

MEETING NUMBER 2691

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



PROCEEDINGS HELD THURSDAY, JULY 24, 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/Chairperson
Jeffrey Beasley	Ex/Officio Trustee/Treasurer
Gregory Best	Elected Trustee
Barbara-Rose Collins	Ex/Officio Trustee/Councilperson
DeDan Milton	Ex/Officio Alternate Trustee
James Moore	Elected Trustee
George Orzech	Elected Trustee
Jeffrey Pegg	Elected Trustee/Vice Chairperson
Paul Stewart	Elected Trustee
Walter Stampor	Executive Secretary
Janet S. Lenear	Recording Secretary
Ronald Zajac	Legal Counsel
Joe Turner	Special Legal Counsel
Richard Huddleston	Investment Analyst

EXCUSED

Shereece Fleming-Freeman	Ex/Officio Alternate Trustee
Tyrone Scott	Ex/Officio Trustee/Fire Commissioner
Cynthia Thomas	Assistant Executive Secretary

ABSENT

None

CHAIRPERSON

Marty Bandemer

VICE CHAIRPERSON

Jeffrey Pegg

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

CAPITAL CALLS/DRAWS

BY MR. BEST – SUPPORTED BY MR. STEWART

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:

MAYFIELD GENTRY REALTY ADVISORS – JULY 22, 2008 – PFRS
DUBLIN CORPORATION - \$424,658.03

ORACLE CAPITAL PARTNERS – JULY 16, 2008 – ORACLE CAPITAL
PARTNERS, LLC - \$67,500.00

ORACLE CAPITAL PARTNERS – JULY 17, 2008 – ORACLE CAPITAL
FUND, L.P. - \$495,000.00

CAPITAL CALLS/DRAWS

PERSEUS PARTNERS – JULY 23, 2008 – PERSEUS PARTNERS VII, L.P. -
\$1,964,066.00

SYNDICATED COMMUNICATIONS VENTURE PARTNERS – JULY 18,
2008 – SYNDICATED COMMUNICATIONS VENTURE PARTNERS V,
L.P. - \$816,917.00

TAILWIND CAPITAL PARTNERS – JULY 23, 2008 – TAILWIND
CAPITAL PARTNERS, L.P. - \$2,388,307.00

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

NAYS – NONE

RETIREMENTS

BY MR. STEWART – SUPPORTED BY MR. BEST

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

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

NAYS – NONE

RETIREMENTS

NAME, TITLE, DEPARTMENT	LAWRENCE PAWL – BATTALION FIRE CHIEF – FIRE
RETIREMENT, PLAN	SERVICE - NEW
SERVICE CREDIT, EFFECTIVE DATE	35 10 22 – 07 02 08

NAME, TITLE, DEPARTMENT	KATRINA CARTWRIGHT-BOOKER – OFFICER - POLICE
RETIREMENT, PLAN	SERVICE - NEW
SERVICE CREDIT, EFFECTIVE DATE	22 03 21 – 08 12 08

NAME, TITLE, DEPARTMENT	DANIEL CHEMOTTI – BATTALION FIRE CHIEF - FIRE
RETIREMENT, PLAN	SERVICE - NEW
SERVICE CREDIT, EFFECTIVE DATE	35 09 06 – 08 22 08

NAME, TITLE, DEPARTMENT	ARNOLD BATIE, JR. – OFFICER – POLICE
RETIREMENT, PLAN	SERVICE – NEW
SERVICE CREDIT, EFFECTIVE DATE	25 02 12 – 07 08 08

NAME, TITLE, DEPARTMENT	GERALD THOMAS – OFFICER – POLICE
RETIREMENT, PLAN	SERVICE – NEW
SERVICE CREDIT, EFFECTIVE DATE	22 02 04 – 07 08 08

TRUSTEE DEDAN MILTON ENTERED THE MEETING.

CONFIRMATIONS

BY MR. STEWART – SUPPORTED BY MR. BEST

CONFIRMATIONS

RESOLVED, THAT THE RECEIPTS AND DISBURSEMENTS WHICH ARE REFERENCED BELOW AND AT THE END OF THESE PROCEEDINGS BE CONFIRMED:

RECEIPTS: \$769,012.15
DISBURSEMENTS: \$671,835.84

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

NAYS – NONE

ABSTAIN – TRUSTEE MILTON – 1

REFUNDS OF ACCUMULATED CONTRIBUTIONS

BY MR. STEWART – SUPPORTED BY MR. BEST

RESOLVED, THAT THE CONTRIBUTIONS, INCLUDING INTEREST, TO THE ANNUITY SAVINGS FUND BY MEMBERS OF THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT BE REFUNDED PENDING AUDIT BY RETIREMENT SYSTEM ACCOUNTING STAFF:

LIST NUMBER: 3283
AMOUNT: \$133,859.19

YEAS – TRUSTEES BEST, ORZECH, MILTON, PEGG, STEWART AND
CHAIRMAN BANDEMER – 6

NAYS – NONE

BILL PAYMENT REQUESTS

BY MR. BEST – 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

CLARK HILL – JULY 16, 2008 - \$21,136.19 – JUNE, 2008 SERVICES – EDS

CLARK HILL – JULY 16, 2008 - \$7,998.00 – JUNE, 2008 SERVICES – LAFER LITIGATION

CLARK HILL – JULY 16, 2008 - \$6,282.05 – JUNE, 2008 SERVICES – MISCELLANEOUS SERVICES

CLARK HILL – JULY 16, 2008 - \$510.01 – JUNE, 2008 SERVICES – WARNER NORCROSS FOIA REQUEST

HARLAND TECHNOLOGY – JUNE 25, 2008 - \$1,357.20 – COMPUTER SERVICE CONTRACTS

IKON OFFICE SOLUTIONS – JULY 15, 2008 - \$288.78 – CONTRACT/MISCELLANEOUS SERVICES

BILL PAYMENT REQUESTS

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

IKON OFFICE SOLUTIONS – JULY 2, 2008 - \$124.50 –
CONTRACT/MISCELLANEOUS SERVICES

IRON MOUNTAIN – JUNE 30, 2008 - \$129.93 –
CONTRACT/MISCELLANEOUS SERVICES

MAYFIELD GENTRY REALTY ADVISORS, LLC – JULY 22, 2008 -
\$223,018.01 – JUNE, 2008 ASSET MANAGEMENT AND MORTGAGE
SERVICING FEES

MCTEVIA & ASSOCIATES – JULY 16, 2008 - \$6,351.56 – JULY, 2008
SERVICES – TRADEWINDS AIRLINES, INC.

NORTH POINT ADVISORS – JULY 14, 2008 - \$10,000.00 – DUE
DILIGENCE FEE – PITG GAMING

NORTH POINT ADVISORS – JUNE 23, 2008 - \$5,000.00 – DUE
DILIGENCE FEE – PITG GAMING

O'NEAL, REGINALD – JULY 22, 2008 - \$1,120.00 – EXAMINATION
FEES

PAYDEN & RYGEL – JULY 15, 2008 - \$17,428.00 – 2008 SECOND
QUARTER FEES – ACCOUNT 1613

PAYDEN & RYGEL – JULY 15, 2008 - \$8,101.00 – 2008 SECOND
QUARTER FEES – ACCOUNT 1612

TANGO ASSOCIATES – APRIL 30, 2008 - \$7,400.00 –
MISCELLANEOUS SERVICES

BILL PAYMENT REQUESTS

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

YEAS – TRUSTEES BEST, ORZECH, MILTON, PEGG, STEWART AND
CHAIRMAN BANDEMER – 6

NAYS – NONE

Finance/Retirement Petty Cash Account

By Mr. Best – Supported by Mr. Stewart

Whereas, The present balance of the Finance/Retirement Petty Cash account is \$121.33, and

Whereas, Staff has requested that the account be replenished to its maximum amount of \$2,000.00, Therefore Be It

Resolved, That the Finance/Retirement Petty Cash account be replenished to the maximum amount of \$2,000.00, and be it further

Resolved, That the amount required to replenish the Finance/Retirement Petty Cash account to \$2,000.00, be paid accordingly:

Police and Fire Retirement System: \$ 672.62

General Retirement System: \$1,206.05

and be it further

Finance/Retirement Petty Cash Account

Resolved, That a copy of this resolution be forwarded to the Accounting Division of the Retirement Systems:

YEAS – TRUSTEES BEST, ORZECH, MILTON, PEGG, STEWART AND
CHAIRMAN BANDEMER – 6

NAYS – NONE

Police and Fire Retirement System of the City of Detroit
Pre-Employment Military Service Credit

By Mr. Best – Supported by Mr. Stewart

Whereas, The individuals whose names are designated below have applied to this Board for Pre-Employment Military Service Credit and have complied with all of the necessary 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:

Kevin M. Chambers Police Department
Joseph Geary, Jr. Police Department

YEAS – TRUSTEES BEST, ORZECH, MILTON, PEGG, STEWART AND
CHAIRMAN BANDEMER – 6

Police and Fire Retirement System of the City of Detroit
Pre-Employment Military Service Credit

NAYS – NONE

COMPUTER CONSULTING CONTRACT
JASON DELUCE

BY MR. ORZECH – SUPPORTED BY MR. BEST

RESOLVED, THAT THE BOARD'S CONTRACT ADDENDUM WITH JASON DELUCE BE APPROVED FOR THE PERIOD DESIGNATED BELOW AT THE HOURLY RATES SO SPECIFIED IN SAID CONTRACT ADDENDUM, AND BE IT FURTHER

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

JASON DELUCE
ADDENDUM TO AGREEMENT DATED SEPTEMBER 14, 2005
AMENDMENT #2 TO CONTRACT
COMMENCING: SEPTEMBER 1, 2008
TERMINATING: AUGUST 31, 2011

YEAS – TRUSTEES BEST, ORZECH, MILTON, PEGG, STEWART AND
CHAIRMAN BANDEMER – 6

NAYS – NONE

COMPUTER CONSULTING CONTRACT
DOUG FREDERICK

BY MR. ORZECH – SUPPORTED BY MR. BEST

RESOLVED, THAT THE BOARD'S CONTRACT ADDENDUM WITH DOUG FREDERICK BE APPROVED FOR THE PERIOD DESIGNATED BELOW AT THE HOURLY RATES SO SPECIFIED IN SAID CONTRACT ADDENDUM, AND BE IT FURTHER

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

DOUG FREDERICK
ADDENDUM TO AGREEMENT DATED AUGUST 14, 2002
AMENDMENT #2 TO CONTRACT
COMMENCING: SEPTEMBER 1, 2008
TERMINATING: AUGUST 31, 2011

YEAS – TRUSTEES BEST, ORZECH, MILTON, PEGG, STEWART AND
CHAIRMAN BANDEMER – 6

NAYS – NONE

COMPUTER CONSULTING CONTRACT
DENNIS LINET

BY MR. ORZECH – SUPPORTED BY MR. BEST

RESOLVED, THAT THE BOARD'S CONTRACT ADDENDUM WITH DENIS LINET BE APPROVED FOR THE PERIOD DESIGNATED BELOW AT THE HOURLY RATES SO SPECIFIED IN SAID CONTRACT ADDENDUM, AND BE IT FURTHER

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

DENNIS LINET
ADDENDUM TO AGREEMENT DATED AUGUST 29, 1985
AMENDMENT #6 TO CONTRACT
COMMENCING: SEPTEMBER 1, 2008
TERMINATING: AUGUST 31, 2011

YEAS – TRUSTEES BEST, ORZECH, MILTON, PEGG, STEWART AND
CHAIRMAN BANDEMER – 6

NAYS – NONE

COMPUTER CONSULTING CONTRACT
MICHAEL POWNING

BY MR. ORZECH – SUPPORTED BY MR. BEST

RESOLVED, THAT THE BOARD'S CONTRACT ADDENDUM WITH MICHAEL POWNING BE APPROVED FOR THE PERIOD DESIGNATED BELOW AT THE HOURLY RATES SO SPECIFIED IN SAID CONTRACT ADDENDUM, AND BE IT FURTHER

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

MICHAEL POWNING
ADDENDUM TO AGREEMENT DATED AUGUST 8, 1999
AMENDMENT #3 TO CONTRACT
COMMENCING: AUGUST 1, 2008
TERMINATING: JULY 31, 2011

YEAS – TRUSTEES BEST, ORZECH, MILTON, PEGG, STEWART AND
CHAIRMAN BANDEMER – 6

NAYS – NONE

COMPUTER CONSULTING CONTRACT
RAY TCHOU

BY MR. ORZECH – SUPPORTED BY MR. BEST

RESOLVED, THAT THE BOARD'S CONTRACT ADDENDUM WITH RAY TCHOU BE APPROVED FOR THE PERIOD DESIGNATED BELOW AT THE HOURLY RATES SO SPECIFIED IN SAID CONTRACT ADDENDUM, AND BE IT FURTHER

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

RAY TCHOU
ADDENDUM TO AGREEMENT DATED JULY 1, 1999
AMENDMENT #3 TO CONTRACT
COMMENCING: AUGUST 1, 2008
TERMINATING: JULY 31, 2011

YEAS – TRUSTEES BEST, ORZECH, MILTON, PEGG, STEWART AND
CHAIRMAN BANDEMER – 6

NAYS – NONE

COMPUTER CONSULTING CONTRACT
ED ZARZYCKI

BY MR. ORZECH – SUPPORTED BY MR. BEST

RESOLVED, THAT THE BOARD'S CONTRACT ADDENDUM WITH ED ZARZYCKI BE APPROVED FOR THE PERIOD DESIGNATED BELOW AT THE HOURLY RATES SO SPECIFIED IN SAID CONTRACT ADDENDUM, AND BE IT FURTHER

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

ED ZARZYCKI
ADDENDUM TO AGREEMENT DATED SEPTEMBER 14, 2005
AMENDMENT #2 TO CONTRACT
COMMENCING: SEPTEMBER 1, 2008
TERMINATING: AUGUST 31, 2011

YEAS – TRUSTEES BEST, ORZECH, MILTON, PEGG, STEWART AND
CHAIRMAN BANDEMER – 6

NAYS – NONE

TRUSTEE BARBARA-ROSE COLLINS ENTERED THE MEETING.

LEGAL COUNSEL'S REPORTS

LEGAL COUNSEL RONALD ZAJAC DISCUSSED VARIOUS MATTERS WITH THE BOARD, INCLUDING PITG GAMING, PUBLIC ACT 314 AND THE FOIA REQUEST OF THE DETROIT FREE PRESS.

DETROIT FREE PRESS/FOIA REQUEST

LEGAL COUNSEL PROVIDED EACH MEMBER OF THE BOARD WITH A COPY OF HIS RESPONSE TO THE DETROIT FREE PRESS' FOIA REQUEST.

\$75,000,000.00 PITG GAMING
PITTSBURGH GAMING HOLDINGS, L.P.
PROPOSED INVESTMENT
BARDEN DEVELOPMENT, INC.
WALTON STREET CAPITAL

BY MR. STEWART – SUPPORTED BY MR. BEST

WHEREAS, THE BOARD IS IN THE PRE-CLOSING PROCESS ON THE CREDIT ENHANCEMENT INVESTMENT, AND

WHEREAS, SPECIAL LEGAL COUNSEL HAS BEEN INFORMED THAT CERTAIN LETTERS, REPORTS AND/OR COMMUNICATIONS ARE REQUIRED BY THE BANK OF NEW YORK (BONY) AND OTHER LENDERS IN ORDER TO EFFECTUATE THE PLEDGED ACCOUNTS COMPONENT OF THE TRANSACTION, AND

\$75,000,000.00 PITG GAMING
PITTSBURGH GAMING HOLDINGS, L.P.
PROPOSED INVESTMENT
BARDEN DEVELOPMENT, INC.
WALTON STREET CAPITAL

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

RESOLVED, THAT:

- 1) ANY LETTERS, REPORTS OR WRITTEN COMMUNICATIONS REQUIRED PERTAINING TO THE PLEDGED COLLATERAL, INCLUDING, BUT NOT LIMITED TO, DRAFTING AND FORWARDING DIRECTION LETTERS TO THE BANK OF NEW YORK SHALL BE PREPARED BY THE BOARD'S EXECUTIVE SECRETARY AND INVESTMENT ANALYST AS REQUIRED BY THE BANK OF NEW YORK OR SPECIAL LEGAL COUNSEL, AND
- 2) THE EXECUTIVE SECRETARY AND INVESTMENT ANALYST SHALL TAKE THE APPROPRIATE ACTION TO ESTABLISH AND FUND THE PLEDGED COLLATERAL ACCOUNTS, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO THE BANK OF NEW YORK (BONY), THE BOARD'S SPECIAL LEGAL COUNSEL, CLARK HILL, THE BOARD'S EXECUTIVE SECRETARY, THE BOARD'S

\$75,000,000.00 PITG GAMING
PITTSBURGH GAMING HOLDINGS, L.P.
PROPOSED INVESTMENT
BARDEN DEVELOPMENT, INC.
WALTON STREET CAPITAL

INVESTMENT ANALYST, AND THE ACCOUNTING DIVISION
OF THE RETIREMENT SYSTEMS:

YEAS – TRUSTEES BEST, COLLINS, MILTON, PEGG, STEWART AND
CHAIRMAN BANDEMER – 6

NAYS – TRUSTEE ORZECH – 1

TRUSTEE JAMES MOORE ENTERED THE MEETING.

TRADEWINDS AIRLINES, INC.

BY MR. MOORE – SUPPORTED BY MR. STEWART

WHEREAS, TRADEWINDS AIRLINES, INC.'S MANAGEMENT STAFF
HAS NOTIFIED JOSEPH E. TURNER OF CLARK HILL, PLC (SPECIAL
LEGAL COUNSEL) OF ITS INTENT TO ENGAGE SCOTT BAENA AS
TRADEWINDS AIRLINES, INC.'S BANKRUPTCY COUNSEL TO FILE A
CHAPTER 11 BANKRUPTCY PETITION IN MIAMI, FLORIDA, AND

WHEREAS, SPECIAL LEGAL COUNSEL, ON BEHALF OF THE POLICE
AND FIRE RETIREMENT SYSTEM/GENERAL RETIREMENT SYSTEM,
NEITHER ENCOURAGED NOR DISCOURAGED TRADEWINDS,
AIRLINES, INC.'S BANKRUPTCY DISCUSSIONS, AND

WHEREAS, SPECIAL LEGAL COUNSEL SUBMITTED A MEMO TO THE
BOARD DATED JULY 24, 2008 WHICH, INTER ALIA, PROVIDED A
RECOMMENDATION TO THE BOARDS, AND

TRADEWINDS AIRLINES, INC.

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

RESOLVED, THAT TO THE EXTENT TRADEWINDS AIRLINES, INC.
CONTINUES TO PURSUE A CHAPTER II PETITION AND FILES A
CHAPTER 11 PETITION, THE BOARD AUTHORIZES SPECIAL LEGAL
COUNSEL TO PURSUE NEGOTIATIONS WITH TRADEWINDS
AIRLINES, INC. AND/OR ITS COUNSEL TO ENTER INTO AN ORDER
CONSISTENT WITH SPECIAL LEGAL COUNSEL'S JULY 24, 2008
MEMO, AND BE IT FURTHER

RESOLVED, THAT GENERAL COUNSEL AND SPECIAL LEGAL
COUNSEL ARE AUTHORIZED TO IDENTIFY AND ENGAGE, ON THE
BOARD'S BEHALF, LOCAL BANKRUPTCY COUNSEL IN MIAMI,
FLORIDA, TO PROTECT THE BOARD'S INTERESTS AND THE
RETIREMENT SYSTEM SHALL DISBURSE SUCH RETAINER AS
REQUIRED BY SUCH LOCAL SPECIAL LEGAL COUNSEL, SUBJECT
TO APPROVAL BY GENERAL COUNSEL AND SPECIAL LEGAL
COUNSEL, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED
TO SPECIAL LEGAL COUNSEL, THE BOARD OF TRUSTEES OF THE
GENERAL RETIREMENT SYSTEM, AND THE ACCOUNTING DIVISION
OF THE RETIREMENT SYSTEMS:

YEAS – TRUSTEES BEST, COLLINS, MILTON, MOORE, ORZECH,
PEGG, STEWART AND CHAIRMAN BANDEMER – 8

NAYS – NONE

POLICY REGARDING PROPOSED INVESTMENTS WHICH
CONTEMPLATE INVESTMENT SPONSOR CONTRIBUTIONS(S) TO THE
BUSINESS ENTERPRISE

BY MS. COLLINS – SUPPORTED BY MR. ORZECH

WHEREAS, WHEN A PROPOSED TRANSACTION INCLUDES THE
REQUIREMENT OF AN INFUSION OF CAPITAL INTO A BUSINESS
ENTERPRISE BY A PROJECT SPONSOR, THEREFORE BE IT

RESOLVED, THAT NO RETIREMENT SYSTEM FUNDS BE
DISTRIBUTED/CONTRIBUTED UNTIL THE REQUIRED INFUSION
IS ACTUALLY MADE BY THE PROJECT SPONSOR, AND BE IT
FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED
TO THE BOARD'S ADVISOR, NORTH POINT ADVISORS, ALL
APPROPRIATE PARTIES (INCLUDING SPECIAL LEGAL COUNSEL),
AND THE ACCOUNTING DIVISION OF THE RETIREMENT SYSTEMS:

YEAS – TRUSTEES BEST, COLLINS, MILTON, ORZECH, PEGG AND
AND CHAIRMAN BANDEMER – 6

NAYS – TRUSTEES MOORE AND STEWART – 2

TRUSTEE JEFFREY BEASLEY ENTERED THE MEETING.

MMA FINANCIAL, LLC

PAUL BERNARD INFORMED THE BOARD THAT HE WILL BE
LEAVING MMA FINANCIAL, LLC ON AUGUST 1, 2008 AND
THANKED THE BOARD FOR THE BOARD'S LONG-STANDING
RELATIONSHIP WITH MMA.

MAYFIELD GENTRY REALTY ADVISORS, LLC

ALICIA DIAZ DISCUSSED PONTA, CASTLE & INGRAM, INC.,
WACHOVIA BANK AND THE AMERICAN EXPRESS CENTER IN
PHOENIX, ARIZONA.

OPPENHEIMER CAPITAL

JENNIFER BUCHANAN AND ASSOCIATE ANNE BUDLONG
DISCUSSED MANAGEMENT CHANGES AND PERFORMANCE.

TRUSTEES COLLINS AND MOORE TEMPORARILY EXCUSED
THEMSELVES.

CLOSED SESSION

BY MR. STEWART – SUPPORTED BY MR. BEST

Resolved, That the Board enter into Closed Session for the
purpose of discussing matters involving attorney/client
privilege:

A Roll Call Vote was taken as follows:

YEAS – TRUSTEES BEASLEY, BEST, MILTON, ORZECH, PEGG,
STEWART AND CHAIRMAN BANDEMER – 7

NAYS – NONE

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

TRUSTEES COLLINS AND MOORE RE-JOINED THE MEETING.

OPEN SESSION

BY MR. MILTON – SUPPORTED BY MR. PEGG

Resolved, That the Board return to Open Session:

A Roll Call Vote was taken as follows:

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

- 9

NAYS – NONE

The Board returned to Open Session at 12:26 P.M.

CLOSED SESSION

DURING CLOSED SESSION, SPECIAL COUNSEL JOE TURNER AND
SPECIAL COUNSEL F. LOGAN DAVIDSON DISCUSSED RDD
INVESTMENT CORPORATION.

MAYFIELD GENTRY REALTY ADVISORS, LLC
PONTA, CASTLE & INGRAM, INC.
WITHHOLDING OF PROPERTY INSURANCE PREMIUMS
DUE THE SYSTEM

BY MR. STEWART – SUPPORTED BY MR. BEST

WHEREAS, MAYFIELD GENTRY REALTY ADVISORS, LLC HAS
PRESENTED THE BOARD WITH A JULY 24, 2008 COMMUNICATION
WHEREIN MAYFIELD GENTRY REALTY ADVISORS, LLC REQUESTS
THAT THE BOARD APPROVE THE REQUEST WHICH IS REFERENCED

MAYFIELD GENTRY REALTY ADVISORS, LLC
PONTA, CASTLE & INGRAM, INC.
WITHHOLDING OF PROPERTY INSURANCE PREMIUMS
DUE THE SYSTEM

BELOW RELATIVE TO INSURANCE PREMIUMS REFUND DUE THE
SYSTEM, 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 MAYFIELD GENTRY REALTY ADVISORS, LLC AND THE
ACCOUNTING DIVISION OF THE RETIREMENT SYSTEMS:

REQUEST: ALLOW MAYFIELD GENTRY REALTY ADVISORS,
LLC TO UNDERTAKE A SEARCH FOR ANOTHER INSURANCE
PROVIDER TO REPLACE PONTA, CASTLE & INGRAM, INC.

YEAS – TRUSTEES BEASLEY, BEST, MILTON, MOORE, ORZECH,
PEGG, STEWART AND CHAIRMAN BANDEMER – 8

NAYS – NONE

ABSTAIN – TRUSTEE COLLINS – 1

MAYFIELD GENTRY REALTY ADVISORS, LLC
AMERICAN EXPRESS CENTER, PHOENIX, ARIZONA

BY MR. STEWART – SUPPORTED BY MR. BEST

MAYFIELD GENTRY REALTY ADVISORS, LLC
AMERICAN EXPRESS CENTER, PHOENIX, ARIZONA

WHEREAS, THE BOARD HAS BEEN REQUESTED TO EXECUTE UTILITY EASEMENTS FOR THE AMERICAN EXPRESS CENTER IN PHOENIX, ARIZONA, AND

WHEREAS, THE EXECUTION OF SAID DOCUMENT(S) HAS BEEN RECOMMENDED BY MAYFIELD GENTRY REALTY ADVISORS, LLC, AND

WHEREAS, THE EXECUTION OF SAID DOCUMENT(S) HAS BEEN REVIEWED AND APPROVED AS TO FORM BY THE BOARD'S GENERAL COUNSEL AND THE EXECUTION OF SAID DOCUMENT(S) IS CONSISTENT WITH PRIOR ACTION OF THE BOARD, THEREFORE BE IT

RESOLVED, THAT SAID DOCUMENT(S) BE EXECUTED BY TWO AUTHORIZED SIGNATORIES ON THE BOARD'S BEHALF, AND BE IT FURTHER

RESOLVED, THAT RETIREMENT SYSTEM ACCOUNTING STAFF RETAIN A COPY OF SAID EXECUTED DOCUMENT(S), AND BE IT FURTHER

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

YEAS – TRUSTEES BEASLEY, BEST, MILTON, MOORE, ORZECH, PEGG, STEWART AND CHAIRMAN BANDEMER – 8

NAYS – NONE

ABSTAIN – TRUSTEE COLLINS – 1

EXECUTION OF DOCUMENTS

BY MR. ORZECH – SUPPORTED BY MR. STEWART

WHEREAS, THE BOARD'S GENERAL POLICY IS TO REQUIRE A BOARD RESOLUTION TO RELEASE EXECUTED DOCUMENTS (WHICH DOCUMENTS MAY BE EXECUTED IN ADVANCE AND HELD IN ESCROW), AND

EXECUTION OF DOCUMENTS

WHEREAS, THE BOARD PREFERS NOT TO EXECUTE DOCUMENTS UNTIL AFTER AN AUTHORIZED RESOLUTION HAS BEEN ADOPTED, THEREFORE BE IT

RESOLVED, THAT ALL FUTURE DOCUMENTS BE EXECUTED ON BEHALF OF THE RETIREMENT SYSTEM ONLY AFTER AN AUTHORIZING RESOLUTION HAS BEEN ADOPTED:

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

- 9

NAYS – NONE

TRUSTEE PEGG EXCUSED HIMSELF.

TRUSTEE MILTON EXCUSED HIMSELF.

MILESTONE REALTY SERVICES
PROPOSED AGREEMENT FOR REAL ESTATE ADVISORY SERVICES

BY MR. BEASLEY – SUPPORTED BY MR. MOORE

RESOLVED, THAT MILESTONE REALTY SERVICES' PROPOSED AGREEMENT FOR REAL ESTATE ADVISORY SERVICES WITH THE RETIREMENT SYSTEM BE REFERRED TO COURTLAND PARTNERS FOR REVIEW AND RECOMMENDATION:

YEAS – TRUSTEES BEASLEY, BEST, COLLINS, MOORE, ORZECH,
STEWART AND CHAIRMAN BANDEMER – 7

NAYS – NONE

INHERITANCE CAPITAL GROUP
HOME RUN BOND REFINANCING PROPOSAL

BY MR. BEASLEY – SUPPORTED BY MR. MOORE

RESOLVED, THAT INHERITANCE CAPITAL GROUP'S HOME RUN BOND REFINANCING PROPOSAL BE REFERRED TO COURTLAND PARTNERS FOR REVIEW AND RECOMMENDATION, AND BE IT FURTHER

RESOLVED, THAT COURTLAND PARTNERS BE REQUESTED TO PROVIDE THE BOARD WITH THEIR RECOMMENDATION PRIOR TO OR ON AUGUST 7, 2008, IF FEASIBLE:

YEAS – TRUSTEES BEASLEY, BEST, COLLINS, MOORE, ORZECH,
STEWART AND CHAIRMAN BANDEMER – 7

NAYS – NONE

TRUSTEE MILTON RE-JOINED THE MEETING.

DOTT ACQUISITIONS, LLC

BY MR. ORZECH – SUPPORTED BY MR. BEST

WHEREAS, THE BOARD PREVIOUSLY APPROVED A \$6,000,000.00 INVESTMENT IN DOTT ACQUISITIONS, LLC (THE "COMPANY"), AND

WHEREAS, IN CONNECTION WITH EACH ACQUISITION BY THE COMPANY, THE COMPANY OR ITS AFFILIATE TO COMPLETE EACH ACQUISITION IS TO GRANT A SECURITY INTEREST IN ALL PERSONAL PROPERTY ACQUIRED, AND

WHEREAS, ONE OF THE COMPANY'S ACQUISITIONS WILL BE A COMPANY IN MEXICO AND MEXICAN LAW REQUIRES THE BOARD TO APPEAR BEFORE A MEXICAN OFFICIAL TO ACKNOWLEDGE THE SECURITY INTEREST BEING GRANTED THE BOARD, AND

DOTT ACQUISITIONS, LLC

WHEREAS, MEXICAN LAW ALLOWS THE HOLDER OF A SECURITY INTEREST TO GRANT A POWER OF ATTORNEY TO A REPRESENTATIVE TO APPEAR IN THE PLACE OF THE SECURED PARTY, AND

WHEREAS, THE GRANT OF A POWER OF ATTORNEY TO THE BOARD'S MEXICAN REPRESENTATIVES TO EFFECTUATE THE COMPLETION OF THIS TRANSACTION IS CONSISTENT WITH PRIOR ACTIONS OF THE BOARD, THEREFORE BE IT

RESOLVED, THAT THE EXECUTIVE SECRETARY IS HEREBY AUTHORIZED TO EXECUTE A SPECIAL POWER OF ATTORNEY UPON REVIEW AND APPROVAL OF THE FORM BY THE BOARD'S SPECIAL LEGAL COUNSEL AND GENERAL COUNSEL:

YEAS – TRUSTEES BEASLEY, BEST, COLLINS, MOORE, ORZECH,
STEWART AND CHAIRMAN BANDEMER – 7

NAYS – NONE

ABSTAIN – TRUSTEE MILTON – 1

DOTT ACQUISITIONS, LLC

BY MR. ORZECH – SUPPORTED BY MR. BEST

WHEREAS, THE BOARD PREVIOUSLY APPROVED A \$6,000,000.00 INVESTMENT IN DOTT ACQUISITIONS, LLC (THE "COMPANY"), AND

WHEREAS, IN CONNECTION WITH EACH ACQUISITION BY THE COMPANY, THE COMPANY OR ITS AFFILIATE TO COMPLETE EACH ACQUISITION IS TO GRANT A SECURITY INTEREST IN ALL PERSONAL PROPERTY ACQUIRED, AND

WHEREAS, ONE OF THE COMPANY'S ACQUISITIONS WILL BE A COMPANY IN MEXICO AND THE BOARD HAS DETERMINED IT IS NECESSARY FOR THE BOARD TO ENGAGE MEXICAN COUNSEL TO REPRESENT THE BOARD IN THE MEXICAN LEGAL PROCESS TO ACQUIRE A SECURITY INTEREST IN THE PERSONAL PROPERTY BEING PURCHASED BY THE COMPANY, AND

DOTT ACQUISITIONS, LLC

WHEREAS, THE BOARD HAS BEEN REQUESTED TO EXECUTE AN ENGAGEMENT LETTER WITH THE LAW FIRM OF BAKER & MCKENZIE DATED JULY 19, 2008 WITH ALL COSTS TO BE PAID BY THE PROJECT SPONSOR, AND

WHEREAS, THE EXECUTION OF SAID DOCUMENT HAS BEEN RECOMMENDED BY THE BOARD'S SPECIAL LEGAL COUNSEL, F. LOGAN DAVISON, P.C., THEREFORE BE IT

RESOLVED, THAT SPECIAL LEGAL COUNSEL COORDINATE WITH BAKER & MCKENZIE TO EFFECTUATE THE CLOSING OF THIS TRANSACTION, AND BE IT FURTHER

RESOLVED, THAT SAID DOCUMENT BE EXECUTED BY TWO (2) AUTHORIZED SIGNATORIES ON THE BOARD'S BEHALF:

YEAS – TRUSTEES BEASLEY, BEST, COLLINS, MOORE, ORZECH, STEWART
AND CHAIRMAN BANDEMER – 7

NAYS – NONE

ABSTAIN – TRUSTEE MILTON – 1

PFRS 3151 BEHREND DRIVE CORPORATION; EASEMENT

BY MR. BEST – SUPPORTED BY MR. ORZECH

WHEREAS, THE BOARD IS THE SOLE SHAREHOLDER OF THE CORPORATION,
AND

WHEREAS, THE BOARD HAS BEEN REQUESTED TO AUTHORIZED THE EXECUTION OF A UTILITY EASEMENT IN FAVOR OF ARIZONA PUBLIC SERVICE COMPANY OVER THE CORPORATION'S PROPERTY DATED JULY 24, 2008 BY AN OFFICER OF THE CORPORATION, AND

WHEREAS, THE EXECUTION OF SAID DOCUMENT(S) HAS BEEN RECOMMENDED BY THE BOARD'S REAL ESTATE ADVISOR, MAYFIELD GENTRY REALTY ADVISORS, LLC AND THE BOARD'S SPECIAL LEGAL COUNSEL, F. LOGAN DAVIDSON, P.C., AND

PFRS 3151 BEHREND DRIVE CORPORATION; EASEMENT

WHEREAS, THE EXECUTION OF SAID DOCUMENT(S) HAS BEEN REVIEWED AND APPROVED AS TO FORM BY THE BOARD'S GENERAL COUNSEL AND THE EXECUTION OF SAID DOCUMENT(S) IS CONSISTENT WITH PRIOR ACTION OF THE BOARD, THEREFORE BE IT

RESOLVED, THAT SAID DOCUMENT(S) BE EXECUTED BY THE APPROPRIATE CORPORATE OFFICERS ON BEHALF OF THE CORPORATION, AND BE IT FURTHER

RESOLVED, THAT RETIREMENT SYSTEM ACCOUNTING STAFF RETAIN A COPY OF SAID EXECUTED DOCUMENT(S), AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO MAYFIELD GENTRY REALTY ADVISORS, LLC, SPECIAL LEGAL COUNSEL, F. LOGAN DAVIDSON, AND RETIREMENT SYSTEM ACCOUNTING STAFF:

YEAS – TRUSTEES BEASLEY, BEST, COLLINS, MILTON, MOORE, ORZECH, STEWART AND CHAIRMAN BANDEMER – 8

NAYS – NONE

PFRS 3202 BEHREND DRIVE CORPORATION; EASEMENT

BY MR. BEST – SUPPORTED BY MR. ORZECH

WHEREAS, THE BOARD IS THE SOLE SHAREHOLDER OF THE CORPORATION, AND

WHEREAS, THE BOARD HAS BEEN REQUESTED TO AUTHORIZED THE EXECUTION OF A UTILITY EASEMENT IN FAVOR OF ARIZONA PUBLIC SERVICE COMPANY OVER THE CORPORATION'S PROPERTY DATED JULY 24, 2008 BY AN OFFICER OF THE CORPORATION, AND

WHEREAS, THE EXECUTION OF SAID DOCUMENT(S) HAS BEEN RECOMMENDED BY THE BOARD'S REAL ESTATE ADVISOR, MAYFIELD GENTRY REALTY ADVISORS, LLC AND THE BOARD'S SPECIAL LEGAL COUNSEL, F. LOGAN DAVIDSON, P.C., AND

WHEREAS, THE EXECUTION OF SAID DOCUMENT(S) HAS BEEN REVIEWED AND APPROVED AS TO FORM BY THE BOARD'S GENERAL COUNSEL AND

PFRS 3202 BEHREND DRIVE CORPORATION; EASEMENT

THE EXECUTION OF SAID DOCUMENT(S) IS CONSISTENT WITH PRIOR ACTION OF THE BOARD, THEREFORE BE IT

RESOLVED, THAT SAID DOCUMENT(S) BE EXECUTED BY THE APPROPRIATE CORPORATE OFFICERS ON BEHALF OF THE CORPORATION, AND BE IT FURTHER

RESOLVED, THAT RETIREMENT SYSTEM ACCOUNTING STAFF RETAIN A COPY OF SAID EXECUTED DOCUMENT(S), AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO MAYFIELD GENTRY REALTY ADVISORS, LLC, SPECIAL LEGAL COUNSEL, F. LOGAN DAVIDSON, AND RETIREMENT SYSTEM ACCOUNTING STAFF:

YEAS – TRUSTEES BEASLEY, BEST, COLLINS, MILTON, MOORE, ORZECH, STEWART AND CHAIRMAN BANDEMER – 8

NAYS – NONE

NORTH POINT ADVISORS

ADRIAN ANDERSON DISCUSSED OPPENHEIMER CAPITAL, MESIROW, PIMCO AND THE BOARD'S EMERGING MANAGER PROGRAM.

MESIROW ARBITRAGE TRUST

BY MR. ORZECH – SUPPORTED BY MR. STEWART

WHEREAS, MESIROW HAS REQUESTED THE BOARD TO APPROVE THE USE OF A NEW INVESTMENT TRANSACTION STRUCTURE INVOLVING A NEW ENTITY (MESIROW ARBITRAGE FUND, LTD.), AND

WHEREAS, THE BOARD IS IN RECEIPT OF A LETTER FROM NORTH POINT ADVISORS DATED JULY 24, 2008 REGARDING THIS MATTER, AND

WHEREAS, THE BOARD'S INVESTMENT ANALYST (RICK HUDDLESTON) AND GENERAL COUNSEL REQUESTED PROPOSED NEW TRANSACTION DOCUMENTS FOR REVIEW BY MR. HUDDLESTON AND GENERAL COUNSEL, AND

MESIROW ARBITRAGE TRUST

WHEREAS, THE BOARD'S INVESTMENT ANALYST (RICK HUDDLESTON) AND GENERAL COUNSEL HAVE RECEIVED AND REVIEWED THE PROPOSED NEW TRANSACTION DOCUMENTS AND PROVIDED THE BOARD WITH COMMENTS REGARDING THE NEW PROPOSED TRANSACTION DOCUMENTS, THEREFORE BE IT

RESOLVED, THAT THE BOARD HEREBY APPROVES THE REQUEST OF MESIROW, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO MESIROW, NORTH POINT ADVISORS, MR. HUDDLESTON AND RETIREMENT SYSTEM ACCOUNTING STAFF:

YEAS – TRUSTEES BEASLEY, BEST, COLLINS, MILTON, MOORE, ORZECH, STEWART AND CHAIRMAN BANDEMER – 8

NAYS – NONE

TRUSTEE MILTON TEMPORARILY EXCUSED HIMSELF.

NORTH POINT ADVISORS/EMERGING MANAGER PROGRAM

BY MR. BEASLEY – SUPPORTED BY MS. COLLINS

WHEREAS, THE BOARD IS IN RECEIPT OF A JULY 17, 2008 REPORT FROM NORTH POINT ADVISORS WHEREIN THE BOARD IS REQUESTED TO APPROVE THE FOLLOWING PROPOSED PORTFOLIOS AS THE EMERGING MANAGER PROGRAM AND RELATED CONSULTING MANAGEMENT SERVICES TO BE PROVIDED BY NORTH POINT ADVISORS:

MID-CAP	\$70,000,000.00
S & P 500/LEHMAN	\$90,000,000.00
INTERNATIONAL	\$40,000,000.00

AND

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

NORTH POINT ADVISORS/EMERGING MANAGER PROGRAM

RESOLVED, THAT THE BOARD APPROVES THE FOREGOING, AND BE IT FURTHER

RESOLVED, THAT THE BOARD APPROVE THE MANAGEMENT FEE OF 70 BASIS POINTS, PER ANNUM, AND BE IT FURTHER

RESOLVED, THAT THE EMERGING MANAGER PROGRAM ALSO INCLUDE A \$50,000,000.00 TARGET COMMITMENT REGARDING PRIVATE EQUITY, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO NORTH POINT ADVISORS, ATTENTION: ADRIAN ANDERSON, THE BOARD'S INVESTMENT ANALYST AND THE ACCOUNTING DIVISION OF THE RETIREMENT SYSTEMS:

YEAS – TRUSTEES BEASLEY, BEST, COLLINS, MOORE, ORZECZ, STEWART AND CHAIRMAN BANDEMER – 7

NAYS – NONE

TRUSTEE MILTON RE-JOINED THE MEETING.

PUBLIC ACT 314 OF 1965 PROPOSED AMENDMENTS

BY MS. COLLINS – SUPPORTED BY MR. STEWART

WHEREAS, SECTION 20(d) OF PUBLIC ACT 314 OF 1965 AS AMENDED (AND COMMONLY REFERRED TO AS THE "BASKET CLAUSE") CURRENTLY PROVIDES A FIFTEEN PERCENT (15%) LIMITATION FOR THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT, AND

WHEREAS, THE BOARD IS AWARE OF PROPOSALS TO AMEND CERTAIN SECTIONS OF PUBLIC ACT 314 OF 1965 AS AMENDED INCLUDING INCREASING THE LIMITATION OF 15% OF SECTION 20(d) AS IT APPLIES TO THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT, AND

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

PUBLIC ACT 314 OF 1965 PROPOSED AMENDMENTS

RESOLVED, THAT THE BOARD SUPPORTS THE INCREASE OF SECTION 20(d) AS IT APPLIES TO THIS POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT FROM 15% TO 25%, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO THE BOARD OF TRUSTEES OF THE GENERAL RETIREMENT SYSTEM OF THE CITY OF DETROIT, MAPERS, THE STATE OF MICHIGAN LEGISLATURE, THE BOARD'S ADVISOR, NORTH POINT ADVISORS, THE BOARD'S INVESTMENT ANALYST, AND THE ACCOUNTING DIVISION OF THE RETIREMENT SYSTEMS:

YEAS – TRUSTEES BEASLEY, COLLINS, MILTON, STEWART AND CHAIRMAN BANDEMER – 5

NAYS – TRUSTEES BEST, MOORE AND ORZECH – 3

TRUSTEE COLLINS EXCUSED HERSELF.

CONSTRUCTION OF RETIREMENT SYSTEMS' OFFICE BUILDING

BY MR. ORZECH – SUPPORTED BY MR. BEST

WHEREAS, THE BOARD IS IN RECEIPT OF A JULY 23, 2008 BOOKLET REPORT FROM MILESTONE REALTY SERVICES, INC. WHICH PROVIDES COMPARISONS BETWEEN A "DESIGN-BUILD" (TEAM) APPROACH AND A "DESIGN-BID-BUILD" (TEAM) APPROACH AND COMPARISONS BETWEEN CONSTRUCTION FIRMS, AND

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

RESOLVED, THAT THE BOARD SELECTS THE "DESIGN-BUILD" APPROACH, AND BE IT FURTHER

RESOLVED, THAT THIS BOARD SELECTS THE WHITE SYNERGY CONSTRUCTION TEAM, AND BE IT FURTHER

RESOLVED, THAT UPON CONCURRENCE BY THE GENERAL RETIREMENT SYSTEM, THE BUILDING PROCESS BEGIN, AND BE IT FURTHER

CONSTRUCTION OF RETIREMENT SYSTEMS' OFFICE BUILDING

RESOLVED, THAT COPIES OF THIS RESOLUTION BE FORWARDED TO MILESTONE REALTY SERVICES, INC., THE BOARD OF TRUSTEES OF THE GENERAL RETIREMENT SYSTEM, AND THE ACCOUNTING DIVISION OF THE RETIREMENT SYSTEMS:

YEAS – TRUSTEES BEST, MOORE, ORZECH, STEWART AND CHAIRMAN BANDEMER - 5

NAYS – TRUSTEES BEASLEY AND MILTON - 2

TRUSTEE BEASLEY EXCUSED HIMSELF.

CAPITAL POINT PARTNERS

BY MR. MILTON – SUPPORTED BY MR. STEWART

RESOLVED, THAT TONYA TARR AND ANY ASSOCIATE(S) OF HER CHOOSING BE REQUESTED TO APPEAR BEFORE THE BOARD TO DISCUSS A MEZZANINE INVESTMENT PROPOSAL (CAPITAL POINT PARTNERS, L.P. FUND):

YEAS – TRUSTEES BEST, MILTON, MOORE, ORZECH, STEWART AND CHAIRMAN BANDEMER – 6

NAYS – NONE

MILESTONE REALTY SERVICES, INC./PINNACLE RACE COURSE

BY MR. MILTON – SUPPORTED BY MR. ORZECH

WHEREAS, the Board of Trustees is in receipt of a July 15, 2008 proposal from Milestone Realty Services, Inc., 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 19 of Public Act 314 of 1965, as amended, has subsections (1) and (2) each of which provide a 5% limitation, and

MILESTONE REALTY SERVICES, INC./PINNACLE RACE COURSE

WHEREAS, Section 20(d) of Public Act 314 of 1965, as amended, provides a 15% limitation, and

WHEREAS, Section 20(k) of Public Act 314 of 1965, as amended, provides a 20% limitation, and

WHEREAS, the Retirement System has reached the limitations of Sections 19, and 20(d) and 20(k) and the Board of Trustees cannot make investments in Sections 19 or 20(d) or 20(k) at this time, therefore be it

RESOLVED, that the Board of Trustees declines to further consider the proposed investment for the foregoing reasons, and be it further

RESOLVED, that a copy of this resolution be forwarded to Milestone Realty Services, Inc.:

YEAS – TRUSTEES BEST, MILTON, MOORE, ORZECH, STEWART AND CHAIRMAN BANDEMER – 6

NAYS – NONE

THE POWER OF GREEN HOUSING

BY MR. MILTON – SUPPORTED BY MR. ORZECH

WHEREAS, the Board of Trustees is in receipt of a June 5, 2008 proposal from the Power of Green Housing, 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 19 of Public Act 314 of 1965, as amended, has subsections (1) and (2) each of which provide a 5% limitation, and

WHEREAS, Section 20(d) of Public Act 314 of 1965, as amended, provides a 15% limitation, and

WHEREAS, Section 20(k) of Public Act 314 of 1965, as amended, provides a 20% limitation, and

THE POWER OF GREEN HOUSING

WHEREAS, the Retirement System has reached the limitations of Sections 19, and 20(d) and 20(k) and the Board of Trustees cannot make investments in Sections 19 or 20(d) or 20(k) at this time, therefore be it

RESOLVED, that the Board of Trustees declines to further consider the proposed investment for the foregoing reasons, and be it further

RESOLVED, that a copy of this resolution be forwarded to the Power of Green Housing:

YEAS – TRUSTEES BEST, MILTON, MOORE, ORZECH, STEWART AND CHAIRMAN
BANDEMER – 6

NAYS – NONE

OPPENHEIMER CAPITAL

BY MR. ORZECH – SUPPORTED BY MR. MILTON

RESOLVED, THAT OPPENHEIMER CAPITAL BE PLACED ON THE BOARD'S INTERNAL WATCH LIST DUE TO INVESTMENT PERFORMANCE ISSUES AND NEW INVESTMENT MANAGEMENT PERSONNEL CHANGES, AND BE IT FURTHER

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

YEAS – TRUSTEES BEST, MILTON, MOORE, ORZECH, STEWART AND CHAIRMAN
BANDEMER – 6

NAYS – NONE

TRUSTEE JEFFREY PEGG ENTERED THE MEETING.

CONFERENCE

BY MR. ORZECH – SUPPORTED BY MR. STEWART

Resolved, That the Board approve the attendance of its **Investment Analyst** at the below-referenced conference:

WORLD PENSION FORUM
MARTHA 'S VINEYARD, MASSACHUSETTS
AUGUST 10, 2008 – AUGUST 13, 2008

YEAS – TRUSTEES BEST, MILTON, MOORE, ORZECH, PEGG, STEWART AND
CHAIRMAN BANDEMER – 7

NAYS – NONE

CONFERENCE(S)

BY MR. ORZECH – 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 conference(s), 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 conference(s):

FINANCIAL RESEARCH ASSOCIATES' TAFT HARTLEY PENSION INVESTING
SUMMIT
LAS VEGAS, NEVADA
OCTOBER 2, 2008 – OCTOBER 3, 2008

YEAS – TRUSTEES BEST, MILTON, MOORE, ORZECH, PEGG, STEWART AND
CHAIRMAN BANDEMER – 7

NAYS – NONE

PUBLIC FORUM/ADJOURNMENT

AT 2:55 P.M., CHAIRMAN BANDEMER DECLARED THE MEETING IN OPEN FORUM FOR GENERAL DISCUSSION BY THE PUBLIC ATTENDING THE MEETING.

THERE BEING NO FURTHER BUSINESS BEFORE THE BOARD, CHAIRMAN BANDEMER ADJOURNED THE MEETING AT 2:58 P.M. UNTIL THURSDAY, AUGUST 7, 2008 AT 9:00 A.M., IN ROOM 910 OF THE COLEMAN A. YOUNG MUNICIPAL CENTER, DETROIT, MICHIGAN 48226.

RESPECTFULLY SUBMITTED,

WALTER STAMPOR
EXECUTIVE SECRETARY