

MEETING NUMBER 3781

JOURNAL OF PROCEEDINGS OF THE BOARD OF TRUSTEES OF THE
GENERAL RETIREMENT SYSTEM OF THE CITY OF DETROIT



PROCEEDINGS HELD WEDNESDAY, FEBRUARY 11, 2009
9:00 A.M.

IN THE CONFERENCE ROOM OF THE RETIREMENT SYSTEMS
910 COLEMAN A. YOUNG MUNICIPAL CENTER
DETROIT, MICHIGAN 48226



PRESENT

Wendell Anthony	Trustee
David Clark	Trustee
Sheila Cockrel	Ex-Officio Trustee & Council Member
Cedric Cook	Trustee
Gerald Fischer	Trustee & Vice-Chairperson
Susan Glaser	Trustee
Ronald Gracia	Trustee
Sheila Kneeshaw	Trustee & Chairperson
Stephanie Milledge	Ex-Officio Trustee
Timothy Ngare	Ex-Officio Trustee & Treasurer
Walter Stampor	Executive Secretary
Ronald Zajac	Legal Counsel
Richard Huddleston	Investment Analyst
Rita Coats	Recording Secretary (GRS)
Janet Lenear	Recording Secretary (PFRS)

EXCUSED

Myron T. Terrell	Assistant Executive Secretary
Pamela S. Edwards	Recording Secretary

ABSENT

None

CHAIRPERSON

Sheila W. Kneeshaw

ROLL CALL WAS TAKEN AT 9:30 A.M. AND CHAIRPERSON S. KNEESHAW CALLED THE MEETING TO ORDER.

SERVICE RETIREMENTS

BY MS. GLASER – SUPPORTED BY MR. FISCHER

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

YEAS – TRUSTEES COCKREL, COOK, FISCHER, GLASER, MILLEDGE AND CHAIRPERSON S. KNEESHAW – 6

NAYS – NONE

TRUSTEE **CLARK** ENTERED THE MEETING.

SERVICE RETIREMENTS

NAME, TITLE, DEPARTMENT	Subhash C. Beri – Sr. Assoc. Civil Engineer Design - Water & Sewerage
SERVICE CREDIT	30-05
EFFECTIVE DATE	12-29-08

NAME, TITLE, DEPARTMENT	Sheila Garrison – Head Sewage Plant Operator – Water & Sewerage
SERVICE CREDIT	30-10
EFFECTIVE DATE	01-03-09

NAME, TITLE, DEPARTMENT	John W. Hall, Jr. – TEO – Transportation
SERVICE CREDIT	12-0
EFFECTIVE DATE	12-23-08

NAME, TITLE, DEPARTMENT	Martin B. Zapinski – Asst. Head Sewage Plant Operator – Water & Sewerage
SERVICE CREDIT	30-0
EFFECTIVE DATE	01-03-09

EARLY RETIREMENTS

BY MR. FISCHER – SUPPORTED BY MS. GLASER

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

YEAS – TRUSTEES CLARK, COCKREL, COOK, FISCHER, GLASER, MILLEDGE AND CHAIRPERSON S. KNEESHAW – 7

NAYS – NONE

EARLY RETIREMENT

NAME, TITLE, DEPARTMENT	Odell Johnson, Jr. – Asst. Head Sewage Plant Operator – Water & Sewerage
SERVICE CREDIT	27-05
EFFECTIVE DATE	01-06-09

VESTED RETIREMENTS

BY MS. GLASER – SUPPORTED BY MS. MILLEDGE

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

YEAS – TRUSTEES CLARK, COCKREL, COOK, FISCHER, GLASER, MILLEDGE AND CHAIRPERSON S. KNEESHAW – 7

NAYS – NONE

VESTED RETIREMENTS

NAME, TITLE, DEPARTMENT	Rozier Dawley – Security Specialist - Water & Sewerage
SERVICE CREDIT	14-04
EFFECTIVE DATE	10-01-08

NAME, TITLE, DEPARTMENT	Freddie Robinson – Coach Service Attendant - Transportation
SERVICE CREDIT	15-09
EFFECTIVE DATE	07-01-05

COMPUTATION CHANGES

BY MS. GLASER – SUPPORTED BY MS. MILLEDGE

RESOLVED, THAT THE CHANGE OF COMPUTATION FROM DUTY DISABILITY RETIREMENT TO SERVICE RETIREMENT WHICH ARE DESIGNATED BELOW BE APPROVED:

YEAS – TRUSTEES CLARK, COCKREL, COOK, FISCHER, GLASER, MILLEDGE AND CHAIRPERSON S. KNEESHAW – 7

NAYS – NONE

**CHANGE OF COMPUTATION FROM
DUTY DISABILITY TO SERVICE RETIREMENT**

NAME, TITLE, DEPARTMENT	James Rhome – Pitometer Technician - Water & Sewerage
SERVICE CREDIT	13-06
EFFECTIVE DATE	01-10-09

CONFIRMATIONS (RECEIPTS AND DISBURSEMENTS)

BY MR. FISCHER – SUPPORTED BY MR. CLARK

RESOLVED, THAT THE RECEIPTS AND DISBURSEMENTS WHICH ARE REFERENCED ON PAGE 6 BE CONFIRMED:

YEAS – TRUSTEES CLARK, COCKREL, COOK, FISCHER, GLASER, MILLEDGE AND CHAIRPERSON S. KNEESHAW – 7

NAYS – NONE

ORLEANS CAPITAL MANAGEMENT

CHAIRPERSON KNEESHAW DIRECTED THAT ORLEANS CAPITAL REPRESENTATIVES BE SCHEDULED TO APPEAR BEFORE THE BOARD IF THEY HAVEN'T ALREADY BEEN SCHEDULED.

REFUNDS OF ACCUMULATED CONTRIBUTIONS

BY MS. GLASER – SUPPORTED BY MS. COCKREL

REFUNDS OF ACCUMULATED CONTRIBUTIONS

RESOLVED, THAT THE CONTRIBUTIONS TO THE ANNUITY SAVINGS FUND BY MEMBERS OF THE **GENERAL RETIREMENT SYSTEM** OF THE CITY OF DETROIT, AS SET FORTH ON LIST #6895, IN THE AMOUNT OF \$1,407,453.08, INCLUDING INTEREST, BE REFUNDED PENDING AUDIT BY RETIREMENT SYSTEM ACCOUNTING STAFF:

YEAS – TRUSTEES CLARK, COCKREL, COOK, FISCHER, GLASER, MILLEDGE AND CHAIRPERSON S. KNEESHAW – 7

NAYS – NONE

MINUTES OF JANUARY 14, 2009 - #3777

BY MR. FISCHER – SUPPORTED BY MS. COCKREL

RESOLVED, THAT THE MINUTES OF THE MEETING HELD WEDNESDAY, JANUARY 14, 2009 BE APPROVED AS RECORDED AND SUBMITTED BY THE BOARD'S RECORDING SECRETARY:

YEAS – TRUSTEES CLARK, COCKREL, COOK, FISCHER, GLASER, MILLEDGE AND CHAIRPERSON S. KNEESHAW – 7

NAYS – NONE

TRUSTEE **NGARE** ENTERED THE MEETING.

CAPITAL CALLS AND EXPENSES (BILLS)

BY MS. GLASER – SUPPORTED BY MR. CLARK

RESOLVED, THAT THE CAPITAL CALLS AND EXPENSES (BILLS) WHICH ARE REFERENCED AT THE END OF THESE PROCEEDINGS BE APPROVED:

YEAS – TRUSTEES CLARK, COCKREL, COOK, FISCHER, GLASER, MILLEDGE NGARE AND CHAIRPERSON S. KNEESHAW – 8

NAYS – NONE

CONFIRMATIONS

THE GENERAL RETIREMENT SYSTEM OF THE CITY OF DETROIT			
LIST OF RECEIPTS & DISBURSEMENTS			
FOR THE PERIOD 02/02/09 THRU 02/06/09			
REMITTOR / PAYEE NAME	WIRE DATE	DESCRIPTION	AMOUNT
RECEIPTS			
MFH 9.5% Trust Preferred Securities (MMA)	02/03/09	Distribution- 4th Quarter 2008	285,000.00
Real Times, Inc.	02/03/09	Remittance- 01/09	82,145.83
Behringer Harvard REIT, Inc.	02/04/09	Distribution- 02/09	58,417.69
The City of Detroit	02/04/09	Voided Check Reimbursement	1,000.00
JP Morgan Chase Bank	02/05/09	Transfer from JP Morgan to Bank of New York Mellon	93,772.86
The City of Detroit	02/06/09	Weekly Annuity Contribution	325,622.18
TOTAL RECEIPTS			\$ 1,145,968.56
DISBURSEMENTS			
Mesirow Financial Investment Management, Inc.	02/02/09	Fees (Currencies)- 4th Quarter 2008	(196,875.00)
First Independence National Bank	02/02/09	Pension Payroll (Checks)- 01/09	(2,654,062.57)
First Independence National Bank	02/03/09	Annuity Refunds- List #6893	(2,155,756.84)
The City of Detroit	02/03/09	Checkwrite	(2,897.80)
The Sheffield (MMA)	02/03/09	Remittance Refund- 10/08	(15,892.50)
NEPC	02/04/09	Fees (DB)- 4th Quarter 2008	(43,750.00)
NEPC	02/04/09	Fees (DC Plan)- 4th Quarter 2008	(10,071.29)
Oracle Capital Partners, LLC	02/04/09	Draw #12	(100,000.00)
ADP, Inc.	02/06/09	Fees	(84.91)
Dr. O'Neal	02/06/09	Fees	(2,160.00)
Petty Cash	02/06/09	Replenishment	(794.70)
Syndicated Communications Venture Partners V, LP	02/06/09	Draw #25	(214,441.00)
TOTAL DISBURSEMENTS			\$ (8,050,708.91)

NON-DUTY DISABILITY RETIREMENT APPLICATION
OF ROSEMARY WATTS (PENSION NUMBER 222700)

BY MR. FISCHER – SUPPORTED BY MS. GLASER

WHEREAS, ON NOVEMBER 26, 2008, THE BOARD OF TRUSTEES DENIED **ROSEMARY WATTS'** APPLICATION FOR DUTY DISABILITY RETIREMENT BASED UPON ITS MEDICAL DIRECTOR'S RECOMMENDATION THAT SHE IS DISABLED BUT THAT HER DISABILITY IS NOT DUTY-CONNECTED AND INFORMED HER OF HER RIGHT TO APPLY FOR NON-DUTY DISABILITY RETIREMENT, AND

WHEREAS, MS. WATTS COMPLETED AND PROVIDED THE RETIREMENT SYSTEM WITH A NON-DUTY DISABILITY RETIREMENT APPLICATION, THEREFORE BE IT

RESOLVED, THAT MS. WATTS' APPLICATION FOR NON-DUTY DISABILITY RETIREMENT BE HEREBY APPROVED, EFFECTIVE JANUARY 31, 2009:

YEAS – TRUSTEES CLARK, COCKREL, COOK, FISCHER, GLASER, MILLEDGE, NGARE AND CHAIRPERSON S. KNEESHAW – 8

NAYS – NONE

MMA

MMA PROVIDED THE BOARD WITH A FEBRUARY 9, 2009 COMMUNICATION WHEREIN MMA REQUESTS THAT THE BOARD APPROVE **RUSTY ROSANOVA** AS **THOMAS CORNETT'S** "KEY PERSON" REPLACEMENT AS FOR MMA'S B-NOTE FUND, L.P. CHAIRPERSON KNEESHAW DIRECTED THAT MMA'S REQUEST BE HELD UNTIL FEBRUARY 18, 2009.

THE TOWNSEND GROUP

CHAIRPERSON KNEESHAW DIRECTED THAT THE TOWNSEND GROUP BE REQUESTED TO APPEAR BEFORE THE BOARD ON FEBRUARY 18, 2009 AT 12:15 P.M. TO DISCUSS WHETHER INVESTMENT POSITIONS COULD BE REDUCED IN AN EFFORT TO BRING THE SYSTEM'S PORTFOLIO INTO BALANCE AND FACILITATE GREATER COMPLIANCE WITH P.A. 314.

INTERCONTINENTAL CAPITAL MANAGEMENT, LLC

CHAIRPERSON KNEESHAW DIRECTED THAT A COMMUNICATION BE SENT TO **PETER PALANDJIAN** INFORMING HIM THAT THOUGH APPRECIATIVE OF HIS INTEREST, THE BOARD HOLDS NO PRESENT INTEREST IN INTERCONTINENTAL'S FUND OF HEDGE FUND AND REAL ESTATE PROPOSALS.

PETER PALANDJIAN
INTERCONTINENTAL CAPITAL MANAGEMENT, LLC
1270 SOLDIERS FIELD ROAD
BOSTON, MASSACHUSETTS 02135-1003

STEWART REAL ESTATE/MUNROS CAPITAL

BY MS. GLASER – SUPPORTED BY MR. FISCHER

RESOLVED, THAT STEWART REAL ESTATE'S/MUNROS CAPITAL'S EUROPEAN SMALL-CAP AND MICRO-CAP INVESTMENT PROPOSALS BE FORWARDED TO NEW ENGLAND PENSION CONSULTANTS FOR REVIEW AND RECOMMENDATION:

YEAS – TRUSTEES CLARK, COCKREL, COOK, FISCHER, GLASER, MILLEDGE, NGARE AND CHAIRPERSON S. KNEESHAW – 8

NAYS – NONE

LEGAL COUNSEL'S REPORTS

LEGAL COUNSEL **RONALD ZAJAC** DISCUSSED VARIOUS MATTERS WITH THE BOARD, INCLUDING MEDTRONIC, DENNIS LINET'S CONTRACT, PFRS/GRS JEFFERSON AVENUE CORPORATION AND TRAVEL RECONCILIATION REGARDING FORMER TRUSTEES MONICA CONYERS AND JEFFREY BEASLEY.

MEDTRONIC, INC.

LEGAL COUNSEL PROVIDED THE BOARD WITH A COPY OF A FEBRUARY 4, 2009 COMMUNICATION FROM SPECIAL LEGAL COUNSEL KOHN, SWIFT & GRAF WHEREIN KOHN, SWIFT & GRAF WITHDREW ITS REQUEST THAT THE BOARD SEEK TO BE A CO-LEAD PLAINTIFF IN A SECURITIES CLASS ACTION AGAINST MEDTRONIC, INC.

TRUSTEE **GRACIA** ENTERED THE MEETING.

FORMER TRUSTEE MONICA CONYERS

LEGAL COUNSEL PROVIDED THE BOARD WITH A COPY OF A JANUARY 23, 2009 COMMUNICATION AND A JANUARY 27, 2009 COMMUNICATION FROM FORMER TRUSTEE MONICA CONYERS REGARDING TRAVEL RECONCILIATION.

FORMER TRUSTEE JEFFREY BEASLEY

LEGAL COUNSEL PROVIDED THE BOARD WITH A COPY OF A FEBRUARY 4, 2009 COMMUNICATION FROM EXECUTIVE SECRETARY WALTER STAMPOR TO MR. BEASLEY REGARDING TRAVEL RECONCILIATION.

RECONCILIATION OF EDUCATIONAL/BUSINESS FUNCTIONS
TRAVEL POLICY – JEFFREY BEASLEY

BY MR. GRACIA – SUPPORTED BY MS. COCKREL

WHEREAS, it has come to the Board's attention that former Trustee **Jeffrey Beasley** has not reconciled his travel regarding Retirement System matters within the 45/65 day policy of the Retirement System, and

WHEREAS, the files indicate a balance owing by Mr. Beasley in the amount of **\$1,170.22** because the amount was advanced and Mr. Beasley did not attend this conference/travel to the conference site, and

WHEREAS, the Board of Trustees has a fiduciary responsibility to collect all amounts due the Retirement System and must take appropriate action to collect all amounts due, and

WHEREAS, the Board notes that each Trustee has been provided with copies of the educational/business/travel policy and is expected to understand and follow the same, and

WHEREAS, a letter was sent to Mr. Beasley by the Board's Executive Secretary, and

WHEREAS, the Board notes the period of time which has passed beyond the reconciliation 45/65 day period and expects full payment from Mr. Beasley within two weeks from receipt of a copy of this resolution, and

RECONCILIATION OF EDUCATIONAL/BUSINESS FUNCTIONS
TRAVEL POLICY – JEFFREY BEASLEY

WHEREAS, the Board's Executive Secretary has forwarded a letter dated February 4, 2009 to Mr. Beasley on behalf of the Board of Trustees requesting full payment within two weeks of receipt of said letter, Therefore be it

RESOLVED, that in the event this matter is not resolved, the Board take further action, and be it further

RESOLVED, that a copy of this resolution be forwarded to Mr. Beasley:

YEAS – TRUSTEES CLARK, COCKREL, COOK, FISCHER, GLASER, GRACIA, MILLEDGE, NGARE AND CHAIRPERSON S. KNEESHAW – 9

NAYS – NONE

EVEREST ENERGY

VINCE BRENNAN DISCUSSED THE PROPOSED SALE OF INTEREST IN RIMROCK PIPELINE.

TRUSTEE **ANTHONY** ENTERED THE MEETING DURING EVEREST'S DISCUSSION.

TRUSTEE **ANTHONY** EXCUSED HIMSELF.

CHAIRPERSON KNEESHAW RECESSED THE MEETING AT 12:50 P.M. SO THAT THE MEETING OF THE EMPLOYEES' BENEFIT PLAN COULD BE CALLED TO ORDER.

CHAIRPERSON KNEESHAW RE-CONVENED THE MEETING AT 12:18 P.M.

MILESTONE

MARTY WEST AND TWO ASSOCIATES DISCUSSED PFRS/GRS JEFFERSON AVENUE CORPORATION.

RESPONSE TO FOIA REQUEST FROM THE DETROIT NEWS DATED JANUARY 23, 2009

EACH MEMBER OF THE BOARD AND EXECUTIVE SECRETARY STAFF WAS PROVIDED WITH A COPY OF LEGAL COUNSEL'S RESPONSE DATED

RESPONSE TO FOIA REQUEST FROM THE DETROIT NEWS DATED JANUARY 23, 2009

FEBRUARY 4, 2009 TO THE FOIA REQUEST FROM DAVID JOSAR OF THE DETROIT NEWS DATED JANUARY 23, 2009.

RESPONSE TO FOIA REQUEST FROM THE DETROIT FREE PRESS DATED JANUARY 23, 2009

EACH MEMBER OF THE BOARD AND EXECUTIVE SECRETARY STAFF WAS PROVIDED WITH A COPY OF LEGAL COUNSEL'S RESPONSE DATED FEBRUARY 4, 2009 TO THE FOIA REQUEST FROM JENNIFER DIXON OF THE DETROIT FREE PRESS DATED JANUARY 23, 2009.

RESPONSE TO FOIA REQUEST FROM THE DETROIT FREE PRESS DATED FEBRUARY 4, 2009

EACH MEMBER OF THE BOARD AND EXECUTIVE SECRETARY STAFF WAS PROVIDED WITH A COPY OF LEGAL COUNSEL'S RESPONSE DATED FEBRUARY 4, 2009 TO THE FOIA REQUEST FROM JENNIFER DIXON OF THE DETROIT FREE PRESS DATED JANUARY 28, 2009.

WITHDRAWAL OF DETROIT FREE PRESS (DIXON) FOIA REQUEST DATED JANUARY 23, 2009

EACH MEMBER OF THE BOARD AND EXECUTIVE SECRETARY STAFF WAS PROVIDED WITH A COPY OF AN E-MAIL FROM JENNIFER DIXON OF THE DETROIT FREE PRESS DATED FEBRUARY 4, 2009 WHICH INDICATES WITHDRAWAL OF THE FOIA REQUEST DATED JANUARY 23, 2009 AND FURTHER INDICATES THAT THE RETIREMENT SYSTEM HAS PROVIDED THE REQUESTED DOCUMENTS.

LEGAL COUNSEL DISCUSSED THE INDEPENDENT CONTRACTS OF DENNIS LINET AND ANITA LINET.

DENNIS LINET (INDEPENDENT CONTRACTOR)

BY MR. GRACIA – SUPPORTED BY MR. CLARK

WHEREAS, the General Retirement System of the City of Detroit (the "Retirement System"), along with Police and Fire Retirement System of the City of Detroit (the PFRS") (collectively the Retirement System and PFRS shall be hereinafter referred to as, the "Retirement Systems") have previously engaged

DENNIS LINET (INDEPENDENT CONTRACTOR)

the services of Dennis Linet, as an independent contractor (Contractor), to provide information technology services to the Retirement Systems, and

WHEREAS, the Board of Trustees of the Retirement System, along with the PFRS Board of Trustees, desires to continue the engagement of Contractor, subject to certain terms and conditions, and

WHEREAS, Joseph Turner of Clark Hill PLC (the Board’s Special Legal Counsel) has drafted an Independent Contractor Agreement (the Agreement) consistent with prior action of the Board, and such agreement has been signed by Linet Consulting Services, Inc. (the “Company”) to provide the services of Contractor, and

WHEREAS, Special Legal Counsel, along with the Board’s General Counsel, recommends the Board sign the Agreement, and

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

RESOLVED, that said Agreement be executed by two authorized signatories on behalf of the Board, consistent with the Board’s policy, and be it further

RESOLVED, that a fully executed original of the Agreement be distributed to each party of such agreement, including the Retirement System, and such agreement be maintained in the Retirement System records, and be it further

RESOLVED, that a copy of this resolution be forwarded to the Company and the Board’s Special Legal Counsel:

DENNIS LINET
LINET CONSULTING SERVICES, INC.
3786 QUARTON ROAD
BLOOMFIELD HILLS, MICHIGAN 48302-4037

YEAS – TRUSTEES CLARK, COOK, FISCHER, GLASER, GRACIA, MILLEDGE,
NGARE AND CHAIRPERSON S. KNEESHAW – 8

NAYS – TRUSTEE COCKREL – 1

ANITA LINET (INDEPENDENT CONTRACTOR)

BY MR. GRACIA – SUPPORTED BY MR. CLARK

ANITA LINET (INDEPENDENT CONTRACTOR)

WHEREAS, the General Retirement System of the City of Detroit (the “Retirement System”), along with Police and Fire Retirement System of the City of Detroit (the PFRS”) (collectively the Retirement System and PFRS shall be hereinafter referred to as, the “Retirement Systems”) have previously engaged the services of Dennis Linet, as an independent contractor (Contractor), to provide information technology services to the Retirement Systems, and

WHEREAS, the Board of Trustees of the Retirement System, along with the PFRS Board of Trustees, desires to continue the engagement of Contractor, subject to certain terms and conditions, and

WHEREAS, Joseph Turner of Clark Hill PLC (the Board’s Special Legal Counsel) has drafted an Independent Contractor Agreement (the Agreement) consistent with prior action of the Board, and such agreement has been signed by Linet Consulting Services, Inc. (the “Company”) to provide the services of Contractor, and

WHEREAS, Special Legal Counsel, along with the Board’s General Counsel, recommends the Board sign the Agreement, and

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

RESOLVED, that said Agreement be executed by two authorized signatories on behalf of the Board, consistent with the Board’s policy, and be it further

RESOLVED, that a fully executed original of the Agreement be distributed to each party of such agreement, including the Retirement System, and such agreement be maintained in the Retirement System records, and be it further

RESOLVED, that a copy of this resolution be forwarded to the Company and the Board’s Special Legal Counsel:

ANITA LINET
LINET CONSULTING SERVICES, INC.
3786 QUARTON ROAD
BLOOMFIELD HILLS, MICHIGAN 48302-4037

YEAS – TRUSTEES CLARK, COOK, FISCHER, GLASER, GRACIA, MILLEDGE,
NGARE AND CHAIRPERSON S. KNEESHAW – 8

NAYS – TRUSTEE COCKREL – 1

REQUEST OF LOU HATTY FOR BOARD TO REJECT
THE RESULTS OF TRUSTEE ELECTION

BY MR. GRACIA – SUPPORTED BY MS. COCKREL

WHEREAS, the Board of Trustees is in receipt of a request dated January 27, 2009, from Lou Hatty (candidate with Cedric E. Cook in general election) requesting the Board of Trustees to reject the results of the general election (which results in more votes for Mr. Cook than Mr. Hatty.

WHEREAS, the Board notes the importance of the trustees' elections and notes the importance of Trustees being seated and the fiduciary responsibility of all Trustees, and

WHEREAS, the Board of Trustees has discussed this matter, and

WHEREAS, the Board does not deem it appropriate to grant Mr. Hatty's request to reject the results of the election submitted by the American Arbitration Association (AAA), and

RESOLVED, that the request of Mr. Hatty is denied for the reasons stated above, and

RESOLVED, that copies of this resolution be forwarded to Mr. Lou Hatty and Mr. Cedric E. Cook:

YEAS – TRUSTEES CLARK, COCKREL, COOK, FISCHER, GLASER, GRACIA, MILLEDGE, NGARE AND CHAIRPERSON S. KNEESHAW – 9

NAYS – NONE

EVEREST ENERGY

BY MR. GRACIA – SUPPORTED BY MS. MILLEDGE

WHEREAS, the Board has provided a \$9.5 million loan to Everest Energy pursuant to which the board has a first security interest in all of the assets of Everest Energy, and

WHEREAS, the loan is currently in default, and

WHEREAS, the board has received an update from Everest Energy with regard to the current status of Everest, and

WHEREAS, the Board has discussed this matter with general counsel on this date, therefore be it

RESOLVED, that general counsel be instructed to send instructions to Everest to remit all available funds to pay the accrued but unpaid interest on the \$9.5 million loan, and be it further

RESOLVED, that a copy of this resolution be forwarded to Everest Energy, attention: Vince Brennan, and the Accounting Division of the Retirement Systems:

Vince Brennan
Everest Energy
30078 Schoenherr
Suite 150
Warren, Michigan 48088

YEAS – TRUSTEES CLARK, COCKREL, COOK, FISCHER, GLASER, GRACIA, MILLEDGE, NGARE AND CHAIRPERSON S. KNEESHAW – 9

NAYS – NONE

EVEREST ENERGY

BY MR. FISCHER – SUPPORTED BY MS. GLASER

WHEREAS, VINCE BRENNAN FROM EVEREST ENERGY MADE A PRESENTATION TO THE BOARD THIS DATE AND REQUESTED THE BOARD TO APPROVE THE SALE OF **55.5%** OF THE RIMROCK PIPELINE, AND

WHEREAS, THE BOARD IS WILLING TO APPROVE THE SALE OF 55.5% OF THE PIPELINE FOR CASH WITH THE PROVISIO THAT ALL PROCEEDS OF THE SALE WILL BE USED TO PAY TOWARD THE GENERAL RETIREMENT SYSTEM (“GRS”) SECURED AND PRIORITY \$9.5 MILLION DOLLAR NOTE HELD BY THE GENERAL RETIREMENT SYSTEM, THEREFORE BE IT

RESOLVED, THAT SUBJECT TO ALL PROCEEDS OF THE SALE AND EXISTING AND FUTURE CASH FLOW BEING PAID TO THE GENERAL RETIREMENT SYSTEM REGARDING THE \$9.5 MILLION NOTE HELD BY THE GENERAL RETIREMENT SYSTEM UNTIL PRINCIPAL AND INTEREST ARE PAID IN FULL, THE BOARD APPROVES THE SALE OF 55.5% OF THE RIMROCK PIPELINE FOR CASH, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO EVEREST ENERGY, ATTENTION VINCE BRENNAN, AND THE ACCOUNTING DIVISION OF THE RETIREMENT SYSTEMS:

Vince Brennan
Everest Energy
30078 Schoenherr
Suite 150
Warren, Michigan 48088

YEAS – TRUSTEES CLARK, COCKREL, COOK, FISCHER, GLASER, GRACIA, MILLEDGE, NGARE AND CHAIRPERSON S. KNEESHAW – 9

NAYS – NONE

HSBC HALBIS HIGH YIELD ACCOUNT

BY MR. GRACIA – SUPPORTED BY MS. COCKREL

WHEREAS, HSBC Halbis currently manages a high yield bond account for the benefit of the Retirement System, and

WHEREAS, the Board is in receipt of a written communication from HSBC Halbis that certain information with respect to the management of the high yield account be released to a third party, and

WHEREAS, the Board has granted similar requests in the past, and

WHEREAS, the Board has discussed this matter with general counsel and staff on this date, therefore be it

RESOLVED, that the request of HSBC Halbis be granted:

YEAS – TRUSTEES CLARK, COCKREL, COOK, FISCHER, GLASER, GRACIA, MILLEDGE, NGARE AND CHAIRPERSON S. KNEESHAW – 9

NAYS – NONE

CONFERENCES

BY MR. GRACIA – SUPPORTED BY MR. CLARK

Resolved, That the Board approve the attendance of all Trustees, the Executive Secretary, the Assistant Executive Secretary and General 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 and General Counsel to attend said conference(s):

UBS' Global Real Estate U.S. 2009 Client Conference – Ritz Carlton Hotel – Orlando, Florida – **April 4, 2009 – April 8, 2009**

AEW Fund Meetings – Four Seasons Hotel – Boston, Massachusetts – **April 7, 2009 – April 9, 2009**

CONFERENCES

Financial Research Associates' Stars & Stripes Conference – The Doral Golf Resort & Spa – Miami, Florida – **April 26, 2009 – April 28, 2009**

Prudential at Pinehurst's Real Estate Seminar & Client Conference – Pinehurst Resort & County Club – North Carolina – **May 12, 2009 – May 14, 2009**

NASP - 20th Annual Pension & Financial Services Conference/Managing and Protecting Assets – Westin Buckhead – Atlanta, Georgia – **June 10, 2009 – June 12, 2009**

YEAS – TRUSTEES CLARK, COCKREL, COOK, FISCHER, GLASER, GRACIA, MILLEDGE, NGARE AND CHAIRPERSON S. KNEESHAW – 9

NAYS – NONE

NORTH POINT ADVISORS

TRUSTEE GLASER INFORMED THE BOARD THAT SHE DISCUSSED HER SITE VISIT TO NORTH POINT'S OFFICES IN CALIFORNIA WITH THE BOARD ON DECEMBER 23, 2008 AND ASKED THAT SAME BE NOTED IN THE BOARD'S MINUTES OF DECEMBER 23, 2008.

ADJOURNMENT

THERE BEING NO FURTHER BUSINESS BEFORE THE BOARD, **CHAIRPERSON KNEESHAW** ADJOURNED THE MEETING AT **1:52 P.M.** UNTIL WEDNESDAY, **FEBRUARY 18, 2009**, AT 9:00 A.M. IN ROOM 910 OF THE COLEMAN A. YOUNG MUNICIPAL CENTER, DETROIT, MICHIGAN 48226.

RESPECTFULLY SUBMITTED,



WALTER STAMPOR
EXECUTIVE SECRETARY