

MEETING NUMBER 2670

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



PROCEEDINGS HELD THURSDAY, MARCH 6, 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
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

EXCUSED

Jeffrey Pegg	Elected Trustee
Richard Huddleston	Investment Analyst

ABSENT

None

CHAIRPERSON

Gregory Best

ROLL CALL WAS TAKEN AT 9:12 A.M. BY THE BOARD'S RECORDING SECRETARY AND THE MEETING WAS CALLED TO ORDER.

CAPITAL CALLS/DRAWS

BY MR. MOORE – SUPPORTED BY MR. BANDEMER

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: McTevia & Associates, LLC
Date: February 28, 2008
Fund Name: Winstar Communications, LLC/McTevia & Associates, LLC
Capital Call/Draw: \$250,000.00

Firm: Trade Winds Airlines, Inc.
Date: February 27, 2008
Fund Name: Trade Wind Airlines, Inc.
Capital Call/Draw: Call 1: \$2,000,000.00

Firm: Trade Winds Airlines, Inc.
Date: February 27, 2008
Fund Name: Trade Winds Airlines, Inc.
Capital Call/Draw: Call 2: \$13,000,000.00

CAPITAL CALLS/DRAWS

Firm: SW Pelham
Date: February 29, 2008
Fund Name: Touch Point Print Solutions
Capital Call/Draw: Call 12: \$544,357.00

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

Nays – None

SPECIAL COUNSEL JOE TURNER ENTERED THE MEETING.

RETIREMENTS

BY MR. BANDEMER – SUPPORTED BY MR. SCOTT

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

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

Nays – None

RETIREMENTS

NAME, TITLE, DEPARTMENT	RALPH SLEZAK – BATTALION FIRE CHIEF - FIRE
RETIREMENT, PLAN	SERVICE - NEW
SERVICE CREDIT, EFFECTIVE DATE	37 06 11 – 04 16 08

NAME, TITLE, DEPARTMENT	DORIS TOWNS – LIEUTENANT - POLICE
RETIREMENT, PLAN	EARLY RETIREMENT - NEW
SERVICE CREDIT, EFFECTIVE DATE	22 07 13 – 02 28 08

RETIREMENTS

NAME, TITLE, DEPARTMENT	BETTY WASHINGTON – COMMUNICATIONS/POLICE OFFICER - POLICE
RETIREMENT, PLAN	SERVICE - NEW
SERVICE CREDIT, EFFECTIVE DATE	31 11 13 – 04 09 08

NAME, TITLE, DEPARTMENT	PAUL CASTONE – FIRE ENGINE OPERATOR - FIRE
RETIREMENT, PLAN	SERVICE - NEW
SERVICE CREDIT, EFFECTIVE DATE	34 11 24 – 02 18 08

NAME, TITLE, DEPARTMENT	DAVID MCDOWELL – CAPTAIN - FIRE
RETIREMENT, PLAN	SERVICE - NEW
SERVICE CREDIT, EFFECTIVE DATE	34 05 17 – 02 12 08

NAME, TITLE, DEPARTMENT	FRANK DOYLE – FIRE FIGHTER/DRIVER - FIRE
RETIREMENT, PLAN	DUTY DISABILITY RETIREMENT CONVERSION - NEW
SERVICE CREDIT, EFFECTIVE DATE	26 03 00 – 02 07 08

CONFIRMATIONS

BY MR. MOORE – SUPPORTED BY MR. BANDEMER

RESOLVED, THAT THE DISBURSEMENTS (\$42,124,904.27) AND RECEIPTS (\$6,755,645.69) WHICH ARE REFERENCED AT THE END OF THESE PROCEEDINGS BE CONFIRMED:

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

Nays – None

TRUSTEE FREEMAN ENTERED THE MEETING.

MINUTES OF FEBRUARY 7, 2008 AND FEBRUARY 14, 2008

BY MR. ORZECH – SUPPORTED BY MR. STEWART

RESOLVED, THAT THE MINUTES OF THE MEETING HELD THURSDAY, FEBRUARY 7, 2008 BE APPROVED AS RECORDED AND SUBMITTED BY THE BOARD'S RECORDING SECRETARY, AND BE IT FURTHER

RESOLVED, THAT THE MINUTES OF THE MEETING HELD THURSDAY, FEBRUARY 14, 2008 BE APPROVED AS AMENDED, RECORDED AND SUBMITTED BY THE BOARD'S RECORDING SECRETARY:

Yeas – Trustees Bandemer, Freeman, Milton, Moore, Orzech, Scott, Stewart and Chairman Best – 8

Nays – None

BILL PAYMENT REQUESTS

BY MR. BANDEMER – SUPPORTED BY MR. STEWART

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

WHEREAS, THE BOARD IS SATISFIED THAT 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 22, 2008 - \$100.84 – POLICE AND FIRE PORTION OF \$201.67 – CONTRACT/MISCELLANEOUS SERVICES

ADP – FEBRUARY 15, 2008 - \$99.61 – POLICE AND FIRE PORTION OF \$199.21 – CONTRACT/MISCELLANEOUS SERVICES

BILL PAYMENT REQUESTS

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

ADP – FEBRUARY 14, 2008 - \$109.60 – POLICE AND FIRE PORTION OF \$219.20 – CONTRACT/MISCELLANEOUS

BANYAN REALTY ADVISORS – FEBRUARY 26, 2008 - \$48,054.27 – 2007 FOURTH QUARTER ADVISORY EE

BARRON'S – FEBRUARY 29, 2008 - \$39.50 – POLICE AND FIRE PORTION OF \$79.00 – OFFICE SUPPLIES

DATA MEDIASTORE.COM – FEBRUARY 19, 2008 - \$218.18 – POLICE AND FIRE PORTION OF \$436.35 – OFFICE SUPPLIES

DELL MARKETING – FEBRUARY 11, 2008 - \$820.38 – POLICE AND FIRE PORTION OF \$1,640.76 – CONTRACT/MISCELLANEOUS SERVICES

DELL MARKETING – FEBRUARY 12, 2008 - \$502.49 – POLICE AND FIRE PORTION OF \$1,004.96 – CONTRACT/MISCELLANEOUS SERVICES

DELL MARKETING – FEBRUARY 12, 2008 - \$486.30 – POLICE AND FIRE PORTION OF \$972.60 – CONTRACT/MISCELLANEOUS SERVICES

DETROIT OFFICE INTERIORS – FEBRUARY 25, 2008 - \$11,411.61 – POLICE AND FIRE PORTION OF \$22,823.22 – CHAIR PURCHASE (22 CHAIRS)

FORMS TRAC – FEBRUARY 22, 2008 - \$332.73 – POLICE AND FIRE PORTION OF \$665.46 – PRINTING COSTS

GABRIEL, ROEDER, SMITH & COMPANY – MARCH 3, 2008 - \$4,700.00 – MARCH, 2008 ACTUARIAL SERVICES

HARLAND TECHNOLOGY – FEBRUARY 22, 2008 - \$262.82 – POLICE AND FIRE PORTION OF \$525.64 – COMPUTER SUPPLIES

BILL PAYMENT REQUESTS

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

IKON OFFICE SOLUTIONS – FEBRUARY 24, 2008 - \$611.46 – POLICE AND FIRE PORTION OF \$1,222.92 – CONTRACT/MISCELLANEOUS SERVICES

IT – MARCH 4, 2008 - \$60,417.37 – POLICE AND FIRE PORTION OF \$127,718.16 – CONTRACTUAL PROGRAMMERS' FEES FOR THE MONTH ENDED FEBRUARY 29, 2008

NEOPOST – FEBRUARY 16, 2008 - \$195.00 – POLICE AND FIRE PORTION OF \$390.00 – OFFICE SUPPLIES

NORTH POINT ADVISORS – MARCH 3, 2008 - \$12,500.00 – APRIL, 2008 AND MAY, 2008 FEES

NORTH POINT ADVISORS – MARCH 3, 2008 - \$5,000.00 – TRADE WINDS AIRLINES, INC. DUE DILIGENCE

OFFICE DEPOT – FEBRUARY 21, 2008 - \$105.74 – POLICE AND FIRE PORTION OF \$211.48 OFFICE SUPPLIES

QUILL CORPORATION – FEBRUARY 18, 2008 - \$51.66 – POLICE AND FIRE PORTION OF \$103.32 – OFFICE SUPPLIES

RELIABLE OFFICE PRODUCTS – FEBRUARY 19, 2008 - \$53.74 – POLICE AND FIRE PORTION OF \$107.46 – OFFICE SUPPLIES

SCM ADVISORS – MARCH 4, 2008 - \$49,265.95 – 2007 FOURTH QUARTER FEES

TECH DEPOT – JANUARY 31, 2008 - \$171.25 – POLICE AND FIRE PORTION OF \$342.49 – OFFICE SUPPLIES

XJJ COMPANY – MARCH 4, 2008 - \$20,309.88 – POLICE AND FIRE PORTION OF \$40,619.76 – EMPLOYEE PAYROLL FOR THE PERIOD JANUARY 25, 2008 THROUGH FEBRUARY 22, 2008

BILL PAYMENT REQUESTS

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

WELLINGTON MANAGEMENT – JANUARY 31, 2008 - \$27,499.67 –
2007 FOURTH QUARTER FEES

ZONES – FEBRUARY 19, 2008 - \$2,214.50 – POLICE AND FIRE
PORTION OF \$4,429.00 – OFFICE SUPPLIES

ZONES – FEBRUARY 28, 2008 - \$224.81 – POLICE AND FIRE
PORTION OF \$449.62 – OFFICE SUPPLIES

Yeas – Trustees Bandemer, Freeman, Milton, Moore, Orzech, Scott,
Stewart and Chairman Best – 8

Nays – None

RETURN TO WORK REQUEST OF SIDNEY DAVIS

BY MR. SCOTT – SUPPORTED BY MR. MOORE

WHEREAS, RETIRANT SIDNEY DAVIS (200758) HAS PRESENTED THE
BOARD WITH A FEBRUARY 28, 2008 REQUEST TO RETURN TO WORK,
THEREFORE BE IT

RESOLVED, THAT MR. DAVIS' MEDICAL FILE BE FORWARDED TO THE
BOARD'S MEDICAL DIRECTOR AND THE BOARD'S MEDICAL DIRECTOR
BE REQUESTED TO SCHEDULE AN EXAMINATION APPOINTMENT ON MR.
DAVIS' BEHALF:

Yeas – Trustees Bandemer, Freeman, Milton, Moore, Orzech, Scott,
Stewart and Chairman Best – 8

Nays – None

CLARK ET AL & RETIRED POLICE & FIREFIGHTERS' ASSOCIATION, ET
AL, VERSUS THE CITY OF DETROIT BOARD OF TRUSTEES, ET AL,
WAYNE CIRCUIT CASE NO. 82-235598-CL

By Mr. Orzech – Supported by Mr. Stewart

Resolved, That all petitions of said pre-July 1, 1983 and pre-July 1, 1986 (as applicable) Option II and Option III retirants, whose beneficiaries pre-deceased the retirants, for adjustment of retirement benefits to a Straight Life retirement be granted effective the first day of the month following the date of application and procedures be followed otherwise identical to the processing and computation for adjustments made to divorced Option II and Option III retirants pursuant to domestic relations court orders:

John Cogley

Beneficiary's Date of Death: January 28, 2008

Date of Application: February 5, 2008

Walter Collins

Beneficiary's Date of Death: January 19, 2008

Date of Application: February 4, 2008

James Downey

Beneficiary's Date of Death: February 1, 2008

Date of Application: February 9, 2008

Jack Johnson

Beneficiary's Date of Death: January 22, 2008

Date of Application: February 7, 2008

Yeas – Trustees Bandemer, Freeman, Milton, Moore, Orzech, Scott,
Stewart and Chairman Best – 8

Nays – None

TRUSTEE COLLINS ENTERED THE MEETING.

LEGAL COUNSEL'S REPORTS

LEGAL COUNSEL RONALD ZAJAC DISCUSSED VARIOUS MATTERS WITH THE BOARD, INCLUDING PFRS S. TRYON, YAHOO!, INC., DORSEY VERSUS DORSEY AND AN FOIA REQUEST FROM REPORTER CHRISTINE MACDONALD OF THE DETROIT NEWS.

FOIA REQUEST – DETROIT NEWS

BY MR. MOORE – SUPPORTED BY MR. STEWART

RESOLVED, THAT A MARCH 4, 2008 FOIA REQUEST FROM REPORTER CHRISTINE MACDONALD OF THE DETROIT NEWS TO EXECUTIVE SECRETARY WALTER STAMPOR BE FORWARDED TO THE BOARD'S EXECUTIVE SECRETARY AND GENERAL COUNSEL FOR RESPONSE:

Yeas – Trustees Bandemer, Collins, Freeman, Milton, Moore, Orzech, Scott, Stewart and Chairman Best – 9

Nays – None

DORSEY VERSUS DORSEY
OAKLAND COUNTY CASE NUMBER 06-720594-DO

BY MR. BANDEMER – SUPPORTED BY MR. STEWART

WHEREAS, THE BOARD IS IN RECEIPT OF A FEBRUARY 11, 2008 DOMESTIC RELATIONS ORDER, AND

WHEREAS, SAID FEBRUARY 11, 2008 DOMESTIC RELATIONS ORDER AMENDS/SUPPLEMENTS A FEBRUARY 8, 2007 JUDGMENT OF DIVORCE WHEREIN MARY DORSEY IS AWARDED CERTAIN RIGHTS TO THE DEFINED BENEFIT PLAN BENEFITS ONLY OF BERNARD DORSEY, AND

WHEREAS, THE BOARD HAS BEEN INFORMED THAT PARTICIPANT RETIRED EFFECTIVE JULY 13, 1978, AND

DORSEY VERSUS DORSEY
OAKLAND COUNTY CASE NUMBER 06-720594-DO

WHEREAS PARTICIPANT'S DATE OF BIRTH IS JANUARY 15, 1928 AND PARTICIPANT HAD ATTAINED 25 YEARS, 01 MONTH AND 25 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 THE EARLIEST DATE THAT PAYMENTS FROM THE DEFINED BENEFIT PLAN CAN BE MADE TO THE PARTICIPANT OR THE 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, THEREFORE BE IT

RESOLVED THAT THE BOARD ACKNOWLEDGE RECEIPT OF SAID COURT ORDER AND PAY PENSION BENEFITS CONSISTENT WITH SAID COURT ORDER, A COPY OF THIS RESOLUTION BE IMMEDIATELY ATTACHED AS THE "TOP SHEET" OF THE PENSION FILE, OTHER APPROPRIATE RECORDS BE RETAINED BY THE RETIREMENT SYSTEM RELATIVE TO THIS MATTER, AND A COPY OF THIS RESOLUTION BE FORWARDED TO MARY DORSEY AND BERNARD DORSEY:

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

NAYS – NONE

PFRS SOUTH TRYON CORP.

THE BOARD WAS MADE AWARE OF THE EXECUTION OF A FEBRUARY 28, 2008 RESPONSE LETTER TO THE INTERNAL REVENUE SERVICE FOR ADDITIONAL INFORMATION IN CONNECTION WITH THE CORPORATION'S APPLICATION FOR RECOGNITION OF EXEMPTION UNDER SECTION 501(a) BY AN OFFICER OF THE CORPORATION.

ORACLE CAPITAL PARTNERS

DAVID MORRIS AND HENRY BRANDON APPEARED BEFORE THE BOARD, DISCUSSED PERFORMANCE AND THEN EXCUSED THEMSELVES.

TRUSTEE BEASLEY ENTERED THE MEETING.

MMA REALTY CAPITAL

PAUL BERNARD, THOMAS ZDRODOWSKI AND MICHAEL FALCONE APPEARED BEFORE THE BOARD AND DISCUSSED HIGH POINTE APARTMENTS AND MUNIMAE MUNICIPAL MORTGAGE EQUITY, LLC.

THE BOARD THEN EXCUSED MESSRS. BERNARD, ZDRODOWSKI AND FALCONE.

MAYFIELD GENTRY REALTY ADVISORS

CHAUNCEY MAYFIELD AND TWO ASSOCIATES APPEARED BEFORE THE BOARD, DISCUSSED ASSET ALLOCATION AND THEN EXCUSED THEMSELVES.

TRUSTEES MILTON AND COLLINS EXCUSED THEMSELVES.

MMA REALTY CAPITAL
HIGH POINTE II APARTMENTS, ROMEOVILLE, ILLINOIS

BY MR. MOORE – SUPPORTED BY MR. BANDEMER

WHEREAS, MMA REALTY CAPITAL HAS PRESENTED THE BOARD WITH A MARCH 6, 2008 COMMUNICATION WHEREIN MMA REALTY CAPITAL REQUESTS THAT THE BOARD APPROVE THE REQUEST WHICH IS

MMA REALTY CAPITAL
HIGH POINTE II APARTMENTS, ROMEOVILLE, ILLINOIS

REFERENCED BELOW RELATIVE TO HIGH POINT II APARTMENTS IN
ROMEOVILLE, ILLINOIS, AND

WHEREAS, THE BOARD HAS DISCUSSED SAID REQUEST, THEREFORE
BE IT

RESOLVED, THAT THE BOARD APPROVES SAID REQUEST, AND BE IT
FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO
MMA REALTY CAPITAL AND THE ACCOUNTING DIVISION OF THE
RETIREMENT SYSTEMS:

REQUEST:

1) AN EARLY PAYOFF OF THE PREFERRED EQUITY SUBJECT TO:

THE PAYOFF AMOUNT IS TO BE APPROXIMATELY
\$6,900,906.00 ON THE ASSUMED PAYOFF DATE OF APRIL
1, 2008. AS THE PAYOFF AMOUNT UTILIZES A TIME-
SENSITIVE NPV CALCULATION, IT NEEDS TO RE-
CALCULATED TO THE ACTUAL CLOSING DATE WHEN IT IS
ESTABLISHED

CLOSING IS EXPECTED TO OCCUR BEFORE JUNE 30,
2008. IF THE ACTUAL CLOSING DATE IS AFTER JUNE 30,
2008, THE REVISED PAYOFF AMOUNT CALCULATIONS WILL
BE PRESENTED FOR APPROVAL ONCE AGAIN TO THE
POLICE AND FIRE RETIREMENT SYSTEM

THE SPONSOR SHOULD KEEP THE PREFERRED EQUITY
RETURN CURRENT UNTIL CLOSING OF THE EARLY PAYOFF

2) THE RATIFICATION OF THE 50 BPS SERVICING FEE WITH MEC
THROUGH DOCUMENTATION BY CLOSING OF THE EARLY PAYOFF

MMA REALTY CAPITAL
HIGH POINTE II APARTMENTS, ROMEOVILLE, ILLINOIS

YEAS – TRUSTEES BANDEMER, BEASLEY, FREEMAN, MOORE, ORZECH,
SCOTT, STEWART AND CHAIRMAN BEST – 8

NAYS – NONE

MMA/MUNICIPAL MORTGAGE AND EQUITY, LLC

BY MR. MOORE
SUPPORTED BY MR. BANDEMER

WHEREAS, THE BOARD HAS BEEN MADE AWARE OF THE ONGOING TURMOIL IN THE REAL ESTATE AND FIXED INCOME MARKETS AND IS IN RECEIPT OF A BOOKLET TITLED “MUNIMAE UPDATE” WHICH WAS DISCUSSED THIS DATE, AND

WHEREAS, MUNICIPAL MORTGAGE AND EQUITY HAS PLEDGED THE COMMON STOCK OF TE BOND SUB (WHICH IS CURRENTLY VALUED AT MORE THAN \$100,000,000.00) TO MERRILL LYNCH TO BACK, AMONG OTHER THINGS, CURRENT LETTERS OF CREDIT ISSUED BY THE BOARD, AND

WHEREAS, THE BOARD HAS BEEN REQUESTED BY MUNICIPAL MORTGAGE AND EQUITY TO ALLOW CERTAIN INVESTMENTS TO BE PLACED INTO THE TRUST AND THE REIT, AND

WHEREAS, THE BOARD HAS BEEN REQUESTED TO ACCEPT BACK THEIR \$14,000,000.00 LETTER OF CREDIT IN FAVOR OF BANK OF AMERICA, AND

WHEREAS, MUNICIPAL MORTGAGE AND EQUITY HAS SUGGESTED THAT THE CURRENT TRUST PREFERRED INVESTMENT COULD BE REPLACED BY A NEW TO-BE-EXPLORED INVESTMENT, AT PAR, AND

WHEREAS, MMA HAS PRESENTED THE BOARD WITH A COMPREHENSIVE OF ACTION TO MITIGATE POTENTIAL LETTER OF CREDIT AND VALUE RISK, AND

MMA/MUNICIPAL MORTGAGE AND EQUITY, LLC

WHEREAS, CERTAIN ELEMENTS OF SAID PLAN MAY BE DEEMED PRINCIPAL TRANSACTIONS AND REQUIRE INDEPENDENT BOARD APPROVAL, THEREFORE BE IT

RESOLVED, THAT THE BOARD APPROVE THE FOLLOWING ACTIONS:

- ▶ DELIVER LATOSCANA AND LAMB TECHNOLOGIES INTO THE GROUP TRUST UPON COMPLETION OF MUNIMAE UNDERWRITING
- ▶ DELIVER OTHER 80% LTV CONSTRUCTION LOANS AND SOLAR FACILITIES INTO THE GROUP TRUST
- ▶ DELIVER \$37.1 MILLION DOLLAR LOAN FROM AN MMA SUBSIDIARY INTO THE REIT WHICH WILL BE BACKED BY APPROXIMATELY \$80 MILLION OF COLLATERAL IN THE FORM OF REAL ESTATE PARTNERSHIPS
- ▶ RELEASE THE \$14,000,000.00 LETTER OF CREDIT IN FAVOR OF BANK OF AMERICA
- ▶ EXPLORE THE REPLACEMENT OF THE CURRENT TRUST PREFERRED INVESTMENT WITH A NEW TO-BE-EXPLORED INVESTMENT

AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO MMA AND THE ACCOUNTING DIVISION OF THE RETIREMENT SYSTEMS:

YEAS – TRUSTEES BANDEMER, BEASLEY, FREEMAN, MOORE, ORZECH,
SCOTT, STEWART AND CHAIRMAN BEST – 8

NAYS – NONE

CLOSED SESSION

BY MR. STEWART – SUPPORTED BY MR. BANDEMER

Resolved, That the Board enter into Closed Session for the purpose of discussing matters of a medical nature:

A Roll Call Vote was taken as follows:

YEAS – TRUSTEES BANDEMER, BEASLEY, FREEMAN, MOORE, ORZECH,
SCOTT, STEWART AND CHAIRMAN BEST – 8

NAYS – NONE

The Board entered into Closed Session at 12:24 P.M.

TRUSTEE MILTON RE-JOINED THE MEETING.

TRUSTEE COLLINS RE-JOINED THE MEETING.

OPEN SESSION

BY MR. BANDEMER – SUPPORTED BY MR. MOORE

Resolved, That the Board return to Open Session:

A Roll Call Vote was taken as follows:

YEAS – TRUSTEES BANDEMER, BEASLEY, COLLINS, BEASLEY,
FREEMAN, MILTON, MOORE, SCOTT, STEWART AND CHAIRMAN
BEST – 10

NAYS – NONE

The Board returned to Open Session at 1:05 P.M.

NON-DUTY DISABILITY RETIREMENT APPLICATION OF GREGORY SMITH

THE BOARD DISCUSSED THE NON DUTY DISABILITY RETIREMENT APPLICATION OF GREGORY SMITH AT LENGTH.

DUTY DISABILITY RETIREMENT APPLICATION OF KURTISS STAPLES

BY MR. STEWART – SUPPORTED BY MR. BANDEMER

RESOLVED, THAT DETROIT RECEIVING HOSPITAL'S REPORT (DATED JANUARY 7, 2008) REGARDING KURTISS STAPLES BE REFERRED TO THE BOARD'S MEDICAL DIRECTOR FOR REVIEW AND OPINION:

YEAS – TRUSTEES BANDEMER, BEASLEY, COLLINS, BEASLEY,
FREEMAN, MILTON, MOORE, SCOTT, STEWART AND CHAIRMAN
BEST – 10

NAYS – NONE

GREGORY ROBINSON

THE RESUME OF GREGORY ROBINSON (FORMER ASSISTANT TO COUNCIL PERSON MONICA CONYERS) WAS PRESENTED TO THE BOARD. HE WOULD LIKE TO JOIN THE RETIREMENT SYSTEM AS AN ASSISTANT TO THE RETIREMENT SYSTEM'S EXECUTIVE SECRETARY AND ASSISTANT EXECUTIVE SECRETARIES FOR BOTH BOARDS.

ASSISTANT EXECUTIVE SECRETARY CYNTHIA THOMAS PROVIDED THE BOARD WITH, FOR ITS REVIEW, A LIST OF VARIOUS EXECUTIVE SECRETARY/ASSISTANT EXECUTIVE SECRETARY ASSISTANT DUTIES AND RESPONSIBILITIES THAT THE TRUSTEES OF THE GENERAL RETIREMENT SYSTEM REQUESTED.

JUNE 30, 2007 SIXTY-SIXTH ANNUAL ACTUARIAL VALUATION
2008-2009 INTEREST RATE FOR ANNUITIES

BY MR. STEWART – SUPPORTED BY MR. BANDEMER

JUNE 30, 2007 SIXTY-SIXTH ANNUAL ACTUARIAL VALUATION
2008-2009 INTEREST RATE FOR ANNUITIES

WHEREAS, THE BOARD'S ACTUARY, GABRIEL, ROEDER, SMITH AND COMPANY, HAS PRESENTED THE BOARD WITH THE SYSTEM'S JUNE 30 2007 SIXTY-SIXTH (66TH) ANNUAL ACTUARIAL VALUATION, AND

WHEREAS, THE BOARD HAS DISCUSSED SAID VALUATION, THEREFORE BE IT

RESOLVED, THAT THE BOARD HEREBY APPROVES THE SYSTEM'S SIXTY-SIXTH (66TH) ANNUAL ACTUARIAL VALUATION AS PRESENTED BY ITS ACTUARY, GABRIEL, ROEDER, SMITH AND COMPANY, AND BE IT FURTHER

RESOLVED, THAT CONSISTENT WITH PRIOR ACTION OF THE BOARD, THE DEFINED CONTRIBUTION PLAN AMOUNTS, EFFECTIVE JULY 1, 2008, BE CREDITED WITH 13.4%, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO THE BOARD'S ACTUARY, GABRIEL, ROEDER, SMITH AND COMPANY, AND THE ACCOUNTING DIVISION OF THE RETIREMENT SYSTEMS:

YEAS – TRUSTEES BANDEMER, BEASLEY, COLLINS, BEASLEY, FREEMAN, MILTON, MOORE, SCOTT, STEWART AND CHAIRMAN BEST – 10

NAYS – NONE

MAYFIELD GENTRY REALTY ADVISORS, LLC (MGRA)

BY MR. BANDEMER – SUPPORTED BY MR. PEGG

WHEREAS, MAYFIELD GENTRY REALTY ADVISORS, LLC PROVIDED THE BOARD WITH A MARCH 6, 2008 PRESENTATION BOOKLET AND MADE A PRESENTATION TO THE BOARD THIS DATE TO ALLOW A TO-BE-ESTABLISHED PUBLIC REIT TO ACQUIRE THE EQUITY REAL ESTATE PORTFOLIO OF THE RETIREMENT SYSTEM MANAGED BY MAYFIELD GENTRY REALTY ADVISORS, LLC AND

MAYFIELD GENTRY REALTY ADVISORS, LLC (MGRA)

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

RESOLVED, THAT THE BOARD HEREBY APPROVES THE PROCEEDING
FORWARDED BY MAYFIELD GENTRY REALTY ADVISORS, LLC TO FORM
THE PUBLIC REIT FOR THE PURPOSES STATED IN THE PRESENTATION
BOOKLET DATED MARCH 6, 2008, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO
MAYFIELD GENTRY REALTY ADVISORS, LLC AND THE ACCOUNTING
DIVISION OF THE RETIREMENT SYSTEMS:

YEAS – TRUSTEES BANDEMER, BEASLEY, COLLINS, BEASLEY,
FREEMAN, MILTON, MOORE, SCOTT AND STEWART - 9

NAYS – CHAIRPERSON BEST - 1

BILL PAYMENT REQUESTS

BY MR. BANDEMER – SUPPORTED BY MR. STEWART

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

WHEREAS, THE BOARD IS SATISFIED THAT 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

CLARK HILL – NOVEMBER 13, 2007 - \$7,495.18 – OCTOBER, 2007
LEGAL FEES – MISCELLANEOUS

CLARK HILL – NOVEMBER 13, 2007 - \$1,219.75 – OCTOBER, 2007
LEGAL FEES – THE BOARD'S DROP PROGRAM

BILL PAYMENT REQUESTS

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

CLARK HILL – NOVEMBER 13, 2007 - \$47,612.10 – OCTOBER, 2007
LEGAL FEES – EDS, INC.

CLARK HILL – NOVEMBER 15, 2007 - \$684.25 – OCTOBER, 2007
LEGAL FEES – MAYFIELD GENTRY REALTY ADVISORS' REIT

DECEMBER 13, 2007 - \$446.25 – NOVEMBER, 2007 LEGAL FEES –
THE BOARD'S DROP PROGRAM

DECEMBER 13, 2007 - \$43,500.77 – NOVEMBER, 2007 LEGAL FEES
– EDS, INC.

CLARK HILL – DECEMBER 14, 2007 - \$3,407.14 – NOVEMBER, 2007
LEGAL FEES – MISCELLANEOUS

CLARK HILL – FEBRUARY 18, 2008 - \$1,385.88 – JANUARY, 2008
LEGAL FEES – THE BOARD'S DROP PROGRAM

CLARK HILL – FEBRUARY 18, 2008 - \$6,508.14 – JANUARY, 2008
LEGAL FEES – MISCELLANEOUS

FEBRUARY 18, 2008 - \$15,349.83 – JANUARY, 2008 LEGAL FEES –
EDS, INC.

CLARK HILL – FEBRUARY 18, 2008 - \$150,240.46 – JANUARY, 2008
LEGAL FEES – TRADE WIND AIRLINES, INC.

CLARK HILL – JANUARY 28, 2008 - \$27,704.45 – JANUARY, 2008
LEGAL FEES – LIFE ASSURANCE FUND

YEAS – TRUSTEES BANDEMER, BEASLEY, COLLINS, BEASLEY,
FREEMAN, MILTON, MOORE, SCOTT, STEWART AND CHAIRMAN
BEST – 10

NAYS – NONE

PUBLIC FORUM

AT 1:35 P.M., CHAIRPERSON 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, CHAIRPERSON BEST ADJOURNED THE MEETING AT 1:40 P.M. UNTIL THURSDAY, MARCH 13, 2008 AT 9:00 A.M., IN ROOM 910 OF THE COLEMAN A. YOUNG MUNICIPAL CENTER, DETROIT, MICHIGAN 48226.

RESPECTFULLY SUBMITTED,

CYNTHIA A. THOMAS
ASSISTANT EXECUTIVE SECRETARY