

MEETING NUMBER 2636

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



PROCEEDINGS HELD THURSDAY, JULY 12, 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/Vice Chairperson
Jeffrey Beasley	Ex/Officio Trustee/Treasurer
Shereece Fleming-Freeman	Ex/Officio Alternate Trustee
DeDan Milton	Ex/Officio Alternate Trustee
James Moore	Elected Trustee
Jeffrey Pegg	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
Richard Huddleston	Investment Analyst

EXCUSED

Gregory Best	Elected Trustee/Chairperson
George Orzech	Elected Trustee

ABSENT

None

**CHAIRPERSON**

*Gregory Best*

ROLL CALL WAS TAKEN AT **9:03 A.M.** BY THE BOARD'S RECORDING SECRETARY AND THE MEETING WAS CALLED TO ORDER.

EMPLOYER CONTRIBUTIONS DUE JUNE 30, 2006

BY MR. STEWART – SUPPORTED BY MR. PEGG

WHEREAS, THE BOARD HAS A FIDUCIARY DUTY TO COLLECT ALL AMOUNTS DUE THE RETIREMENT SYSTEM, AND

WHEREAS, THE BOARD HAS RECEIVED CERTAIN INFORMATION THAT THE EMPLOYER, CITY, IS NOT PREPARED TO PAY AMOUNTS DUE AS REQUIRED BY APPLICABLE LAW AND AS CALCULATED BY THE BOARD'S ACTUARY AND APPROVED BY THE BOARD, AND

WHEREAS, APPROXIMATELY \$7,179,297.65 IS DUE TO BE PAID ON JUNE 30, 2006 AS REQUIRED BY THE STATE CONSTITUTION, CITY CHARTER, COLLECTIVE BARGAINING AGREEMENTS, BOARD RESOLUTIONS AND APPLICABLE LAW, THEREFORE BE IT

RESOLVED, THAT IN THE EVENT THE AMOUNTS DUE THE RETIREMENT SYSTEM ARE NOT PAID BY JUNE 30, 2006 LEGAL COUNSEL IS DIRECTED TO FILE A LAWSUIT AGAINST THE APPROPRIATE PARTIES CONSISTENT WITH PAST LAWSUITS TO COLLECT THE REQUIRED EMPLOYER CONTRIBUTIONS DUE THE RETIREMENT SYSTEM, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO THE MAYOR, CITY COUNCIL, CITY FINANCE DIRECTOR, CITY BUDGET DIRECTOR, CITY TREASURER AND THE BOARD'S ACTUARY:

YEAS – TRUSTEES PEGG, STEWART AND VICE CHAIRMAN BANDEMER - 3

NAYS – TRUSTEES FREEMAN, MILTON AND MOORE - 3

THE FOREGOING MOTION FAILED.

RETIREMENTS – BY MR. PEGG – SUPPORTED BY MR. MOORE

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

YEAS – TRUSTEES FREEMAN, MILTON, MOORE, PEGG, STEWART AND VICE  
CHAIRMAN BANDEMER – 6

NAYS – NONE

RETIREMENTS

NAME, TITLE, DEPARTMENT	ELEANOR BOHLINGER – SERGEANT - POLICE
RETIREMENT, PLAN	SERVICE - NEW
SERVICE CREDIT, EFFECTIVE DATE	33 11 19 – 05 19 07
NAME, TITLE, DEPARTMENT	CHARLES SPRINGER – OFFICER - POLICE
RETIREMENT, PLAN	DUTY DISABILITY RETIREMENT CONVERSION - NEW
SERVICE CREDIT, EFFECTIVE DATE	26 09 00 – 01 06 07
NAME, TITLE, DEPARTMENT	DARRYL SKONIESKI – OFFICER - POLICE
RETIREMENT, PLAN	SERVICE – NEW
SERVICE CREDIT, EFFECTIVE DATE	21 00 01 – 07 22 07
NAME, TITLE, DEPARTMENT	JAMES MCNEILL – OFFICER – POLICE
RETIREMENT, PLAN	SERVICE – NEW
SERVICE CREDIT, EFFECTIVE DATE	40 07 09 – 07 07 07

RETIREMENTS

NAME, TITLE, DEPARTMENT	JOHN AUTREY – INSPECTOR – PCOA
RETIREMENT, PLAN	SERVICE – NEW
SERVICE CREDIT, EFFECTIVE DATE	33 05 28 – 06 13 07

NAME, TITLE, DEPARTMENT	SAMMIE BRYANT – CAPTAIN – FIRE
RETIREMENT, PLAN	SERVICE – NEW
SERVICE CREDIT, EFFECTIVE DATE	33 06 00 – 07 05 07

NAME, TITLE, DEPARTMENT	RUSSELL ARBUCKLE – SENIOR FIRE CHIEF – FIRE
RETIREMENT, PLAN	SERVICE – NEW
SERVICE CREDIT, EFFECTIVE DATE	38 03 02 – 09 04 07

NAME, TITLE, DEPARTMENT	HENRY HEARN – OFFICER – POLICE
RETIREMENT, PLAN	SERVICE – NEW
SERVICE CREDIT, EFFECTIVE DATE	25 06 19 – 07 06 07

NAME, TITLE, DEPARTMENT	ANNETTE EVANS-LEE – OFFICER - POLICE
RETIREMENT, PLAN	DUTY DISABILITY RETIREMENT CONVERSION - NEW
SERVICE CREDIT, EFFECTIVE DATE	25 00 00 – 08 08 05

RETIREMENTS

NAME, TITLE, DEPARTMENT	MICHAEL COWLING – OFFICER – POLICE
RETIREMENT, PLAN	SERVICE – NEW
SERVICE CREDIT, EFFECTIVE DATE	24 03 17 – 08 01 07

NAME, TITLE, DEPARTMENT	RODOLFO GARCIA – OFFICER - POLICE
RETIREMENT, PLAN	SERVICE - NEW
SERVICE CREDIT, EFFECTIVE DATE	21 06 17 – 05 26 07

NAME, TITLE, DEPARTMENT	MICHAEL WRIGHT – OFFICER - POLICE
RETIREMENT, PLAN	SERVICE - NEW
SERVICE CREDIT, EFFECTIVE DATE	22 06 04 – 07 21 07

CONFIRMATIONS – BY MR. MOORE – SUPPORTED BY MR. MILTON

RESOLVED, THAT THE DISBURSEMENTS AND RECEIPTS WHICH ARE  
REFERENCED BELOW BE CONFIRMED:

YEAS – TRUSTEES FREEMAN, MILTON, MOORE, PEGG, STEWART AND VICE  
CHAIRMAN BANDEMER – 6

NAYS – NONE

DISBURSEMENT CONFIRMATIONS

THE BOARD DISBURSED THE SUM OF \$2,127,440.00 ON JUNE 26,  
2007 TO FUND U.S. POWER FUND C-IV

DISBURSEMENT CONFIRMATIONS

THE BOARD DISBURSED THE SUM OF \$1,283,346.47 ON JUNE 26, 2007 – ANNUITY REFUNDS

THE BOARD DISBURSED THE SUM OF \$646.80 ON JUNE 27, 2007 – CHECK WRITE (ADMINISTRATIVE EXPENSE)

THE BOARD DISBURSED THE SUM OF \$10,000,000.00 ON JUNE 28, 2007 TO **FULLY** FUND GUIDANCE ENHANCED GREEN TERRAIN FUND, LLC

THE BOARD DISBURSED THE SUM OF \$174,222.00 ON JUNE 28, 2007 TO FUND U.S. POWER FUND III (LEVERAGE FEEDER)

THE BOAR DISBURSED THE SUM OF \$116,148.00 ON JUNE 28, 2007 TO FUND U.S. POWER FUND III (BLOCKER FUND)

THE BOARD DISBURSED THE SUM OF \$15,683,499.13 ON JUNE 28, 2007 – RETIRED PAYROLL

THE BOARD DISBURSED THE SUM OF \$55,000.00 ON JUNE 28, 2007 – KELLEY CAWTHORNE'S INITIAL RETAINER FEE

THE BOARD DISBURSED THE SUM OF \$50,631.01 ON JUNE 29, 2007 – CHECK WRITE (ADMINISTRATIVE EXPENSE)

THE BOARD DISBURSED THE SUM OF \$3,140,822.00 ON JUNE 29, 2007 – RETIRED PAYROLL

THE BOARD DISBURSED THE SUM OF \$4,000,000.00 TO FUND PRISA II

THE BOARD DISBURSED THE SUM OF \$10,000,000.00 ON JUNE 29, 2007 TO **FULLY** FUND RIVER ROAD (MARWOOD)

DISBURSEMENT CONFIRMATIONS

THE BOARD DISBURSED THE SUM OF \$146,455.00 ON JUNE 29, 2007 TO FUND SYNCOM – DRAW SIX

THE BOARD DISBURSED THE SUM OF \$59,060.10 ON JUNE 29, 2007 TO PAY THE BANK OF NEW YORK'S 2007 FIRST QUARTER MANAGEMENT FEES

THE BOARD DISBURSED THE SUM OF \$80,518.55 ON JUNE 29, 2007 TO PAY EVERGREEN'S 2007 FIRST QUARTER MANAGEMENT FEES

THE BOARD DISBURSED THE SUM OF \$59,097.22 ON JUNE 29, 2007 TO PAY SENECA'S 2007 FIRST QUARTER MANAGEMENT FEES

THE BOARD DISBURSED THE SUM OF \$29,256.51 ON JUNE 29, 2007 TO REPAY THE GENERAL RETIREMENT SYSTEM (STAFF WAGES FOR THE PERIOD MAY 21, 2007 THROUGH JUNE 22, 2007)

THE BOARD DISBURSED THE SUM OF \$58,160.87 ON JUNE 29, 2007 TO PAY ITS PROGRAMMER FEES (JUNE, 2007)

THE BOARD DISBURSED THE SUM OF \$1,027,868.00 ON JULY 2, 2007 TO FUND WIND POINT PARTNERS – DRAW 28

THE BOARD DISBURSED THE SUM OF \$10,000,000.00 ON JULY 2, 2007 TO **FULLY** FUND ENTRUST CAPITAL WATERS FUND

THE BOARD DISBURSED THE SUM OF \$57,842.00 ON JULY 3, 2007 – CHECK WRITE (ADMINISTRATIVE EXPENSE)

THE BOARD DISBURSED THE SUM OF \$2,255,535.67 ON JULY 3, 2007 – REFUND LIST ADJUSTMENT

THE BOARD DISBURSED THE SUM OF \$62,500.00 ON JULY 3, 2007 TO FUND ORACLE CAPITAL PARTNERS – DRAW 4

DISBURSEMENT CONFIRMATIONS

THE BOARD DISBURSED THE SUM OF \$266,856.16 ON JULY 5, 2007  
TO FUND INHERITANCE CAPITAL

THE BOARD DISBURSED THE SUM OF \$130,316.00 ON JULY 6, 2007  
TO FUND SW PELHAM FUND III – DRAW 3

THE BOARD DISBURSED THE SUM OF \$11,033.39 ON JULY 10, 2007  
– CHECK WRITE (ADMINISTRATIVE EXPENSE)

**TOTAL: \$60,876,254.88**

RECEIPT CONFIRMATIONS

THE BOARD RECEIVED THE SUM OF \$111,892.00 ON JUNE 28,  
2007 FROM U.S. POWER FUND II

THE BOARD RECEIVED THE SUM OF \$98,050.60 ON JUNE 29, 2007  
FROM WEEKLY ANNUITY CONTRIBUTIONS

THE BOARD RECEIVED THE SUM OF \$21,598,500.00 ON JUNE 29,  
2007 FROM AERC GEORGIA VENTURES

THE BOARD RECEIVED THE SUM OF \$5,453.89 ON JUNE 29, 2007  
FROM BANYAN REALTY ADVISORS (MAY, 2007 REMITTANCE)

THE BOARD RECEIVED THE SUM OF \$57,807,331.74 ON JUNE 29,  
2007 FROM PENSION CONTRIBUTIONS (2006 FISCAL YEAR)

THE BOARD RECEIVED THE SUM OF \$16,250.00 ON JULY 5, 2007  
FROM KENNEDY SQUARE (DISTRIBUTION)

THE BOARD RECEIVED THE SUM OF \$38,804.39 ON JULY 5, 2007  
FROM TOUCHSTONE (DISTRIBUTION)

RECEIPT CONFIRMATIONS

THE BOARD RECEIVED THE SUM OF \$334,952.38 ON JULY 5, 2007 FROM TOUCHSTONE II (DISTRIBUTION)

THE BOARD RECEIVED THE SUM OF \$294,747.37 ON JULY 6, 2007 FROM WEEKLY ANNUITY CONTRIBUTIONS

THE BOARD RECEIVED THE SUM OF \$80,486.12 ON JULY 9, 2007 FROM HIGH POINTE OF ROMEOVILLE (DISTRIBUTION)

THE BOARD RECEIVED THE SUM OF \$17,500.00 ON JULY 9, 2007 FROM LIFE ASSURANCE FUND (DUE DILIGENCE FEE)

THE BOARD RECEIVED THE SUM OF \$2,019,452.06 ON JULY 10, 2007 FROM MIDLAND'S AFFORDABLE TRUST (2007 SECOND QUARTER DISTRIBUTION)

THE BOARD RECEIVED THE SUM OF \$623,287.67 ON JULY 10, 2007 FROM MIDLAND'S MULTI-FAMILY REIT

THE BOARD RECEIVED THE SUM OF \$24,106.77 ON JULY 10, 2007 FROM THE TRELLISES OF KENTUCKY

THE BOARD RECEIVED THE SUM OF \$14,614.18 ON JULY 10, 2007 FROM THE COLUMNS OF KENTUCKY

THE BOARD RECEIVED THE SUM OF \$37,523.81 ON JULY 5, 2007 FROM MIDLAND (WACHOVIA LETTER OF CREDIT)

THE BOARD RECEIVED THE SUM OF \$541,094.44 ON JULY 10, 2007 – CONSTRUCTION LOAN INTEREST

THE BOARD RECEIVED THE SUM OF \$7,164.45 ON JULY 3, 2007 FROM JONNIE ALLEN (MILITARY SERVICE CREDIT PURCHASE)

RECEIPT CONFIRMATIONS

THE BOARD RECEIVED THE SUM OF \$5,874.81 ON JULY 3, 2007 FROM BROADCOM, LASON, INC., ADAC (CLASS ACTION SETTLEMENT)

TOTAL: **\$83,677.086.68**

SPECIAL COUNSEL **JOE TURNER** ENTERED THE MEETING.

EX/OFFICIO TRUSTEE **TYRONE SCOTT** ENTERED THE MEETING.

**REFUNDS OF ACCUMULATED CONTRIBUTIONS**

BY MR. STEWART – SUPPORTED BY MR. PEGG

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 **#3244**, IN THE AMOUNT OF **\$229,592.38**, INCLUDING INTEREST, BE REFUNDED PENDING AUDIT BY RETIREMENT SYSTEM ACCOUNTING STAFF:

YEAS – TRUSTEES FREEMAN, MILTON, MOORE, PEGG, SCOTT, STEWART  
AND VICE CHAIRMAN BANDEMER – 7

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. STEWART – SUPPORTED BY MR. PEGG

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

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

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:

PAT ANTONELLI

BENEFICIARY'S DATE OF DEATH: MAY 10, 2007  
APPLICATION FILED: MAY 22, 2007

JOHN FEDON

BENEFICIARY'S DATE OF DEATH: JANUARY 1, 2007  
APPLICATION FILED: MAY 14, 2007

DANIEL ROGERS

BENEFICIARY'S DATE OF DEATH: MAY 25, 2007  
APPLICATION FILED: JUNE 1, 2007

YEAS – TRUSTEES FREEMAN, MILTON, MOORE, PEGG, SCOTT, STEWART  
AND VICE CHAIRMAN BANDEMER – 7

NAYS – NONE

Pre-Employment Military Service Credit

BY MR. MOORE – SUPPORTED BY MR. STEWART

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

Pre-Employment Military Service Credit

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:

CHARLES ARMOUR – POLICE

WILLIAM ASHFORD – POLICE

STEPHEN CRONIN – POLICE

BOBBY DREW – POLICE

ANDRE GUYTON – POLICE

YEAS – TRUSTEES FREEMAN, MILTON, MOORE, PEGG, SCOTT, STEWART  
AND VICE CHAIRMAN BANDEMER – 7

NAYS – NONE

THE REQUEST OF DONELLA HUGHES-BELL

BY MR. STEWART – SUPPORTED BY MR. MOORE

WHEREAS, **DONELLA HUGHES-BELL** HAS PRESENTED THE BOARD WITH A JULY 3, 2007 REQUEST, AND

WHEREAS, MS. HUGHES-BELL WAS GRANTED A DUTY DISABILITY RETIREMENT EFFECTIVE FEBRUARY 28, 2005 AND WILL RECEIVE SERVICE RETIREMENT BENEFITS EFFECTIVE JANUARY 8, 2017, AND

THE REQUEST OF DONELLA HUGHES-BELL

WHEREAS, THERE IS NO AUTHORITY UNDER EXISTING CIRCUMSTANCES TO ALLOW A WITHDRAWAL FROM THE DEFINED CONTRIBUTION PLAN AT THIS TIME, THEREFORE BE IT

RESOLVED, THAT THE BOARD, THOUGH SENSITIVE TO HER FINANCIAL PLIGHTS, MUST DENY MS. HUGHES-BELL'S REQUEST, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO MS. **HUGHES-BELL**:

YEAS – TRUSTEES FREEMAN, MILTON, MOORE, PEGG, SCOTT, STEWART  
AND VICE CHAIRMAN BANDEMER – 7

NAYS – NONE

CITIGROUP CAPITAL PARTNERS II

BY MR. STEWART – SUPPORTED BY MR. MOORE

Whereas, The Board has been presented with a July 5, 2007 communication from CitiGroup Capital Partners II wherein CitiGroup requests that the Board fund its portion of the capital call due for CitiGroup Capital Partners II Offshore, L.P. in the amount of **\$2,000,000.00**, 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 FREEMAN, MILTON, MOORE, PEGG, SCOTT, STEWART  
AND VICE CHAIRMAN BANDEMER – 7

NAYS – NONE

FALCONHEAD

BY MR. STEWART – SUPPORTED BY MR. MOORE

Whereas, The Board has been presented with a July 3, 2007 communication from Falconhead Capital Partners wherein Falconhead requests that the Board fund its portion of the capital call due for Falconhead Capital Partners II, L.P. in the amount of **\$2,499,388.00**, as well as the capital call due for Falconhead Capital Partners II AIV (Offshore), L.P. in the amount of **\$1,036,904.00**, 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 FREEMAN, MILTON, MOORE, PEGG, SCOTT, STEWART  
AND VICE CHAIRMAN BANDEMER – 7

NAYS – NONE

RDD INVESTMENT CORPORATION

BY MR. STEWART – SUPPORTED BY MR. MOORE

Whereas, The Board has been presented with a July 6, 2007 communication from RDD Investment Corporation wherein RDD Investment Corporation requests that the Board fund Draw 11 for RDD Investment Corporation in the amount of **\$269,000.00**, 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 FREEMAN, MILTON, MOORE, PEGG, SCOTT, STEWART  
AND VICE CHAIRMAN BANDEMER – 7

RDD INVESTMENT CORPORATION

NAYS – NONE

SW PELHAM

BY MR. STEWART – SUPPORTED BY MR. MOORE

Whereas, The Board has been presented with a July 11, 2007 communication from SW Pelham wherein SW Pelham requests that the Board fund its portion of the capital call due for SW Pelham Fund III in the amount of **\$890,766.00**, 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 FREEMAN, MILTON, MOORE, PEGG, SCOTT, STEWART  
AND VICE CHAIRMAN BANDEMER – 7

NAYS – NONE

SW PELHAM

BY MR. STEWART – SUPPORTED BY MR. MOORE

Whereas, The Board has been presented with a July 11, 2007 communication from SW Pelham wherein SW Pelham requests that the Board fund its portion of the capital call due for SW Pelham Fund III in the amount of **\$130,316.00**, 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 FREEMAN, MILTON, MOORE, PEGG, SCOTT, STEWART  
AND VICE CHAIRMAN BANDEMER – 7

SW PELHAM

NAYS – NONE

- ▶ TRUSTEE **SHEREECE FLEMING-FREEMAN** TEMPORARILY EXCUSED HERSELF.
- ▶ EX/OFFICIO TRUSTEE **ALBERTA TINSLEY-TALABI** ENTERED THE MEETING.

BILL PAYMENT REQUESTS

BY MR. STEWART – SUPPORTED BY MR. MILTON

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

WHEREAS, THE BOARD IS SATISFIED THAT THE SERVICES THAT WERE REQUESTED BY THE BOARD WERE PROVIDED TO 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 – JUNE 15, 2007 - \$134.03 – POLICE AND FIRE PORTION OF \$268.05 – SUPPLIES

ADP – JUNE 29, 2007 - \$53.31 – POLICE AND FIRE PORTION OF \$106.62 – SUPPLIES

ADP – JUNE 29, 2007 - \$100.48 – POLICE AND FIRE PORTION OF \$200.95 – SUPPLIES

ADP – JULY 6, 2007 - \$6,269.50 – POLICE AND FIRE PORTION OF \$12,538.99 – CONTRACT/MISCELLANEOUS SERVICES

BILL PAYMENT REQUESTS

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

ADP – JUNE 22, 2007 - \$97.10 – POLICE AND FIRE PORTION OF \$194.20 – SUPPLIES

AMERICAN ARBITRATION ASSOCIATION – JUNE 14, 2007 - \$5,976.23 – PENSION TRUSTEE ELECTION EXPENSES

CAWTHORNE, KELLEY – JULY 10, 2007 - \$5,000.00 – RETAINER FEE – RDD INVESTMENT CORPORATION

CLARK HILL – JUNE 29, 2007 - \$54,848.30 – SERVICES RENDERED THROUGH MAY 31, 2007 – EDS, INC.

CLARK HILL – JUNE 29, 2007 - \$3,967.20 – SERVICES RENDERED THROUGH MAY 31, 2007 – INLAND

CLARK HILL – JUNE 29, 2007 - \$5,990.70 – SERVICES RENDERED THROUGH MAY 31, 2007 – JOEL SNYDER LITIGATION

CROMWELL COMMUNICATIONS – JUNE 27, 2007 - \$295.00 – RETIREMENT CERTIFICATE

DETROIT-WAYNE JOINT BUILDING AUTHORITY – JUNE 25, 2007 - \$23,860.27 – POLICE AND FIRE PORTION OF \$47,720.54 – AUXILIARY AIR CONDITIONING UNITS COSTS

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

EVALUATION GROUP – APRIL 23, 2007 - \$100.00 – EVALUATION – DONALD WILLIAMS

GABRIEL, ROEDER, SMITH & COMPANY – JUNE 29, 2007 - \$10,160.00 – ACTUARIAL SERVICES

BILL PAYMENT REQUESTS

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

IKON OFFICE SOLUTIONS – MAY 25, 2007 - \$582.35 – POLICE AND FIRE PORTION OF \$1,164.69 – SUPPLIES

INTER-LINK - JUNE 14, 2007 - \$204.00 – POLICE AND FIRE PORTION OF \$409.00 – SUPPLIES

IRON MOUNTAIN – JUNE 30, 2007 - \$204.86 – POLICE AND FIRE PORTION OF \$409.72 – SUPPLIES

NORTH POINT ADVISORS – JUNE 25, 2007 - \$10,000.00 – DUE DILIGENCE – CITIGROUP VENTURE CAPITAL INTERNATIONAL GROWTH PARTNERSHIP

NORTH POINT ADVISORS – JUNE 25, 2007 - \$15,000.00 – DUE DILIGENCE – FALCONHEAD LIMITED PARTNERSHIP

OFFICE DEPOT – JUNE 25, 2007 - \$183.69 – POLICE AND FIRE PORTION OF \$367.37 – SUPPLIES

PDS, INC. – JULY 10, 2007 - \$784.00 – POLICE AND FIRE PORTION OF \$1,568.00 – COMPUTER EQUIPMENT, SOFTWARE, SUPPLIES, TRAINING, MAINTENANCE

QUILL CORPORATION – JUNE 21, 2007 - \$286.49 – POLICE AND FIRE PORTION OF \$572.98 – SUPPLIES

QUILL CORPORATION – JUNE 22, 2007 - \$159.90 – POLICE AND FIRE PORTION OF \$319.79 – SUPPLIES

TECH DEPOT – JUNE 26, 2007 - \$24.26 – POLICE AND FIRE PORTION OF \$48.51 – SUPPLIES

BILL PAYMENT REQUESTS

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

TECH DEPOT – JUNE 21, 2007 - \$119.05 – POLICE AND FIRE  
PORTION OF \$238.10 – SUPPLIES

TECH DEPOT – JUNE 18, 2007 - \$71.27 – POLICE AND FIRE  
PORTION OF \$142.54 – SUPPLIES

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

WALKER, LAWRENCE – JULY 1, 2007 - \$945.00 – JUNE, 2007 LEGAL  
SERVICES

WYCOM – JUNE 19, 2007 - \$244.65 – POLICE AND FIRE PORTION  
OF \$489.30 – COMPUTER EQUIPMENT

YEAS – TRUSTEES MILTON, MOORE, PEGG, SCOTT, STEWART, TALABI AND  
VICE CHAIRMAN BANDEMER – 7

NAYS – NONE

CHURCHILL FINANCIAL

**NICK DEGEL, KEITH GLOECKL AND GREGORY DEMARS** APPEARED  
BEFORE THE BOARD, DISCUSSED A CONSTRUCTION LOAN  
PROPOSAL AND THEN EXCUSED THEMSELVES.

MMA /MRC MORTGAGE INVESTMENT TRUST (“MRC”)

BY MR. MOORE – SUPPORTED BY MR. MILTON

WHEREAS, THE BOARD RECENTLY APPROVED THE  
REORGANIZATION OF THE MRC MORTGAGE INVESTMENT TRUST,  
AND

MMA /MRC MORTGAGE INVESTMENT TRUST (“MRC”)

WHEREAS, THE BOARD’S COMMITMENT TO PURCHASE ADDITIONAL UNITS FOR \$40,000,000.00 IS SET TO EXPIRE ON APRIL 22, 2008, AND

WHEREAS, THE FUND’S EXISTING LINE OF CREDIT WITH THE BANK OF AMERICA EXPIRES ON JULY 11, 2007, AND

WHEREAS, THE BOARD HAS BEEN REQUESTED TO RENEW ITS COMMITMENT AND INCREASE THE AMOUNT FROM \$40,000,000.00 TO \$52,000,000.00, THEREFORE BE IT

RESOLVED, THAT SUBJECT TO APPROVAL OF DOCUMENTATION BY THE BOARD’S GENERAL COUNSEL AND ANY FEES AND COSTS OF ANY SPECIAL COUNSEL BEING PAID BY MMA OR MRC, THE BOARD APPROVE A NEW COMMITMENT TO THE FUND NOT TO EXCEED \$52,000,000.00 FOR A THREE-YEAR PERIOD ENDING AUGUST 22, 2011, AND BE IT FURTHER

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

YEAS – TRUSTEES MILTON, MOORE, PEGG, SCOTT, STEWART, TALABI AND VICE CHAIRMAN BANDEMER – 7

NAYS – NONE

ABEL NOSER

BY MR. STEWART – SUPPORTED BY MR. MILTON

WHEREAS, ANDREW SCHWARTZ HAS PRESENTED THE BOARD WITH A JULY 6, 2007 REQUEST TO APPEAR BEFORE THE BOARD TO DISCUSS TRANSITION MANAGEMENT, THEREFORE BE IT

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

ABEL NOSER

YEAS – TRUSTEES MILTON, MOORE, PEGG, SCOTT, STEWART, TALABI AND  
VICE CHAIRMAN BANDEMER – 7

NAYS – NONE

BOARD OF TRUSTEES' TRAVEL POLICY AND REGULATIONS

BY MR. BANDEMER – SUPPORTED BY MR. BEASLEY

RESOLVED, THAT EFFECTIVE **JULY 1, 2007**, THE BOARD'S **UPDATED**  
TRAVEL POLICY AND REGULATIONS ARE:

REIMBURSEMENT FOR TRAVEL EXPENSES OF MEMBERS OF THE  
BOARD OF TRUSTEES AND STAFF TO ATTEND CONFERENCES AND  
SEMINARS OR CONDUCT BOARD BUSINESS APPROVED BY THE  
BOARD OF TRUSTEES SHALL BE MADE IN ACCORDANCE WITH THE  
FOLLOWING GUIDELINES:

**TRAVEL EXPENSES**

**REGISTRATION:** CONFERENCE FEES/ACTUAL REGISTRATION  
FEES CHARGED BY THE CONFERENCE SHALL BE PAID BY THE  
FUND

**AIR FARE:** ALLOWANCE FOR AIR FARE SHALL BE UP TO THE  
REGULAR "COACH" RATE. FIRST CLASS RATES WILL BE ALLOWED  
ONLY WHERE NO OTHER SERVICE IS AVAILABLE OR URGENCY  
EXISTS. TICKETS/RECEIPTS SHALL BE SUBMITTED TO THE EXECUTIVE  
SECRETARY UPON COMPLETION OF TRAVEL

**OUT-OF-STATE (DRIVING):** TRAVEL BY MEANS OTHER THAN  
AIR IS ALLOWABLE, BUT EXPENSE REIMBURSEMENTS WILL BE  
LIMITED TO REGULAR "COACH" AIR FARE. REIMBURSEMENTS  
WILL BE ALLOWED FOR HOTEL ACCOMMODATIONS FOR THE

BOARD OF TRUSTEES' TRAVEL POLICY AND REGULATIONS

DATE PRECEDING A DESIGNATED CONFERENCE AND THE DATE FOLLOWING A DESIGNATED CONFERENCE. REIMBURSEMENTS FOR SATURDAY NIGHT ALLOWED WHEN CONFERENCE STARTS ON A MONDAY

**LODGING:** ALLOWANCE FOR LODGING AND INTERNET SERVICE SHALL BE AT THE RATES CHARGED AT THE HOTEL/FACILITY WHERE THE CONFERENCE IS BEING HELD OR SUCH HOTEL/FACILITY CONSIDERED PART OF THE CONFERENCE HOTEL GROUP. LODGING RECEIPTS SHALL BE SUBMITTED TO THE EXECUTIVE SECRETARY UPON COMPLETION OF TRAVEL

**MEALS:** ALLOWANCE FOR MEAL REIMBURSEMENT PER DAY SHALL BE AS FOLLOWS:

<u>IN-STATE</u>	<u>OUT-OF-STATE</u>	BOSTON CALIFORNIA CHICAGO NEW YORK <u>WASHINGTON</u>	<u>HAWAII AND INTERNATIONAL</u>
\$50.00	\$64.00	\$75.00	\$90.00

**GROUND TRANSPORTATION/PARKING:** REIMBURSEMENT FOR GROUND TRANSPORTATION EXPENSES INCLUDE AIRPORT PARKING, HOTEL PARKING (ONLY WHEN FREE HOTEL PARKING IS UNAVAILABLE), TRANSPORTATION TO AND FROM THE CONFERENCE HOTEL, TRANSPORTATION AND PARKING NECESSARY TO CONDUCT BOARD BUSINESS, AND CAR RENTAL EXPENSES INCURRED IN THE CONFERENCE CITY. ACCEPTABLE CAR RENTAL RATES ARE STANDARD OR FULL-SIZE RATES OR EQUIVALENT. ALL OTHER GROUND TRANSPORTATION AND PARKING SHALL BE REIMBURSED (A) \$25.00 PER TRIP, OR (B) ACTUAL EXPENSES SUPPORTED BY RECEIPTS

BOARD OF TRUSTEES' TRAVEL POLICY AND REGULATIONS

**FLAT RATE MILEAGE:** REIMBURSEMENT FOR USE OF PRIVATE AUTOMOBILES SHALL BE ALLOWED AT A FLAT RATE FOR MILEAGE IN THE AMOUNT OF **\$0.485** AS DETERMINED BY THE IRS FOR THE USE OF PRIVATE AUTOMOBILES

**MISCELLANEOUS:** REIMBURSEMENT FOR MISCELLANEOUS EXPENSES SUCH AS TIPS, FAX, COPY OR PRINTING SERVICES, TELEPHONE SERVICE AND VALET SERVICES SHALL BE AT (A) \$15.00 PER DAY OR (B) ACTUAL EXPENSES SUPPORTED BY RECEIPTS. SHIPPING EXPENSES SHALL BE PAID FOR ITEMS SHIPPED TO THE OFFICE AND WEIGHING 40 POUNDS OR LESS

YEAS – TRUSTEES MILTON, MOORE, PEGG, SCOTT, STEWART, TALABI AND VICE CHAIRMAN BANDEMER – 7

NAYS – NONE

AUTHORIZED SIGNATORY LIST (UPDATED FOR THE FISCAL YEAR 2007-2008)

BY MR. STEWART – SUPPORTED BY MR. SCOTT

Resolved, That all contracts, documents, vouchers and legal papers, in conjunction with any investment transaction or disposition of any investment made by the Board of Trustees of the Police and Fire Retirement System, pursuant to Title IX, Chapter VII, Article VIII of the City of Detroit Charter and continued in effect by Article II, Section 102 of the January 1, 1997 City of Detroit Charter, be executed by any two (2) of the following designated parties who are hereby authorized to sign on behalf of the Board of Trustees, provided, however, that at least one (1) of the two (2) authorized parties signing on behalf of the Board shall be an elected Trustee:

WALTER STAMPOR, EXECUTIVE SECRETARY  
CYNTHIA A. THOMAS, ASSISTANT EXECUTIVE SECRETARY  
MYRON TERRELL, ASSISTANT EXECUTIVE SECRETARY  
DEBORAH WILKERSON, MANAGER I  
DAVID CETLINSKI, MANAGER I

AUTHORIZED SIGNATORY LIST (UPDATED FOR THE FISCAL YEAR 2007-2008)

MARTY BANDEMER, ELECTED TRUSTEE  
GREGORY BEST, ELECTED TRUSTEE  
JAMES MOORE, ELECTED TRUSTEE  
GEORGE ORZECZ, ELECTED TRUSTEE  
JEFFREY M. PEGG, ELECTED TRUSTEE  
PAUL STEWART, ELECTED TRUSTEE

JEFFREY BEASLEY, EX/OFFICIO TRUSTEE  
ELLA BULLY-CUMMINGS, EX/OFFICIO TRUSTEE  
SETH DOYLE, III, EX/OFFICIO TRUSTEE  
SHEREECE FLEMING-FREEMAN, EX/OFFICIO TRUSTEE  
DEDAN MILTON, EX/OFFICIO TRUSTEE  
TYRONE SCOTT, EX/OFFICIO TRUSTEE  
ALBERTA TINSLEY-TALABI, EX/OFFICIO TRUSTEE

YEAS – TRUSTEES MILTON, MOORE, PEGG, SCOTT, STEWART, TALABI AND  
VICE CHAIRMAN BANDEMER – 7

NAYS – NONE

► EX/OFFICIO TRUSTEE **JEFFREY BEASLEY** ENTERED THE MEETING.

LEGAL COUNSEL'S REPORTS

LEGAL COUNSEL RONALD ZAJAC DISCUSSED VARIOUS MATTERS  
WITH THE BOARD, INCLUDING FALCONHEAD AND ONE DETROIT  
CENTER.

FALCONHEAD CAPITAL PARTNERS II, L.P.  
\$10,000,000.00 LIMITED PARTNER INTEREST

BY MR. STEWART – SUPPORTED BY MR. SCOTT

Whereas, The Board has been requested to execute a  
Consent to Fourth Amendment of Limited Partnership  
Agreement of Falconhead Capital Partners II, L.P. to be dated  
the date the General Partner receives consents from a majority

FALCONHEAD CAPITAL PARTNERS II, L.P.  
\$10,000,000.00 LIMITED PARTNER INTEREST

of the Limited Partners, relative to the foregoing transaction,  
and

Whereas, The execution of said document has been recommended by the Board's Special Counsel, F. Logan Davidson, P.C., 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 capital call amounts be wire-transferred to Falconhead Capital Partners II GP,, LLC, the general partner of Falconhead Capital Partners II, L.P. in accordance with transmittal documents and wire instructions, subject to approval of the Executive Secretary, Special Counsel and the Board's General Counsel, and be It further

Resolved, That a copy of this resolution and executed documents be forwarded to Falconhead Capital Partners II GP, LLC the general partner of Falconhead Capital Partners II, L.P., and be it further

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

YEAS – TRUSTEES BEASLEY, MILTON, MOORE, PEGG, SCOTT, STEWART,  
TALABI AND VICE CHAIRMAN BANDEMER – 8

NAYS – NONE

PFRS ONE DETROIT CENTER INVESTMENT CORPORATION  
SUBSCRIPTION AGREEMENT

BY MR. SCOTT – SUPPORTED BY MR. BEASLEY

Whereas, The Board has been requested to execute a Subscription Agreement to purchase 1,000 shares of stock in PFRS One Detroit Center Investment Corp. (the “corporation”) for the par value price of One Dollar (\$1.00) per share, relative to the foregoing transaction, and

Whereas, The execution of said document has been recommended by the Board’s Special Counsel, F. Logan Davidson, P.C., 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 BEASLEY, MILTON, MOORE, PEGG, SCOTT, STEWART,  
TALABI AND VICE CHAIRMAN BANDEMER – 8

NAYS – NONE

PFRS ONE DETROIT CENTER INVESTMENT CORP. (ONE DETROIT CENTER  
PARKING GARAGE, DETROIT, MICHIGAN)

THE BOARD WAS MADE AWARE OF THE EXECUTION OR ADOPTION, AS THE CASE MAY BE, OF A UNANIMOUS WRITTEN CONSENT OF DIRECTORS REGARDING INCORPORATION MATTERS DATED JULY 12, 2007, A UNANIMOUS WRITTEN CONSENT OF DIRECTORS REGARDING ACQUISITION OF MEMBER INTEREST IN PFRS ONE DETROIT CENTER, LLC DATED JULY 12, 2007, BY-LAWS OF PFRS ONE DETROIT CENTER INVESTMENT CORP. DATED JULY 12, 2007, STOCK CERTIFICATE NO. 001 DATED JULY 12, 2007 AND A UNANIMOUS WRITTEN CONSENT OF MEMBERS OF PFRS ONE DETROIT CENTER, LLC BY OFFICERS OF THE CORPORATION.

JKV GLOBAL ENTERPRISES

**MICHAEL VICTOR** APPEARED BEFORE THE BOARD, DISCUSSED BROKERAGE SERVICES AND THEN EXCUSED HIMSELF.

TT INTERNATIONAL

**DAVID BALLON** AND ASSOCIATE **MARTIN PLUCK** APPEARED BEFORE THE BOARD, DISCUSSED PERFORMANCE AND THEN EXCUSED THEMSELVES.

► TRUSTEE **SHEREECE FLEMING-FREEMAN** RE-JOINED THE MEETING.

MAYFIELD GENTRY REALTY ADVISORS

**CHAUNCEY MAYFIELD, HENRY MATTHEWS** AND **ALICIA DIAZ** APPEARED BEFORE THE BOARD AND DISCUSSED 20022 NORTH 31<sup>ST</sup> STREET (MARICOPA COUNTY, ARIZONA).

THE BOARD THEN EXCUSED MESSRS. MAYFIELD AND MATTHEWS AND MS. DIAZ.

CLOSED SESSION

By Ms. Freeman – Supported by Mr. Beasley

CLOSED SESSION

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 BEASLEY, FREEMAN, MILTON, MOORE, PEGG, SCOTT,  
STEWART, TALABI AND VICE CHAIRMAN BANDEMER – 9

NAYS – NONE

The Board entered into Closed Session at **12:55 P.M.**

OPEN SESSION

By Mr. Stewart – Supported by Mr. Moore

Resolved, That the Board return to Open Session:

A Roll Call Vote was taken as follows:

YEAS – TRUSTEES BEASLEY, FREEMAN, MILTON, MOORE, PEGG, SCOTT,  
STEWART, TALABI AND VICE CHAIRMAN BANDEMER – 9

NAYS – NONE

The Board returned to Open Session at **1:20 P.M.**

PENN CAPITAL

**ERIC GREEN** AND AN ASSOCIATE APPEARED BEFORE THE BOARD, DISCUSSED THE CURRENT PERFORMANCE OF THE BOARD'S HIGH YIELD FIXED INCOME PORTFOLIO AND THEN EXCUSED THEMSELVES.

- ▶ EX/OFFICIO TRUSTEE **DEDAN MILTON** TEMPORARILY EXCUSED HIMSELF.
- ▶ EX/OFFICIO TRUSTEE **DEDAN MILTON** RE-JOINED THE MEETING.

DISABILITY RETIREMENT REVIEW BOARD AWARD REGARDING  
ANDREW JACKSON

VICE CHAIRMAN BANDEMER DIRECTED ARBITRATOR MARK GLAZER'S JUNE 9, 2007 DRRB OPINION AND AWARD AWARDED POLICE OFFICER ANDREW JACKSON DUTY DISABILITY RETIREMENT BENEFITS BE MADE A MATTER OF RECORD.

MID-CAP MANAGER FINALISTS

VICE CHAIRMAN BANDEMER DIRECTED THAT THE FOLLOWING FIRMS BE REQUESTED TO APPEAR BEFORE THE BOARD FOR PRESENTATION PURPOSES:

INDEPENDENCE INVESTMENTS

REINHART PARTNERS

WELLINGTON MANAGEMENT

EMPLOYER CONTRIBUTIONS FOR FISCAL YEAR ENDING 6-30-06

BY MR. BEASLEY – SUPPORTED BY MS. TALABI

WHEREAS, IT HAS COME TO THE BOARD'S ATTENTION THAT THERE HAS BEEN A VARIANCE IN THE AMOUNT OF APPROXIMATELY \$7,179,297.65 IN THE CALCULATIONS OF THE RETIREMENT SYSTEM'S ACTUARY (\$64,986,629.40) AND THE EMPLOYER CITY BUDGET (\$57,807,331.74) REGARDING THE EMPLOYER CONTRIBUTIONS DUE THE RETIREMENT SYSTEM ON JUNE 30, 2006 (WHICH HAS BEEN PAID) (NET OF PENSION OBLIGATION CERTIFICATE PROCEEDS), AND

WHEREAS, THE EMPLOYER CITY HAS BUDGETED THE AMOUNT DUE THE RETIREMENT SYSTEM, NET OF PENSION OBLIGATION CERTIFICATE PROCEEDS) ON JUNE 30, 2006 AS \$64,986,629.40, BUT HAS INDICATED, NOTWITHSTANDING A POTENTIAL LEGAL DISPUTE, THAT IT APPEARS THAT THERE WERE MISUNDERSTANDINGS REGARDING THE CALCULATIONS, IN PART, DUE TO THE PENSION OBLIGATION CERTIFICATE PROCEEDS, THE TIMING OF RECEIPT OF THE FUNDS AND OTHER RELATED MATTERS, AND

WHEREAS, THE BOARD IS AWARE OF ITS FIDUCIARY RESPONSIBILITIES AND HAS DISCUSSED THIS MATTER WITH ITS ACTUARY AND GENERAL COUNSEL, THEREFORE BE IT

EMPLOYER CONTRIBUTIONS FOR FISCAL YEAR ENDING 6-30-06

RESOLVED, THAT IN LIGHT OF THE TOTALITY OF CIRCUMSTANCES, THE BOARD HAS DECIDED THAT THE CALCULATION OF THE AMOUNT, RE: THE EMPLOYER CITY CONTRIBUTIONS NET OF PENSION OBLIGATION CERTIFICATE PROCEEDS WHICH WERE DUE ON JUNE 30, 2006 (WHICH HAS BEEN PAID), BE \$57,807,331.74, AND BE IT FURTHER

RESOLVED, THAT NOTWITHSTANDING VARIOUS CALCULATIONS, RE: THE VARIANCE, IT IS AGREED THAT THE AMOUNT OF \$7,739,282.44 BE PAID ON OR BEFORE JUNE 30, 2008 IN SATISFACTION OF THIS ISSUE, AND BE IT FURTHER

RESOLVED, THAT THE FINANCIAL REPORTS, INCLUDING APPLICABLE ACTUARIAL REPORTS, REFLECT AMOUNTS CONSISTENT WITH THIS RESOLUTION, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO THE MAYOR, THE CITY COUNCIL, CITY FINANCE DIRECTOR, CITY BUDGET DIRECTOR AND THE BOARD'S ACTUARY:

YEAS – TRUSTEES BEASLEY, FREEMAN, MILTON, MOORE, PEGG, SCOTT, STEWART, TALABI AND VICE CHAIRMAN BANDEMER – 9

NAYS – NONE

**BROKERS OF RECORD**

BY MR. MILTON – SUPPORTED BY MR. MOORE

**Resolved**, That **JKV Global Enterprises** be **added** to the list of **Brokers of Record** for the Police and Fire Retirement System of the City of Detroit, and be it further

Resolved, That a copy of this resolution be forwarded to **JKV Global Enterprises** and the Accounting Division of the Retirement System:

YEAS – TRUSTEES BEASLEY, FREEMAN, MILTON, MOORE, PEGG, SCOTT, STEWART, TALABI AND VICE CHAIRMAN BANDEMER – 9

**BROKERS OF RECORD**

NAYS – NONE

CONFERENCES

By Mr. Stewart – Supported by Mr. Beasley

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

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

MAPERS Conference  
Grand Rapids, Michigan  
September 15, 2007 – September 19, 2007

International Foundation Collection Procedures Institute  
Conference  
Arizona  
September 16, 2007 – September 19, 2007

International Foundation Construction Industry Benefits  
Conference  
Arizona  
September 18, 2007 – September 21, 2007

YEAS – TRUSTEES BEASLEY, FREEMAN, MILTON, MOORE, PEGG, SCOTT,  
STEWART, TALABI AND VICE CHAIRMAN BANDEMER – 9

NAYS – NONE

MAYFIELD GENTRY REALTY ADVISORS (“MGRA”)  
20022 N. 31<sup>ST</sup> AVENUE, PHOENIX, ARIZONA  
ACQUISITION PROPOSAL

BY MS. TALABI – SUPPORTED BY MR. SCOTT

WHEREAS, THE BOARD IS IN RECEIPT OF A PROPOSAL FOR THE ACQUISITION OF THE PHOENIX, ARIZONA PROPERTY DESCRIBED ABOVE WITH A PURCHASE PRICE OF \$58,500,000.00 WHICH INCLUDES THE ASSUMPTION OF AN EXISTING MORTGAGE LOAN IN THE AMOUNT OF \$31,860,000.00 AND AN EQUITY INVESTMENT IN THE AMOUNT OF \$27,500,000.00, AND

WHEREAS, THE PROPOSAL CONTEMPLATES A \$3,000,000.00 EARNEST MONEY DEPOSIT ON OR BEFORE JULY 23, 2007, AND

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

RESOLVED, THAT, SUBJECT TO APPROVAL OF DOCUMENTATION BY THE BOARD’S GENERAL COUNSEL AND ANY SPECIAL COUNSEL SELECTED BY THE BOARD, THE BOARD APPROVES THE FOREGOING PROPOSAL AND THE APPROPRIATE FUNDING, INCLUDING A \$3,000,000.00 EARNEST MONEY DEPOSIT CONTEMPLATED FOR WIRING ON OR BEFORE JULY 23, 2007, BE MADE, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO MAYFIELD GENTRY REALTY ADVISORS AND THE BOARD’S SPECIAL COUNSEL, F. LOGAN DAVIDSON, P.C.:

YEAS – TRUSTEES BEASLEY, FREEMAN, MILTON, MOORE, PEGG, SCOTT,  
STEWART, TALABI AND VICE CHAIRMAN BANDEMER – 9

NAYS – NONE

WITHDRAWAL OF EMPLOYEE CONTRIBUTIONS FROM DEFINED  
CONTRIBUTION PLAN

BY MR. STEWART – SUPPORTED BY MR. MOORE

WHEREAS, RETIREMENT SYSTEM PROVISIONS, PRIOR TO THE DPOA ACT 312 OPINION AND AWARD, PROVIDED, INTER ALIA, FOR THE WITHDRAWAL OF A MEMBER'S CONTRIBUTIONS UPON EARNING 25 YEARS OF SERVICE CREDIT, AND

WHEREAS, PER RESOLUTION OF THE BOARD OF MARCH 29, 2007, THE BOARD INTERPRETS THE "20 AND OUT" RULE FOR DPOA MEMBERS AS MODIFYING THE "25 YEAR REQUIRED EMPLOYEE CONTRIBUTION" RULE, THEREBY TERMINATING DPOA EMPLOYEE CONTRIBUTIONS (AND OTHER MEMBERS WHO ARE ENTITLED TO THE SAME INTERPRETATION) UPON ATTAINING 20 YEARS OF SERVICE CREDIT, PER ACTIVE EMPLOYMENT, AND

WHEREAS, THE EXECUTIVE SECRETARY HAS REQUESTED THE BOARD TO, IN LIGHT OF THE FOREGOING, DETERMINE WHETHER DISABILITY RETIREES ARE ENTITLED TO WITHDRAW THEIR DEFINED CONTRIBUTION PLAN BALANCE AFTER OBTAINING 20 YEARS OF SERVICE CREDIT INSTEAD OF 25 YEARS OF SERVICE CREDIT, THEREFORE BE IT

RESOLVED, THAT DISABILITY RETIREES BE TREATED THE SAME AS ACTIVE EMPLOYEES WITH RESPECT TO THE TIME OF ELIGIBILITY FOR WITHDRAWAL OF DEFINED CONTRIBUTION PLAN BALANCES, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO RETIREMENT SYSTEM STAFF:

YEAS – TRUSTEES BEASLEY, FREEMAN, MILTON, MOORE, PEGG, SCOTT,  
STEWART, TALABI AND VICE CHAIRMAN BANDEMER – 9

NAYS – NONE

PUBLIC FORUM

AT **3:10 P.M.**, VICE CHAIRMAN BANDEMER DECLARED THE MEETING IN OPEN FORUM FOR GENERAL DISCUSSION BY THE PUBLIC ATTENDING THE MEETING.

ADJOURNMENT

THERE BEING NO FURTHER BUSINESS BEFORE THE BOARD VICE CHAIRMAN BANDEMER ADJOURNED THE MEETING AT **3:20 P.M.** UNTIL THURSDAY, **JULY 19, 2007**, AT **9:00 A.M.**, IN ROOM 910 OF THE COLEMAN A. YOUNG MUNICIPAL CENTER, DETROIT, MICHIGAN 48226.

RESPECTFULLY SUBMITTED,

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CYNTHIA A. THOMAS  
ASSISTANT EXECUTIVE SECRETARY