

MEETING NUMBER **2668**

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



PROCEEDINGS HELD THURSDAY, **FEBRUARY 21, 2008**  
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
Barbara-Rose Collins	Ex/Officio Trustee/Councilperson
Shereece Fleming-Freeman	Ex/Officio Alternate Trustee
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
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

None

ABSENT

None

CHAIRPERSON

Gregory Best

ROLL CALL WAS TAKEN AT 9:00 A.M. BY THE BOARD'S RECORDING SECRETARY AND THE MEETING WAS CALLED TO ORDER.

CLOSED SESSION

BY MR. STEWART – SUPPORTED BY MR. PEGG

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

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

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

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

A Roll Call vote was taken as follows:

YEAS – TRUSTEES ORZECH, PEGG, SCOTT, STEWART AND CHAIRMAN BEST – 5

NAYS – NONE

CLOSED SESSION

The Board entered into Closed Session at 9:00 A.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 COLLINS, FREEMAN, MOORE, ORZECH, PEGG,  
SCOTT, STEWART AND CHAIRMAN BEST – 8

NAYS – NONE

The Board returned to Open Session at 9:37 A.M. and Medical Director Reginald O’Neal was excused for the remainder of the Meeting.

DISABILITY RETIREMENT APPLICATIONS

NAME, TITLE, DEPARTMENT	KEVIN BASS – OFFICER - POLICE
SOCIAL SECURITY NUMBER	
DISABILITY, PLAN, INJURY(INJURIES)	DUTY – NEW – RIGHT ANKLE
DOCTOR’S RECOMMENDATION	DUTY-RELATED RIGHT ANKLE INJURY
BOARD ACTION	APPROVE

DISABILITY RETIREMENT APPLICATIONS

NAME, TITLE, DEPARTMENT	KRISTEN CARLU – OFFICER - POLICE
SOCIAL SECURITY NUMBER	
DISABILITY, PLAN, INJURY(INJURIES)	DUTY – NEW – LEFT ARM AND WRIST
DOCTOR'S RECOMMENDATION	DUTY-RELATED LEFT ARM AND WRIST INJURIES
BOARD ACTION	APPROVE

NAME, TITLE, DEPARTMENT	STEVEN RASSCHAERT – FIRE FIGHTER - FIRE
SOCIAL SECURITY NUMBER	
DISABILITY, PLAN, INJURY(INJURIES)	DUTY – NEW – RIGHT WRIST
DOCTOR'S RECOMMENDATION	DUTY-RELATED RIGHT WRIST INJURY
BOARD ACTION	APPROVE

NAME, TITLE, DEPARTMENT	JIMMIE WHEELER – OFFICER - POLICE
SOCIAL SECURITY NUMBER	
DISABILITY, PLAN, INJURY(INJURIES)	DUTY – NEW – RIGHT SHOULDER
DOCTOR'S RECOMMENDATION	DUTY-RELATED RIGHT SHOULDER INJURY
BOARD ACTION	APPROVE

**RE-EXAMINATIONS**

NAME DEPARTMENT DISABILITY TYPE RE-EXAM NUMBER SOCIAL SECURITY NUMBER (LAST FOUR NUMBERS)	CONTINUE ON DISABILITY RETIREMENT PAYROLLS WITH NEXT EXAM IN ONE (1) YEAR	NO FURTHER RE-EXAMS REQUIRED	MUST RECEIVE NEXT EXAM IN DETROIT, MICHIGAN
<b>DARREN ABRAMS - FIRE - DUTY - SIXTH</b>	x	X	
<b>DAVID ACQUAVIVA - FIRE - DUTY - SECOND</b>	x		
<b>STANLEY HINES - FIRE - DUTY - FOURTH (RETURN TO WORK REQUEST)</b>	<b>DENY RETURN TO WORK REQUEST, INFORM OF RIGHT TO APPEAL, CONTINUE ON DISABILITY RETIREMENT PAYROLLS WITH NO FURTHER RE- EXAMS BEING REQUIRED</b>	X	
<b>MICHELLE LOFTON - POLICE - DUTY - FOURTH</b>	X	X	
<b>RONALD LOPEZ - FIRE - DUTY - FOURTH</b>	X		
<b>WILLIAM NEALY - FIRE - DUTY - FOURTH</b>	X	X	
<b>RAYMOND WILLIAMS - POLICE - DUTY - SECOND</b>	X		

TRUSTEE FREEMAN ENTERED THE MEETING.

TRUSTEE MOORE ENTERED THE MEETING.

KEVIN BASS – BY MR. STEWART – SUPPORTED BY MR. ORZECH

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

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

YEAS – TRUSTEES FREEMAN, MOORE, ORZECH, PEGG, SCOTT, STEWART AND CHAIRMAN BEST – 7

NAYS – NONE

KRISTEN CARLU – BY MR. STEWART – SUPPORTED BY MR. MOORE

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

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

YEAS – TRUSTEES FREEMAN, MOORE, ORZECH, PEGG, SCOTT, STEWART AND CHAIRMAN BEST – 7

NAYS – NONE

SPECIAL LEGAL COUNSEL JOE TURNER ENTERED THE MEETING.

STEVEN RASSCHAERT

BY MR. SCOTT – SUPPORTED BY MR. MOORE

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

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

YEAS – TRUSTEES FREEMAN, MOORE, ORZECH, PEGG, SCOTT, STEWART AND CHAIRMAN BEST – 7

NAYS – NONE

LEGAL COUNSEL RONALD ZAJAC ENTERED THE MEETING.

TRUSTEE COLLINS ENTERED THE MEETING.

JIMMIE WHEELER – BY MR. MOORE – SUPPORTED BY MR. STEWART

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

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

JIMMIE WHEELER

YEAS – TRUSTEES COLLINS, FREEMAN, MOORE, ORZECH, PEGG,  
SCOTT, STEWART AND CHAIRMAN BEST – 8

NAYS – NONE

RE-EXAMINATIONS

BY MR. ORZECH – SUPPORTED BY MR. SCOTT

RESOLVED, THAT IN ACCORDANCE WITH THE RECOMMENDATION OF THE BOARD'S MEDICAL DIRECTOR, DARREN ABRAMS, DAVID ACQUAVIVA, MICHELLE LOFTON, RONALD LOPEZ, WILLIAM NEALY AND RAYMOND WILLIAMS BE CONTINUED ON THE DISABILITY RETIREMENT PAYROLLS, WITH NO FURTHER RE-EXAMINATIONS BEING NECESSARY FOR DARREN ABRAMS, MICHELLE LOFTON AND WILLIAM NEALY, AND BE IT FURTHER

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

RESOLVED, THAT MR. HINES BE APPRISED OF HIS RIGHT TO APPEAL SAID DENIAL PURSUANT TO PROCEDURES ESTABLISHED BY COLLECTIVE BARGAINING, AND BE IT FURTHER

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

RESOLVED, THAT NO FURTHER RE-EXAMINATIONS ARE NECESSARY FOR MR. HINES:

RE-EXAMINATIONS

YEAS – TRUSTEES COLLINS, FREEMAN, MOORE, ORZECH, PEGG,  
SCOTT, STEWART AND CHAIRMAN BEST – 8

NAYS – NONE

RETIREMENTS

BY MR. STEWART – SUPPORTED BY MR. MOORE

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

YEAS – TRUSTEES COLLINS, FREEMAN, MOORE, ORZECH, PEGG,  
SCOTT, STEWART AND CHAIRMAN BEST – 8

NAYS – NONE

RETIREMENTS

NAME, TITLE, DEPARTMENT	<b>KATHLEEN COURT</b> – FIRE FIGHTER – FIRE
RETIREMENT, PLAN	DUTY DISABILITY RETIREMENT CONVERSION - NEW
SERVICE CREDIT, EFFECTIVE DATE	25 00 00 – 02 07 08

NAME, TITLE, DEPARTMENT	<b>NETTIE JONES</b> – OFFICER - POLICE
RETIREMENT, PLAN	SERVICE - NEW
SERVICE CREDIT, EFFECTIVE DATE	22 07 01 – 02 23 08

NAME, TITLE, DEPARTMENT	<b>ALANTIS SMITH</b> – CHILD OF DECEASED FRED SMITH – FIRE FIGHTER/DRIVER - FIRE
RETIREMENT, PLAN	NON-DUTY – NEW
SERVICE CREDIT, EFFECTIVE DATE	18 06 11 – 02 05 08

RETIREMENTS

NAME, TITLE, DEPARTMENT                    **DELANO SMITH** – CHILD OF  
DECEASED FRED SMITH – FIRE  
FIGHTER/DRIVER - FIRE  
RETIREMENT, PLAN                            NON-DUTY - NEW  
SERVICE CREDIT, EFFECTIVE DATE      10 06 11 – 02 05 08

NAME, TITLE, DEPARTMENT                    **DYLAN SMITH** – CHILD OF  
DECEASED FRED SMITH – FIRE  
FIGHTER/DRIVER – FIRE  
RETIREMENT, PLAN                            18 06 11 – 02 05 08  
SERVICE CREDIT, EFFECTIVE DATE

NAME, TITLE, DEPARTMENT                    **KIMBERLY SMITH** – WIDOW OF  
DECEASED FRED SMITH – FIRE  
FIGHTER/DRIVER - FIRE  
RETIREMENT, PLAN                            NON-DUTY – NEW  
SERVICE CREDIT, EFFECTIVE DATE      18 06 11 – 02 05 08

NAME, TITLE, DEPARTMENT                    **HAROLD MURRAY** – FIRE FIGHTER -  
FIRE  
RETIREMENT, PLAN                            DUTY DISABILITY RETIREMENT  
CONVERSION - NEW  
SERVICE CREDIT, EFFECTIVE DATE      25 00 00 – 02 07 08

NAME, TITLE, DEPARTMENT                    **LEMARR TORAN** – FIRE FIGHTER -  
FIRE  
RETIREMENT, PLAN                            DUTY DISABILITY RETIREMENT  
CONVERSION - NEW  
SERVICE CREDIT, EFFECTIVE DATE      25 00 00 – 02 07 08

CONFIRMATIONS

BY MR. MOORE – SUPPORTED BY MR. SCOTT

RESOLVED, THAT THE DISBURSEMENTS AND RECEIPTS WHICH ARE  
REFERENCED ON THE PAGES WHICH FOLLOW BE CONFIRMED:

CONFIRMATIONS

YEAS – TRUSTEES COLLINS, FREEMAN, MOORE, ORZECH, PEGG,  
SCOTT, STEWART AND CHAIRMAN BEST – 8

NAYS – NONE

SUMMARY OF DISBURSEMENTS

THE BOARD DISBURSED THE SUM OF \$1,001,778.00 ON  
FEBRUARY 13, 2008 TO FUND USPF III LEVERAGED FEEDER

THE BOARD DISBURSED THE SUM OF \$667,852.00 ON  
FEBRUARY 13, 2008 TO FUND USPF III BLOCKER FUND

THE BOARD DISBURSED THE SUM OF \$172,114.22 ON  
FEBRUARY 13, 2008 TO PAY EVERGREEN'S 2007 FOURTH  
QUARTER FEES

THE BOARD DISBURSED THE SUM OF \$47,450.60 ON  
FEBRUARY 13, 2008 TO PAY LOOMIS SAYLES' 2007 FOURTH  
QUARTER FEES

THE BOARD DISBURSED THE SUM OF \$133,712.81 ON  
FEBRUARY 13, 2008 TO PAY NORTH POINTE CAPITAL'S 2007  
FOURTH QUARTER FEES

THE BOARD DISBURSED THE SUM OF \$196,192.09 ON  
FEBRUARY 13, 2008 TO PAY OPPENHEIMER'S 2007 FOURTH  
QUARTER FEES

THE BOARD DISBURSED THE SUM OF \$7,500.00 ON  
FEBRUARY 13, 2008 TO PAY ICF CONSULTING – TRADE WIND  
AIRLINES, INC. APPRAISAL FEE

SUMMARY OF DISBURSEMENTS

THE BOARD DISBURSED THE SUM OF \$785,069.33 ON FEBRUARY 14, 2008 TO FUND TOUCHSTONE OPPORTUNITY II

THE BOARD DISBURSED THE SUM OF \$1,118,500.00 ON FEBRUARY 15, 2008 TO FUND THE MCRAE GROUP OF COMPANIES (NEAL & FM 548-1076 MANN 1100)

THE BOARD DISBURSED THE SUM OF \$45,348.04 ON FEBRUARY 15, 2008 - GENERAL FUND - CHECK-WRITE EXPENSES

THE BOARD DISBURSED THE SUM OF \$877,994.03 ON FEBRUARY 19, 2008 - FIRST INDEPENDENCE BANK - REFUND LIST #3267

THE BOARD DISBURSED THE SUM OF \$1,360,928.00 ON FEBRUARY 19, 2008 TO FUND PERSEUS PARTNERS VII

TOTAL: \$6,414,439.12

SUMMARY OF RECEIPTS

THE BOARD RECEIVED THE SUM OF \$40,902.78 ON FEBRUARY 13, 2008 FROM HIGH POINT OF ROMEOVILLE

THE BOARD RECEIVED THE SUM OF \$54,205.22 ON FEBRUARY 13, 2008 FROM THE SHEFFIELD - DISTRIBUTION

THE BOARD RECEIVED THE SUM OF \$82,500.04 ON FEBRUARY 13, 2008 FROM INLAND'S AMERICAN REIT - DISTRIBUTION

SUMMARY OF RECEIPTS

THE BOARD RECEIVED THE SUM OF \$294,845.71 ON  
FEBRUARY 15, 2008 – GENERAL FUND – WEEKLY ANNUITY  
CONTRIBUTION

THE BOARD RECEIVED THE SUM OF \$56,621.16 ON  
FEBRUARY 15, 2008 FROM BEHRINGER HARVARD -  
DISTRIBUTION

THE BOARD RECEIVED THE SUM OF \$290,920.00 ON  
FEBRUARY 15, 2008 FROM LIBERTY LIFE'S USPF II -  
DISTRIBUTION

THE BOARD RECEIVED THE SUM OF \$140,076.73 ON  
FEBRUARY 15, 2008 FROM NOBB HILL - DISTRIBUTION

TOTAL: \$960,071.64

REFUNDS OF ACCUMULATED CONTRIBUTIONS

BY MR. MOORE – 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 #3268, IN THE  
AMOUNT OF \$287,200.77, INCLUDING INTEREST, BE REFUNDED  
PENDING AUDIT BY RETIREMENT SYSTEM ACCOUNTING STAFF:

YEAS – TRUSTEES COLLINS, FREEMAN, MOORE, ORZECH, PEGG,  
SCOTT, STEWART AND CHAIRMAN BEST – 8

NAYS – NONE

BILL PAYMENT REQUESTS

BY MR. MOORE – 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 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 – FEBRUARY 8, 2008 - \$6,210.66 - POLICE AND FIRE PORTION OF \$12,421.31 – CONTRACT/MISCELLANEOUS SERVICES

THE BANK OF NEW YORK MELLON – FEBRUARY 4, 2008 - \$56,560.30 – 2007 FOURTH QUARTER FEES

CHA – FEBRUARY 7, 2008 - \$45.50 – POLICE AND FIRE PORTION OF \$91.00 – SUPPLIES

DELL MARKETING – FEBRUARY 4, 2008 - \$1,577.19 – POLICE AND FIRE PORTION OF \$3,154.38 – CONTRACT/MISCELLANEOUS SERVICES

FORMS TRAC ENTERPRISES – FEBRUARY 11, 2008 - \$90.23 – POLICE AND FIRE PORTION OF \$180.46 – PRINTING, REPAIRS, MAINTENANCE

GABRIEL, ROEDER, SMITH & COMPANY – FEBRUARY 21, 2008 - \$200.00 – EDRO FEES

BILL PAYMENT REQUESTS

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

HOWARD & HOWARD – UNDATED - \$2,767.00 – JANUARY, 2008  
FEES – GSC PARTNERS

MAYFIELD GENTRY REALTY ADVISORS – FEBRUARY 19, 2008 -  
\$183,696.18 – FEBRUARY, 2008 ASSET MANAGEMENT AND  
MORTGAGE SERVICING FEES

MAYFIELD GENTRY REALTY ADVISORS – FEBRUARY 19, 2008 -  
\$122,747.00 – PFRS DUBLIN CORP. CAPITAL IMPROVEMENTS

MAYFIELD GENTRY REALTY ADVISORS – FEBRUARY 19, 2008 -  
\$5,888.00 – GRAND PARK CENTRE CAPITAL CALL

NORTH POINT ADVISORS – FEBRUARY 18, 2008 - \$14,000.00 – PR  
INVESTMENTS DUE DILIGENCE

NORTH POINT ADVISORS – FEBRUARY 18, 2008 - \$10,000.00 –  
TRADE WIND AIRLINES, INC. DUE DILIGENCE

OFFICE DEPOT – FEBRUARY 5, 2008 - \$208.23 – POLICE AND FIRE  
PORTION OF \$416.44 – SUPPLIES

PAYDEN & RYGEL – FEBRUARY 11, 2008 - \$18,517.00 – JANUARY,  
2008 FEES – ACCOUNT 1613

PAYDEN & RYGEL – FEBRUARY 11, 2008 - \$10,015.00 – JANUARY,  
2008 FEES – ACCOUNT 1612

PLANTE & MORAN – FEBRUARY 11, 2008 - \$4,435.00 – POLICE  
AND FIRE PORTION OF \$8,870.00 – AUDITING SERVICES FOR  
CONTRACT YEAR-END JUNE 30, 2007

BILL PAYMENT REQUESTS

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

PREFERRED DATA SYSTEMS – JANUARY 31, 2008 - \$3,390.65 –  
POLICE AND FIRE PORTION OF \$6,781.30 – COMPUTER  
EQUIPMENT

VERIZON WIRELESS – DECEMBER 4, 2007 - \$1,699.53 – PHONE  
SERVICES

ZONES – OCTOBER 9, 2007 - \$648.62 – POLICE AND FIRE PORTION  
OF \$1,297.23 - SUPPLIES

YEAS – TRUSTEES COLLINS, FREEMAN, MOORE, ORZECH, PEGG,  
SCOTT, STEWART AND CHAIRMAN BEST – 8

NAYS – NONE

LEGAL COUNSEL'S BILLING

BY MR. MOORE – SUPPORTED BY MR. STEWART

RESOLVED, THAT LEGAL COUNSEL'S BILLING DATED FEBRUARY  
21, 2008, FOR THE MONTH OF FEBRUARY, 2008, IN THE AMOUNT  
OF \$17,218.18, BE APPROVED AND SAID AMOUNT BE PAID  
PURSUANT TO WIRE-TRANSFER INSTRUCTIONS ON FILE WITH THE  
POLICE AND FIRE RETIREMENT SYSTEM:

YEAS – TRUSTEES COLLINS, FREEMAN, MOORE, ORZECH, PEGG,  
SCOTT, STEWART AND CHAIRMAN BEST – 8

NAYS – NONE

CITY OF DETROIT SPECIAL ESCROW ACCOUNT  
POLICEMEN & FIREMEN RETIREMENT SYSTEM

BY MR. STEWART – SUPPORTED BY MR. ORZECH

Whereas, On September 3, 1984, the Board of Trustees of the Policemen and Firemen Retirement System adopted a resolution establishing a separate expense account from investment earnings, Fund #LVY7, Account Number 591328, designated the City of Detroit Special Escrow Account, Therefore Be It

Resolved, That the Board approve the transfer of Sixty Thousand Dollars (\$60,000.00) from the Board's liquid reserve account (Fund #LVY6, Account Number 591355) to this Special Escrow Account, Fund #LVY7, Account Number 591328:

YEAS – TRUSTEES COLLINS, FREEMAN, MOORE, ORZECH, PEGG, SCOTT, STEWART AND CHAIRMAN BEST – 8

NAYS – NONE

JONATHAN BERG  
INDIVIDUAL PERSONAL SERVICES CONTRACT

BY MR. STEWART – SUPPORTED BY MR. MOORE

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

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

JONATHAN BERG  
INDIVIDUAL PERSONAL SERVICES CONTRACT

RESOLVED, THAT THE BOARD APPROVES A RATE OF \$41.00 PER HOUR FOR THE PERIOD APRIL 1, 2008 THROUGH MARCH 31, 2009, AND BE IT FURTHER

RESOLVED, THAT THE RETIREMENT SYSTEM'S CONTRACT WITH JONATHAN BERG, 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 JONATHAN BERG AND RETIREMENT SYSTEM ACCOUNTING STAFF:

YEAS – TRUSTEES COLLINS, FREEMAN, MOORE, ORZECH, PEGG, SCOTT, STEWART AND CHAIRMAN BEST – 8

NAYS – NONE

TRUSTEE MILTON ENTERED THE MEETING.

LEGAL COUNSEL'S REPORTS

LEGAL COUNSEL RONALD ZAJAC DISCUSSED VARIOUS MATTERS WITH THE BOARD, INCLUDING MMA, INVESTMENT PARTNERS, LLC, STONE RIDGE SCIENTIFIC ATLANTA, INC., YAHOO AND LEVI STRAUSS.

MMA FINANCIAL, INC.

BY MR. STEWART – SUPPORTED BY MS. FREEMAN

Whereas, The Board has been requested to execute two (2) “**Confidentiality Agreements**” dated February 5, 2008 relative to the foregoing transaction, and

Whereas, The execution of said documents has been recommended by MMA Financial, Inc., 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

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 Accounting Division of the Retirement Systems retain copies of said executed documents:

YEAS – TRUSTEES COLLINS, FREEMAN, MILTON, MOORE, ORZECH,  
PEGG, SCOTT, STEWART AND CHAIRMAN BEST - 9

NAYS – NONE

PF FUND MUTUAL BUILDING, INC.

THE BOARD WAS MADE AWARE OF THE EXECUTION OF THE DOCUMENTS WHICH ARE REFERENCED BELOW (AND DATED FEBRUARY 21, 2008) BY AN OFFICER OF THE CORPORATION:

PF FUND MUTUAL BUILDING, INC.

2008 CITY OF DETROIT PERSONAL PROPERTY STATEMENT

2007 CITY OF DETROIT PERSONAL PROPERTY STATEMENT

ASSESSOR OR EQUALIZATION DIRECTOR'S NOTICE OF  
PROPERTY INCORRECTLY REPORTED OR OMITTED FROM  
ASSESSMENT ROLL

LEVI STRAUSS & COMPANY SECURITIES LITIGATION

BY MR. STEWART – SUPPORTED BY MR. MOORE

WHEREAS, THE BOARD IS IN RECEIPT OF A FEBRUARY 20, 2008  
LEGAL REPORT FROM SPECIAL LEGAL COUNSEL, BERNSTEIN,  
LITOWITZ, BERGER AND GROSSMANN, LLP, AND

WHEREAS, THE BOARD IS IN RECEIPT OF A RECOMMENDATION  
FOR THE POLICE AND FIRE RETIREMENT SYSTEM, AS LEAD  
PLAINTIFF, TO ACCEPT A MEDIATOR'S PROPOSAL THAT THE CASE  
BE SETTLED FOR \$5,000,000.00, AND

WHEREAS, THE BOARD HAS DISCUSSED THIS MATTER WITH  
GENERAL COUNSEL, THEREFORE BE IT

RESOLVED, THAT THE BOARD ACCEPTS THE RECOMMENDATION  
OF SPECIAL LEGAL COUNSEL TO SETTLE THIS LITIGATION IN THE  
AMOUNT INDICATED (\$5,000,000.00), AND SPECIAL LEGAL  
COUNSEL TAKE ACTION CONSISTENT WITH THE FOREGOING,  
AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED  
TO SPECIAL LEGAL COUNSEL, BERNSTEIN, LITOWITZ, BERGER AND  
GROSSMANN, LLP, ATTENTION: BLAIR A. NICHOLAS:

LEVI STRAUSS & COMPANY SECURITIES LITIGATION

BLAIR A. NICHOLAS  
BERNSTEIN, LITOWITZ, BERGER AND GROSSMANN, LLP  
12481 HIGH BLUFF DRIVE  
SUITE 300  
SAN DIEGO, CALIFORNIA 92130-3582

YEAS – TRUSTEES COLLINS, FREEMAN, MILTON, MOORE, ORZECH,  
PEGG, SCOTT, STEWART AND CHAIRMAN BEST - 9

NAYS – NONE

TRUSTEE BEASLEY ENTERED THE MEETING.

TRUSTEE BANDEMER ENTERED THE MEETING.

CRAWFORD           VERSUS           CRAWFORD  
LOUDON COUNTY TENNESSEE CASE #DV-48

BY MR. MOORE – SUPPORTED BY MR. STEWART

WHEREAS, THE BOARD IS IN RECEIPT OF A JANUARY 7, 2008  
**QUALIFIED DOMESTIC RELATIONS** ORDER WHICH  
AMENDS/SUPPLEMENTS A JUDGMENT OF DIVORCE WHEREIN  
**DONNA CRAWFORD** IS AWARDED CERTAIN RIGHTS TO THE  
DEFINED BENEFIT PLAN BENEFITS ONLY OF **WILLIAM CRAWFORD**  
(A RETIREE), AND

WHEREAS, THE BOARD HAS BEEN INFORMED THAT PARTICIPANT  
RETIRED EFFECTIVE NOVEMBER 11, 1991 WITH AN OPTION 3, POP-  
UP B RETIREMENT NAMING DONNA CRAWFORD AS OPTION 3  
BENEFICIARY, AND

CRAWFORD       VERSUS       CRAWFORD  
LOUDON COUNTY TENNESSEE CASE #DV-48

WHEREAS PARTICIPANT'S DATE OF BIRTH IS MAY 5, 1942 AND PARTICIPANT HAD ATTAINED 25 YEARS, 03 MONTHS AND 10 DAYS OF SERVICE CREDIT, AND

WHEREAS, ALTERNATE PAYEE **IS NOT** ENTITLED TO CLAIM A PORTION OF PARTICIPANT'S DEFINED CONTRIBUTION PLAN BECAUSE ALL AMOUNTS WERE PREVIOUSLY WITHDRAWN FROM THE DEFINED CONTRIBUTION PLAN, BUT ALTERNATE PAYEE **IS**, SUBJECT TO THE ENTRY OF A DOMESTIC RELATIONS ORDER UNDER MICHIGAN LAW, ENTITLED TO CLAIM A PORTION OF PARTICIPANT'S DEFINED BENEFIT PLAN, AND

WHEREAS, THE EARLIEST DATE THAT PAYMENTS FROM THE DEFINED BENEFIT PLAN CAN BE MADE TO THE PARTICIPANT OR THE ALTERNATE PAYEE IS IMMEDIATELY (IF A DOMESTIC RELATIONS ORDER IS ENTERED), AND

WHEREAS, THE BOARD'S POLICY IS TO REQUIRE THAT THE COST FOR THE ACTUARY'S CALCULATIONS IS TO BE BORNE BY THE PARTIES TO THE DOMESTIC RELATIONS PROCEEDINGS, AND THE DOMESTIC RELATIONS ORDER TO BE ENTERED SHOULD PROVIDE FOR PAYMENT OF THE ACTUARY'S FEES, AND

WHEREAS, SAID MATTER HAS BEEN DISCUSSED WITH LEGAL COUNSEL WHO HAS OPINED THAT THE APPLICABLE TERMS OF SAID COURT ORDER ARE **NOT** CONSISTENT WITH THE PROVISIONS OF THE RETIREMENT SYSTEM AND APPLICABLE LAW AND, THEREFORE, IF THERE IS NO OTHER DOCUMENTATION, THE BOARD WOULD REQUIRE THE ENTRY OF A DOMESTIC RELATIONS ORDER (DRO); HOWEVER, PARTICIPANT HAS FORWARDED A FEBRUARY 20, 2008 NOTARIZED LETTER TO THE RETIREMENT SYSTEM REQUESTING/DIRECTING THAT 71% OF PARTICIPANT'S

CRAWFORD           VERSUS           CRAWFORD  
LOUDON COUNTY TENNESSEE CASE #DV-48

DEFINED BENEFIT PLAN BE PAID TO ALTERNATE PAYEE, THEREFORE  
BE IT

RESOLVED THAT THE BOARD ACKNOWLEDGE RECEIPT OF SAID  
COURT ORDER AND FEBRUARY 20, 2008 NOTARIZED LETTER AND  
**PAY 71%** OF PARTICIPANT'S DEFINED BENEFIT PLAN TO  
**ALTERNATE PAYEE** AND **PAY** THE **BALANCE** OF BENEFITS TO  
**PARTICIPANT**, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED  
TO DONNA CRAWFORD AND WILLIAM CRAWFORD:

YEAS – TRUSTEES BANDEMER, BEASLEY, COLLINS, FREEMAN,  
MILTON, MOORE, ORZECH, PEGG, SCOTT, STEWART  
AND CHAIRMAN BEST – 11

NAYS – NONE

VEDA VERSUS VEDA  
MACOMB COUNTY CASE #06-3414-DM

BY MR. MOORE – SUPPORTED BY MR. STEWART

WHEREAS, THE BOARD IS IN RECEIPT OF A FEBRUARY 5, 2008  
ELIGIBLE DOMESTIC RELATIONS ORDER WHICH  
AMENDS/SUPPLEMENTS AN APRIL 4, 2007 JUDGMENT OF  
DIVORCE WHEREIN **SHERYL VEDA** IS AWARDED CERTAIN RIGHTS  
TO THE DEFINED BENEFIT PLAN BENEFITS ONLY OF **EDWARD VEDA**  
WHO IS CURRENTLY AN ACTIVE EMPLOYEE, AND

WHEREAS, THE BOARD HAS BEEN INFORMED THAT PARTICIPANT  
IS ELIGIBLE TO IMMEDIATELY RETIRE, AND

VEDA VERSUS VEDA  
MACOMB COUNTY CASE #06-3414-DM

WHEREAS PARTICIPANT'S DATE OF BIRTH IS FEBRUARY 3, 1952 AND, TO DATE, PARTICIPANT HAS ATTAINED 35 YEARS, 02 MONTHS AND 15 DAYS OF SERVICE CREDIT, AND

WHEREAS, ALTERNATE PAYEE IS **NOT** ENTITLED TO CLAIM A PORTION OF PARTICIPANT'S DEFINED CONTRIBUTION PLAN BECAUSE ALL AMOUNTS WERE PREVIOUSLY WITHDRAWN FROM THE DEFINED CONTRIBUTION PLAN, BUT ALTERNATE PAYEE **IS** ENTITLED TO CLAIM A PORTION OF PARTICIPANT'S DEFINED BENEFIT PLAN, AND

WHEREAS, PURSUANT TO A PRIOR ELIGIBLE DOMESTIC RELATIONS ORDER, DEFINED BENEFIT PLAN BENEFITS ARE BEING PAID TO A **FORMER SPOUSE**, AND

WHEREAS, THE EARLIEST DATE THAT PAYMENTS FROM THE DEFINED BENEFIT PLAN CAN BE MADE TO THE PARTICIPANT OR ALTERNATE PAYEE IS **IMMEDIATELY**, AND

WHEREAS THE BOARD'S POLICY IS TO REQUIRE THAT THE COST FOR THE ACTUARY'S CALCULATIONS ARE TO BE BORNE BY THE PARTIES TO THE DOMESTIC RELATIONS PROCEEDINGS, AND THE COURT ORDER PROVIDES FOR THE PARTIES TO SHARE THE COST OF THE ACTUARY'S FEES, AND

WHEREAS, SAID MATTER HAS BEEN DISCUSSED WITH LEGAL COUNSEL WHO HAS OPINED THAT THE APPLICABLE TERMS OF SAID COURT ORDER ARE CONSISTENT WITH THE PROVISIONS OF THE RETIREMENT SYSTEM AND APPLICABLE LAW, INCLUDING PUBLIC ACT 46 OF 1991 (MCLA 38.1701), AS APPLICABLE, THEREFORE BE IT

VEDA VERSUS VEDA  
MACOMB COUNTY CASE #06-3414-DM

RESOLVED THAT THE BOARD ACKNOWLEDGE RECEIPT OF SAID COURT ORDER AND PAY PENSION BENEFITS CONSISTENT WITH SAID COURT ORDER, A COPY OF THIS RESOLUTION BE **IMMEDIATELY** ATTACHED AS THE TOP SHEET OF THE PENSION FILE, OTHER APPROPRIATE RECORDS BE RETAINED BY THE RETIREMENT SYSTEM RELATIVE TO THIS MATTER, AND A COPY OF THIS RESOLUTION BE FORWARDED TO ATTORNEY LORI FINAZZO, ATTORNEY ANTHONY URBANI, SHERYL VEDA AND EDWARD VEDA:

YEAS – TRUSTEES BANDEMER, BEASLEY, COLLINS, FREEMAN, MILTON, MOORE, ORZECH, PEGG, SCOTT, STEWART AND CHAIRMAN BEST – 11

NAYS – NONE

INVESTOR, LTD.

**MIKE LIEBOWITZ** APPEARED BEFORE THE BOARD, DISCUSSED LIFE SETTLEMENTS AND LIFE INSURANCE BROKERING AND THEN EXCUSED HIMSELF.

PITG GAMING, LLC

**DON BARDEN** AND THREE ASSOCIATES APPEARED BEFORE THE BOARD AND DISCUSSED A CASINO FINANCING PROPOSAL (IN PITTSBURG, PENNSYLVANIA) AT LENGTH.

THE BOARD THEN EXCUSED MR. BARDEN AND HIS ASSOCIATES.

GVC NETWORKS

**ADRIAN ANDERSON** (NORTH POINT ADVISORS), **JIM MCTEVIA** (MCTEVIA AND ASSOCIATES) AND **JERRY ELLIS** (COUZENS, LANSKY) APPEARED BEFORE THE BOARD AND DISCUSSED GVC NETWORKS AT LENGTH.

THE BOARD THEN EXCUSED MESSRS. MCTEVIA AND ELLIS.

NORTH POINT ADVISORS

**ADRIAN ANDERSON** DISCUSSED GVC NETWORKS, CONWAY, MACKENZIE & DUNLEAVY AND PR INVESTMENTS. HE ALSO PROVIDED THE BOARD WITH A HEDGE FUND AND EMERGING MANAGERS UPDATE.

THE MEETING RECESSED AT 11:30 A.M.

ING

DURING RECESS, **SUSAN KARRY** AND **TERRY HARRELL** DISCUSSED THE SYSTEM'S DROP PROGRAM AT LENGTH.

THE MEETING RE-CONVENED AT 1:40 P.M.

TRUSTEES MILTON AND PEGG EXCUSED THEMSELVES.

COURTLAND PARTNERS

BY MR. ORZECH – SUPPORTED BY MR. MOORE

WHEREAS, the Board has been conducting a search for a real estate consultant, and

WHEREAS, the Board has interviewed two (2) candidates, and

WHEREAS, the Board has discussed this matter, Therefore Be It

RESOLVED, that **Courtland Partners** be hired as a real estate consultant, and be it further

RESOLVED, that the foregoing is explicitly subject to the negotiation of documentation, including a fee schedule, satisfactory to the Board and the Board's General Counsel, and be it further

RESOLVED, that a copy of this resolution be forwarded to Courtland Partners, the Board's General Counsel and the Accounting Division of the Retirement System:

YEAS – TRUSTEES BANDEMER, BEASLEY, COLLINS, FREEMAN,  
MOORE, ORZECH, SCOTT, STEWART AND CHAIRMAN  
BEST – 9

NAYS – NONE

TRUSTEES MILTON AND PEGG RE-JOINED THE MEETING.

CONSTRUCTION LOANS

BY MR. ORZECH – SUPPORTED BY MR. PEGG

WHEREAS, THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT INVESTS IN CONSTRUCTION LOANS USING FUNDS IN MONEY MARKET INVESTMENTS AND RELATED ASSETS TO FINANCE SHORT-TERM CONSTRUCTION LOANS (GENERALLY 9 - 24 MONTHS), AND

WHEREAS, A REVIEW OF THE POLICE AND FIRE RETIREMENT SYSTEM'S CASH FLOW NEEDS TEMPORARILY PRECLUDE USE OF THE FOREGOING SOURCE OF FUNDS FOR THE SHORT-TERM CONSTRUCTION LOAN INVESTMENT PROGRAMS, THEREFORE BE IT

RESOLVED, THAT THE POLICE AND FIRE RETIREMENT SYSTEM **NOT** ENTERTAIN SUCH CONSTRUCTION LOAN PROPOSALS UNTIL **JULY, 2008**, AT WHICH TIME THE POLICE AND FIRE RETIREMENT SYSTEM WILL EVALUATE THE SYSTEM'S CASH FLOW REQUIREMENTS, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE IMMEDIATELY FORWARDED TO CHURCHILL MORTGAGE INVESTMENT, LLC, MMA FINANCIAL, LLC, AND THE ACCOUNTING DIVISION OF THE RETIREMENT SYSTEM:

YEAS – TRUSTEES BANDEMER, BEASLEY, COLLINS, FREEMAN, MILTON, MOORE, ORZECH, PEGG, SCOTT, STEWART AND CHAIRMAN BEST – 11

NAYS – NONE

THE REQUEST OF SHEILA GRAY

BY MR. ORZECH – SUPPORTED BY MR. PEGG

WHEREAS, **Sheila Denise Gray** has completed an application to withdraw funds from her Defined Contribution Plan (annuity), and

Whereas **Donald Howard Stolberg**, her attorney, has made a written request on Ms. Gray's behalf for consideration to grant the withdrawal, and

Whereas, Ms. Gray is an **active** employee with less than 20 years of service and does not meet the eligibility requirements to make a withdrawal and legal counsel has advised that granting the request of Mr. Hood could harm the Internal Revenue Service (IRS) status of the System, Therefore be it

Resolved, That the request of Sheila Denise Gray be denied, and be it further

Resolved, That a copy of this resolution be forwarded to Sheila Denise Gray and Retirement System Annuity Supervisor Tasha Cowan:

YEAS – TRUSTEES BANDEMER, BEASLEY, COLLINS, FREEMAN,  
MILTON, MOORE, ORZECH, PEGG, SCOTT, STEWART AND  
CHAIRMAN BEST – 11

NAYS – NONE

**CONWAY, MACKENZIE & DUNLEAVY (EQUITY FUND)  
\$10,000,000.00 PROPOSED INVESTMENT**

**BY MR. BANDEMER – SUPPORTED BY MR. STEWART**

**WHEREAS**, the Board of Trustees of the Police and Fire Retirement System of the City of Detroit (the “Board”) has had the foregoing investment proposal under consideration, the basic and general proposed conditions of which are set forth in a presentation booklet dated October 11, 2007 consisting of several pages and previously submitted written materials presented to the Board and discussed this date (and at previous meetings) to which certain modifications and additional requirements will be added by the Board or Advisors to the Board (per discussion between or with the Board members) (per negotiations with project sponsors) and

**WHEREAS**, the Board is in receipt of a report from its due diligence advisor, North Point Advisors, dated February 21, 2008, and

**WHEREAS**, the Board has indicated its willingness to further consider making this proposal, which may be required by the Board after further discussion with the Board’s due diligence advisor and after Special Legal Counsel begins to prepare/review/edit loan investment transaction documents; and

**WHEREAS**, the Board’s contingent further consideration of the proposed investment is also conditioned upon the understanding that the proposed transaction does not contemplate Unrelated Business Taxable Income (UBTI) to the Retirement System as Investor; and

**WHEREAS**, the policy of the Board of Trustees is to require, inter alia:

**CONWAY, MACKENZIE & DUNLEAVY (EQUITY FUND)  
\$10,000,000.00 PROPOSED INVESTMENT**

- A. Due diligence costs be paid for by, or on behalf of, project sponsor/borrower/other applicable party which estimated costs are to be escrowed by the Retirement System prior to due diligence services being rendered by the due diligence advisor.
- B. All legal costs be paid by, or on behalf of, project sponsor/borrower/other applicable party which estimated costs are to be escrowed by the Retirement System prior to due diligence services being rendered by the due diligence advisor.
- C. Special Legal Counsel be designated by the Board or General Counsel.
- D. No Unrelated Business Taxable Income (UBTI) be applicable to the Retirement System.
- E. Approval of wire transfers of amounts contemplated by transaction documents are subject (as applicable) to written approval by Special Legal Counsel, General Counsel and by, or on behalf of, the Executive Secretary or Assistant Executive Secretary.
- F. This resolution indicates only the Board's further interest in making the investment and does not constitute approval to make the investment. However, the Board's policy is to complete the investment if all requirements of the Board are met.
- G. Applicable party is responsible for payment of due diligence costs and legal fees even if the proposed investment is not completed by the Retirement System for any reason.

**CONWAY, MACKENZIE & DUNLEAVY (EQUITY FUND)  
\$10,000,000.00 PROPOSED INVESTMENT**

- H. The Retirement System is subject to P.A. 314 of 1965 (MCLA 38.1132, et seq.) as amended. The ability of the Retirement System to make the investment is subject to availability of funds consistent with statutory limitations. Project sponsor/borrower/applicable party have the obligation to be aware of statutory limitations and whether the Retirement System will be within PA 314 of 1965 limitations.
- I. It is likely that modifications to the proposed investment will be made to comply with the Board's policies and any other requirements of the Board (developed with the assistance of the due diligence and/or Special Legal Counsel or General Counsel.
- J. The project sponsor/borrower/applicable party must provide written acknowledgment of this resolution and agreement to the terms and requirements herein as a primary requirement of the process proceeding.
- K. 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 Special Legal Counsel, if applicable, and approval as to form and content by General Counsel, and

**WHEREAS**, the Board will be/may be selecting special legal counsel regarding this proposed investment who may be submitting proposed modifications regarding the proposed

**CONWAY, MACKENZIE & DUNLEAVY (EQUITY FUND)  
\$10,000,000.00 PROPOSED INVESTMENT**

transaction to protect the interests of the Retirement System;  
and

**WHEREAS**, the Board has discussed this matter, therefore be it

**RESOLVED**, that subject to the requirements applicable as stated in this resolution, the Board continues its interests in the proposed investment, and indicates its intention to complete the transaction provided all requirements of the Board and Special Legal Counsel are met by applicable parties and subject to approval of final documents by the Special Legal Counsel, General Counsel and the Board of Trustees, and be it further

**RESOLVED**, that the foregoing is as indicated in item J. above is subject to receipt by the Board of written acknowledgment from proposed applicable party that said party has received a copy of this resolution and acknowledges and agrees to the conditions and requirements therein.

**RESOLVED**, that a copy of this resolution be forwarded to the project sponsor/borrower/applicable party and Special Legal Counsel to be selected by the Board:

YEAS – TRUSTEES BANDEMER, BEASLEY, COLLINS, FREEMAN,  
MILTON, SCOTT AND STEWART – 7

NAYS – TRUSTEES MOORE, ORZECH, PEGG AND CHAIRMAN BEST

CONWAY, MACKENZIE & DUNLEAVY (EQUITY FUND)  
\$10,000,000.00 PROPOSED INVESTMENT

REASONING FOR TRUSTEE ORZECH'S "NAY" VOTE:

NO COMMITMENT FROM OTHER INVESTORS FOR THIS FIRST-TIME FUND

NO INCOME COMPONENT TO HELP THE SYSTEM PAY MONTHLY BENEFITS

THE BOARD CONTINUES TO VOTE IN FAVOR OF ALTERNATIVE INVESTMENTS OUTSIDE STATE STATUTE LIMITATIONS

PR INVESTMENT GROUP/TURKS AND CAICOS ISLANDS

BY MR. BEASLEY – SUPPORTED BY MR. MILTON

WHEREAS, THE BOARD IS IN RECEIPT OF A PROPOSAL FROM PR INVESTMENT GROUP WHICH PROPOSAL WOULD BE CATEGORIZED AS A SECTION 20(d) INVESTMENT, AND

WHEREAS, THE BOARD IS IN RECEIPT OF A FEBRUARY 21, 2008 DUE DILIGENCE REPORT FROM NORTH POINT ADVISORS, AND

WHEREAS, THE POLICE AND FIRE RETIREMENT SYSTEM IS SUBJECT TO PUBLIC ACT 314 OF 1965 (AS AMENDED), WHICH INCLUDES CERTAIN PERCENTAGE (OF PORTFOLIO) LIMITATIONS REGARDING CERTAIN CATEGORIES OF INVESTMENTS, AND

WHEREAS, SECTION 20(d) OF PUBLIC ACT 314 OF 1965 (AS AMENDED) PROVIDES A 15% LIMITATION, AND

PR INVESTMENT GROUP/TURKS AND CAICOS ISLANDS

WHEREAS, THE RETIREMENT SYSTEM HAS REACHED THE LIMITATIONS OF SECTION 20(d) AND THE BOARD WILL NOT MAKE INVESTMENTS IN SECTION 20(d) AT THIS TIME, AND

WHEREAS, THE BOARD IS AWARE OF SITUATIONS WHEREBY AN INVESTMENT PROPOSAL HAS BEEN RESTRUCTURED AS A FIRST LIEN MORTGAGE LOAN IN COMPLIANCE WITH AN 80% LOAN-TO-VALUE, AND

WHEREAS, IF THE PROJECT SPONSOR IS ABLE TO RESTRUCTURE THE PROPOSAL AS AN 80% LOAN-TO-VALUE FIRST LIEN MORTGAGE SUBJECT TO RELATED REQUIREMENTS OF THE RETIREMENT SYSTEM, SPECIAL LEGAL COUNSEL AND THE BOARD'S GENERAL COUNSEL, THE BOARD WOULD CONSIDER SUCH MODIFIED INVESTMENT OFFERING, THEREFORE BE IT

RESOLVED, THAT THE BOARD HAS NO INTEREST IN THE PROPOSED INVESTMENT AS ORIGINALLY OFFERED FOR THE FOREGOING AND OTHER REASONS, AND BE IT FURTHER

RESOLVED, THAT THE BOARD IS INCLINED TO APPROVE AN 80% LOAN-TO-VALUE MORTGAGE SUBJECT TO FURTHER CONDITIONS TO BE SET FORTH BY THE BOARD, SPECIAL LEGAL COUNSEL AND GENERAL COUNSEL, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO PR INVESTMENT GROUP AND NORTH POINT ADVISORS:

YEAS – TRUSTEES BANDEMER, BEASLEY, COLLINS, FREEMAN,  
MILTON, MOORE, SCOTT AND STEWART – 8

NAYS – TRUSTEES ORZECH, PEGG AND CHAIRMAN BEST – 3

INVESCOR

BY MR. BANDEMER – SUPPORTED BY MR. STEWART

Whereas, The Board has been presented with an investment proposal from Invescor (life settlements/life insurance brokering), and

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

Resolved, That subject to **Invescor** agreeing to pay the costs for said due diligence and said funds being escrowed by Invescor with the Retirement System, **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 the Executive Secretary/Assistant Executive Secretary arrange for the coordination of the foregoing with all applicable parties, and be it further

Resolved, That after receiving the required due diligence report, the Board will decide whether it has any continued interest in the proposal, and be it further

Resolved, That a copy of this resolution be forwarded to Invescor, North Point Advisors and the Accounting Division of the Retirement System:

YEAS – TRUSTEES BANDEMER, BEASLEY, COLLINS, FREEMAN,  
MILTON, MOORE, ORZECH, PEGG, SCOTT, STEWART  
AND CHAIRMAN BEST – 11

NAYS – NONE

PITG GAMING, LLC

BY MR. MILTON – SUPPORTED BY MR. STEWART

Whereas, The Board has been presented with an investment proposal from PITG (casino financing), and

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

Resolved, That subject to PITG agreeing to pay the costs for said due diligence and said funds being escrowed by **PITG** with the Retirement System, **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 the Executive Secretary/Assistant Executive Secretary arrange for the coordination of the foregoing with all applicable parties, and be it further

Resolved, That after receiving the required due diligence report, the Board will decide whether it has any continued interest in the proposal, and be it further

Resolved, That a copy of this resolution be forwarded to PITG, North Point Advisors and the Accounting Division of the Retirement System:

YEAS – TRUSTEES BANDEMER, BEASLEY, COLLINS, FREEMAN,  
MILTON, MOORE, ORZECH, PEGG, SCOTT, STEWART  
AND CHAIRMAN BEST – 11

NAYS – NONE

TRADE WIND AIRLINES, INC.

BY MR. MILTON – SUPPORTED BY MR. SCOTT

**WHEREAS**, the Board of Trustees of the Police and Fire Retirement System of the City of Detroit (the “Board”) and the Board of Trustees of the General Retirement System of the City of Detroit (the “GRS Board”) each previously approved the above-referenced investment, subject to term sheet and commitment letter requiring, inter alia, the Guarantor to make a \$5 Million initial capital contribution at closing, and

**WHEREAS**, on February 20, 2008, the GRS Board approved Guarantor’s request for a 30 day waiver for its initial capital contribution, and

**WHEREAS**, the closing of the loan was scheduled for Tuesday, February 26, 2008 and closing documents were signed, however, the Guarantor requested a 30 day waiver for its initial capital contribution obligation and desired to present its request before the Board prior to any funding of the loan, and

**WHEREAS**, the Guarantor, Donald Watkins, appeared before the Board and requested a 30 day waiver for the \$5 Million initial capital contribution obligation, and

**WHEREAS**, Adrian Anderson of North Point Advisors (the Board’s Advisor) appeared before the Board and recommended approval of the Guarantor’s request, and

**WHEREAS**, the Board has considered this matter, and **THEREFORE BE IT**

**RESOLVED**, that the Board hereby approves the Guarantor’s request to make its \$5 Million initial capital contribution thirty (30) days after the closing, subject to the GRS Board taking similar action, and be it further

TRADE WIND AIRLINES, INC.

**RESOLVED**, that, notwithstanding the above change, all other provisions of the term sheet and commitment letter shall remain effective, and be it further

**RESOLVED**, that a copy of this resolution shall be forwarded to Borrower, Guarantor, the Board's Advisor, the Board's Special Legal Counsel and the Accounting Division of the Retirement Systems:

YEAS – TRUSTEES BANDEMER, BEASLEY, COLLINS, FREEMAN,  
MILTON, MOORE, ORZECH, PEGG, SCOTT, STEWART  
AND CHAIRMAN BEST – 11

NAYS – NONE

PUBLIC FORUM

AT **3:30 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 **3:33 P.M.** UNTIL THURSDAY, **FEBRUARY 28, 2008** AT 10:00 A.M., IN ROOM 910 OF THE COLEMAN A. YOUNG MUNICIPAL CENTER, DETROIT, MICHIGAN 48226.

RESPECTFULLY SUBMITTED,

---

CYNTHIA A. THOMAS  
ASSISTANT EXECUTIVE SECRETARY