

MEETING NUMBER 2696

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



PROCEEDINGS HELD THURSDAY, AUGUST 28, 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
Shereece Fleming-Freeman	Ex/Officio Alternate Trustee
James Moore	Elected Trustee
George Orzech	Elected Trustee
Jeffrey Pegg	Elected Trustee/Vice Chairperson
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

Barbara-Rose Collins	Ex/Officio Trustee/Councilperson
DeDan Milton	Ex/Officio Alternate Trustee

ABSENT

None

CHAIRPERSON

Marty Bandemer

VICE CHAIRPERSON

Jeffrey Pegg

**ROLL CALL WAS TAKEN AT 9:05 A.M. BY THE BOARD'S RECORDING SECRETARY
AND THE MEETING WAS CALLED TO ORDER.**

CAPITAL CALLS/DRAWS

BY MR. BEST - SUPPORTED BY MR. DRZECH

**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, LLC - AUGUST 26, 2008 - GRAND PARK
CENTRE - \$4,663.55**

**PARAMOUNT LIMITED, LLC - AUGUST 22, 2008 - PARAMOUNT LIMITED, LLC -
\$2,662,345.00**

**SYNDICATED COMMUNICATIONS VENTURE PARTNERS - AUGUST 18, 2008 -
SYNDICATED COMMUNICATIONS VENTURE PARTNERS V, L.P. - \$136,153.00**

CAPITAL CALLS/DRAWS

**YEAS - TRUSTEES BEST, FREEMAN, MOORE, ORZECH, PEGG AND CHAIRMAN
BANDEMER - 6**

NAYS - NONE

RETIREMENTS - BY MR. BEST - SUPPORTED BY MR. PEGG

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

**YEAS - TRUSTEES BEST, FREEMAN, MOORE, ORZECH, PEGG AND CHAIRMAN
BANDEMER - 6**

NAYS - NONE

RETIREMENTS

NAME, TITLE, DEPARTMENT	TIMOTHY SMITH - OFFICER - POLICE
RETIREMENT, PLAN	SERVICE - NEW*
SERVICE CREDIT, EFFECTIVE DATE	22 05 14 - 07 11 08

***OPTION CHANGE FROM 50% TO 75% AND MILITARY SERVICE CREDIT
ADDED**

NAME, TITLE, DEPARTMENT	TARAS LICHONCZAK - SERGEANT - POLICE
RETIREMENT, PLAN	SERVICE - NEW
SERVICE CREDIT, EFFECTIVE DATE	25 02 23 - 08 09 08

NAME, TITLE, DEPARTMENT	MICHAEL CARLISLE - OFFICER - POLICE
RETIREMENT, PLAN	SERVICE - NEW
SERVICE CREDIT, EFFECTIVE DATE	21 03 25 - 09 06 08

RETIREMENTS

NAME, TITLE, DEPARTMENT WILLIAM KIEHL - OFFICER - POLICE
RETIREMENT, PLAN DUTY DISABILITY RETIREMENT
CONVERSION - NEW
SERVICE CREDIT, EFFECTIVE DATE 25 00 00 - 09 08 08

NAME, TITLE, DEPARTMENT BEVERLY HARRIS - FIRE TRAINING
RETIREMENT, PLAN SCHOOL INSTRUCTOR/CAPTAIN - FIRE
SERVICE - NEW
SERVICE CREDIT, EFFECTIVE DATE 25 06 25 - 09 02 08

NAME, TITLE, DEPARTMENT DENNIS DECLARK - FIRE ENGINE
RETIREMENT, PLAN OPERATOR - FIRE
SERVICE - NEW
SERVICE CREDIT, EFFECTIVE DATE 35 05 25 - 09 01 08

NAME, TITLE, DEPARTMENT GARY DETTORE - OFFICER - POLICE
RETIREMENT, PLAN SERVICE - NEW
SERVICE CREDIT, EFFECTIVE DATE 28 11 19 - 07 23 08

NAME, TITLE, DEPARTMENT EDWARD SCHAFFSTEIN, JR. - OFFICER -
POLICE
RETIREMENT, PLAN SERVICE - NEW
SERVICE CREDIT, EFFECTIVE DATE 22 04 19 - 08 26 08

NAME, TITLE, DEPARTMENT AARON ROSE, JR. - OFFICER - POLICE
RETIREMENT, PLAN SERVICE - NEW
SERVICE CREDIT, EFFECTIVE DATE 35 00 05 - 08 30 08

CONFIRMATIONS - BY MR. MOORE - SUPPORTED BY MR. BEST

RESOLVED, THAT THE RECEIPTS (\$2,654,293.83) AND DISBURSEMENTS (\$22,799,027.08) WHICH ARE REFERENCED AT THE END OF THESE PROCEEDINGS BE CONFIRMED:

**YEAS - TRUSTEES BEST, FREEMAN, MOORE, ORZECH, PEGG AND CHAIRMAN
BANDEMER - 6**

NAYS - NONE

REFUNDS OF ACCUMULATED CONTRIBUTIONS

BY MR. BEST - SUPPORTED BY MR. MOORE

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 #: 3286

TOTAL DISTRIBUTION: \$251,729.04

**YEAS - TRUSTEES BEST, FREEMAN, MOORE, ORZECH, PEGG AND CHAIRMAN
BANDEMER - 6**

NAYS - NONE

BILL PAYMENT REQUESTS

BY MR. MR. ORZECH - SUPPORTED BY MR. BEST

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:

BILL PAYMENT REQUESTS

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

ADP - AUGUST 8, 2008 - \$6,415.20 - CONTRACT/MISCELLANEOUS SERVICES

ADP - AUGUST 1, 2008 - \$101.44 - CONTRACT/MISCELLANEOUS SERVICES

ADP - AUGUST 15, 2008 - \$90.96 - CONTRACT/MISCELLANEOUS SERVICES

**ALAN C. YOUNG & ASSOCIATES - AUGUST 15, 2008 - \$3,020.00 - FINANCIAL
AUDIT - YEAR ENDING DECEMBER 31, 2003**

**BANK OF NEW YORK - AUGUST 15, 2008 - \$8,500.00 - 2008 FIRST QUARTER
FEES**

**DAVIDSON, F. LOGAN - AUGUST 25, 2008 - \$71,555.00 - LEGAL FEES - PITG
GAMING**

CLARK HILL - AUGUST 22, 2008 - \$426,660.60 - LEGAL FEES - PITG GAMING

FORMS TRAC - JULY 30, 2008 - \$48.06 - PRINTING COSTS

**HOWARD & HOWARD - AUGUST 13, 2008 - \$69,306.88 - JULY, 2008 LEGAL
FEES - GSC PARTNERS**

**KOHUT, GENE - AUGUST 15, 2008 - \$10,000.00 - LEGAL FEES - GVC NETWORKS-
WINSTAR COMMUNICATIONS**

**KRAMER, LEVIN, NAFTALIS & FRANKEL - AUGUST 15, 2008 - \$12,300.00 - LEGAL
SERVICES - PITG GAMING**

BILL PAYMENT REQUESTS

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

LIFE ASSURANCE INVESTMENT ADVISORS - AUGUST 25, 2008 - \$7,795.55 - DUE DILIGENCE FEE

MAYFIELD GENTRY REALTY ADVISORS - AUGUST 26, 2008 - \$223,015.65 - AUGUST, 2008 ASSET MANAGEMENT AND MORTGAGE SERVICING FEES

MAYFIELD GENTRY REALTY ADVISORS - AUGUST 26, 2008 - \$5,595.10 - CAPITAL IMPROVEMENTS FOR PFRS DUBLIN CORPORATION

MCTEVIA & ASSOCIATES - AUGUST 16, 2008 - \$4,665.00 - AUGUST, 2008 FEES FOR TRADEWINDS AIRLINES, INC.

PAYDEN & RYGEL - AUGUST 12, 2008 - \$17,501.00 - JULY, 2008 FEES - ACCOUNT 1613

PAYDEN & RYGEL - AUGUST 12, 2008 - \$15,113.00 - JULY, 2008 FEES - ACCOUNT 1612

PREFERRED DATA SYSTEMS - JULY 31, 2008 - \$619.75 - COMPUTER EQUIPMENT

PRUDENTIAL - JULY 18, 2008 - \$24,468.05 - 2008 SECOND QUARTER FEES

QUILL CORPORATION - JULY 28, 2008 - \$242.92 - OFFICE SUPPLIES

QUILL CORPORATION - AUGUST 15, 2008 - \$52.49 - OFFICE SUPPLIES

QUILL CORPORATION - JULY 28, 2008 - \$24.57 - OFFICE SUPPLIES

BILL PAYMENT REQUESTS

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

QUILL CORPORATION - AUGUST 12, 2008 - \$23.73 - OFFICE SUPPLIES

**RACINE & ASSOCIATES, MARIE - AUGUST 22, 2008 - \$14,000.00 - DUE
DILIGENCE FEE - TRAMMELL CROW (BANYAN)**

VERIZON WIRELESS - AUGUST 4, 2008 - \$2,063.51 - PHONE SERVICES

**XJJ COMPANY - AUGUST 26, 2008 - \$20,478.69 - EMPLOYEE PAYROLL FOR THE
PERIOD JULY 28, 2008 THROUGH AUGUST 22, 2008**

ZONES - AUGUST 13, 2008 - \$784.00 - OFFICE SUPPLIES

ZONES - AUGUST 13, 2008 - \$314.50 - OFFICE SUPPLIES

ZONES - AUGUST 12, 2008 - \$136.99 - OFFICE SUPPLIES

ZONES - AUGUST 12, 2008 - \$134.46 - OFFICE SUPPLIES

ZONES - AUGUST 12, 2008 - \$100.45 - OFFICE SUPPLIES

**YEAS - TRUSTEES BEST, FREEMAN, MOORE, ORZECH, PEGG AND CHAIRMAN
BANDEMER - 6**

NAYS - NONE

LEGAL COUNSEL'S BILLING

BY MR. DRZECH – SUPPORTED BY MR. BEST

RESOLVED, THAT LEGAL COUNSEL'S AUGUST 28, 2008 BILLING, FOR THE MONTH OF AUGUST, 2008, IN THE AMOUNT OF \$18,251.28, BE APPROVED AND SAID AMOUNT BE PAID PURSUANT TO WIRE-TRANSFER INSTRUCTIONS ON FILE WITH THE POLICE AND FIRE RETIREMENT SYSTEM:

MONTHLY AMOUNT PER CONTRACT:	\$17,734.73
ADJUSTMENT FOR JULY, 2008 (3% CPI)	\$ 516.55
TOTAL:	\$18,251.28

YEAS – TRUSTEES BEST, FREEMAN, MOORE, DRZECH, PEGG AND CHAIRMAN BANDEMER – 6

NAYS – NONE

TRUSTEE SCOTT ENTERED THE MEETING.

BANKS & ASSOCIATES

BY MR. DRZECH – SUPPORTED BY MR. PEGG

RESOLVED, THAT BOB BANKS AND ANY ASSOCIATES OF HIS CHOOSING BE REQUESTED TO APPEAR BEFORE THE BOARD FOR PRESENTATION PURPOSES:

YEAS – TRUSTEES BEST, FREEMAN, MOORE, DRZECH, PEGG, SCOTT AND CHAIRMAN BANDEMER – 7

BANKS & ASSOCIATES

NAYS - NONE

CHURCHILL FINANCIAL

BY MR. DRZECH - SUPPORTED BY MR. PEGG

RESOLVED, THAT CHURCHILL FINANCIAL REPRESENTATIVES BE REQUESTED TO APPEAR BEFORE THE BOARD FOR PRESENTATION PURPOSES:

YEAS - TRUSTEES BEST, FREEMAN, MOORE, DRZECH, PEGG, SCOTT AND CHAIRMAN BANDEMER - 7

NAYS - NONE

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

By Mr. Best - Supported by Mr. Moore

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:

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

Randolph Williams

Police Officer

Police Department

United States Military Service Period: November 19, 1987 – November 18, 1991

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

NAYS – NONE

Request of Thomas Walker

By Mr. Best – Supported by Mr. Moore

Whereas, Thomas W. Walker has presented the Board with a May 4, 2008 request to receive a refund of the Pre-employment Military Service Credit he purchased (two years), Therefore be it

Resolved, That the request of Thomas W. Walker be approved:

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

NAYS – NONE

LEGAL COUNSEL'S REPORTS

LEGAL COUNSEL RONALD ZAJAC DISCUSSED VARIOUS MATTERS WITH THE BOARD, INCLUDING SG MORTGAGE FUND, LLC AND THE FOIA REQUEST OF CHRISTINE MACDONALD OF THE DETROIT NEWS (HE PROVIDED THE BOARD WITH A COPY OF AN AUGUST 19, 2008 COMMUNICATION TO CHRISTINE MACDONALD FROM THE BOARD OF TRUSTEES, AS WELL AS AN AUGUST 25, 2008 COMMUNICATION FROM MS. MACDONALD TO GENERAL COUNSEL).

SG MORTGAGE FUND, LLC

BY MR. DRZECH – SUPPORTED BY MR. BEST

WHEREAS, THE BOARD HAS BEEN REQUESTED TO EXECUTE AN AUGUST 28, 2008 AMENDMENT TO LOAN COMMITMENT WITH SG MORTGAGE FUND, LLC, AND

WHEREAS, THE EXECUTION OF SAID DOCUMENT(S) HAS BEEN RECOMMENDED BY THE BOARD'S ADVISOR, BANYAN 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 THE EXECUTION OF SAID DOCUMENT(S) IS CONSISTENT WITH PRIOR ACTION OF THE BOARD, AND

WHEREAS, IN CONNECTION WITH SAID REVOLVING LOAN, THE BOARD WILL BE REQUESTED BY SG MORTGAGE FUND, LLC TO WIRE-TRANSFER PORTIONS OF THE \$1,000,000.00 REVOLVING LOAN AMOUNT TO SG MORTGAGE FUND, LLC, THEREFORE BE IT

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

SG MORTGAGE FUND, LLC

RESOLVED, THAT PORTIONS OF THE \$1,000,000.00 LOAN AMOUNT BE WIRE-TRANSFERRED TO SG MORTGAGE FUND, LLC, CONSISTENT WITH THE BOARD'S ESTABLISHED PROCEDURES, SUBJECT TO THE WRITTEN APPROVAL OF THE BOARD'S SPECIAL LEGAL COUNSEL, GENERAL COUNSEL AND EXECUTIVE SECRETARY, AND BE IT FURTHER

RESOLVED, THAT THE FIRST REQUEST FOR \$200,000.00 FROM SG MORTGAGE FUND, LLC IS APPROVED SUBJECT TO THE BOARD'S CUSTOMARY CONDITIONS AND PROCEDURES, 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 SG MORTGAGE FUND, LLC, BANYAN REALTY ADVISORS, LLC, SPECIAL LEGAL COUNSEL, F. LOGAN DAVIDSON, P.C., AND RETIREMENT SYSTEM ACCOUNTING STAFF:

**YEAS - TRUSTEES BEST, FREEMAN, MOORE, ORZECZ, PEGG, SCOTT AND
CHAIRMAN BANDEMER - 7**

NAYS - NONE

SPECIAL LEGAL COUNSEL JOSEPH TURNER ENTERED THE MEETING.

LEGAL COUNSEL'S REPORTS CONTINUED

LEGAL COUNSEL DISCUSSED FUGIEL VERSUS FUGIEL, TRADEWINDS AIRLINES, INC., BLACKEAGLE, INCOME, RESEARCH & MANAGEMENT AND LEHMAN BROTHERS SECURITIES LITIGATION.

FUGIEL VERSUS FUGIEL
COUNTY OF LIVINGSTON CIVIL #06-38092-DM

BY MR. DRZECH - SUPPORTED BY MR. BEST

WHEREAS, THE BOARD IS IN RECEIPT OF AN AUGUST 18, 2008 ELIGIBLE DOMESTIC RELATIONS ORDER WHICH AMENDS/SUPPLEMENTS A MARCH 6, 2007 JUDGMENT OF DIVORCE WHEREIN LORETTA FUGIEL IS AWARDED CERTAIN RIGHTS TO THE DEFINED BENEFIT PLAN AND DEFINED CONTRIBUTION PLAN BENEFITS OF TODD FUGIEL WHO IS CURRENTLY AN ACTIVE EMPLOYEE, AND

WHEREAS PARTICIPANT'S DATE OF BIRTH IS JUNE 16, 1964, AND, TO DATE, PARTICIPANT HAS ATTAINED 24 YEARS OF SERVICE CREDIT, AND

WHEREAS, ALTERNATE PAYEE IS ENTITLED TO CLAIM A PORTION OF PARTICIPANT'S DEFINED CONTRIBUTION PLAN, PAYMENT OF WHICH IS SUBJECT TO PARTICIPANT'S ELIGIBILITY FOR WITHDRAWAL FROM THE DEFINED CONTRIBUTION PLAN AND SUBJECT TO ALTERNATE PAYEE FILING AN APPLICATION FOR SAME, AND ALTERNATE PAYEE IS ENTITLED TO CLAIM A PORTION OF PARTICIPANT'S DEFINED BENEFIT PLAN, AND

WHEREAS, DEFINED CONTRIBUTION PLAN AMOUNTS CAN BE MADE TO THE PARTICIPANT OR ALTERNATE PAYEE UPON PARTICIPANT ATTAINING 25 YEARS OF SERVICE CREDIT, OR TERMINATION OF SERVICE, OR UPON PARTICIPANT ATTAINING THE AGE OF 60 YEARS, OR UPON PARTICIPANT OTHERWISE BEING ELIGIBLE TO WITHDRAW AMOUNTS FROM THE DEFINED CONTRIBUTION PLAN AND SUBJECT TO APPLICATION FOR SAME BEING MADE BY THE PARTY SEEKING PAYMENT, AND

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

FUGIEL VERSUS FUGIEL
COUNTY OF LIVINGSTON CIVIL #06-38092-DM

PARTICIPANT ATTAINING 25 YEARS OF SERVICE CREDIT OR OTHERWISE RECEIVING RETIREMENT BENEFITS, 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

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 LAURA GABEL, ATTORNEY JOHN E. GATES, JR. LORETTA FUGIEL, AND TODD FUGIEL:

**YEAS - TRUSTEES BEST, FREEMAN, MOORE, ORZECH, PEGG, SCOTT AND
CHAIRMAN BANDEMER - 7**

NAYS - NONE

CAPITAL POINT PARTNERS

JEFFREY SANGALIS, DARL PETTY AND TONYA TARR DISCUSSED VARIOUS MEZZANINE FINANCING PROPOSALS.

TRUSTEE STEWART ENTERED THE MEETING.

MARIE RACINE & ASSOCIATES

MARINE RACINE DISCUSSED MARIE RACINE & ASSOCIATES' DUE DILIGENCE OF BANYAN'S TRAMMELL CROW INVESTMENT.

TRUSTEE BEASLEY ENTERED THE MEETING.

WSB FINANCIAL GROUP, INC. SECURITIES LITIGATION

BY MR. SCOTT – SUPPORTED BY MR. MOORE

WHEREAS, GENERAL COUNSEL HAS REPORTED TO THE BOARD PRIOR RECEIPT OF A JUNE 17, 2008 REPORT FROM SPECIAL LEGAL COUNSEL BERNSTEIN, LITOWITZ, BERGER AND GROSSMANN, LLP (“BLBG”), AND

WHEREAS, GENERAL COUNSEL’S RECOLLECTION IS THAT THE BERNSTEIN, LITOWITZ, BERGER AND GROSSMANN, LLP REPORT WAS PREVIOUSLY DISCUSSED WITH THE RESULT OF APPROVAL OF THE PROPOSED SETTLEMENT ABOVE \$4,000,000.00, AND

WHEREAS, A REVIEW OF THE BOARD’S MINUTES DOES NOT INCLUDE ANY BOARD RESOLUTIONS OR OTHER ENTRIES IN THE MINUTES (OTHER THAN A JUNE 19, 2008 ENTRY IN THE MINUTES) SINCE JUNE 17, 2008 AND WISHES TO REAFFIRM ANY PRIOR APPROVAL OF THE PROPOSED SETTLEMENT AMOUNT RANGE REGARDING THIS MATTER, AND

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

WSB FINANCIAL GROUP, INC. SECURITIES LITIGATION

RESOLVED, THAT THE BOARD APPROVES THE PROPOSED SETTLEMENT AMOUNT RANGE PROPOSED IN THE AFORESAID JUNE 17, 2008 REPORT FROM BERNSTEIN, LITOWITZ, BERGER AND GROSSMANN, LLP, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO BERNSTEIN, LITOWITZ, BERGER AND GROSSMANN, LLP, ATTENTION: DAVID R. STICKNEY, AND THE ACCOUNTING DIVISION OF THE RETIREMENT SYSTEMS:

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

NAYS – NONE

LEHMAN BROTHERS SECURITIES LITIGATION

BY MR. ORZECH – SUPPORTED BY MR. BEST

WHEREAS, THE BOARD IS IN RECEIPT OF AN AUGUST 20, 2008 COMMUNICATION FROM SPECIAL LEGAL COUNSEL, BERNSTEIN, LITOWITZ, BERGER & GROSSMANN, LLP, REQUESTING THE POLICE AND FIRE RETIREMENT SYSTEM TO JOIN THE LITIGATION AS A “NAMED PLAINTIFF” WITH RESPECT TO THE PURCHASE OF LEHMAN PREFERRED STOCK FOR THE REASONS STATED IN SAID AUGUST 20, 2008 COMMUNICATION, AND

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

RESOLVED, THAT THE BOARD APPROVE THE RECOMMENDATION/REQUEST OF SPECIAL LEGAL COUNSEL, BERNSTEIN, LITOWITZ, BERGER & GROSSMANN, LLP, AND BE IT FURTHER

LEHMAN BROTHERS SECURITIES LITIGATION

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO SPECIAL LEGAL COUNSEL, BERNSTEIN, LITOWITZ, BERGER & GROSSMANN, LLP, ATTENTION: DAVID R. STICKNEY, AND THE ACCOUNTING DIVISION OF THE RETIREMENT SYSTEMS:

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

NAYS – NONE

SPECIAL LEGAL COUNSEL F. LOGAN DAVIDSON, P.C. ENTERED THE MEETING.

SCOTT & SCOTT

DAVID SCOTT, CHRISTOPHER BURKE AND ART SHINGLER APPEARED BEFORE THE BOARD TO DISCUSS PRIVATE EQUITY LEVERAGED BUYOUT LITIGATION.

CLOSED SESSION

BY MR. BEST – SUPPORTED BY MR. SCOTT

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, FREEMAN, MOORE, ORZECH, PEGG, SCOTT, STEWART AND CHAIRMAN BANDEMER – 9

NAYS – NONE

CLOSED SESSION

The Board entered into Closed Session at 10:35 A.M.

OPEN SESSION

BY MR. MOORE – SUPPORTED BY MR. BEST

Resolved, That the Board return to Open Session:

A Roll Call Vote was taken as follows:

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

NAYS – NONE

**THE BOARD RETURNED TO OPEN SESSION AT 11:02 A.M. AND MESSRS. SCOTT,
BURKE AND SHINGLER WERE EXCUSED.**

COUZENS, LANSKY, ELLIS, FEALK, ROEDER & LARZAR, P.C.

**DON WAGNER AND TWO ASSOCIATES APPEARED BEFORE THE BOARD TO
DISCUSS GVC NETWORKS.**

CLOSED SESSION

BY MR. BEASLEY – SUPPORTED BY MR. BEST

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

CLOSED SESSION

A Roll Call Vote was taken as follows:

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

NAYS – NONE

The Board entered into Closed Session at 11:07 A.M.

OPEN SESSION

BY MR. PEGG – SUPPORTED BY MR. MOORE

Resolved, That the Board return to Open Session:

A Roll Call Vote was taken as follows:

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

NAYS – NONE

**THE BOARD RETURNED TO OPEN SESSION AT 11:40 A.M. AND MR. WAGNER AND
HIS ASSOCIATES WERE EXCUSED.**

MERRILL LYNCH DUE DILIGENCE SITE VISIT

**TRUSTEE ORZECH DISCUSSED HIS ATTENDANCE AT MERRILL LYNCH'S NEW YORK
OFFICES AUGUST 21, THROUGH AUGUST 23, 2008 FOR DUE DILIGENCE
PURPOSES.**

BANYAN REALTY ADVISORS, LLC

LOU VOGT DISCUSSED BANYAN'S TRAMMELL CROW INVESTMENT.

TRUSTEE SCOTT TEMPORARILY EXCUSED HIMSELF.

**TRAMMELL CROW AFFORDABLE APARTMENT PORTFOLIO
BANYAN REALTY ADVISORS, LLC**

BY MR. BEASLEY - SUPPORTED BY MR. MOORE

WHEREAS, THE BOARD ADOPTED RESOLUTIONS ON FEBRUARY 7, 2008 (AUTHORIZING DUE DILIGENCE), APRIL 10, 2008 (PROVIDING FOR SALE OF HIGH YIELD BONDS TO COMPLY WITH PUBLIC ACT 314 OF 1965 AS AMENDED TO ALLOW FOR THE PROPOSED INVESTMENT) AND JUNE 19, 2008 (SELECTING OPTION 1 FROM AN APRIL 8, 2008 LETTER FROM BANYAN REDUCING THE PROPOSED \$9,000,000.00 INVESTMENT TO \$7,700,000.00 AND INCLUDING A \$1,300,000.00 SECOND MORTGAGE CONTINGENCY LOAN), AND

WHEREAS, THE BOARD IS IN RECEIPT OF AN AUGUST 19, 2008 10-PAGE DUE DILIGENCE REPORT FROM MARIE RACINE AND ASSOCIATES, INCLUDING RECOMMENDATIONS ON PAGES 9 AND 10, AND

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

RESOLVED, THAT THE BOARD FINDS THE DUE DILIGENCE REPORT TO BE FAVORABLE TO PROCEED WITH THE CLOSING OF THE TRANSACTION, AND BE IT FURTHER

RESOLVED, THAT F. LOGAN DAVIDSON, P.C. IS HEREBY SELECTED AS SPECIAL LEGAL COUNSEL REGARDING THIS MATTER, AND BE IT FURTHER

**TRAMMELL CROW AFFORDABLE APARTMENT PORTFOLIO
BANYAN REALTY ADVISORS, LLC**

RESOLVED, THAT THE BOARD APPROVES THE \$7,700,000.00 LOAN AND \$1,300,000.00 SECOND MORTGAGE CONTINGENCY LOAN SUBJECT TO ALL CONDITIONS PREVIOUSLY REQUIRED BY THE BOARD AND FURTHER CONDITIONS IN THE DUE DILIGENCE ADVISOR'S AUGUST 19, 2008 RECOMMENDATION AND FINAL APPROVAL OF DOCUMENTATION BY SPECIAL LEGAL COUNSEL AND GENERAL COUNSEL, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO BANYAN REALTY ADVISORS, LLC, MARIE RAGINE AND ASSOCIATES, F. LOGAN DAVIDSON, P.C., AND THE ACCOUNTING DIVISION OF THE RETIREMENT SYSTEMS:

**YEAS - TRUSTEES BEASLEY, BEST, FREEMAN, MOORE, ORZECH, PEGG,
STEWART AND CHAIRMAN BANDEMER - 8**

NAYS - NONE

TRUSTEE SCOTT RE-JOINED THE MEETING.

**EMERGING MANAGERS MANAGEMENT AGREEMENT
BY AND BETWEEN THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT AND
NORTH POINT ADVISORS, LLC**

BY MR. MOORE - SUPPORTED BY MR. PEGG

WHEREAS, THE BOARD HAS BEEN REQUESTED TO EXECUTE AN EMERGING MANAGERS MANAGEMENT AGREEMENT BY AND BETWEEN THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT AND NORTH POINT ADVISORS, LLC, DATED AUGUST 28, 2008, AND

WHEREAS, THE EXECUTION OF SAID DOCUMENT(S) HAS BEEN RECOMMENDED BY THE BOARD'S CONSULTANT, NORTH POINT ADVISORS, LLC, THE BOARD'S SPECIAL LEGAL COUNSEL, CLARK HILL, AND THE BOARD'S GENERAL COUNSEL, AND

**EMERGING MANAGERS MANAGEMENT AGREEMENT
BY AND BETWEEN THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT AND
NORTH POINT ADVISORS, LLC**

**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 NORTH POINT ADVISORS,
LLC, CLARK HILL, AND RETIREMENT SYSTEM ACCOUNTING STAFF:**

**YEAS - TRUSTEES BEASLEY, BEST, FREEMAN, MOORE, DRZECH, PEGG,
SCOTT, STEWART AND CHAIRMAN BANDEMER - 9**

NAYS - NONE

CLARK HILL

**SPECIAL COUNSEL JOE TURNER DISCUSSED PITG GAMING, THE BOARD'S
EMERGING MANAGERS MANAGEMENT AGREEMENT WITH NORTH POINT ADVISORS,
ROD INVESTMENT CORPORATION AND INVESCOR.**

**\$5,000,000.00 TERM LOAN
\$5,000,000.00 LINE OF CREDIT-INVESCOR, LTD.**

BY MR. STEWART - SUPPORTED BY MR. DRZECH

\$5,000,000.00 TERM LOAN

\$5,000,000.00 LINE OF CREDIT-INVESCOR, LTD.

WHEREAS, THE BOARD PREVIOUSLY APPROVED THE ABOVE-REFERENCED INVESTMENT SUBJECT TO A FAVORABLE DUE DILIGENCE REPORT FROM THE BOARD'S ADVISOR, NORTH POINT ADVISORS, AND A LEGAL REVIEW FROM CLARK HILL, PLC, THE BOARD'S SPECIAL LEGAL COUNSEL, AND

WHEREAS, THE BOARD'S ADVISOR PREVIOUSLY SUBMITTED A FAVORABLE DUE DILIGENCE REPORT WHICH IS ACCEPTABLE TO THE BOARD, AND

WHEREAS, SPECIAL LEGAL COUNSEL HAS PRELIMINARILY APPROVED THE DOCUMENTATION, THEREFORE BE IT

RESOLVED, THAT THE BOARD HEREBY APPROVES THE SIGNING OF THE CLOSING DOCUMENTS SUBJECT TO REVIEW AND FINAL APPROVAL BY SPECIAL LEGAL COUNSEL AND GENERAL COUNSEL, AND BE IT FURTHER

RESOLVED, THAT THE CLOSING DOCUMENTS INCLUDE (BUT ARE NOT LIMITED TO):

LOAN AGREEMENT

PLEDGE ACCOUNT CONTROL AGREEMENT

LIMITED GUARANTY AND PLEDGE AGREEMENT, AND BE IT FURTHER

RESOLVED, THAT THE BOARD AUTHORIZES:

- 1) TWO (2) AUTHORIZED SIGNERS (CONSISTENT WITH BOARD POLICY) TO EXECUTE THE CLOSING DOCUMENTS AND ANY DOCUMENTATION**

\$5,000,000.00 TERM LOAN
\$5,000,000.00 LINE OF CREDIT-INVESCOR, LTD.

**REQUIRED BY SPECIAL LEGAL COUNSEL AND GENERAL COUNSEL TO
CONSUMMATE THE CLOSING ON THE INVESTMENT, AND**

- 2) SPECIAL LEGAL COUNSEL TO DELIVER SAID CLOSING DOCUMENTS,
AND BE IT FURTHER**

**RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO INVESCOR,
LTD., NORTH POINT ADVISORS, CLARK HILL, PLC, AND THE ACCOUNTING DIVISION
OF THE RETIREMENT SYSTEMS:**

**YEAS - TRUSTEES BEASLEY, BEST, FREEMAN, MOORE, DRZECH, PEGG,
SCOTT, STEWART AND CHAIRMAN BANDEMER - 9**

NAYS - NONE

RDD INVESTMENT CORPORATION
2007 EMPLOYER'S QUARTERLY FEDERAL TAX RETURN

BY MR. MOORE - SUPPORTED BY MR. PEGG

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

**WHEREAS, THE BOARD HAS BEEN REQUESTED TO AUTHORIZE THE EXECUTION OF
FORM 941 FOR 2007: EMPLOYER'S QUARTERLY FEDERAL TAX RETURN (DATED
AUGUST 28, 2008) BY AN OFFICER OF THE CORPORATION, AND**

**WHEREAS, THE EXECUTION OF SAID DOCUMENT(S) HAS BEEN RECOMMENDED BY
THE BOARD'S SPECIAL COUNSEL, F. LOGAN DAVIDSON, P.C., AND**

RDD INVESTMENT CORPORATION
2007 EMPLOYER'S QUARTERLY FEDERAL TAX RETURN

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 SPECIAL COUNSEL F. LOGAN DAVIDSON, P.C., AND RETIREMENT SYSTEM ACCOUNTING STAFF:

YEAS – TRUSTEES BEASLEY, BEST, FREEMAN, MOORE, DRZECH, PEGG, SCOTT, STEWART AND CHAIRMAN BANDEMER – 9

NAYS – NONE

Plante & Moran, PLLC - Audit For Fiscal Year Ending June 30, 2008

By Mr. Orzech – Supported by Mr. Scott

WHEREAS, The Board has been requested to execute an Audit Agreement (Re: Audit for Fiscal Year ending June 30, 2008), relative to the foregoing, and

WHEREAS, The execution of said document has been recommended by Plante & Moran, PLLC and the Board's Assistant Executive Secretary, and

Plante & Moran, PLLC - Audit For Fiscal Year Ending June 30, 2008

WHEREAS, The execution of said document has been reviewed and approved as to form by the Board's legal counsel and the execution of said document is consistent with prior action of the Board, and

WHEREAS, The Board has discussed this matter, therefore be it

RESOLVED, That said document be executed by two authorized signatories on behalf of the Board, and be it further

RESOLVED, That the executed original document be forwarded to the appropriate party, and be it further

RESOLVED, That an RFP (Request For Proposal) be issued by the Police and Fire Retirement System regarding auditing services for the fiscal year ending June 30, 2009, and be it further

RESOLVED, That a copy of this resolution be forwarded to Plante & Moran, PLLC, and the Accounting Division of the Retirement Systems:

**YEAS – TRUSTEES BEASLEY, BEST, FREEMAN, MOORE, DRZECH, PEGG,
SCOTT, STEWART AND CHAIRMAN BANDEMER – 9**

NAYS – NONE

INCOME, RESEARCH & MANAGEMENT

BY MR. DRZECH – SUPPORTED BY MR. PEGG

WHEREAS, THE BOARD HAS BEEN REQUESTED TO EXECUTE AN "AMENDMENT TO THE AMENDED AND RESTATED INVESTMENT AGREEMENT" DATED AUGUST 28, 2008 RELATIVE TO INCOME, RESEARCH & MANAGEMENT, AND

INCOME, RESEARCH & MANAGEMENT

WHEREAS, THE EXECUTION OF SAID DOCUMENT(S) HAS BEEN RECOMMENDED BY THE BOARD'S INVESTMENT ANALYST, 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 INCOME, RESEARCH & MANAGEMENT, AND RETIREMENT SYSTEM ACCOUNTING STAFF:

YEAS – TRUSTEES BEASLEY, BEST, FREEMAN, MOORE, DRZECH, PEGG, SCOTT, STEWART AND CHAIRMAN BANDEMER – 9

NAYS – NONE

CAPITAL POINT PARTNERS

BY MR. MOORE – SUPPORTED BY MR. DRZECH

Whereas, The Board has been presented with an investment proposal from Capital Point Partners (mezzanine investing), and

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

CAPITAL POINT PARTNERS

Resolved, That the due diligence report prepared by North Point Advisors in 2007 for the General Retirement System be reviewed to determine if it can be updated or if a full-fledged due diligence is required, 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 Capital Point Partners, North Point Advisors, and the Accounting Division of the Retirement Systems:

**YEAS – TRUSTEES BEASLEY, BEST, FREEMAN, MOORE, DRZECH, PEGG,
SCOTT, STEWART AND CHAIRMAN BANDEMER – 9**

NAYS – NONE

OMSAN ASSET MANAGEMENT

BY MR. STEWART – SUPPORTED BY MR. BEASLEY

RESOLVED, THAT RONALD POITEVIEN AND ANY ASSOCIATES OF HIS CHOOSING BE REQUESTED TO APPEAR BEFORE THE BOARD FOR PRESENTATION (PRIVATE EQUITY) PURPOSES:

**YEAS – TRUSTEES BEASLEY, BEST, FREEMAN, MOORE, DRZECH, PEGG,
SCOTT, STEWART AND CHAIRMAN BANDEMER – 9**

NAYS – NONE

SILVER STALLION DEVELOPMENT CORPORATION

BY MR. SCOTT - SUPPORTED BY MR. BEASLEY

RESOLVED, THAT SILVER STALLION DEVELOPMENT CORPORATION REPRESENTATIVES BE REQUESTED TO APPEAR BEFORE THE BOARD FOR PRESENTATION (PURCHASE OF THE PONTIAC SILVERDOME) PURPOSES:

YEAS - TRUSTEES BEASLEY, BEST, FREEMAN, MOORE, DRZECH, PEGG, SCOTT, STEWART AND CHAIRMAN BANDEMER - 9

NAYS - NONE

TRUSTEES BEASLEY AND MOORE TEMPORARILY EXCUSED THEMSELVES.

CLOSED SESSION

BY MR. DRZECH - SUPPORTED BY MR. PEGG

Resolved, That the Board enter into Closed Session for the purpose of discussing medical matters involving Dwight Anderson:

A Roll Call Vote was taken as follows:

YEAS - TRUSTEES BEST, FREEMAN, DRZECH, PEGG, SCOTT, STEWART AND CHAIRMAN BANDEMER - 7

NAYS - NONE

The Board entered into Closed Session at 1:37 P.M.

OPEN SESSION

BY MR. DRZECH - SUPPORTED BY MR. SCOTT

Resolved, That the Board return to Open Session:

A Roll Call Vote was taken as follows:

**YEAS - TRUSTEES BEST, FREEMAN, DRZECH, PEGG, SCOTT, STEWART AND
CHAIRMAN BANDEMER - 7**

NAYS - NONE

The Board returned to Open Session at 1:40 P.M.

RETURN TO WORK REQUEST OF DWIGHT ANDERSON

BY MR. SCOTT - SUPPORTED BY MR. STEWART

**WHEREAS, THE BOARD IS IN RECEIPT OF DETROIT RECEIVING HOSPITAL'S
AUGUST 1, 2008 REPORT WHEREIN DETROIT RECEIVING OPINES THAT DWIGHT
ANDERSON IS CAPABLE OF RETURNING TO FULL DUTY AS A FIRE FIGHTER,
THEREFORE BE IT**

**RESOLVED, THAT PURSUANT TO PROCEDURES ESTABLISHED BY COLLECTIVE
BARGAINING, MR. ANDERSON BE RETURNED TO WORK AND HIS NAME BE
REMOVED FROM THE DISABILITY RETIREMENT PAYROLLS AS OF THE DATE HE
RETURNS TO WORK:**

YEAS - TRUSTEES PEGG, SCOTT, STEWART AND CHAIRMAN BANDEMER - 4

NAYS - TRUSTEES BEST, FREEMAN AND DRZECH - 3

TRUSTEES MOORE AND BEASLEY RE-JOINED THE MEETING.

DOMINION

BY MR. BEASLEY – SUPPORTED BY MS. FREEMAN

RESOLVED, THAT ROBIN FULLER AND ANY ASSOCIATES OF HIS CHOOSING BE REQUESTED TO APPEAR BEFORE THE BOARD FOR PRESENTATION (LARGE-CAP STOCKS) PURPOSES:

YEAS – TRUSTEES BEASLEY, BEST, FREEMAN, MOORE, DRZECH, PEGG, SCOTT, STEWART AND CHAIRMAN BANDEMER – 9

NAYS – NONE

PHOENIX

BY MR. BEASLEY – SUPPORTED BY MS. FREEMAN

RESOLVED, THAT SAM AUSTIN AND ANY ASSOCIATES OF HIS CHOOSING BE REQUESTED TO APPEAR BEFORE THE BOARD FOR PRESENTATION (SMALL-CAP EQUITY INVESTING) PURPOSES:

YEAS – TRUSTEES BEASLEY, BEST, FREEMAN, MOORE, DRZECH, PEGG, SCOTT, STEWART AND CHAIRMAN BANDEMER – 9

NAYS – NONE

TANDEM

AT THE CHAIR'S DIRECTION, GARY FRIEDLE AND ANY ASSOCIATES OF HIS CHOOSING WILL BE REQUESTED TO APPEAR BEFORE THE BOARD FOR PRESENTATION (PRIVATE EQUITY/MEZZANINE DEBT) PURPOSES.

JP MORGAN URBAN RENAISSANCE PROPERTY FUND

BY MR. BEASLEY – SUPPORTED BY MR. MOORE

RESOLVED, THAT THE BOARD RESCINDS ITS MAY 1, 2008 “NO INTEREST” MOTION REGARDING JP MORGAN’S URBAN RENAISSANCE PROPERTY FUND:

YEAS – TRUSTEES BEASLEY, BEST, FREEMAN, MOORE, ORZECZ, PEGG, SCOTT, STEWART AND CHAIRMAN BANDEMER – 9

NAYS – NONE

JP MORGAN URBAN RENAISSANCE PROPERTY FUND

BY MR. BEASLEY – SUPPORTED BY MR. MOORE

WHEREAS, THE BOARD RECEIVED AN AUGUST 7, 2008 MEMORANDUM FROM JP MORGAN, PER DOUGLAS LAWRENCE, WHICH MEMORANDUM, INTER ALIA, REQUESTS THAT THE BOARD OF TRUSTEES APPROVES:

- (1) JP MORGAN TO PAY DUE DILIGENCE FEES**
- (2) DUE DILIGENCE BE COMMENCED**
- (3) JP MORGAN TO RESERVE THE ABILITY TO INVEST IN THE JP MORGAN URBAN RENAISSANCE PROPERTY FUND AT A FUTURE DATE..., AND**

WHEREAS, PER MAY 1, 2008 RESOLUTION, THE BOARD INDICATED IT “HAS NO FURTHER INTEREST IN THIS PROPOSED INVESTMENT,” AND

JP MORGAN URBAN RENAISSANCE PROPERTY FUND

WHEREAS, ON AUGUST 14, 2008 THE BOARD DISCUSSED THIS MATTER AND TOOK NO FURTHER ACTION ON AUGUST 14, 2008 REGARDING THE AUGUST 7, 2008 MEMORANDUM, AND

WHEREAS, THE BOARD NOW UNDERSTANDS THAT JP MORGAN IS AWARE THAT:

- A) THE BOARD IS UNABLE TO MAKE THE PROPOSED INVESTMENT DUE TO PERCENTAGE LIMITATIONS IN PUBLIC ACT 314 OF 1965 AS AMENDED**
- B) THAT THE BOARD'S POLICY IS THAT EVEN IF A DUE DILIGENCE REPORT IS OBTAINED AT THE COST OF THE PROJECT SPONSOR AND IS DEEMED FAVORABLE, THERE IS ABSOLUTELY NO OBLIGATION OF THE BOARD TO MAKE THE INVESTMENT, THEREFORE BE IT**

RESOLVED, THAT THE BOARD WILL ALLOW THE PROJECT SPONSOR TO PAY FOR THE DUE DILIGENCE AND THE BOARD ALLOWS THE DUE DILIGENCE TO OCCUR SUBJECT TO WRITTEN ACKNOWLEDGEMENT BY THE PROJECT SPONSOR OF THE TERMS AND CONDITIONS OF THIS RESOLUTION, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO JP MORGAN, ATTENTION: DOUGLAS LAWRENCE, THE BOARD'S ADVISOR, NORTH POINT ADVISORS, AND THE ACCOUNTING DIVISION OF THE RETIREMENT SYSTEMS:

YEAS – TRUSTEES BEASLEY, BEST, FREEMAN, MOORE, DRZECH, PEGG, SCOTT, STEWART AND CHAIRMAN BANDEMER – 9

NAYS – NONE

INHERITANCE CAPITAL GROUP'S HOME RUN BOND REFINANCING PROPOSAL

BY MR. DRZECH – SUPPORTED BY MR. STEWART

INHERITANCE CAPITAL GROUP'S HOME RUN BOND REFINANCING PROPOSAL

WHEREAS, THE BOARD REFERRED THE AFORESAID PROPOSAL TO COURTLAND PARTNERS, LTD. ("COURTLAND"), THE RETIREMENT SYSTEM'S REAL ESTATE CONSULTANT, FOR REVIEW AND RECOMMENDATION, AND

WHEREAS, THE BOARD IS IN RECEIPT OF AN AUGUST 26, 2008 MEMORANDUM FROM COURTLAND PARTNERS, LTD. WHICH CONCLUDES THAT THE RETIREMENT SYSTEM SHOULD NOT MOVE FORWARD WITH THE REFINANCING PROPOSAL FOR THE REASONS STATED THEREIN, AND

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

RESOLVED, THAT THE BOARD HAS NO FURTHER INTEREST IN THE REFINANCING PROPOSAL, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO INHERITANCE CAPITAL GROUP, COURTLAND PARTNERS, LTD., AND THE ACCOUNTING DIVISION OF THE RETIREMENT SYSTEMS:

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

NAYS – NONE

CONFERENCE(S)

BY MR. STEWART – SUPPORTED BY MR. ORZECH

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

CONFERENCE(S)

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' Plan Sponsor Defined Contribution Summit
Miami, Florida - November 17, 2008 - November 18, 2008**

**YEAS - TRUSTEES BEASLEY, BEST, FREEMAN, MOORE, DRZECH, PEGG,
SCOTT, STEWART AND CHAIRMAN BANDEMER - 9**

NAYS - NONE

PUBLIC FORUM/ADJOURNMENT

**AT 2:12 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 2:13 P.M. UNTIL THURSDAY, SEPTEMBER 4, 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**