

MEETING NUMBER 2786

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



PROCEEDINGS HELD THURSDAY, MAY 20, 2010  
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
Gregory Best	Elected Trustee
Cheryl R. Johnson	Ex/Officio Trustee/Treasurer
Brenda Jones	Ex/Officio Trustee/Council Member
Kirk Lewis	Ex/Officio Trustee
James Moore	Elected Trustee/Vice Chairperson
Sean Neary	Elected Trustee
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

Ralph Godbee	Ex/Officio Trustee
James Mack	Ex/Officio Trustee/Fire Commissioner
Jeffrey Pegg	Elected Trustee/Chairperson

ABSENT

None

CHAIRPERSON

Jeffrey Pegg

VICE CHAIRPERSON

James Moore

ROLL CALL WAS TAKEN AT 9:07 A.M. BY THE BOARD'S RECORDING SECRETARY AND THE MEETING WAS CALLED TO ORDER.

CLOSED SESSION

BY MR. BANDEMER – SUPPORTED BY MR. BEST

WHEREAS, The Board's Medical Director is now before the Board of Trustees of the Police and Fire Retirement System of the City of Detroit to discuss the medical and psychiatric reports of individuals who have applied for disability retirement, and the medical and psychiatric reports of individuals who have received re-examinations, and

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

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

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

A Roll Call vote was taken as follows:

CLOSED SESSION

YEAS - TRUSTEES BANDEMER, BEST, LEWIS, NEARY, STEWART AND  
VICE CHAIRMAN MOORE – 6

NAYS – NONE

The Board entered into Closed Session at 9:07 A.M.

OPEN SESSION

BY MR. STEWART – SUPPORTED BY MR. BANDEMER

Resolved, That the Board return to Open Session:

A Roll Call vote was taken as follows:

YEAS - TRUSTEES BANDEMER, BEST, JOHNSON, JONES, LEWIS,  
NEARY, STEWART AND VICE CHAIRMAN MOORE – 8

NAYS – NONE

The Board returned to Open Session at 9:30 A.M. and the  
Board's Medical Director was excused for the remainder of the  
Meeting.

**DISABILITY RETIREMENT APPLICATIONS**

EMPLOYEE INFORMATION		MEDICAL DIRECTOR'S RECOMMENDATION	APPROVE	DENY	APPEAL
Name	OTIS COMBS	NOT REPORTED ON			
Title	OFFICER	THIS DATE			
Department	POLICE				
Pension No.	234310				
Disability Type	DUTY				
Plan	NEW				
Injury/Injuries	STRESS				
SSN					

EMPLOYEE INFORMATION		MEDICAL DIRECTOR'S RECOMMENDATION	APPROVE	DENY	APPEAL
Name	JASON JOHNSON		X		
Title	FIRE FIGHTER				
Department	FIRE				
Pension No.	234754				
Disability Type	DUTY				
Plan	NEW				
Injury/Injuries	HERNIATED DISC (BACK)	DUTY RELATED DISABILITY			
SSN					

EMPLOYEE INFORMATION		MEDICAL DIRECTOR'S RECOMMENDATION	APPROVE	DENY	APPEAL
Name	JEFFERY MOOMAW		X		
Title	OFFICER				
Department	POLICE				
Pension No.	236697				
Disability Type	DUTY				
Plan	NEW				
Injury/Injuries	LEFT KNEE	DUTY RELATED DISABILITY			
SSN					

**DISABILITY RETIREMENT APPLICATIONS**

EMPLOYEE INFORMATION		MEDICAL DIRECTOR'S RECOMMENDATION	APPROVE	DENY	APPEAL
Name	TRACEY WILLIAMS		X		
Title	SERGEANT				
Department	POLICE				
Pension No.	233243				
Disability Type	DUTY				
Plan	NEW				
Injury/Injuries	NECK, BACK	DUTY RELATED DISABILITIES			
SSN					

EMPLOYEE INFORMATION		MEDICAL DIRECTOR'S RECOMMENDATION	APPROVE	DENY	APPEAL
Name	MANUEL ZAVALA	NOT REPORTED ON THIS DATE			
Title	LIEUTENANT				
Department	FIRE				
Pension No.	231027				
Disability Type	DUTY				
Plan	NEW				
Injury/Injuries	HEAD, LEFT SHOULDER, LEFT KNEE				
SSN					

JASON JOHNSON

BY MR. NEARY – SUPPORTED BY MR. BEST

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

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

YEAS - TRUSTEES BANDEMER, BEST, LEWIS, NEARY, STEWART AND VICE CHAIRMAN MOORE – 6

NAYS – NONE

TRUSTEE CHERYL JOHNSON ENTERED THE MEETING.

LEGAL COUNSEL RONALD ZAJAC ENTERED THE MEETING.

JEFFERY MOOMAW

BY MR. STEWART – SUPPORTED BY MR. BANDEMER

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

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

JEFFERY MOOMAW - CONTINUED

YEAS - TRUSTEES BANDEMER, BEST, JOHNSON, LEWIS, NEARY,  
STEWART AND VICE CHAIRMAN MOORE – 7

NAYS – NONE

TRACEY WILLIAMS

BY MR. BANDEMER – SUPPORTED BY MR. STEWART

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

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

YEAS - TRUSTEES BANDEMER, BEST, JOHNSON, LEWIS, NEARY,  
STEWART AND VICE CHAIRMAN MOORE – 7

NAYS – NONE

TRUSTEE BRENDA JONES ENTERED THE MEETING.

RE-EXAMINATIONS

BY MR. BEST – SUPPORTED BY MR. LEWIS

RESOLVED, THAT IN ACCORDANCE WITH THE  
RECOMMENDATION OF THE BOARD'S MEDICAL DIRECTOR, THE  
FOLLOWING DIRECTIVES BE APPROVED:

RE-EXAMINATIONS

NAME DEPARTMENT DISABILITY TYPE RE-EXAM NUMBER	CONTINUE ON DISABILITY RETIREMENT PAYROLLS WITH NEXT RE-EXAM IN ONE (1) YEAR	CONTINUE ON DISABILITY RETIREMENT PAYROLLS. NO FURTHER RE-EXAMS REQUIRED	CONTINUE ON DISABILITY RETIREMENT PAYROLLS AND MUST RECEIVE NEXT RE-EXAM AT LOCAL CLINIC (IN DETROIT, MICHIGAN)
JASON ANDERSON – FIRE – DUTY – 3 <sup>RD</sup>	X		
JONATHAN LOVELACE – FIRE – DUTY – 4 <sup>TH</sup>	X		
AMY MAKI – FIRE – DUTY – 2 <sup>ND</sup>	X		
FRANK POLK – FIRE – DUTY – 1 <sup>ST</sup>	X		
LASKER SMITH – FIRE – DUTY – 4 <sup>TH</sup>	X		
WILLIE STEVERSON – POLICE – DUTY – 1 <sup>ST</sup>	X		
ANTONIO TRAMBLE – FIRE – DUTY – 4 <sup>TH</sup>	X		
JIMMIE WHEELER – POLICE – DUTY – 2 <sup>ND</sup>	X		

YEAS - TRUSTEES BANDEMER, BEST, JOHNSON, JONES, LEWIS,  
 NEARY, STEWART AND VICE CHAIRMAN MOORE – 8

NAYS – NONE

**DISABILITY RETIREMENT APPLICATION**

EMPLOYEE INFORMATION		MEDICAL DIRECTOR'S RECOMMENDATION	APPROVE	DENY	APPEAL
Name	DARRELL OSBORNE		X		
Title	OFFICER				
Department	POLICE				
Pension No.	184213				
Disability Type	DUTY				
Plan	NEW				
Injury/Injuries	RIGHT SHOULDER, NECK, BACK	DUTY RELATED DISABILITIES			
Comment	DR. O'NEAL RECOMMENDED THAT HE BE GRANTED DUTY DISABILITY RETIREMENT BENEFITS ON MARCH 18, 2010, BUT NO ACTION WAS TAKEN PER MR. OSBORNE'S REQUEST				
SSN					

DARRELL OSBORNE

BY MR. BANDEMER – SUPPORTED BY MR. STEWART

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

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

YEAS - TRUSTEES BANDEMER, BEST, JOHNSON, JONES, LEWIS,  
NEARY, STEWART AND VICE CHAIRMAN MOORE – 8

NAYS – NONE

RETIREMENTS – BY MR. STEWART – SUPPORTED BY MR. BEST

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

RETIREMENTS

NAME, TITLE, DEPARTMENT: MELISSA ALEXANDER-HUFF – WIDOW OF  
DECEASED BRIAN E. HUFF – OFFICER -  
POLICE  
RETIREMENT TYPE, PLAN: DUTY-DEATH, WIDOW'S PENSION - NEW  
SERVICE CR./EFFECTIVE DATE: 12 00 07 – 05 04 10

NAME, TITLE, DEPARTMENT: BLAIR ALEXANDER-HUFF – CHILD OF  
DECEASED BRIAN E. HUFF – OFFICER -  
POLICE  
RETIREMENT TYPE, PLAN: DUTY-DEATH, CHILD'S PENSION - NEW  
SERVICE CR./EFFECTIVE DATE: 12 00 07 – 05 04 10

RETIREMENTS – CONTINUED

YEAS - TRUSTEES BANDEMER, BEST, JOHNSON, JONES, LEWIS,  
NEARY, STEWART AND VICE CHAIRMAN MOORE – 8

NAYS – NONE

CONFIRMATIONS

BY MR. STEWART – SUPPORTED BY MR. BANDEMER

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

YEAS - TRUSTEES BANDEMER, BEST, JOHNSON, JONES, LEWIS,  
NEARY, STEWART AND VICE CHAIRMAN MOORE – 8

NAYS – NONE

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:

REFUND LIST NUMBER: 3356 – REFUND AMOUNT: \$269,531.76

YEAS - TRUSTEES BANDEMER, BEST, JOHNSON, JONES, LEWIS,  
NEARY, STEWART AND VICE CHAIRMAN MOORE – 8

NAYS – NONE

MINUTES OF APRIL 22, 2010 AND APRIL 29, 2010

BY MR. BEST – SUPPORTED BY MR. STEWART

RESOLVED, THAT THE MINUTES OF THE MEETINGS HELD THURSDAY, APRIL 22, 2010, AND THURSDAY, APRIL 29, 2010 BE APPROVED AS RECORDED AND SUBMITTED BY THE BOARD'S RECORDING SECRETARY:

YEAS - TRUSTEES BANDEMER, BEST, JOHNSON, JONES, LEWIS, NEARY, STEWART AND VICE CHAIRMAN MOORE – 8

NAYS – NONE

JOSEPH MCKINNEY, JR.

VICE CHAIRMAN MOORE DIRECTED THAT ARBITRATOR DONALD SUGERMAN'S FINAL AND BINDING MAY 12, 2010 OPINION AND AWARD, WHEREIN JOSEPH MCKINNEY, JR. IS AWARDED DUTY DISABILITY RETIREMENT BENEFITS RETROACTIVE TO THE DATE HE FILED FOR DUTY DISABILITY RETIREMENT BENEFITS, BE MADE A MATTER OF RECORD.

TRUSTEE KIRK LEWIS EXCUSED HIMSELF.

TRUSTEE MARTY BANDEMER EXCUSED HIMSELF.

RE: Deutsche MINT Structured Note

By Mr. Best – Supported by Mr. Neary

WHEREAS, the Board has received notice that the **Deutsche MINT Structured Note** will be called on **June 3, 2010**, and

RE: Deutsche MINT Structured Note - Continued

WHEREAS, staff estimates that the proceeds realized from the call of the note will be approximately **\$33,000,000.00**, therefore be it

RESOLVED, that this matter be referred to North Point Advisors, the Board's retained consultant, for a recommendation as to the use of the proceeds:

ADRIAN ANDERSON  
NORTH POINT ADVISORS  
28 WEST ADAMS  
SUITE 1700  
DETROIT, MICHIGAN 48226

Trustee Bandemer re-joined the meeting.

Yeas – Trustees Best, Johnson, Jones, Neary, Stewart and Vice  
Chairman Moore - 6

Nays – None

Abstain – Trustee Bandemer – 1

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:

CLOSED SESSION - CONTINUED

Yeas – Trustees Bandemer, Best, Johnson, Jones, Neary,  
Stewart and Vice Chairman Moore - 7

Nays – None

The Board entered into Closed Session at 9:50 A.M.

OPEN SESSION

BY MR. STEWART – SUPPORTED BY MS. JOHNSON

Resolved, That the Board return to Open Session:

A Roll Call Vote was taken as follows:

Yeas – Trustees Bandemer, Best, Johnson, Jones, Neary,  
Stewart and Vice Chairman Moore - 7

Nays – None

The Board returned to Open Session at 10:45 A.M.

DURING CLOSED SESSION, REGINALD TURNER AND AN  
ASSOCIATE DISCUSSED HOUSE BILL 4917.

GATEWAY

BERNIE SCHROTT AND SEVERAL ASSOCIATES, AS WELL AS VINCE  
BENNETT OF MCCORMACK, BARON AND SALAZAR, DISCUSSED  
A \$30,000,000.00 CONSTRUCTION/PERMANENT LOAN PROPOSAL  
FOR THE SHOPPES AT DETROIT GATEWAY PARK-DETROIT  
GATEWAY PARK OUTLET, LLC.

TRUSTEE LEWIS RE-JOINED THE MEETING.

Acadia CLO I, Ltd. Litigation

E. Powell Miller of The Miller Law Firm and Floyd E. Allen & Associates representatives discussed the Board's Acadia, CLO I, Ltd. Investment involving Miller Jacobs Capital, LLC and UBS AG Stamford.

CLOSED SESSION

BY MS. JOHNSON – SUPPORTED BY MR. STEWART

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 Bandemer, Best, Johnson, Jones, Lewis, Neary, Stewart and Vice Chairman Moore - 8

Nays – None

The Board entered into Closed Session at 1:10 P.M.

OPEN SESSION

BY MR. NEARY – SUPPORTED BY MR. BEST

Resolved, That the Board return to Open Session:

A Roll Call Vote was taken as follows:

Yeas – Trustees Bandemer, Best, Johnson, Neary, Stewart and Vice Chairman Moore - 6

OPEN SESSION - CONTINUED

Nays – None

The Board returned to Open Session at 3:18 P.M.

DURING CLOSED SESSION, THE BOARD DISCUSSED GSC WITH MICHAEL SHEEHAN AND MICHAEL KELL (OF HOWARD & HOWARD) VIA PHONE CONFERENCE.

THE BOARD DISCUSSED THE RIVERS CASINO WITH GLC REPRESENTATIVES.

GEORGE PECK (INVESTMENT ANALYST RICK HUDDLESTON'S ATTORNEY) DISCUSSED (VIA PHONE CONFERENCE) A FALSE STATEMENT THAT RICK HUDDLESTON MADE TO THE SECURITY AND EXCHANGE COMMISSION.

TRUSTEE BEST EXCUSED HIMSELF.

GSC PARTNERS LITIGATION

By Mr. Stewart – Supported by Mr. Neary

WHEREAS, the Board of Trustees of the Police and Fire Retirement System of the City of Detroit (the "Board") received a report from its special counsel Howard & Howard Attorneys PLLC ("Special Counsel") regarding the current status of the legal action styled The Police and Fire Retirement System of the City of Detroit V. GSC Partners CDO Fund, Ltd., et al. (the "Action"), and

WHEREAS, the Action was initially filed in the Wayne County Circuit Court where it was assigned to the Honorable Judge John Murphy and assigned case number 08-108699-NZ, and

GSC PARTNERS LITIGATION - CONTINUED

WHEREAS, on Motion of the Defendants, and by Orders dated August 22, 2009, and November 11, 2008, the Wayne County Circuit Court dismissed the Action and, instead, ordered said Action to arbitration by virtue of an arbitration clause found in a consulting contract dating from 1995 between Smith Barney Shearson and the Retirement System, and

WHEREAS, the Retirement System appealed these rulings to the Court of Appeals of Michigan, and

WHEREAS, the Court of Appeals of Michigan affirmed the Trial Court's decision to refer the Action to arbitration by Opinion and Order dated May 11, 2010, and

WHEREAS, the Board and its Special Counsel examined various options regarding the next steps in the Action, including the possibility of seeking leave to appeal to the Michigan Supreme Court or to accept the ruling of the Court of Appeals and proceed to arbitration, and

WHEREAS, the Board has considered the status of the Action and the recommendation of its Special Counsel to accept the ruling of the Court of Appeals and proceed to arbitration, THEREFORE BE IT

RESOLVED, that the Board authorizes its Special Counsel to file a demand for arbitration, and authorizes any Trustee, the Executive Secretary Walter Stampor, and/or its Manager Cynthia Thomas (or any one of them acting singly) to sign and execute on behalf of the Retirement System the necessary paperwork and demand for arbitration to submit the case to arbitration, and be it further

GSC PARTNERS LITIGATION - CONTINUED

RESOLVED, that a copy of this resolution be forwarded to the Board's Special Counsel (Howard & Howard), and the Accounting Division of the Retirement System:

HENRY J. BRENNAN  
HOWARD & HOWARD ATTORNEYS, P.C.  
THE PINEHURST OFFICE CENTER  
39400 WOODWARD AVENUE  
SUITE 101  
BLOOMFIELD HILLS, MI 48304-5151

Yeas – Trustees Bandemer, Johnson, Neary, Stewart and Vice Chairman Moore - 5

Nays – None

Trustees Best and Jones re-joined the meeting.

PFRS CROSSROADS CORPORATE PARK

BY MR. NEARY – SUPPORTED BY MR. STEWART

WHEREAS, PER RESOLUTION DATED APRIL 29, 2010, THE BOARD OF TRUSTEES APPROVED THE \$11,500,000.00 LEASING COSTS AND EXPENSES, AND

WHEREAS, MAYFIELD GENTRY REALTY ADVISORS, LLC ("MGRA") HAS, PER LETTER DATED MAY 20, 2010, REQUESTED THE BOARD OF TRUSTEES TO THE FOLLOWING AS PART OF THE \$11,500,000.00 TRANSACTION:

- 1) FUND \$4,500,000.00 ON OR BEFORE JULY 7, 2010

PFRS CROSSROADS CORPORATE PARK - CONTINUED

- 2) ESTABLISH A LETTER OF CREDIT IN THE AMOUNT OF \$6,200,000.00, AND

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

RESOLVED, THAT THE BOARD OF TRUSTEES APPROVES:

- 1) FUNDING \$4,500,000.00 ON OR BEFORE JULY 7, 2010
- 2) ESTABLISHING AN ACCOUNT TO SERVE AS THE EQUIVALENT OF A LETTER OF CREDIT SUBJECT TO THE APPROVAL OF THE RETIREMENT SYSTEM'S INVESTMENT ANALYST, SPECIAL LEGAL COUNSEL, GENERAL COUNSEL AND EXECUTIVE SECRETARY; AND BE IT FURTHER

RESOLVED, THAT THE BOARD'S INVESTMENT ANALYST DESIGN SUCH A COLLATERAL ACCOUNT AFTER DISCUSSION WITH MAYFIELD GENTRY REALTY ADVISORS AND GENERAL COUNSEL, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO MAYFIELD GENTRY REALTY ADVISORS, SPECIAL LEGAL COUNSEL, AND THE ACCOUNTING DIVISION OF THE RETIREMENT SYSTEM:

Yeas – Trustees Bandemer, Johnson, Neary, Stewart and Vice Chairman Moore - 5

Nays – None

Abstain – Trustees Best and Jones – 2

J.P. MORGAN ACCEPTANCE CORPORATION

BY MR. STEWART – SUPPORTED BY MR. BANDEMER

WHEREAS, THE RETIREMENT SYSTEM IS IN RECEIPT OF A LETTER FROM ZWERLING, SCHACHTER & ZWERLING, LLP (“ZSZ, LLP”) DATED MAY 18, 2010 PROVIDING CERTAIN INFORMATION REGARDING THE RETIREMENT SYSTEM’S PURCHASE OF INTERESTS IN THE J.P. MORGAN ALTERNATIVE LOAN TRUST 2006-54 WHICH HAS RESULTED IN LOSSES BY THE RETIREMENT SYSTEM, AND

WHEREAS, LOSSES MAY BE DUE TO CERTAIN WRONGDOING BY THE ISSUERS OR OTHERS RELATED TO THE MORTGAGE-BACKED SECURITIES, AND

WHEREAS, ZSZ, LLP REQUESTS APPROVAL TO INVOLVE THE RETIREMENT SYSTEM AS CLASS ACTION PLAINTIFF REGARDING THIS MATTER, WITH ZSZ, LLP AS LEAD PLAINTIFF SECURITIES LEGAL COUNSEL REGARDING THIS MATTER, THEREFORE BE IT

RESOLVED, THAT ZSZ, LLP’S FOREGOING REQUEST IS APPROVED, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO ZSZ, LLP, ATTENTION: JEFFREY C. ZWERLING; AND THE ACCOUNTING DIVISION OF THE RETIREMENT SYSTEM:

Yeas – Trustees Bandemer, Best, Johnson, Jones, Neary,  
Stewart and Vice Chairman Moore - 7

Nays – None

Trustee Jones excused herself.

Acadia CLO I, Ltd. Litigation

By Ms. Johnson – Supported by Mr. Stewart

**WHEREAS**, the Police & Fire Retirement System has sustained losses from a \$20,000,000.00 investment in Acadia CLO I, Ltd. (Acadia CLO), involving primarily Miller & Jacobs Capital, LLC and UBS AG Stamford Branch; and

**WHEREAS**, the Board of Trustees has a fiduciary responsibility to protect the interests of the Police & Fire Retirement System; and

**WHEREAS**, on March 17, 2010, the Board of Trustees for the General Retirement System resolved to retain Floyd E. Allen & Associates, P.C. (FEAA), and to approve the Miller Law Firm, P.C. (Miller Firm), as its co-counsel, to pursue the recovery, through litigation, of all potential damages arising from its investment in the Acadia CLO; and

**WHEREAS**, on May 20, 2010, after completing an extensive investigation into the facts and law surrounding the Board of Trustees for the Police & Fire Retirement System's investment into the Acadia CLO transaction, FEAA and the Miller Law Firm presented their findings to the Board of Trustees, and recommended that the Board resolve to approve litigation against all parties potentially responsible for the Board's losses arising from its investment in Acadia CLO, and to retain FEAA, and to approve the Miller Law Firm, as its co-counsel, to prosecute the matter; and

**WHEREAS**, FEAA and the Miller Law Firm that they would be retained on the same terms offered to, and accepted by, the Board of Trustees for the General Retirement System; therefore be it

Acadia CLO I, Ltd. Litigation - Continued

**RESOLVED**, that FEAA is retained, and the Miller Law Firm is approved as its co-counsel, pursue the recovery through litigation of all potential damages arising from the Board's investment against Miller & Jacobs Capital, LLC and UBS AG Stamford Branch, or any other potentially responsible party, and to do so on a thirty percent (30%) contingency fee basis, with expenses advanced by FEAA and the Miller Law Firm, and reimbursed by the Board, capped at three (3%) percent of the gross recovery; and be it further

**RESOLVED**, that this Resolution and the Contingency Fee Agreement are subject to review by the Board's General Counsel; and be it further

**RESOLVED**, that a copy of this resolution be forwarded to Floyd E. Allen & Associates, P.C., the Miller Law Firm, P.C., and the Accounting Division of the Retirement System:

Yeas – Trustees Bandemer, Best, Johnson, Neary, Stewart and  
and Vice Chairman Moore - 6

Nays – None

Trustee Jones re-joined the meeting.

PFRS Patrick Center Corp.: 2009 Tax Return

By Mr. Stewart – Supported by Mr. Best

WHEREAS, the Board is the sole shareholder of the corporation, and

WHEREAS, the Board has been requested to approve the execution of the 2009 U.S. Return of Organization Exempt from Income Tax dated May 20, 2010 by an officer of the corporation, and

WHEREAS, the execution of said document has been recommended by the Board's special legal counsel, F. Logan Davidson, P.C. and

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, therefore be it

RESOLVED, that said document be executed by the appropriate corporate officers on behalf of the corporation.

Yeas – Trustees Bandemer, Best, Johnson, Jones, Neary,  
Stewart and Vice Chairman Moore - 7

Nays – None

PF Fund Mutual Building, Inc.: 2009 Tax Return

By Mr. Stewart – Supported by Mr. Best

WHEREAS, the Board is the sole shareholder of the corporation, and

WHEREAS, the Board has been requested to approve the execution of the 2009 U.S. Return of Organization Exempt from Income Tax dated May 20, 2010 by an officer of the corporation, and

WHEREAS, the execution of said document has been recommended by the Board's special legal counsel, F. Logan Davidson, P.C. and

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, therefore be it

RESOLVED, that said document be executed by the appropriate corporate officers on behalf of the corporation.

Yeas – Trustees Bandemer, Best, Johnson, Jones, Neary,  
Stewart and Vice Chairman Moore - 7

Nays – None

PFRS San Diego Corp.: 2009 Tax Return

By Mr. Stewart – Supported by Mr. Best

WHEREAS, the Board is the sole shareholder of the corporation, and

WHEREAS, the Board has been requested to approve the execution of: 1) the 2009 U.S. Return of Organization Exempt from Income Tax dated May 20, 2010, and 2) the California Exempt Organization Annual Return dated May 20, 2010 by an officer of the corporation, and

WHEREAS, the execution of said documents has been recommended by the Board's special legal counsel, F. Logan Davidson, P.C. and

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

RESOLVED, that said documents be executed by the appropriate corporate officers on behalf of the corporation.

Yeas – Trustees Bandemer, Best, Johnson, Jones, Neary,  
Stewart and Vice Chairman Moore - 7

Nays – None

PFRS St. Andrews Corp.: 2009 Tax Return

By Mr. Stewart – Supported by Mr. Best

WHEREAS, the Board is the sole shareholder of the corporation, and

WHEREAS, the Board has been requested to approve the execution of the 2009 U.S. Return of Organization Exempt from Income Tax dated May 20, 2010 by an officer of the corporation, and

WHEREAS, the execution of said document has been recommended by the Board's special legal counsel, F. Logan Davidson, P.C. and

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, therefore be it

RESOLVED, that said document be executed by the appropriate corporate officers on behalf of the corporation.

Yeas – Trustees Bandemer, Best, Johnson, Jones, Neary,  
Stewart and Vice Chairman Moore - 7

Nays – None

PFRS Yamato Corp.; 2009 Tax Return

By Mr. Stewart – Supported by Mr. Best

WHEREAS, the Board is the sole shareholder of the corporation, and

WHEREAS, the Board has been requested to approve the execution of the 2009 U.S. Return of Organization Exempt from Income Tax dated May 20, 2010 by an officer of the corporation, and

WHEREAS, the execution of said document has been recommended by the Board's special legal counsel, F. Logan Davidson, P.C., and

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, therefore be it

RESOLVED, that said document be executed by the appropriate corporate officers on behalf of the corporation.

Yeas – Trustees Bandemer, Best, Johnson, Jones, Neary,  
Stewart and Vice Chairman Moore - 7

Nays – None

Winstar - RSCD Holding Company, Inc.; 2009 Tax Return

By Mr. Stewart – Supported by Mr. Best

WHEREAS, the Police and Fire Retirement System is a 50% shareholder of Winstar - RSCD, Inc., and

WHEREAS, Winstar - RSCD, Inc. is the sole shareholder of the corporation, and

WHEREAS, the Board has been requested to approve the execution of the 2009 U.S. Corporation Income Tax Return dated May 20, 2010 by an officer of the corporation, and

WHEREAS, the execution of said document has been recommended by the Board's special legal counsel, F. Logan Davidson, P.C.I, and

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 documents is consistent with prior action of the Board, therefore be it

RESOLVED, that said document be executed by the appropriate corporate officers on behalf of the corporation.

Yeas – Trustees Bandemer, Best, Johnson, Jones, Neary,  
Stewart and Vice Chairman Moore - 7

Nays – None

Winstar - RSCD, Inc.; 2009 Tax Return

By Mr. Stewart – Supported by Mr. Best

WHEREAS, the Police and Fire Retirement System is a 50% shareholder of the corporation, and

WHEREAS, the Board has been requested to approve the execution of the 2009 U.S. Corporation Income Tax Return dated May 20, 2010 by an officer of the corporation, and

WHEREAS, the execution of said document has been recommended by the Board's special legal counsel, F. Logan Davidson, P.C., and

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, therefore be it

RESOLVED, that said document be executed by the appropriate corporate officers on behalf of the corporation.

Yeas – Trustees Bandemer, Best, Johnson, Jones, Neary,  
Stewart and Vice Chairman Moore - 7

Nays – None

PFRS Dublin Corp.: 2009 Tax Return

By Mr. Stewart – Supported by Mr. Best

WHEREAS, the Board is the sole shareholder of the corporation, and

WHEREAS, the Board has been requested to approve the execution of: 1) the 2009 U.S. Return of Organization Exempt from Income Tax dated May 20, 2010, and 2) the California Exempt Organization Annual Return dated May 20, 2010 by an officer of the corporation, and

WHEREAS, the execution of said documents has been recommended by the Board's special legal counsel, F. Logan Davidson, P.C. and

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

RESOLVED, that said documents be executed by the appropriate corporate officers on behalf of the corporation.

Yeas – Trustees Bandemer, Best, Johnson, Jones, Neary,  
Stewart and Vice Chairman Moore - 7

Nays – None

PFRS Glenwood Plaza Corp.: 2009 Tax Return

By Mr. Stewart – Supported by Mr. Best

WHEREAS, the Board is the sole shareholder of the corporation, and

WHEREAS, the Board has been requested to approve the execution of the 2009 U.S. Return of Organization Exempt from Income Tax dated May 20, 2010 by an officer of the corporation, and

WHEREAS, the execution of said document has been recommended by the Board's special legal counsel, F. Logan Davidson, P.C. and

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, therefore be it

RESOLVED, that said document be executed by the appropriate corporate officers on behalf of the corporation.

Yeas – Trustees Bandemer, Best, Johnson, Jones, Neary,  
Stewart and Vice Chairman Moore - 7

Nays – None

PAF/GVC, Inc.; 2009 Tax Return

By Mr. Stewart – Supported by Mr. Best

WHEREAS, the Board is the sole shareholder of the corporation, and

WHEREAS, the Board has been requested to approve the execution of the 2009 U.S. Corporation Income Tax Return dated May 20, 2010 by an officer of the corporation, and

WHEREAS, the execution of said document has been recommended by the Board's special legal counsel, F. Logan Davidson, P.C., and

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, therefore be it

RESOLVED, that said document be executed by the appropriate corporate officers on behalf of the corporation.

Yeas – Trustees Bandemer, Best, Johnson, Jones, Neary,  
Stewart and Vice Chairman Moore - 7

Nays – None

PFRS One Detroit Center Investment Corp.: 2009 Tax Return

By Mr. Stewart – Supported by Mr. Best

WHEREAS, the Board is the sole shareholder of the corporation, and

WHEREAS, the Board has been requested to approve the execution of: 1) the 2009 U.S. Corporation Income Tax Return dated May 20, 2010, and 2) the 2009 City of Detroit Income Tax Corporation Return dated May 20, 2010 by an officer of the corporation, and

WHEREAS, the execution of said documents has been recommended by the Board's special legal counsel, F. Logan Davidson, P.C. and

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

RESOLVED, that said documents be executed by the appropriate corporate officers on behalf of the corporation.

Yeas – Trustees Bandemer, Best, Johnson, Jones, Neary,  
Stewart and Vice Chairman Moore - 7

Nays – None

PFRS One Detroit Center LLC; 2009 Tax Returns

By Mr. Stewart – Supported by Mr. Best

WHEREAS, the Police and Fire Retirement System is the sole shareholder of the PFRS One Detroit Center Investment Corp. (the “Corporation”), and

WHEREAS, the Police and Fire Retirement System and the Corporation are the sole members of PFRS One Detroit Center, LLC (the “Company”), and

WHEREAS, the Board has been requested to approve the execution of: 1) the 2009 U.S. Return of Partnership Income dated May 20, 2010, and 2) 2009 City of Detroit Income Tax Partnership Return, dated May 20, 2010, by a manager on behalf of the Company, and

WHEREAS, the execution of said documents has been recommended by the Board’s special legal counsel, F. Logan Davidson, P.C., and

WHEREAS, the execution of said documents has been reviewed and approved as to form by the Board’s legal counsel and the execution of said documents is consistent with prior action of the Board, therefore be it

RESOLVED, that said documents be executed by a manager on behalf of the Company.

Yeas – Trustees Bandemer, Best, Johnson, Jones, Neary,  
Stewart and Vice Chairman Moore - 7

Nays – None

PF Colonnades West Corporation: 2009 Tax Return

By Mr. Stewart – Supported by Mr. Best

Whereas, the Board is the sole shareholder of the corporation,  
and

Whereas, the Board has been requested to approve the  
execution of the 2009 U.S. Return of Organization Exempt from  
Income Tax dated May 20, 2010 by an officer of the  
corporation, and

Whereas, the execution of said document has been  
recommended by the Board's special legal counsel, F. Logan  
Davidson, P.C., and

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, therefore be it

Resolved, that said document be executed by the  
appropriate corporate officers on behalf of the corporation.

Yeas – Trustees Bandemer, Best, Johnson, Jones, Neary,  
Stewart and Vice Chairman Moore - 7

Nays – None

Colonnades West Holding Corp: 2009 U.S. Corporation Income  
Tax Return

By Mr. Stewart – Supported by Mr. Best

Whereas, the Board is the sole shareholder of the corporation,  
and

Whereas, the Board has been requested to approve the  
execution of the 2009 U.S. Corporation Income Tax Return  
dated May 20, 2010 by an officer of the corporation, and

Whereas, the execution of said document has been  
recommended by the Board's special legal counsel, F. Logan  
Davidson, P.C., and

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, therefore be it

Resolved, that said document be executed by the  
appropriate corporate officers on behalf of the corporation.

Yeas – Trustees Bandemer, Best, Johnson, Jones, Neary,  
Stewart and Vice Chairman Moore - 7

Nays – None

PFRS 3151 Behrend Drive Corp.: 2009 Tax Return

By Mr. Stewart – Supported by Mr. Best

Whereas, the Board is the sole shareholder of the corporation,  
and

Whereas, the Board has been requested to approve the execution of 1) the 2009 U.S. Return of Organization Exempt from Income Tax dated May 20, 2010, and 2) the Arizona Exempt Organization Annual Information Return dated May 20, 2010 by an officer of the corporation, and

Whereas, the execution of said documents has been recommended by the Board's special legal counsel, F. Logan Davidson, P.C., and

Whereas, the execution of said documents has been reviewed and approved as to form by the Board's legal counsel and the execution of said documents is consistent with prior action of the Board, therefore be it

Resolved, that said documents be executed by the appropriate corporate officers on behalf of the corporation.

Yeas – Trustees Bandemer, Best, Johnson, Jones, Neary,  
Stewart and Vice Chairman Moore - 7

Nays – None

PFRS 3202 Behrend Drive Corp.: 2009 Tax Return

By Mr. Stewart – Supported by Mr. Best

Whereas, the Board is the sole shareholder of the corporation,  
and

Whereas, the Board has been requested to approve the execution of 1) the 2009 U.S. Return of Organization Exempt from Income Tax dated May 20, 2010, and 2) the Arizona Exempt Organization Annual Information Return dated May 20, 2010 by an officer of the corporation, and

Whereas, the execution of said documents has been recommended by the Board's special legal counsel, F. Logan Davidson, P.C., and

Whereas, the execution of said documents has been reviewed and approved as to form by the Board's legal counsel and the execution of said documents is consistent with prior action of the Board, therefore be it

Resolved, that said documents be executed by the appropriate corporate officers on behalf of the corporation.

Yeas – Trustees Bandemer, Best, Johnson, Jones, Neary,  
Stewart and Vice Chairman Moore - 7

Nays – None

CAPITAL CALLS

BY MR. BANDEMER – SUPPORTED BY MR. NEARY

Whereas, The Board has been presented with the capital calls which are referenced at the end of these proceedings, and

Whereas, The Board has been requested to approve funding of said capital calls, 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:

Yeas – Trustees Bandemer, Best, Johnson, Jones, Neary, Stewart and Vice Chairman Moore - 7

Nays – None

FEES AND EXPENSES

BY MR. BANDEMER – SUPPORTED BY MR. BEST

WHEREAS, THE BOARD HAS BEEN PRESENTED WITH THE FEES AND EXPENSES WHICH ARE REFERENCED AT THE END OF THESE PROCEEDINGS 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 FEES AND EXPENSES:

FEES AND EXPENSES - CONTINUED

Yeas – Trustees Bandemer, Best, Johnson, Jones, Neary,  
Stewart and Vice Chairman Moore - 7

Nays – None

GATEWAY

VICE CHAIRMAN MOORE DIRECTED THAT A COMMUNICATION BE FORWARDED TO BERNIE SCHROTT AND VINCE BENNETT INFORMING THEM THAT THE BOARD PRESENTLY HAS NO ROOM IN THEIR ASSET ALLOCATION FOR GATEWAY'S PROPOSAL (SHOPPES AT DETROIT GATEWAY PARK-DETROIT GATEWAY PARK OUTLET MALL, LLC).

PUBLIC FORUM

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

ADJOURNMENT

THERE BEING NO FURTHER BUSINESS BEFORE THE BOARD, VICE CHAIRMAN MOORE ADJOURNED THE MEETING AT **4:12 P.M.** UNTIL THURSDAY, **JUNE 3, 2010** AT 9:00 A.M., IN ROOM 910 OF THE COLEMAN A. YOUNG MUNICIPAL CENTER, DETROIT, MICHIGAN 48226.

RESPECTFULLY SUBMITTED,

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CYNTHIA A. THOMAS  
ASSISTANT EXECUTIVE SECRETARY