

MEETING NUMBER 2659

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



PROCEEDINGS HELD THURSDAY, DECEMBER 20, 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
Gregory Best	Elected Trustee/ Chairperson
DeDan Milton	Ex/Officio Alternate Trustee
James Moore	Elected Trustee
George Orzech	Elected Trustee
Jeffrey Pegg	Elected Trustee
Tyrone Scott	Ex/Officio Trustee-Fire Commissioner
Paul Stewart	Elected Trustee
Alberta Tinsley-Talabi	Ex/Officio Trustee/City Councilperson
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

Shereece Fleming-Freeman	Ex/Officio Alternate Trustee
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ABSENT

None

## CHAIRPERSON

**Gregory Best**

ROLL CALL WAS TAKEN AT **9:16 A.M.** BY THE BOARD'S RECORDING SECRETARY AND THE MEETING WAS CALLED TO ORDER.

### CLOSED SESSION

BY MR. STEWART – SUPPORTED BY MR. SCOTT

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 below and 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, Orzech, Pegg, Scott, Stewart and Chairman Best – 6

Nays – None

The Board entered into Closed Session at 9:16 A.M.

### OPEN SESSION

BY MR. STEWART – SUPPORTED BY MR. MOORE

OPEN SESSION

Resolved, That the Board return to Open Session:

A Roll Call vote was taken as follows:

Yeas – Trustees Bandemer, Milton, Moore, Orzech, Pegg, Scott, Stewart,  
Talabi and Chairman Best – 9

Nays – None

The Board returned to Open Session at 10:04 A.M. and Medical Director  
Reginald O'Neal was excused for the remainder of the Meeting.

DISABILITY RETIREMENT APPLICATIONS

NAME, TITLE, DEPARTMENT	STEVE ELLISON – OFFICER – POLICE
DISABILITY, PLAN	DUTY - NEW
INJURIES	LEFT KNEE
DOCTOR'S RECOMMENDATION	<b>DUTY-CONNECTED</b>
BOARD ACTION	APPROVE

NAME, TITLE, DEPARTMENT	DAVID FREEMAN – OFFICER – POLICE
DISABILITY, PLAN	DUTY - NEW
INJURIES	CHEST, KNEES, STRESS
DOCTOR'S RECOMMENDATION	<b>NOT DISABLED DUE TO CHEST AND KNEES, BUT UNCERTAIN AS TO STRESS</b>
BOARD ACTION	NO ACTION TAKEN

NAME, TITLE, DEPARTMENT	LORENZO JONES – LIEUTENANT – POLICE
DISABILITY, PLAN	DUTY – NEW (POLICE DEPARTMENT REQUEST)
INJURIES	LOWER BACK
DOCTOR'S RECOMMENDATION	<b>DUTY RELATED</b>
BOARD ACTION	APPROVE

DISABILITY RETIREMENT APPLICATIONS

NAME, TITLE, DEPARTMENT	MIGUEL BRUCE – OFFICER - POLICE
DISABILITY, PLAN	DUTY – NEW
INJURIES	LOWER BACK
DOCTOR'S RECOMMENDATION	<b>DUTY RELATED</b>
BOARD ACTION	APPROVE

NAME, TITLE, DEPARTMENT	AARON CHERRY – FIRE FIGHTER - FIRE
DISABILITY, PLAN	DUTY – NEW
INJURIES	LOWER BACK
DOCTOR'S RECOMMENDATION	<b>DUTY RELATED</b>
BOARD ACTION	APPROVE

NAME, TITLE, DEPARTMENT	CYNTHIA CLAYTON – OFFICER - POLICE
DISABILITY, PLAN	DUTY – NEW
INJURIES	LEFT KNEE
DOCTOR'S RECOMMENDATION	<b>DUTY RELATED</b>
BOARD ACTION	APPROVE

NAME, TITLE, DEPARTMENT	KEITH HEWLETT – FIRE PREVENTION INSPECTOR - <b>FIRE</b>
DISABILITY, PLAN	DUTY – NEW
INJURIES	LEFT KNEE
DOCTOR'S RECOMMENDATION	<b>DUTY RELATED</b>
BOARD ACTION	APPROVE

NAME, TITLE, DEPARTMENT	ROBIN RANDOLPH – OFFICER - POLICE
DISABILITY, PLAN	DUTY – NEW
INJURIES	NECK AND LEFT SHOULDER
DOCTOR'S RECOMMENDATION	<b>DUTY RELATED</b>
BOARD ACTION	APPROVE

**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
<b>JOSEPH BLANKSHIP</b> – FIRE – DUTY – THIRD	CONTINUE		
<b>DEBRA CARTER</b> – FIRE – DUTY – FOURTH	CONTINUE		MUST RECEIVE NEXT EXAM IN DETROIT
<b>TY HOUSTON</b> – FIRE – DUTY – FOURTH	CONTINUE	NO FURTHER EXAMS REQUIRED	
<b>JANIZEN HUGHES</b> – FIRE – DUTY – FOURTH	CONTINUE		
<b>SEAN LEWIS</b> – FIRE – DUTY – FIRST	CONTINUE		
<b>MAJOR RUSSELL</b> – FIRE – DUTY –	CONTINUE		MUST RECEIVE NEXT EXAM IN DETROIT IN 6 MONTHS

STEVE ELLISON

BY MR. STEWART – SUPPORTED BY MR. ORZECH

RESOLVED, THAT THE BOARD ACCEPT THE REPORT AND RECOMMENDATION OF ITS MEDICAL DIRECTOR REGARDING STEVE ELLISON, AND BE IT FURTHER

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

Yeas – Trustees Bandemer, Orzech, Pegg, Scott, Stewart and Chairman Best – 6

Nays – None

TRUSTEE **TALABI** ENTERED THE MEETING.

LORENZO JONES

BY MR. STEWART – SUPPORTED BY MR. PEGG

RESOLVED, THAT THE BOARD ACCEPT THE REPORT AND RECOMMENDATION OF ITS MEDICAL DIRECTOR REGARDING LORENZO JONES, AND BE IT FURTHER

RESOLVED, THAT BASED UPON THE BOARD'S MEDICAL DIRECTOR'S RECOMMENDATION, THE BOARD HEREBY APPROVES THE POLICE DEPARTMENT'S APPLICATION FOR MR. JONES' DUTY DISABILITY RETIREMENT, AND BE IT FURTHER

RESOLVED, THAT MR. JONES BE APPRISED OF HIS RIGHT TO APPEAL SAID FINDING PURSUANT TO PROCEDURES ESTABLISHED BY COLLECTIVE BARGAINING:

TRUSTEE **MILTON** ENTERED THE MEETING

TRUSTEE **MOORE** ENTERED THE MEETING.

Yeas – Trustees Bandemer, Milton, Moore, Orzech, Pegg, Scott, Stewart, Talabi and Chairman Best – 9

Nays – None

MIGUEL BRUCE

BY MS. TALABI – SUPPORTED BY MR. STEWART

RESOLVED, THAT THE BOARD ACCEPT THE REPORT AND RECOMMENDATION OF ITS MEDICAL DIRECTOR REGARDING MIGUEL BRUCE, AND BE IT FURTHER

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

Yeas – Trustees Bandemer, Milton, Moore, Orzech, Pegg, Scott, Stewart, Talabi and Chairman Best – 9

MIGUEL BRUCE

Nays – None

CYNTHIA CLAYTON

BY MR. STEWART – SUPPORTED BY MS. TALABI

RESOLVED, THAT THE BOARD ACCEPT THE REPORT AND RECOMMENDATION OF ITS MEDICAL DIRECTOR REGARDING CYNTHIA CLAYTON, AND BE IT FURTHER

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

Yeas – Trustees Bandemer, Milton, Moore, Orzech, Pegg, Scott, Stewart, Talabi and Chairman Best – 9

Nays – None

AARON CHERRY

BY MS. TALABI – SUPPORTED BY MR. ORZECH

RESOLVED, THAT THE BOARD ACCEPT THE REPORT AND RECOMMENDATION OF ITS MEDICAL DIRECTOR REGARDING AARON CHERRY, AND BE IT FURTHER

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

Yeas – Trustees Bandemer, Milton, Moore, Orzech, Pegg, Scott, Stewart, Talabi and Chairman Best – 9

Nays – None

KEITH HEWLETT

BY MR. PEGG – SUPPORTED BY MR. STEWART

KEITH HEWLETT

RESOLVED, THAT THE BOARD ACCEPT THE REPORT AND RECOMMENDATION OF ITS MEDICAL DIRECTOR REGARDING KEITH HEWLETT, AND BE IT FURTHER

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

Yeas – Trustees Bandemer, Milton, Moore, Orzech, Pegg, Scott, Stewart, Talabi and Chairman Best – 9

Nays – None

ROBIN RANDOLPH

BY MR. STEWART – SUPPORTED BY MR. MOORE

RESOLVED, THAT THE BOARD ACCEPT THE REPORT AND RECOMMENDATION OF ITS MEDICAL DIRECTOR REGARDING ROBIN RANDOLPH, AND BE IT FURTHER

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

Yeas – Trustees Bandemer, Milton, Moore, Orzech, Pegg, Scott, Stewart, Talabi and Chairman Best – 9

Nays – None

RE-EXAMINATIONS

BY MR. SCOTT – SUPPORTED BY MR. MOORE

RESOLVED, THAT IN ACCORDANCE WITH THE RECOMMENDATION OF THE BOARD'S MEDICAL DIRECTOR, THE RETIRANTS WHOSE NAMES ARE REFERENCED ON PAGE 5 BE CONTINUED ON THE DISABILITY RETIREMENT PAYROLLS, WITH DEBRA CARTER RECEIVING HER NEXT RE-EXAMINATION IN DETROIT, MICHIGAN, NO FURTHER RE-EXAMINATIONS BEING NECESSARY FOR TY HOUSTON AND MAJOR RUSSELL RECEIVING HIS NEXT RE-EXAMINATION IN DETROIT, MICHIGAN, IN SIX (6) MONTHS:

RE-EXAMINATIONS

Yeas – Trustees Bandemer, Milton, Moore, Orzech, Pegg, Scott, Stewart,  
Talabi and Chairman Best – 9

Nays – None

JADDA

**JAMES CARSON** AND **DAVID BOYDELL** APPEARED BEFORE THE BOARD,  
DISCUSSED A PRIVATE PLACEMENT INVESTMENT PROPOSAL (JADDA  
INSTITUTIONAL OPPORTUNITY FUND, LLC) AND THEN EXCUSED THEMSELVES.

TRUSTEE **BEASLEY** ENTERED THE MEETING.

MMA REALTY MANAGEMENT

**PAUL BERNARD** AND **THOMAS ZDRODOWSKI** APPEARED BEFORE THE BOARD,  
DISCUSSED A FREDDIE MAC LETTER OF CREDIT REQUEST (UP TO  
\$15,000,000.00) AND THEN EXCUSED THEMSELVES.

BANYAN REALTY MANAGEMENT

LOU VOGT DISCUSSED BANYAN'S DUE DILIGENCE OF SPARE TIME AND  
CAM-RIM. HE ALSO DISCUSSED ICG'S LEASEBACK FUND AND THEN  
EXCUSED HIMSELF.

CAM-RIM

BY MR. ORZECH – SUPPORTED BY MR. STEWART

WHEREAS, THE BOARD HAS CONSIDERED THE CAM-RIM PROPOSAL  
REGARDING A \$27,000,000.00 INVESTMENT BY THE RETIREMENT SYSTEM, AND

WHEREAS, THE BOARD HAS DISCUSSED THIS MATTER WITH ITS DUE  
DILIGENCE ADVISOR, BANYAN REALTY MANAGEMENT, THEREFORE BE IT

RESOLVED, THAT THE BOARD HEREBY REJECTS THE PROPOSAL, AND BE IT  
FURTHER

RESOLVED, THAT BANYAN REALTY MANAGEMENT MAY CONTINUE  
DISCUSSIONS WITH CAM-RIM'S PROJECT SPONSOR IF REQUESTED BY CAM-  
RIM'S PROJECT SPONSOR, AND BE IT FURTHER

CAM-RIM

RESOLVED, THAT THE BOARD NOTES THAT IN ANY EVENT, THE BOARD MAY HAVE NO AVAILABILITY OF ADDITIONAL PUBLIC ACT 314 OF 1965, SECTION 20(D) INVESTMENTS, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO CAM-RIM AND BANYAN REALTY MANAGEMENT, ATTENTION: LOU VOGT:

Yeas – Trustees Bandemer, Beasley, Milton, Moore, Orzech, Pegg, Scott, Stewart, Talabi and Chairman Best – 10

Nays – None

TRUSTEE **PEGG** TEMPORARILY EXCUSED HIMSELF.

CAPITAL CALLS/DRAWS

BY MR. STEWART – SUPPORTED BY MR. SCOTT

Whereas, The Board has been presented with the following capital calls/draws, and

Whereas, The Board has been requested to approve funding of said capital calls/draws, Therefore be it

Resolved, That subject to final approval of all transaction documents by the Board's Legal Counsel, the Board approves funding of said capital calls/draws:

Firm: CITI ALTERNATIVE INVESTMENTS  
Date: DECEMBER 13, 2007  
Fund Name: CVC INTERNATIONAL GROWTH PARTNERSHIP II  
Capital Call: \$1,100,000.00

Firm: RDD INVESTMENT CORPORATION  
Date: DECEMBER 18, 2007  
Fund Name: RDD OPERATIONS, LLC  
Draw: \$322,000.00

CAPITAL CALLS/DRAWS

Firm: STEWART REAL ESTATE MANAGEMENT, LLC  
Date: DECEMBER 13, 2007  
Fund Name: STEWART REAL ESTATE PARTNERS FUND I.L.P.  
Capital Call: \$750,000.00

Yeas – Trustees Bandemer, Beasley, Milton, Moore, Orzech, Scott,  
Stewart, Talabi and Chairman Best – 9

Nays – None

BILL PAYMENT REQUESTS

BY MS. TALABI – SUPPORTED BY MR. ORZECH

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 – DECEMBER 7, 2007 - \$6,347.57 – POLICE AND FIRE PORTION OF  
\$12,695.13 – SUPPLIES

ADP – DECEMBER 7, 2007 - \$101.45 – POLICE AND FIRE PORTION OF \$202.89  
– SUPPLIES

BANK OF NEW YORK – DECEMBER 11, 2007 - \$8,200.00 – 2007 THIRD  
QUARTER FEES

BANYAN REALTY ADVISORS, LLC – DECEMBER 14, 2007 - \$6,000.00 –  
IDLEWYLDE APARTMENTS

DAVIDSON, F. LOGAN – NOVEMBER 30, 2007 - \$11,325.00 – MCRAE GROUP  
OF COMPANIES

BILL PAYMENT REQUESTS

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

DAVIDSON, F. LOGAN – NOVEMBER 30, 2007 - \$3,675.00 – MANN 1100 PUD

DELL MARKETING – NOVEMBER 30, 2007 - \$1,072.46 – POLICE AND FIRE  
PORTION OF \$2,144.92 – SUPPLIES

FORMS TRAC – DECEMBER 7, 2007 - \$588.13 – POLICE AND FIRE PORTION  
OF \$1,176.25 – PRINTING COSTS

GFOA – DECEMBER 1, 2007 - \$2,175.00 – POLICE AND FIRE PORTION OF  
\$4,145.00 – 2008 MEMBERSHIP DUES AND MISCELLANEOUS EXPENSES

MILESTONE REALTY SERVICES, INC. – DECEMBER 14, 2007 - \$35,000.00 –  
POLICE AND FIRE PORTION OF \$70,000.00 – DRS HOLDINGS, INC.  
CONSTRUCTION COSTS

NEO-POST – DECEMBER 13, 2007 - \$5,000.00 – POLICE AND FIRE PORTION  
OF \$10,000.00 – SUPPLIES

PAYDEN & RYGEL – DECEMBER 10, 2007 - \$18,046.00 – NOVEMBER, 2007  
FEES FOR ACCOUNT 1613

PAYDEN & RYGEL – DECEMBER 10, 2007 - \$13,113.00 – NOVEMBER, 2007  
FEES FOR ACCOUNT 1612

XJJ COMPANY – DECEMBER 20, 2007 - \$26,633.36 – POLICE AND FIRE  
PORTION OF \$53,266.72 – EMPLOYEE PAYROLL FOR NOVEMBER 19, 2007  
THROUGH DECEMBER 21, 2007

Yeas – Trustees Bandemer, Beasley, Milton, Moore, Orzech, Scott,  
Stewart, Talabi and Chairman Best – 9

Nays – None

LEGAL COUNSEL'S BILLING

BY MS. TALABI – SUPPORTED BY MR. ORZECH

RESOLVED, THAT LEGAL COUNSEL'S BILLING DATED DECEMBER 20, 2007,  
FOR THE MONTH DECEMBER, 2007, OF IN THE AMOUNT OF **\$17,218.18**, BE

LEGAL COUNSEL'S BILLING

APPROVED AND SAID AMOUNT BE PAID PURSUANT TO WIRE-TRANSFER INSTRUCTIONS ON FILE WITH THE POLICE AND FIRE RETIREMENT SYSTEM:

Yeas – Trustees Bandemer, Beasley, Milton, Moore, Orzech, Scott, Stewart, Talabi and Chairman Best – 9

Nays – None

RETIREMENTS

BY MR. STEWART – SUPPORTED BY MR. SCOTT

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

Yeas – Trustees Bandemer, Beasley, Milton, Moore, Orzech, Scott, Stewart, Talabi and Chairman Best – 9

Nays – None

RETIREMENTS

NAME, TITLE, DEPARTMENT	DENNIS FULTON – LIEUTENANT – POLICE
RETIREMENT, PLAN	SERVICE – NEW
SERVICE CREDIT, EFFECTIVE DATE	35 03 16 – 12 07 07
NAME, TITLE, DEPARTMENT	CATHERINE GAYNETT – OFFICER – POLICE
RETIREMENT, PLAN	SERVICE - NEW
SERVICE CREDIT, EFFECTIVE DATE	20 00 01 – 02 02 08
NAME, TITLE, DEPARTMENT	SHIRLEY JOYNER – SERGEANT - POLICE
RETIREMENT, PLAN	SERVICE - NEW
SERVICE CREDIT, EFFECTIVE DATE	35 00 04 – 01 18 08
NAME, TITLE, DEPARTMENT	BYRON RUE – OFFICER - POLICE
RETIREMENT, PLAN	SERVICE - NEW
SERVICE CREDIT, EFFECTIVE DATE	22 05 12 – 02 01 08

**RETIREMENTS**

NAME, TITLE, DEPARTMENT	THOMAS TAYLOR, JR. – OFFICER - POLICE
RETIREMENT, PLAN	SERVICE - NEW
SERVICE CREDIT, EFFECTIVE DATE	21 11 29 – 01 26 08

NAME, TITLE, DEPARTMENT	SYLVESTER DAWSON – SERGEANT - POLICE
RETIREMENT, PLAN	SERVICE - NEW
SERVICE CREDIT, EFFECTIVE DATE	26 03 10 – 01 08 08

NAME, TITLE, DEPARTMENT	SEAN NEAL – OFFICER - POLICE
RETIREMENT, PLAN	SERVICE - NEW
SERVICE CREDIT, EFFECTIVE DATE	22 02 08 – 01 12 08

NAME, TITLE, DEPARTMENT	JOSEPH WRIGHT – OFFICER - POLICE
RETIREMENT, PLAN	SERVICE - NEW
SERVICE CREDIT, EFFECTIVE DATE	22 00 09 – 01 15 08

NAME, TITLE, DEPARTMENT	PETER R. BUONCOMPAGNI, II – FIRE ENGINE OPERATOR – FIRE
RETIREMENT, PLAN	SERVICE - NEW
SERVICE CREDIT, EFFECTIVE DATE	21 03 11 – 01 03 08

**CONFIRMATIONS**

**BY MR. STEWART – SUPPORTED BY MR. SCOTT**

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

Yeas – Trustees Bandemer, Beasley, Milton, Moore, Orzech, Scott,  
Stewart, Talabi and Chairman Best – 9

Nays – None



DISBURSEMENTS

Police and Fire Retirement Systems of the City of Detroit		
Summary of Disbursements		
From December 12-18, 2007		
Date	Wired To	Explanation
	BANK OF NEW YORK	
12/14/2007	General Fund	Check-write-Administrative Expense \$21,959.96
	Allen & Associate	Appraisal & consulting services-7850E Jefferson \$1,750.00
	Cromwell communications	P & F 2006 Annual Report \$7,400.00
	Detroit Office Interiors	Office Furniture \$1,100.90
	Lamont Title	Work Fee-1425, 1463 & 1489 E. Jefferson \$315.00
	PDS	Computer Equipment \$3,066.12
	XO Communications	Internet Provider Nov & Dec '07 \$1,888.71
12/17/2007	Mayfield Gentry Realty Advisors	Dublin Place draw # 6 \$143,925.62
	Mayfield Gentry Realty Advisors	Servicing Fees-December '07 \$255,367.35
	Mayfield Gentry Realty Advisors	Disposition Fee-Oak Grove Sale \$267,357.46
	Oracle Capital Partners	Draw # 6 \$643,500.00
	Superior Capital	Draw # 2 \$200,000.00
12/18/2007	First Independence	List #3262-\$639,013.71
	Citigroup Venture Capital	Draw #1 & 2 \$2,247,762.00
	General Fund	Check-write-Administrative Expense \$327.82
		TOTAL DISBURSEMENTS: \$4,434,734.65

Pre-Employment Military Service Credit

By Mr. Stewart – Supported by Mr. Orzech

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:

Christopher Hicks – Police Department

Yeas – Trustees Bandemer, Beasley, Milton, Moore, Orzech, Scott, Stewart, Talabi and Chairman Best – 9

Nays – None

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

IN APPRECIATION OF TRUSTEE ALBERTA TINSLEY-TALABI

BY MR. BANDEMER – SUPPORTED BY MR. MOORE

THE BOARD OF TRUSTEES EXTENDS ITS SINCERE APPRECIATION AND HEARTFELT THANKS TO **ALBERTA TINSLEY-TALABI** FOR HER FAITHFUL AND DEVOTED INTEREST AND SERVICE TO THE MEMBERS OF THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT DURING HER TENURE AS A TRUSTEE JANUARY 1, 2005 THROUGH DECEMBER 31, 2007:

Yeas – Trustees Bandemer, Beasley, Milton, Moore, Orzech, Pegg, Scott, Stewart, Talabi and Chairman Best – 10

Nays – None

LEGAL COUNSEL'S REPORTS

LEGAL COUNSEL RONALD ZAJAC DISCUSSED VARIOUS MATTERS WITH THE BOARD, INCLUDING CAPRI, LIFE ASSURANCE FUND, THE PROVIDENT GROUP, BLACK EAGLE, SAND LAKE CENTRE, THE IRS, UBS AG, JP MORGAN, COMMERCE BANK AND CITIGROUP CAPITAL PARTNERS/SMITH BARNEY.

Capri Capital Advisors, LLC (Plan Sponsor)  
\$25,000,000 Capri Urban Investors, LLC ("Investment")

By Mr. Scott – Supported by Mr. Stewart

**WHEREAS**, The Board of Trustees of the Police and Fire Retirement System of the City of Detroit (the "Board") previously approved the above-referenced Investment, pursuant to a Resolution adopted at Meeting No. 2652, November 1, 2007, subject to a favorable report from Donald A. Wagner (the "Special Legal Counsel") as to the documents evidencing the Investment ("Transaction Documents"), and

**WHEREAS**, the Special Legal Counsel has approved the Transaction Documents subject to final approval thereof by General Counsel, Therefore Be It

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

Subscription Agreement;  
Side Letter;  
Limited Liability Company Agreement Signature Page; and  
Bank of America Investor Letter, and be it further

**RESOLVED**, that the Board authorizes its signatories, to execute, subject to approval of general counsel and special legal counsel, the Closing Documents and any documentation required by the Board's General Counsel and Special Legal Counsel to consummate the closing on the Investment, and (ii) Special Legal Counsel to deliver the Closing Documents, and be it further

**RESOLVED**, that the Board hereby approves the funding of the Investment and authorizes up to Twenty-Five Million and No/100 Dollars

Capri Capital Advisors, LLC (Plan Sponsor)  
\$25,000,000 Capri Urban Investors, LLC (“Investment”)

(\$25,000,000.00) in capital calls pursuant to the Transaction Documents which shall be completed consistent with the Board’s policies, subject to the review and approval of General Counsel and Special Legal Counsel, and be it further

**RESOLVED**, that a copy of this resolution be forwarded to CAPRI Urban Investors, LLC and the Accounting Division of the Retirement System:

Yeas – Trustees Bandemer, Beasley, Milton, Moore, Orzech, Pegg,  
Scott, Stewart, Talabi and Chairman Best – 10

Nays – None

LIFE ASSURANCE INVESTMENT ADVISORS, LLC (PLAN SPONSOR)  
\$10,000,000 THE LIFE ASSURANCE FUND, L.P. INVESTMENT

By Mr. Pegg – Supported by Mr. Bandemer

**WHEREAS**, the Board of Trustees of the Police and Fire Retirement System of the City of Detroit (the “Board”) previously approved the above-referenced investment, subject to a number of conditions, inter alia, a favorable due diligence report from North Point Advisors (the “Board’s Advisor”) and a legal review from Clark Hill, PLC (the “Special Legal Counsel”), and

**WHEREAS**, the Board’s Advisor has submitted a favorable due diligence report which is acceptable to the Board, and

**WHEREAS**, the Special Legal Counsel approves the documentation subject to finalization of the documents by the Plan Sponsor with final approval thereof by Special Legal Counsel and General Counsel, Therefore Be It

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

Subscription Agreement;  
Side Letter; and  
W-9, and be it further

LIFE ASSURANCE INVESTMENT ADVISORS, LLC (PLAN SPONSOR)  
\$10,000,000 THE LIFE ASSURANCE FUND, L.P. INVESTMENT

**RESOLVED**, that the Board authorizes (i) two (2) authorized signers (consistent with Board policy) to execute the Closing Documents and any documentation required by Special Legal Counsel and General Counsel to consummate the closing on the investment, and (ii) Special Legal Counsel to deliver said Closing Documents to Life Assurance Investment Advisors, LLC, and be it further

**RESOLVED**, that the Board hereby approves the funding of the investment and authorizes a Ten Million and no/100 Dollar (\$10,000,000.00) wire transfer to the Plan Sponsor's Agent as described in the Disbursement Request which shall be completed consistent with the Board's policy, subject to the review and approval of Special Legal Counsel, General Counsel and Executive Secretary, and be it further

**RESOLVED**, that a copy of this resolution be forwarded to Life Assurance Investment Advisors, LLC, the Board's Advisor, Special Legal Counsel and the Accounting Division of the Retirement System:

Yeas – Trustees Bandemer, Beasley, Milton, Moore, Orzech, Pegg,  
Scott, Stewart, Talabi and Chairman Best – 10

Nays – None

BLACKEAGLE PARTNERS GP, LLC (PLAN SPONSOR)  
\$15,000,000 BLACKEAGLE PARTNERS FUND, L.P.

By Mr. Bandemer – Supported by Mr. Scott

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

**WHEREAS**, the Board's Advisor has submitted a favorable due diligence report dated November 15, 2007, which is acceptable to the Board, and

**WHEREAS**, the Special Legal Counsel approves the documentation subject to finalization of the documents by the Plan Sponsor with final

BLACKEAGLE PARTNERS GP, LLC (PLAN SPONSOR)  
\$15,000,000 BLACKEAGLE PARTNERS FUND, L.P.

approval thereof by Special Legal Counsel and General Counsel,  
Therefore Be It

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

Subscription Agreement;  
Side Letter; and  
W-9, and be it further

**RESOLVED**, that the Board authorizes (i) two (2) authorized signers (consistent with Board policy) to execute the Closing Documents and any documentation required by Special Legal Counsel and General Counsel to consummate the closing on the investment, and (ii) Special Legal Counsel to deliver said Closing Documents to Blackeagle Partners GP, LLC, and be it further

**RESOLVED**, that the Board hereby approves the funding of the investment and authorizes a Fifteen Million and no/100 Dollar (\$15,000,000.00) wire transfer to the Plan Sponsor's Agent as described in the Disbursement Request which shall be completed consistent with the Board's policy, subject to the review and approval of Special Legal Counsel, General Counsel and Executive Secretary, and be it further

**RESOLVED**, that a copy of this resolution be forwarded to Blackeagle Partners GP, LLC, the Board's Advisor, Special Legal Counsel and the Accounting Division of the Retirement System:

Yeas – Trustees Bandemer, Beasley, Milton, Moore, Orzech, Pegg,  
Scott, Stewart, Talabi and Chairman Best – 10

Nays – None

SAND LAKE CENTRE CORP.

THE BOARD WAS MADE AWARE OF THE EXECUTION OF A DECEMBER 20, 2007 LETTER, BY AN OFFICER OF THE CORPORATION, TO THE IRS INFORMING THE IRS THAT THE CORPORATION HAS CEASED TO EXIST.

INTERNAL REVENUE SERVICE

EACH MEMBER OF THE BOARD WAS PROVIDED WITH A COPY OF A DECEMBER 12, 2007 LETTER FROM ERWIN A. RUBENSTEIN TO DONALD SETTLES AND MICHAEL LANE. LEGAL COUNSEL REPORTED THAT HE, ON BEHALF OF THE BOARD, OBJECTED TO THE DOCUMENTATION PREPARED BY MR. RUBENSTEIN AND THAT MR. RUBENSTEIN HAS AGREED TO CORRECT THE PAPERWORK TO REFLECT THE APPROPRIATE AUTHORIZED SIGNATORIES.

COMMERCE BANCORP., INC.  
CLASS ACTION LITIGATION

EACH MEMBER OF THE BOARD WAS PROVIDED WITH A COPY OF A DECEMBER 12, 2007 E-MAIL FROM BILL FREDERICKS (FROM SPECIAL COUNSEL'S OFFICE, BERNSTEIN, LITOWITZ, BERGER & GROSSMANN) TO LEGAL COUNSEL AND A DECEMBER 11, 2007 ORDER AND OPINION FROM THE SUPERIOR COURT OF NEW JERSEY.

UBS AG

BY MR. BANDEMER – SUPPORTED BY MR. MOORE

WHEREAS, THE POLICE AND FIRE RETIREMENT SYSTEM HAS INCURRED APPROXIMATELY \$1,300,000.00 IN LOSSES FROM PURCHASES OF UBS AG STOCK, AND

WHEREAS, THE GENERAL RETIREMENT SYSTEM IS SEEKING TO BE A LEAD OR CO-LEAD PLAINTIFF, AND

WHEREAS, KIRBY MCINERNEY, LLP HAS REPORTED TO THE BOARD REGARDING THEIR ANALYSIS OF THE MERITS OF A CASE AGAINST UBS AG, AND

WHEREAS, KIRBY MCINERNEY, LLP HAS INQUIRED WHETHER THE POLICE AND FIRE RETIREMENT SYSTEM IS INTERESTED IN SEEKING TO BE A CO-LEAD PLAINTIFF WITH THE GENERAL RETIREMENT SYSTEM IN THIS LITIGATION, AND

WHEREAS, THE BOARD HAS DISCUSSED THIS MATTER, AND

WHEREAS, THE BOARD DEEMS IT APPROPRIATE TO SEEK TO BE A CO-LEAD PLAINTIFF WITH THE GENERAL RETIREMENT SYSTEM IN THIS MATTER TO RECOVER LOSSES INCURRED BY THE SYSTEMS AND CLASS ACTION PARTICIPANTS, THEREFORE BE IT

UBS AG

RESOLVED, THAT THE BOARD SEEK TO BE NAMED A CO-LEAD PLAINTIFF WITH THE GENERAL RETIREMENT SYSTEM REGARDING THIS MATTER, AND BE IT FURTHER

RESOLVED, THAT KIRBY MCINERNEY, LLP BE RETAINED TO REPRESENT THE SYSTEM REGARDING THIS MATTER, SUBJECT TO THE LETTER DATED DECEMBER 18, 2007 AND AGREEMENT REGARDING PRIOR TERMS OF RETENTION IN CLASS ACTION MATTERS, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO KIRBY MCINERNEY, LLP AND THE BOARD OF TRUSTEES OF THE GENERAL RETIREMENT SYSTEM:

Yeas – Trustees Bandemer, Beasley, Milton, Moore, Orzech, Pegg, Scott, Stewart, Talabi and Chairman Best – 10

Nays – None

JP MORGAN URBAN RENAISSANCE PROPERTY FUND

BY MR. BEASLEY – SUPPORTED BY MR. MILTON

WHEREAS, THE BOARD HAS BEEN PROVIDED WITH A COPY OF AN E-MAIL FROM CLARENCE LEWIS, AND

WHEREAS, NOTWITHSTANDING THE LACK OF ANY COMMUNICATION ADDRESSED TO THE BOARD REGARDING THE CONTENTS OF THE E-MAIL, THE BOARD INTERPRETS THE E-MAIL AS A REQUEST FOR THE BOARD TO WAIVE ITS STANDARD AND USUAL REQUIREMENTS FOR AN ESCROW FOR DUE DILIGENCE COSTS TO BE PAID BY A PROJECT SPONSOR, AND

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

RESOLVED, THAT THE REQUEST OF JP MORGAN URBAN RENAISSANCE PROPERTY FUND FOR A WAIVER OF THE BOARD'S STANDARD AND CUSTOMARY PROCEDURES IS DENIED, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO JP MORGAN URBAN RENAISSANCE PROPERTY FUND, ATTENTION CLARENCE LEWIS, AND THE ACCOUNTING DIVISION OF THE RETIREMENT SYSTEM:

JP MORGAN URBAN RENAISSANCE PROPERTY FUND

Yeas – Trustees Bandemer, Beasley, Milton, Moore, Orzech, Pegg,  
Scott, Stewart, Talabi and Chairman Best – 10

Nays – None

SEMINARS/CLINICS

By Mr. Pegg – Supported by Mr. Stewart

Resolved, That the Board approve the attendance of all Trustees, the Executive Secretary, the Assistant Executive Secretary, General Counsel and Special Legal Counsel at the below-referenced seminars/clinics, and be it further

Resolved, That the Board approve expenditures for all Trustees, the Executive Secretary, the Assistant Executive Secretary, General Counsel and Special Legal Counsel to attend said seminars/clinics:

Michigan Association of Public Employee Retirement Systems' One-Day Seminar – Ypsilanti – February 7, 2008

RREEF Educational Seminar – Newport Beach, California – February 12, 2008 – February 13, 2008

Benefits Communication Technology Clinic – Florida – March 10, 2008 – March 11, 2008

Yeas – Trustees Bandemer, Beasley, Milton, Moore, Orzech, Pegg,  
Scott, Stewart, Talabi and Chairman Best – 10

Nays – None

TRUSTEES MOORE AND TALABI TEMPORARILY EXCUSED THEMSELVES.

JANUARY 31, 2008 BOARD MEETING CANCELLATION

BY MR. BANDEMER – SUPPORTED BY MR. STEWART

RESOLVED, THAT THE POLICE AND FIRE RETIREMENT SYSTEM BOARD MEETING OF THURSDAY, JANUARY 31, 2008 BE CANCELLED AND THE APPROPRIATE PARTIES NOTIFIED:

JANUARY 31, 2008 BOARD MEETING CANCELLATION

Yeas – Trustees Bandemer, Beasley, Milton, Orzech, Pegg, Scott, Stewart  
and Chairman Best – 8

Nays – None

TRUSTEES MOORE AND TALABI RE-JOINED THE MEETING.

IT STAFF

IT SUPERVISOR DENNIS LINET DISCUSSED IT STAFF MEMBER TAMONE MARTIN  
WITH THE BOARD.

TAMONE MARTIN

BY MR. STEWART – SUPPORTED BY MR. MILTON

WHEREAS, THE BOARD HAS BEEN CONSIDERING A CONTRACT WITH  
TAMONE MARTIN WITH AN HOURLY RATE TO BE DETERMINED AND OTHER  
TERMS CONSISTENT WITH OTHER EXISTING CONTRACTS WITH THE RETIREMENT  
SYSTEM IT CONTRACTUAL STAFF, AND

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

RESOLVED, THAT THE BOARD APPROVES A RATE OF \$48.00 PER HOUR, AND  
BE IT FURTHER

RESOLVED, THAT THE RETIREMENT SYSTEM'S CONTRACT WITH TAMONE  
MARTIN, SUBJECT TO APPROVAL OF THE BOARD'S GENERAL COUNSEL AND  
EXECUTIVE SECRETARY AND GENERALLY CONSISTENT WITH EXISTING  
CONTRACTS WITH THE RETIREMENT SYSTEM IT STAFF, BE EXECUTED BY TWO  
(2) AUTHORIZED SIGNATORIES ON BEHALF OF THE RETIREMENT SYSTEM, AND  
BE IT FURTHER

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

Yeas – Trustees Bandemer, Beasley, Milton, Moore, Orzech, Pegg,  
Scott, Stewart, Talabi and Chairman Best – 10

Nays – None

CITIGROUP CAPITAL PARTNERS II/SMITH BARNEY

BY MR. STEWART – SUPPORTED BY MR. BEASLEY

WHEREAS, THE BOARD HAS RECEIVED A DECEMBER 7, 2007 NOTICE OF CASH DISTRIBUTION FROM CITIGROUP CAPITAL PARTNERS II ADVISING THE BOARD THAT **\$330,528.81** WAS BEING HELD BY SMITH BARNEY, AND

WHEREAS, THE BOARD UNDERSTANDS THAT UPON QUESTIONING ON BEHALF OF THE BOARD, SMITH BARNEY STATED THAT AUTHORIZATION IS REQUIRED TO WIRE THE **\$330,528.81** CURRENTLY HELD AS WELL AS ANY FUTURE DISTRIBUTIONS TO THE RETIREMENT SYSTEM, AND

WHEREAS, THE BOARD DEEMS IT APPROPRIATE THAT **ANY AND ALL** AMOUNTS RECEIVED FOR THE BENEFIT OF THE RETIREMENT SYSTEM BE **IMMEDIATELY** TRANSFERRED TO THE BOARD'S LIQUID RESERVE ACCOUNT AT THE BANK OF NEW YORK MELLON, THEREFORE BE IT

RESOLVED, THAT SMITH BARNEY IS HEREBY INSTRUCTED THAT UPON RECEIPT OF **ANY AND ALL** FUNDS FOR THE BENEFIT OF THE RETIREMENT SYSTEM (UNLESS OTHERWISE DIRECTED), TO **IMMEDIATELY** TRANSFER THE AMOUNTS TO THE RETIREMENT SYSTEM'S LIQUID RESERVE ACCOUNT AT THE BANK OF NEW YORK MELLON, AND BE IT FURTHER

RESOLVED, THAT STAFF IS HEREBY DIRECTED TO **PROVIDE** THE APPROPRIATE **WIRE-TRANSFER INSTRUCTIONS** TO SMITH BARNEY, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE **IMMEDIATELY** FORWARDED TO SMITH BARNEY AND RETIREMENT SYSTEM ACCOUNTING STAFF:

Yeas – Trustees Bandemer, Beasley, Milton, Moore, Orzech, Pegg,  
Scott, Stewart, Talabi and Chairman Best – 10

Nays – None

EARNEST PARTNERS

BY MR. BANDEMER – SUPPORTED BY MR. STEWART

RESOLVED, THAT EARNEST PARTNERS BE PLACED ON THE RETIREMENT SYSTEM'S INTERNAL WATCH LIST AND A COPY OF THIS RESOLUTION BE SENT TO EARNEST PARTNERS:

EARNEST PARTNERS

Yeas – Trustees Bandemer, Beasley, Milton, Moore, Orzech, Pegg,  
Scott, Stewart, Talabi and Chairman Best – 10

Nays – None

PARADIGM ASSET MANAGEMENT (LARGE-CAP VALUE)  
\$25,000,000.00 PROPOSED INVESTMENT

BY MR. MILTON – SUPPORTED BY MR. MOORE

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 receipt of written acknowledgment from Paradigm that Paradigm 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

**PARADIGM ASSET MANAGEMENT (LARGE-CAP VALUE)  
\$25,000,000.00 PROPOSED INVESTMENT**

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 Paradigm 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, Paradigm, 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 Paradigm 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

**PARADIGM ASSET MANAGEMENT (LARGE-CAP VALUE)  
\$25,000,000.00 PROPOSED INVESTMENT**

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 Paradigm to escrow funds for payment of all costs and expenses, and be it further

Resolved, That the foregoing is also conditioned upon Paradigm 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 Paradigm 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 Paradigm, the Accounting Division of the Retirement System and Special Legal Counsel to be selected by the Board:

Yeas – Trustees Bandemer, Beasley, Milton, Moore, Orzech,  
Pegg, Scott, Stewart, Talabi and Chairman Best – 10

Nays – None

ASI ADVISORS/TRADEWIND AIRLINES, INC.  
\$15,000,000.00 PROPOSED INVESTMENT

BY MR. BEASLEY – SUPPORTED BY MR. MILTON

**WHEREAS**, the Board has had the foregoing investment proposal under consideration, the basic and general proposed conditions of which were set forth in a presentation from Mr. Watkins 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 of Trustees is in receipt of a due diligence report submitted by North Point Advisors and has considered this matter at Board meetings, 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 contemplates the proposed investment to be structured as a secured loan (with generally all security typically required by a banking or other lending financial institution) with an acceptable coupon rate plus an equity component and with guarantees of appropriate parties, and

**WHEREAS**, the Board's contingent approval is conditioned upon the Board's written receipt of written acknowledgment from Tradewind Airlines, Inc. that Tradewind Airlines, Inc. has received a copy of this resolution and acknowledges and agrees to the conditions and requirements therein, and

**ASI ADVISORS/TRADEWIND AIRLINES, INC.  
\$15,000,000.00 PROPOSED INVESTMENT**

**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's Special Legal Counsel regarding this proposed investment will 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, and subject to approval of the investment of an additional \$15,000,000.00 by the General Retirement System of the City of Detroit, the Board hereby conditionally approves, in general, the concept of the proposed investment, and indicates its intention to complete the transaction provided all requirements of the Board are met by Tradewind Airlines, Inc./applicable guarantors and project sponsor, and subject to approval of final terms 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 Special Legal Counsel and the Board's General Counsel and are executed on behalf of the Retirement System, Tradewind Airlines, Inc., 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 due diligence and legal fees and expenses being paid from an escrow account funded by Tradewind Airlines, Inc. or entities other than the Board, and be it further

**ASI ADVISORS/TRADEWIND AIRLINES, INC.  
\$15,000,000.00 PROPOSED INVESTMENT**

**RESOLVED**, that the Board notes the likelihood of suggested additional changes to the proposal will be made by the Board and due diligence 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 the Board selects Joseph E. Turner of Clark Hill, PLC as Special Legal Counsel regarding this matter and arrangements be made for Tradewind Airlines, Inc. to escrow fund for payments of all costs and expenses, and be it further

**RESOLVED**, that the Board authorizes (i) its signatories, two (2) authorized signers (no more than one ex-officio trustee), to execute and sign the Closing Documents and any documentation required by the Board's Special Legal Counsel and the Board's General Counsel to consummate the closing on the loan, and (ii) Special Legal Counsel to deliver the Closing Documents, and be it further

**RESOLVED**, that the foregoing is also conditioned upon Tradewind Airlines, Inc. paying all costs and expenses of the Board, including the Board's due diligence and legal fees and costs associated with the proposed loan even if the transaction is not completed or finalized for any reason including, but not limited to, Tradewind Airlines, Inc. and /or Guarantor / Project Sponsor (i) deciding to withdraw the proposal, (ii) refusing to execute final documents approved by the Board, or (iii) for any

ASI ADVISORS/TRADEWIND AIRLINES, INC.  
\$15,000,000.00 PROPOSED INVESTMENT

other reason deciding not to proceed with the transaction, and be it further

**RESOLVED**, that a copy of this resolution be forwarded to Tradewind Airlines, Inc., other applicable parties/partners and Special Legal Counsel, and be it further

**RESOLVED**, that, subject to the completion of the foregoing, the Board hereby approves the funding of the loan and authorizes up to a Fifteen Million and no/100 Dollar (\$15,000,000.00) wire-transfer to Tradewind Airlines, Inc. which shall be completed consistent with the Board's policies, subject to the review and approval of Special Legal Counsel and General Counsel:

YEAS – TRUSTEES BANDEMER, BEASLEY, MILTON, MOORE, SCOTT, STEWART  
AND TALABI – 7

NAYS – TRUSTEES ORZECH, PEGG AND CHAIRMAN BEST – 3

REASONING FOR TRUSTEE ORZECH'S "NAY" VOTE:

I, TRUSTEE, ORZECH, VOTED NO ON THIS \$15,000,000.00 INVESTMENT INTO AN AIR CARGO BUSINESS BECAUSE THE BOARD WAS NOT PRESENTED WITH ANY PRESENTATION DOCUMENTS AND WASN'T ABLE TO VERIFY ANY OF THE INFORMATION PRESENTED.

TRUSTEE BANDEMER EXCUSED HIMSELF.

EMERGING MARKETSMANAGER SEARCH

BY MR. MILTON – SUPPORTED BY MR. BEASLEY

RESOLVED, THAT THE FOLLOWING FIRMS BE REQUESTED TO APPEAR BEFORE THE BOARD TO MAKE “EMERGING MARKETS” PRESENTATIONS:

PIONEER

VONTOBEL

EFG-HERMES

YEAS – TRUSTEES BEASLEY, MILTON, MOORE, ORZECH, PEGG, SCOTT, STEWART, TALABI AND CHAIRMAN BEST – 9

NAYS – NONE

FINCH ASSET MANAGEMENT  
(HEDGE FUND INVESTMENT)  
\$10,000,000.00 PROPOSED INVESTMENT

BY MS. TALABI – SUPPORTED BY MR. STEWART

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

FINCH ASSET MANAGEMENT  
(HEDGE FUND INVESTMENT)  
\$10,000,000.00 PROPOSED INVESTMENT

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 receipt of written acknowledgment from Finch Asset Management that Finch Asset Management 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 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 Finch Asset Management and subject to approval of final documents by the Board of Trustees, and be it further

FINCH ASSET MANAGEMENT  
(HEDGE FUND INVESTMENT)  
\$10,000,000.00 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, Finch Asset Management, 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 Finch Asset Management 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 Finch Asset Management to escrow funds for payment of all costs and expenses, and be it further

Resolved, That the foregoing is also conditioned upon Finch Asset Management paying all costs and expenses of the Board, including legal fees in document preparation even if this

FINCH ASSET MANAGEMENT  
(HEDGE FUND INVESTMENT)  
\$10,000,000.00 PROPOSED INVESTMENT

proposed investment is not completed or finalized due to Finch Asset Management 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 Finch Asset Management, the Accounting Division of the Retirement System and Special Legal Counsel to be selected by the Board:

Yeas – Trustees Beasley, Milton, Moore, Scott, Stewart and Talabi - 6

Nays – Trustees Orzech, Pegg and Chairman Best – 3

THE REQUEST OF KENNEDY CAPITAL

BY MR. ORZECH – SUPPORTED BY MR. STEWART

WHEREAS, THE BOARD IS IN RECEIPT OF A LETTER FROM KENNEDY CAPITAL WHEREIN KENNEDY CAPITAL REQUESTS APPROVAL TO PURCHASE PUBLIC OFFERING SECURITIES, AND

WHEREAS, THE BOARD HAS DISCUSSED THIS MATTER WITH ITS INVESTMENT CONSULTANT, NORTH POINT ADVISORS, THEREFORE BE IT

RESOLVED, THAT THE BOARD APPROVES KENNEDY CAPITAL TO PURCHASE PUBLIC OFFERING SECURITIES, AND BE IT FURTHER

THE REQUEST OF KENNEDY CAPITAL

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO KENNEDY CAPITAL, NORTH POINT ADVISORS AND RETIREMENT SYSTEM ACCOUNTING STAFF:

YEAS – TRUSTEES BEASLEY, MILTON, MOORE, ORZECH, PEGG, SCOTT, STEWART, TALABI AND CHAIRMAN BEST – 9

NAYS – NONE

MMA FINANCIAL  
FREDDIE MAC LETTER OF CREDIT ABSTRACT

PRESENTED BY: MMA FINANCIAL

DATE PRESENTED: DECEMBER 20, 2007

APPLICANT: MMA MORTGAGE INVESTMENT CORP.

BENEFICIARY: FEDERAL HOME LOAN MORTGAGE CORP.  
AND ITS SUCCESSORS AND ASSIGNS  
("FREDDIE MAC"), OR BANK OF AMERICA

AMOUNT: \$15,000,000.00 – TO BE ISSUED IN TWO (2)  
STAGES

\$11,500,000.00 LOC TO BE ISSUED NO  
LATER THAN 1-15-08, AND

\$3,500,000.00 LOC TO BE ISSUED IN THE  
SECOND QUARTER OF 2008, OR LATER

TERM: UP TO 13 MONTHS WITH THE OPTION TO  
EXTEND ON A 13-MONTH BASIS

MMA FINANCIAL  
FREDDIE MAC LETTER OF CREDIT ABSTRACT

RATE: 150 BSP PER YEAR, PAID UP FRONT

GUARANTOR: MMA FINANCIAL HOLDINGS, INC.

By Mr. Moore – Supported by Mr. Orzech

Whereas, The Board of Trustees is in receipt of a Freddie Mac Letter of Credit offering, THEREFORE BE IT

Resolved, That the Board approves financing consistent with established procedures regarding the Board's participation in Freddie Mac Letter of Credit transactions, subject to Legal Counsel approval:

YEAS – TRUSTEES BEASLEY, MILTON, MOORE, ORZECH, PEGG,  
SCOTT, STEWART, TALABI AND CHAIRMAN BEST – 9

NAYS – NONE

TOTAL MERRILL

BY MR. ORZECH – SUPPORTED BY MR. PEGG

RESOLVED, THAT **CHARLES T. O'CONNOR** AND ANY ASSOCIATES OF HIS CHOOSING BE REQUESTED TO APPEAR BEFORE THE BOARD FOR PRESENTATION PURPOSES (INVESTMENT MANAGEMENT OPPORTUNITIES IN COMMODITIES):

YEAS – TRUSTEES BEASLEY, MILTON, MOORE, ORZECH, PEGG, SCOTT,  
STEWART, TALABI AND CHAIRMAN BEST – 9

NAYS – NONE

PUBLIC FORUM

AT **4:10 P.M.**, CHAIRMAN BEST DECLARED THE MEETING IN OPEN FORUM FOR GENERAL DISCUSSION BY THE PUBLIC ATTENDING THE MEETING.

ADJOURNMENT

THERE BEING NO FURTHER BUSINESS BEFORE THE BOARD, CHAIRMAN BEST ADJOURNED THE MEETING AT **4:15 P.M.** UNTIL THURSDAY, **JANUARY 10, 2008** 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