:

Yeas – Trustees Bandemer, Best, Freeman, Milton, Moore, Stewart and Chairman English – 7

Nays – None

THE REQUEST OF MICHAEL HOCKENBERRY

BY MR. BEST – SUPPORTED BY MR. STEWART

WHEREAS, MICHAEL HOCKENBERRY HAS PRESENTED THE BOARD WITH A WRITTEN REQUEST TO RETURN TO WORK, THEREFORE BE IT

RESOLVED, THAT THE MEDICAL FILE OF MR. HOCKENBERRY BE FORWARDED TO THE BOARD'S MEDICAL DIRECTOR AND THE BOARD'S MEDICAL DIRECTOR BE REQUESTED TO SCHEDULE A RETURN TO WORK EXAMINATION ON MR. HOCKENBERRY'S BEHALF:

Yeas – Trustees Bandemer, Best, Freeman, Milton, Moore, Stewart and Chairman English – 7

Nays – None

■ TRUSTEE BEASLEY ENTERED THE MEETING.

JEROME P. MILLER

BY MR. STEWART – SUPPORTED BY MR. MOORE

WHEREAS, JEROME P. MILLER RETIRED ON A DUTY DISABILITY RETIREMENT ON OR ABOUT DECEMBER 3, 1986, AND

WHEREAS, AN ELIGIBLE DOMESTIC RELATIONS ORDER (EDRO) WAS ENTERED ON JANUARY 15, 1992 WHICH AWARDED A PORTION OF MR. MILLER'S DEFINED BENEFIT PLAN AMOUNTS TO THE ALTERNATE PAYEE, AND

WHEREAS, SAID EDRO DATED JANUARY 15, 1992 ALSO PROVIDES THAT IN THE EVENT THE ALTERNATE PAYEE PRE-DECEASES THE PARTICIPANT, THE ALTERNATE PAYEE'S SHARE REVERTS BACK TO THE PARTICIPANT, AND

WHEREAS, THE BOARD HAS BEEN INFORMED THAT THE ALTERNATE PAYEE PASSED AWAY ON APRIL 8, 2007, AND

WHEREAS, THE BOARD IS IN RECEIPT OF A LETTER FROM MR. MILLER DATED APRIL 18, 2007 WHICH REQUESTS THE PAYMENT OF FULL STRAIGHT LIFE RETIREMENT BENEFITS TO BE REINSTATED TO HIM, AND

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

RESOLVED, THAT MR. MILLER BE PAID FULL STRAIGHT LIFE RETIREMENT BENEFITS EFFECTIVE MAY 1, 2007, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO JEROME P. MILLER:

YEAS – TRUSTEES BANDEMER, BEASLEY, BEST, FREEMAN, MILTON, MOORE,
STEWART AND CHAIRMAN ENGLISH – 8

NAYS – NONE

ANDREW JACKSON

BY MR. STEWART – SUPPORTED BY MR. BANDEMER

WHEREAS, ARBITRATOR MARK GLAZER HAS PRESENTED THE BOARD WITH CERTAIN MEDICAL DATA (FROM PHYSICIANS HIGGINBOTHAM AND FELDMAN) REGARDING ANDREW JACKSON AND REQUESTS THAT SAME BE SUBMITTED TO THE BOARD'S MEDICAL DIRECTOR FOR CONSIDERATION REGARDING MR. JACKSON'S APPLICATION FOR DUTY DISABILITY RETIREMENT, AND

WHEREAS, THE BOARD HAS DISCUSSED THE REQUEST OF ARBITRATOR GLAZER, THEREFORE BE IT

RESOLVED, THAT SAID MEDICAL DATA BE SUBMITTED TO THE BOARD'S MEDICAL DIRECTOR FOR REVIEW AND RECOMMENDATION:

YEAS – TRUSTEES BANDEMER, BEASLEY, BEST, FREEMAN, MILTON, MOORE,
STEWART AND CHAIRMAN ENGLISH – 8

NAYS – NONE

■ TRUSTEE ORZECH ENTERED THE MEETING.

■ TRUSTEE SCOTT ENTERED THE MEETING.

LEGAL COUNSEL'S REPORTS

LEGAL COUNSEL RONALD ZAJAC DISCUSSED VARIOUS MATTERS WITH THE BOARD, INCLUDING FIDELITY INVESTMENTS.

FIDELITY REAL ESTATE GROWTH FUND, LP

BY MR. STEWART – SUPPORTED BY MR. BANDEMER

Whereas, The Board has been requested to execute a Third Amendment to Limited Partnership Agreement dated April 26, 2007 (extension of termination date) relative to the foregoing transaction, and

Whereas, The execution of said document has been requested by Fidelity Investments, and

Whereas, The execution of said document has been reviewed and approved as to form by the Board's Legal Counsel, and the execution of said document is consistent with prior action of the Board, Therefore Be It

Resolved, That said document be executed by two (2) authorized signatories on behalf of the Board, and be it further

Resolved, That the executed original document be forwarded to the appropriate party, and be it further

Resolved, That the Retirement System retain copies of said executed original document:

Yeas – Trustees Bandemer, Beasley, Best, Freeman, Milton,
Moore, Orzech, Scott, Stewart and Chairman English - 10

Nays – None

SECURITIES CLAIMS AGAINST AMGEN, INC.

LEGAL COUNSEL PROVIDED EACH BOARD MEMBER WITH A COPY OF AN APRIL 18, 2007 COMMUNICATION FROM SPECIAL COUNSEL KIRBY, MCINERNEY & SQUIRE TO LEGAL COUNSEL REGARDING THE ABOVE-CAPTIONED MATTER.

DOT HILL SECURITIES LITIGATION

LEGAL COUNSEL PROVIDED EACH BOARD MEMBER WITH A COPY OF AN APRIL 18, 2007 COMMUNICATION FROM SPECIAL COUNSEL KIRBY, MCINERNEY & SQUIRE TO LEGAL COUNSEL REGARDING THE ABOVE-CAPTIONED MATTER.

SEACORD VERSUS SEACORD
OTTAWA COUNTY CIRCUIT COURT CASE #99-035343-DM

BY MR. MOORE – SUPPORTED BY MR. BANDEMER

WHEREAS, PHILIP J. SEACORD HAS PRESENTED THE BOARD WITH A REQUEST TO HAVE HIS OPTION II (WITH POP-UP B) RETIREMENT CHANGED TO A STRAIGHT LIFE RETIREMENT BASED UPON A COURT ORDER TERMINATING THE RIGHTS OF THE OPTION BENEFICIARY, AND

WHEREAS, THE BOARD IS IN RECEIPT OF A COURT ORDER FILED NOVEMBER 7, 2000 WHICH HAS BEEN REVIEWED BY THE BOARD'S LEGAL COUNSEL WHO HAS CONCLUDED THAT THE COURT ORDER TERMINATES THE RIGHTS OF THE OPTION BENEFICIARY, THEREFORE BE IT

RESOLVED, THAT CONSISTENT WITH LONG-STANDING POLICIES AND PRACTICES OF THE BOARD, PETITIONER'S REQUEST BE GRANTED AND THE RETIREMENT BENEFITS BE ADJUSTED FROM AN OPTION II (WITH POP-UP B) RETIREMENT TO A STRAIGHT LIFE RETIREMENT, AND BE IT FURTHER

SEACORD VERSUS SEACORD
OTTAWA COUNTY CIRCUIT COURT CASE #99-035343-DM

RESOLVED, THAT THE BOARD'S ACTUARY BE INFORMED OF THE BOARD'S ACTION OF THIS DATE, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO PHILIP J. SEACORD:

Yeas – Trustees Bandemer, Beasley, Best, Freeman, Milton, Moore, Orzech, Scott, Stewart and Chairman English - 10

Nays – None

SEACORD VERSUS SEACORD
OTTAWA COUNTY CIRCUIT COURT CASE #99-035343-DM

BY MR. MOORE – SUPPORTED BY MR. BANDEMER

WHEREAS, PHILIP J. SEACORD HAS PRESENTED THE BOARD WITH A REQUEST TO HAVE HIS OPTION II (WITH POP-UP B) RETIREMENT CHANGED TO A STRAIGHT LIFE RETIREMENT BASED UPON A COURT ORDER TERMINATING THE RIGHTS OF THE OPTION BENEFICIARY, AND

WHEREAS, THE BOARD IS IN RECEIPT OF A COURT ORDER FILED NOVEMBER 7, 2000 WHICH HAS BEEN REVIEWED BY THE BOARD'S LEGAL COUNSEL WHO HAS CONCLUDED THAT THE COURT ORDER TERMINATES THE RIGHTS OF THE OPTION BENEFICIARY, AND

WHEREAS, THERE ARE CERTAIN UNUSUAL CIRCUMSTANCES REGARDING THIS FILE, AND

WHEREAS, PETITIONER'S REQUEST WAS GRANTED, AS INDICATED IN A PRIOR RESOLUTION, THEREFORE BE IT

RESOLVED, THAT THE RETIREMENT DATE OF ADJUSTMENT OF BENEFITS FROM AN OPTION II (WITH POP-UP B) RETIREMENT TO A STRAIGHT LIFE RETIREMENT BE EFFECTIVE **DECEMBER 1, 2000**, AND BE IT FURTHER

SEACORD VERSUS SEACORD
OTTAWA COUNTY CIRCUIT COURT CASE #99-035343-DM

RESOLVED, THAT THE BOARD'S ACTUARY BE INFORMED OF THE BOARD'S ACTION OF THIS DATE, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO PHILIP J. SEACORD:

Yeas – Trustees Bandemer, Best, Moore, Orzech, Scott, Stewart and Chairman English - 7

Nays – Trustees Beasley, Freeman and Milton – 3

LEGAL COUNSEL'S REPORTS (CONTINUED)

LEGAL COUNSEL ALSO DISCUSSED WALTER BATES (GARNISHMENT), PFRS GLENWOOD PLAZA CORPORATION, SYN-COM, GUIDANCE CAPITAL, ENERGY INVESTORS FUND, ENTRUST AND NORTH POINTE CAPITAL.

NORTH POINTE CAPITAL

BY MR. BEST – SUPPORTED BY MR. MOORE

Whereas, The Board has been requested to execute an On-Line Account Access letter, an Encryption letter and a Marketing Permission letter, and

Whereas, The execution of said documents has been requested by North Pointe Capital, and

Whereas, The execution of said documents has been reviewed and approved as to form by the Board's Legal Counsel, and the execution of said documents is consistent with prior action of the Board, Therefore Be It

NORTH POINTE CAPITAL

Resolved, That said documents be executed by two (2) authorized signatories on behalf of the Board, and be it further

Resolved, That the executed original documents be forwarded to North Pointe Capital, and be it further

Resolved, That the Retirement System retain copies of said executed original documents:

Yeas – Trustees Bandemer, Beasley, Best, Freeman, Milton, Moore, Orzech, Scott, Stewart and Chairman English - 10

Nays – None

GUIDANCE CAPITAL/ENHANCED GREEN
\$10,000,000.00 PROPOSED INVESTMENT

BY MR. BEASLEY – SUPPORTED BY MR. BANDEMER

Whereas, The Board has indicated its interest in making the foregoing investment subject to a number of conditions being met including the approval of final transaction documents after all negotiations are completed by the Board and Special Legal Counsel, and

Whereas, The Board notes that legal services required to prepare the proposed transaction documents for consideration by the Board will be fairly extensive and time-consuming and will require immediate attention, requiring consecutive hours of attention by Special Legal Counsel, and

Whereas, The Board's policy in such cases is to select and retain Special Legal Counsel relative to such investment

**GUIDANCE CAPITAL/ENHANCED GREEN
\$10,000,000.00 PROPOSED INVESTMENT**

proposal who will report to the Board's General Counsel and to the Board of Trustees, as appropriate, with fees and expenses of said Special Legal Counsel to be paid for from an escrow account funded by the Proposed Borrower, and

Whereas, The Board notes the possibility the preliminary legal services regarding the transaction may result in findings that the proposed Borrower will not be able to meet the requirement of the Retirement System as Lender/Investor, THEREFORE BE IT

Resolved, That the aforesaid investment proposal be assigned to **Clark Hill** as Special Legal Counsel, and be it further

Resolved, That a further condition of the Board's continued interest in making this investment loan is proposed Borrower providing the Assistant Administrative Supervisor with written confirmation that proposed Borrower acknowledges receipt of this resolution and agrees to the terms therein, and be it further

Resolved, That Special Legal Counsel and the Assistant Administrative Supervisor arrange for an escrow account into which proposed Borrower will provide funds for costs, expenses and legal services, and be it further

Resolved, That Special Legal Counsel submit itemized billings to the proposed Borrower with copies to the Retirement System, and be it further

Resolved, That the amount to be escrowed will be mutually determined by Special Legal Counsel and proposed Borrower and will be reported to the Board of Trustees and the escrow may be funded in stages with the understanding that legal

**GUIDANCE CAPITAL/ENHANCED GREEN
\$10,000,000.00 PROPOSED INVESTMENT**

services will be performed only to the extent of, and after, the escrow deposit(s), and be it further

Resolved, That a copy of this resolution be provided proposed Borrower (**Guidance Capital**) and Special Legal Counsel (**Clark Hill**):

Yeas – Trustees Bandemer, Beasley, Best, Freeman, Milton, Moore, Orzech, Scott, Stewart and Chairman English - 10

Nays – None

**ENERGY INVESTORS FUND
\$20,000,000.00 PROPOSED INVESTMENT**

BY MR. BEASLEY – SUPPORTED BY MR. BANDEMER

Whereas, The Board has indicated its interest in making the foregoing investment subject to a number of conditions being met including the approval of final transaction documents after all negotiations are completed by the Board and Special Legal Counsel, and

Whereas, The Board notes that legal services required to prepare the proposed transaction documents for consideration by the Board will be fairly extensive and time-consuming and will require immediate attention, requiring consecutive hours of attention by Special Legal Counsel, and

Whereas, The Board's policy in such cases is to select and retain Special Legal Counsel relative to such investment proposal who will report to the Board's General Counsel and to the Board of Trustees, as appropriate, with fees and expenses

ENERGY INVESTORS FUND \$20,000,000.00 PROPOSED INVESTMENT

of said Special Legal Counsel to be paid for from an escrow account funded by the Proposed Borrower, and

Whereas, The Board notes the possibility the preliminary legal services regarding the transaction may result in findings that the proposed Borrower will not be able to meet the requirement of the Retirement System as Lender/Investor, THEREFORE BE IT

Resolved, That the aforesaid investment proposal be assigned to **Clark Hill** as Special Legal Counsel, and be it further

Resolved, That a further condition of the Board's continued interest in making this investment loan is proposed Borrower providing the Assistant Administrative Supervisor with written confirmation that proposed Borrower acknowledges receipt of this resolution and agrees to the terms therein, and be it further

Resolved, That Special Legal Counsel and the Assistant Administrative Supervisor arrange for an escrow account into which proposed Borrower will provide funds for costs, expenses and legal services, and be it further

Resolved, That Special Legal Counsel submit itemized billings to the proposed Borrower with copies to the Retirement System, and be it further

Resolved, That the amount to be escrowed will be mutually determined by Special Legal Counsel and proposed Borrower and will be reported to the Board of Trustees and the escrow may be funded in stages with the understanding that legal services will be performed only to the extent of, and after, the escrow deposit(s), and be it further

ENERGY INVESTORS FUND
\$20,000,000.00 PROPOSED INVESTMENT

Resolved, That a copy of this resolution be provided proposed Borrower (**Energy Investors Fund**) and Special Legal Counsel (**Clark Hill**):

Yeas – Trustees Bandemer, Beasley, Best, Freeman, Milton, Moore, Orzech, Scott, Stewart and Chairman English - 10

Nays – None

ETHAN BRADLEY ADVISORS/ENTRUST
\$10,000,000.00 PROPOSED INVESTMENT

BY MR. BEASLEY – SUPPORTED BY MR. BANDEMER

Whereas, The Board has indicated its interest in making the foregoing investment subject to a number of conditions being met including the approval of final transaction documents after all negotiations are completed by the Board and Special Legal Counsel, and

Whereas, The Board notes that legal services required to prepare the proposed transaction documents for consideration by the Board will be fairly extensive and time-consuming and will require immediate attention, requiring consecutive hours of attention by Special Legal Counsel, and

Whereas, The Board's policy in such cases is to select and retain Special Legal Counsel relative to such investment proposal who will report to the Board's General Counsel and to the Board of Trustees, as appropriate, with fees and expenses of said Special Legal Counsel to be paid for from an escrow account funded by the Proposed Borrower, and

ETHAN BRADLEY ADVISORS/ENTRUST
\$10,000,000.00 PROPOSED INVESTMENT

Whereas, The Board notes the possibility the preliminary legal services regarding the transaction may result in findings that the proposed Borrower will not be able to meet the requirement of the Retirement System as Lender/Investor, THEREFORE BE IT

Resolved, That the aforesaid investment proposal be assigned to **F. Logan Davidson, P.C.** as Special Legal Counsel, and be it further

Resolved, That a further condition of the Board's continued interest in making this investment loan is proposed Borrower providing the Assistant Administrative Supervisor with written confirmation that proposed Borrower acknowledges receipt of this resolution and agrees to the terms therein, and be it further

Resolved, That Special Legal Counsel and the Assistant Administrative Supervisor arrange for an escrow account into which proposed Borrower will provide funds for costs, expenses and legal services, and be it further

Resolved, That Special Legal Counsel submit itemized billings to the proposed Borrower with copies to the Retirement System, and be it further

Resolved, That the amount to be escrowed will be mutually determined by Special Legal Counsel and proposed Borrower and will be reported to the Board of Trustees and the escrow may be funded in stages with the understanding that legal services will be performed only to the extent of, and after, the escrow deposit(s), and be it further

ETHAN BRADLEY ADVISORS/ENTRUST
\$10,000,000.00 PROPOSED INVESTMENT

Resolved, That a copy of this resolution be provided proposed Borrower (**Entrust Capital, Inc.**) and Special Legal Counsel (**F. Logan Davidson, P.C.**):

Yeas – Trustees Bandemer, Beasley, Best, Freeman, Milton, Moore, Orzech, Scott, Stewart and Chairman English - 10

Nays – None

S & G

DERRON SANDERS, WARREN PALMER AND JOSHUA GRIGGS APPEARED BEFORE THE BOARD, DISCUSSED A REAL ESTATE FUND PROPOSAL DEDICATED TO RESIDENTIAL, RETAIL AND COMMERCIAL ACQUISITION AND DEVELOPMENT AND THEN EXCUSED THEMSELVES.

■ TRUSTEE TALALBI JOINED THE MEETING DURING S & G'S PRESENTATION.

MILESTONE REALTY CORPORATION

MARTY WEST AND RONALD J. STEMPIN (OF MILESTONE) AND SPECIAL COUNSEL F. LOGAN DAVIDSON APPEARED BEFORE THE BOARD TO DISCUSS LAND ACQUISITION.

CLOSED SESSION

By Mr. Bandemer – Supported by Mr. Moore

Resolved, That the Board enter into Closed Session for the purpose of discussing matters involving land acquisition:

CLOSED SESSION

A Roll Call Vote was taken as follows:

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

Nays – None

The Board entered into Closed Session at 10:55 A.M.

OPEN SESSION

By Mr. Beasley – Supported by Mr. Orzech

Resolved, That the Board return to Open Session:

A Roll Call Vote was taken as follows:

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

Nays – None

The Board returned to Open Session at 11:18 A.M. and Messrs.
West, Stempin and Davidson were excused.

TRANSAMERICA

DAVE HOGAN AND DERRICK BROWN APPEARED BEFORE THE
BOARD, DISCUSSED THE BOARD'S FIXED INCOME PORTFOLIO
AND THEN EXCUSED THEMSELVES.

MAYFIELD GENTRY REALTY ADVISORS

CHAUNCEY MAYFIELD AND THREE ASSOCIATES APPEARED BEFORE THE BOARD, DISCUSSED THE AMERICAN EXPRESS BUILDING AND THEN EXCUSED THEMSELVES.

MMA REALTY CAPITAL

TRUSTEE ORZECH DISCUSSED MMA'S ADVISORY BOARD MEETING (WHICH HE RECENTLY ATTENDED) AT LENGTH.

RDD INVESTMENT CORPORATION
CLOSED SESSION

By Mr. Bandemer – Supported by Mr. Stewart

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, Freeman, Milton, Moore, Orzech, Scott, Stewart, Talabi and Chairman English – 11

Nays – None

The Board entered into Closed Session at 1:05 P.M.

RDD INVESTMENT CORPORATION

SPECIAL COUNSEL JOE TURNER PROVIDED EACH BOARD MEMBER WITH A COPY OF AN APRIL 20, 2007 COMMUNICATION FROM ATTORNEY BEALS HUBBARD TO THE BOARD'S GENERAL COUNSEL REGARDING THE ABOVE-CAPTIONED MATTER.

OPEN SESSION

By Mr. Beasley – 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, Freeman, Milton,
Moore, Orzech, Scott, Stewart, Talabi and Chairman
English – 11

Nays – None

The Board returned to Open Session at 1:48 P.M.

■ TRUSTEE TALABI TEMPORARILY EXCUSED HERSELF.

SYNDICATED COMMUNICATIONS VENTURE PARTNERS IV, L.P.

BY MR. MOORE – SUPPORTED BY MR. BEASLEY

Whereas, The Board has been requested to execute Amendment No. 1 to Limited Partnership Agreement (extending initial closing date) and a Limited Partnership Agreement Signature Page relative to the foregoing transaction, and

Whereas, The execution of said documents has been requested by Syndicated Communications Venture Partners, and

Whereas, The execution of said documents has been reviewed and approved as to form by the Board's Legal Counsel, and the execution of said documents is consistent with prior action of the Board, Therefore Be It

SYNDICATED COMMUNICATIONS VENTURE PARTNERS IV, L.P.

Resolved, That said documents be executed by two (2) authorized signatories on behalf of the Board, and be it further

Resolved, That the executed original documents be forwarded to the appropriate party, and be it further

Resolved, That the Retirement System retain copies of said executed original documents:

Yeas – Trustees Bandemer, Beasley, Best, Freeman, Milton, Moore, Orzech, Scott, Stewart and Chairman English - 10

Nays – None

DRS HOLDINGS, INC.: OFFER TO PURCHASE REAL ESTATE AT 7850 EAST JEFFERSON, DETROIT, MICHIGAN

BY MR. BANDEMER – SUPPORTED BY MR. STEWART

WHEREAS, THE BOARD IS THE OWNER OF FIFTY PERCENT (50%) OF THE STOCK IN DRS HOLDINGS, INC., AND

WHEREAS, THE BOARD HAS BEEN MADE AWARE THAT DRS HOLDINGS, INC. INTENDS TO EXECUTE AN OFFER TO PURCHASE REAL ESTATE LOCATED AT 7850 EAST JEFFERSON, DETROIT, MICHIGAN, AND HAS REQUESTED THE BOARD ADVANCE TO DRS HOLDINGS, INC. THE SUM OF \$37,500.00, WHICH IS FIFTY PERCENT (50%) OF THE GOOD FAITH DEPOSIT REQUIRED BY THE OFFER TO PURCHASE, AND

DRS HOLDINGS, INC.: OFFER TO PURCHASE REAL ESTATE AT 7850
EAST JEFFERSON, DETROIT, MICHIGAN

WHEREAS, THE EXECUTION OF SAID OFFER TO PURCHASE IS
CONSISTENT WITH PRIOR ACTION OF THE BOARD, THEREFORE BE
IT

RESOLVED, THAT THE AMOUNT OF \$37,500.00 BE WIRE-
TRANSFERRED TO DRS HOLDINGS, INC., CARE OF MILESTONE
REALTY SERVICES, INC., THE BOARD'S REAL ESTATE ADVISOR, FOR
THE ACQUISITION, IN ACCORDANCE WITH WIRE-INSTRUCTIONS
SUBJECT TO APPROVAL OF THE EXECUTIVE SECRETARY, SPECIAL
LEGAL COUNSEL AND THE BOARD'S GENERAL COUNSEL:

Yeas – Trustees Bandemer, Beasley, Best, Freeman, Milton,
Moore, Orzech, Scott, Stewart and Chairman English - 10

Nays – None

DRS HOLDINGS, INC.

THE BOARD WAS MADE AWARE OF THE EXECUTION OF THE
DOCUMENTS WHICH ARE REFERENCED BELOW BY AN OFFICER
OF THE CORPORATION:

1. OFFER TO PURCHASE REAL ESTATE COMMONLY KNOWN AS
7850 EAST JEFFERSON, DETROIT, MICHIGAN (DATED AS OF APRIL
26, 2007)
2. THE ADOPTION OF A UNANIMOUS WRITTEN CONSENT OF
DIRECTORS IN LIEU OF MEETING (DATED AS OF APRIL 26, 2007)
AUTHORIZING THE ACQUISITION OF THE FOREGOING LAND

Pre-Employment Military Service Credit

By Ms. Freeman – Supported by Mr. Bandemer

Whereas, The individuals whose names are designated below have applied to this Board for Pre-Employment Military Service Credit and have complied with all of the necessary requirements of Section 54-30-3-B of the Charter Provisions, as amended by Board resolution of February 3, 1983, Therefore Be It

Resolved, That payment of the full amounts be made to the Pension Accumulation Fund by the method selected by the individuals and the number of months eligible active duty be credited them as membership service credit subject to the conditions and limitations of the authorizing Ordinance Provisions as amended by Board resolution of February 3, 1983:

VERLIN WILLIAMS
JOHN A. JENKINS
WILLIAM T. DAVIS
KEVIN M. CHAMBERS
TIMOTHY F. SMITH
SOLOMON BILLS
MARCUS L. WOODSON
RICHARD J. SHENE
ROBERT M. LESSNAU
LONNIE M. ALLEN
JAMES MCKENZIE
BRIAN C. MCCLEARY
MIGUEL A. MARTINEZ
JOHN J. VELASCO
PETER ZIMOLZAK
RALPH E. HUNSAKER
SEAN W. BITGOOD
STANLEY B. BROWN
GARY SMITH
ROBERT W. CARLTON
DARRYL R. BRYNAERT
MARCUS S. HILL
JAMES J. PRINCE
MICHAEL C. WRIGHT

Yeas – Trustees Bandemer, Beasley, Best, Freeman, Milton,
Moore, Orzech, Scott, Stewart and Chairman English - 10

Nays – None

LIGHTSTONE VALUE PLUS REIT
\$10,000,000.00 PROPOSED INVESTMENT

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 conditioned upon the Board's written receipt 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, 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

LIGHTSTONE VALUE PLUS REIT
\$10,000,000.00 PROPOSED INVESTMENT

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

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

LIGHTSTONE VALUE PLUS 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:

Yeas – Trustees Bandemer, Beasley, Best, Freeman, Milton,
Moore, Orzech, Scott, Stewart and Chairman English - 10

Nays – None

LIGHTSTONE VALUE PLUS REIT
\$10,000,000.00 PROPOSED INVESTMENT

BY MR. STEWART – SUPPORTED BY MR. BANDEMER

Whereas, The Board has indicated its interest in making the foregoing investment subject to a number of conditions being met including the approval of final transaction documents after all negotiations are completed by the Board and Special Legal Counsel, and

Whereas, The Board notes that legal services required to prepare the proposed transaction documents for consideration by the Board will be fairly extensive and time-consuming and will require immediate attention, requiring consecutive hours of attention by Special Legal Counsel, and

Whereas, The Board's policy in such cases is to select and retain Special Legal Counsel relative to such investment proposal who will report to the Board's General Counsel and to the Board of Trustees, as appropriate, with fees and expenses of said Special Legal Counsel to be paid for from an escrow account funded by the Proposed Borrower, and

Whereas, The Board notes the possibility the preliminary legal services regarding the transaction may result in findings that the proposed Borrower will not be able to meet the requirement of the Retirement System as Lender/Investor, THEREFORE BE IT

Resolved, That the aforesaid investment proposal be assigned to **F. Logan Davidson, P.C.** as Special Legal Counsel, and be it further

Resolved, That a further condition of the Board's continued interest in making this investment loan is proposed Borrower providing the Assistant Administrative Supervisor with written

LIGHTSTONE VALUE PLUS REIT
\$10,000,000.00 PROPOSED INVESTMENT

confirmation that proposed Borrower acknowledges receipt of this resolution and agrees to the terms therein, and be it further

Resolved, That Special Legal Counsel and the Assistant Administrative Supervisor arrange for an escrow account into which proposed Borrower will provide funds for costs, expenses and legal services, and be it further

Resolved, That Special Legal Counsel submit itemized billings to the proposed Borrower with copies to the Retirement System, and be it further

Resolved, That the amount to be escrowed will be mutually determined by Special Legal Counsel and proposed Borrower and will be reported to the Board of Trustees and the escrow may be funded in stages with the understanding that legal services will be performed only to the extent of, and after, the escrow deposit(s), and be it further

Resolved, That a copy of this resolution be provided proposed Borrower and Special Legal Counsel:

Yeas – Trustees Bandemer, Beasley, Best, Freeman, Milton, Moore, Orzech, Scott, Stewart and Chairman English - 10

Nays – None

■ TRUSTEE TALABI RE-JOINED THE MEETING.

INLAND AMERICAN REIT
\$15,000,000.00 PROPOSED INVESTMENT

BY MS. TALABI – 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 conditioned upon the Board's written receipt 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, 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

INLAND AMERICAN REIT
\$15,000,000.00 PROPOSED INVESTMENT

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

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

INLAND AMERICAN REIT
\$15,000,000.00 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:

Yeas – Trustees Bandemer, Beasley, Best, Freeman, Milton, Moore, Scott, Stewart, Talabi and Chairman English – 10

Nays – Trustee Orzech – 1

INLAND AMERICAN REIT
\$15,000,000.00 PROPOSED INVESTMENT

BY MS. TALABI – SUPPORTED BY MR. MILTON

Whereas, The Board has indicated its interest in making the foregoing investment subject to a number of conditions being met including the approval of final transaction documents after all negotiations are completed by the Board and Special Legal Counsel, and

Whereas, The Board notes that legal services required to prepare the proposed transaction documents for consideration by the Board will be fairly extensive and time-consuming and will require immediate attention, requiring consecutive hours of attention by Special Legal Counsel, and

Whereas, The Board's policy in such cases is to select and retain Special Legal Counsel relative to such investment proposal who will report to the Board's General Counsel and to the Board of Trustees, as appropriate, with fees and expenses of said Special Legal Counsel to be paid for from an escrow account funded by the Proposed Borrower, and

Whereas, The Board notes the possibility the preliminary legal services regarding the transaction may result in findings that the proposed Borrower will not be able to meet the requirement of the Retirement System as Lender/Investor, THEREFORE BE IT

Resolved, That the aforesaid investment proposal be assigned to **Clark Hill** as Special Legal Counsel, and be it further

Resolved, That a further condition of the Board's continued interest in making this investment loan is proposed Borrower providing the Assistant Administrative Supervisor with written confirmation that proposed Borrower acknowledges receipt of this resolution and agrees to the terms therein, and be it further

INLAND AMERICAN REIT
\$15,000,000.00 PROPOSED INVESTMENT

Resolved, That Special Legal Counsel and the Assistant Administrative Supervisor arrange for an escrow account into which proposed Borrower will provide funds for costs, expenses and legal services, and be it further

Resolved, That Special Legal Counsel submit itemized billings to the proposed Borrower with copies to the Retirement System, and be it further

Resolved, That the amount to be escrowed will be mutually determined by Special Legal Counsel and proposed Borrower and will be reported to the Board of Trustees and the escrow may be funded in stages with the understanding that legal services will be performed only to the extent of, and after, the escrow deposit(s), and be it further

Resolved, That a copy of this resolution be provided proposed Borrower and Special Legal Counsel:

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

Nays – None

MUNIVEST

BY MR. BEASLEY – SUPPORTED BY MR. SCOTT

Whereas, The Board has been presented with an investment proposal from Munivest, 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 their findings (in writing) to the Board, and be it further

Resolved, That a copy of this resolution be forwarded to Munivest and North Point Advisors:

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

Nays – None

S & G

BY MS. TALABI – SUPPORTED BY MR. STEWART

Whereas, The Board has been presented with an investment proposal from S & G, and

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

Resolved, That Banyan Realty Advisors be engaged to perform due diligence on said proposal and submit their findings (in writing) to the Board, and be it further

S & G

Resolved, That a copy of this resolution be forwarded to S & G and Banyan Realty Advisors:

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

Nays – None

MUNROS CAPITAL MANAGEMENT

BY MR. STEWART – SUPPORTED BY MR. BANDEMER

WHEREAS, The Board, by prior action, selected Munros Capital Management to manage an international small-cap equity account with an initial allocation of \$60,000,000.00, and

WHEREAS, The Board, on March 22, 2007, designated that the account to be managed by Munros be funded by transitioning \$20,000,000.00 of assets from TT International, \$10,000,000.00 of assets from Dimensional Fund Advisors and \$30,000,000.00 of assets from The Bank of New York, 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 **Morgan Stanley** be hired to manage the transition of the aforementioned assets and accounts pursuant to their

MUNROS CAPITAL MANAGEMENT

proposal submitted to the Board:

Yeas – Trustees Bandemer and Stewart – 2

Nays – Trustees Beasley, Best, Freeman, Milton, Moore, Orzech,
Scott, Talabi and Chairman English - 9

MUNROS CAPITAL MANAGEMENT

BY MR. BEST – SUPPORTED BY MR. MOORE

WHEREAS, The Board, by prior action, selected Munros Capital Management to manage an international small-cap equity account with an initial allocation of \$60,000,000.00, and

WHEREAS, The Board, on March 22, 2007, designated that the account to be managed by Munros be funded by transitioning \$20,000,000.00 of assets from TT International, \$10,000,000.00 of assets from Dimensional Fund Advisors and \$30,000,000.00 of assets from The Bank of New York, 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 **SBK Brooks** be hired to manage the transition of the aforementioned assets and accounts pursuant to their proposal submitted to the Board:

MUNROS CAPITAL MANAGEMENT

Yeas – Trustees Beasley, Best, Freeman, Milton, Moore,
Orzech, Scott, Talabi and Chairman English – 9

Nays – Trustees Bandemer and Stewart – 2

THE AMERICAN EXPRESS BUILDING
PHOENIX, ARIZONA

BY MR. STEWART – SUPPORTED BY MR. MOORE

WHEREAS, THE BOARD IS IN RECEIPT OF A PROPOSAL FROM MAYFIELD GENTRY REALTY ADVISORS WHICH PROVIDES FOR THE ISSUANCE OF BONDS IN THE AMOUNT OF **\$12,000,000.00**, RE: THE AMERICAN EXPRESS BUILDING IN PHOENIX, ARIZONA, AND

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

RESOLVED, THAT THE BOARD **APPROVES** THE **\$12,000,000.00** BOND TRANSACTION CONSISTENT WITH THE AFORESAID PROPOSAL FROM MAYFIELD GENTRY REALTY ADVISORS SUBJECT TO APPROVAL OF TRANSACTION DOCUMENTS BY THE BOARD'S GENERAL COUNSEL, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO MAYFIELD GENTRY REALTY ADVISORS:

THE AMERICAN EXPRESS BUILDING
PHOENIX, ARIZONA

Yeas – Trustees Bandemer, Beasley, Best, Freeman, Milton,
Moore, Scott, Stewart, Talabi and Chairman
English – 10

Nays – Trustee Orzech – 1

PUBLIC FORUM

AT **11:55 A.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 **12:06 P.M.**
UNTIL THURSDAY, **MAY 3, 2007**, AT **9:00 A.M.**, IN ROOM 910 OF
THE COLEMAN A. YOUNG MUNICIPAL CENTER, DETROIT,
MICHIGAN 48226.

RESPECTFULLY SUBMITTED,

ASSISTANT EXECUTIVE SECRETARY