

MEETING NO. 3671  
JOURNAL OF PROCEEDINGS  
BOARD OF TRUSTEES OF THE GENERAL RETIREMENT SYSTEM  
HELD WEDNESDAY, JANUARY 3, 2007  
9:00 A.M.

RETIREMENT SYSTEMS' CONFERENCE ROOM  
910 COLEMAN A. YOUNG MUNICIPAL CENTER  
DETROIT, MICHIGAN 48226

PRESENT

Wendell Anthony	Trustee
Jeffrey Beasley	Ex-Officio Trustee & Treasurer
David Clark	Trustee & Vice-Chairman
Monica Conyers	Ex-Officio Trustee & Councilwoman
Gerald Fischer	Trustee
Susan Glaser	Trustee & Chairperson
Ronald Gracia	Trustee
Sheila Kneeshaw	Trustee
Kathleen Leavey	Trustee
Dedan Milton	Ex-Officio Alternate Trustee
Walter Stampor	Executive Secretary
Myron T. Terrell	Assistant Executive Secretary
Ronald Zajac	Legal Counsel
Richard Huddleston	Investment Analyst
Terrie D. Lawrence	Recording Secretary

Chairperson Glaser called the General Retirement System Board of Trustees meeting to order at 9:56 a.m.

MAYFIELD GENTRY REALTY ADVISORS, INC.

Chauncey Mayfield & Associates of Mayfield Gentry Realty Advisors, Inc. appeared before the Board to discuss the 2006 Challenges and Accomplishments relative to the River Place Apartments, 2006 Budget Performance and the 2007 Proposed Operating Budget and Business Plan.

- *Trustee Gracia joined the meeting at 9:58 a.m. during the presentation.*
- *Trustee Conyers joined the meeting at 10:02 a.m. during the presentation.*
- *Trustee Anthony joined the meeting at 10:09 a.m. during the presentation.*
- *The Mayfield Gentry Realty Advisors, Inc. representatives were following their presentation to the Board.*

SERVICE RETIREMENTS

BY: TRUSTEE GRACIA – SUPPORTED BY: TRUSTEE LEAVEY

RESOLVED, that the following applications for Service Retirement be hereby Approved, as reflected below.

Yeas – Trustees Anthony, Beasley, Conyers, Fischer, Gracia, Kneeshaw, Leavey, Milton and Chairperson Glaser – 9

Nays – None

NAME, TITLE, DEPARTMENT	James C. Anderson – Sewage Plant Operator - Sewerage
SERVICE CREDIT	14-01
EFFECTIVE DATE	01-23-07
NAME, TITLE, DEPARTMENT	William Elom – Water Systems Worker - Water
SERVICE CREDIT	26-09
EFFECTIVE DATE	01-25-07
NAME, TITLE, DEPARTMENT	Patrick Kolar – Librarian III - Library
SERVICE CREDIT	25-07
EFFECTIVE DATE	01-05-07

SERVICE RETIREMENTS-cont.

NAME, TITLE, DEPARTMENT	William J. Radowick – Line Worker – Public Lighting
SERVICE CREDIT	24-06
EFFECTIVE DATE	11-21-06

EARLY RETIREMENTS

BY: TRUSTEE GRACIA – SUPPORTED BY: TRUSTEE LEAVEY

RESOLVED, that the following applications for Early Retirement be hereby APPROVED, as reflected below.

Yeas – Trustees Anthony, Beasley, Conyers, Fischer, Gracia, Kneeshaw, Leavey, Milton and Chairperson Glaser – 9

Nays – None

NAME, TITLE, DEPARTMENT	Bruce Callaway – Finish Carpenter - Youth
SERVICE CREDIT	29-01
EFFECTIVE DATE	12-07-06

NAME, TITLE, DEPARTMENT	Garland E. Gilmore – Senior Accountant - Transportation
SERVICE CREDIT	27-11
EFFECTIVE DATE	11-16-06

NAME, TITLE, DEPARTMENT	William Larkin – Trans District Supt. - Transportation
SERVICE CREDIT	31-0
EFFECTIVE DATE	01-24-07

VESTED RETIREMENTS

BY: TRUSTEE GRACIA – SUPPORTED BY: TRUSTEE LEAVEY

RESOLVED, that the following applications for Vested Retirement be hereby approved, as reflected below.

Yeas – Trustees Anthony, Beasley, Conyers, Fischer, Gracia, Kneeshaw, Leavey, Milton and Chairperson Glaser – 9

Nays – None

NAME, TITLE, DEPARTMENT	William Dice – Tree Artisan - Recreation
SERVICE CREDIT	21-04
EFFECTIVE DATE	08-01-94

NAME, TITLE, DEPARTMENT	Marvin L. Smith – Elevator Inspector – Building & Safety
SERVICE CREDIT	09-01
EFFECTIVE DATE	01-01-07

CHANGE OF COMPUTATION FROM  
DUTY DISABILITY TO SERVICE RETIREMENT

BY: TRUSTEE GRACIA – SUPPORTED BY: TRUSTEE LEAVEY

RESOLVED, that the following Change of Computation from Duty-Disability to Service Retirement be hereby APPROVED, as submitted and reflected below.

Yeas – Trustees Anthony, Beasley, Conyers, Fischer, Gracia, Kneeshaw, Leavey, Milton and Chairperson Glaser – 9

Nays – None

NAME, TITLE, DEPARTMENT	Tommy L. Carpenter – Coach Service Attendant - Transportation
SERVICE CREDIT	30-0
EFFECTIVE DATE	01-01-07

BILLING PAYMENT REQUESTS

BY: TRUSTEE GRACIA - SUPPORTED BY: TRUSTEE BEASLEY

WHEREAS, The Board of Trustees is in receipt of the following invoices requesting payment for services rendered, and

WHEREAS, The Board is satisfied that the services were provided to the Board as requested and required, therefore be it

RESOLVED, That subject to staff audit, the Board approves payment of said invoices as reflected below:

Yeas – Trustees Anthony, Beasley, Conyers, Fischer, Gracia, Kneeshaw, Leavey, Milton and Chairperson Glaser – 9

Nays – None

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

Bank of New York - December 12, 2006 - \$5,495.00 – Transaction Fees

Bank of New York - December 12, 2006 - \$47,440.81– Custodial Fees – 2<sup>nd</sup> Quarter 2006

Capri Capital Partners – December 31, 2006 - \$27,926.58 – Management Fees – 4<sup>th</sup> Quarter 2006

Gabriel, Roeder, Smith & Company – December 4, 2006 - \$225.00 – Contract Services

Gabriel, Roeder, Smith & Company – December 4, 2006 - \$225.00 – Contract Services

Gabriel, Roeder, Smith & Company – December 4, 2006 - \$225.00 – Contract Services

Gabriel, Roeder, Smith & Company – December 4, 2006 - \$225.00 – Contract Services

Gabriel, Roeder, Smith & Company – December 4, 2006 - \$450.00 – Contract Services

Gabriel, Roeder, Smith & Company – December 4, 2006 - \$450.00 – Contract Services

Gabriel, Roeder, Smith & Company – December 4, 2006 - \$450.00 – Contract Services

Gabriel, Roeder, Smith & Company – December 4, 2006 - \$450.00 – Contract Services

BILLING PAYMENT REQUESTS-cont.

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

Greenwich Street Capital Partners – December 22, 2006 - \$34,811.00 – Management Fees – 1<sup>st</sup> Quarter 2007

NEPC – December 31, 2006 - \$43,750.00 – Management Fees - 4<sup>th</sup> Quarter 2006

NEPC – December 31, 2006 - \$9,435.87 – DC Plan Management Fees - 4<sup>th</sup> Quarter 2006

Sommers, Schwartz, Silver & Schwartz – December 8, 2006 - \$183.13 – Contract Services

Westbrook Partners – December 27, 2006 - \$7,143.00 – Management Fees - 4<sup>th</sup> Quarter 2006

Douglas J. Davis – January 2, 2007 - \$5,464.20 – 11/27-12/31/06 Computer Consulting Services

Jason DeLuce – January 2, 2007 - \$4,800.00 – 11/27-12/31/06 Computer Consulting Services

Douglas Frederick – January 1, 2007 – \$6,209.28 – 11/27-12/31/06 Computer Consulting

Bridgett Hardy – January 2, 2007 - \$3,577.80 – 11/27-12/31/06 Computer Consulting Services

Harold Lamkin – January 2, 2007 - \$4,297.53 - 11/27-12/31/06 Computer Consulting Services

Frank Learned – January 2, 2007 - \$7,442.26 – 11/27-12/31/06 Computer Consulting Services

Anita Linet – January 2, 2007 - \$4,488.34 – 11/27-12/31/06 Computer Consulting Services

Dennis Linet – January 2, 2007 - \$9,707.10 - 11/27-12/31/06 Computer Consulting Services

Michael Powning – January 2, 2007 - \$9,249.96 – 11/27-12/31/06 Computer Consulting Services

Sanjay Prasad – December 31, 2006 - \$5,469.75 – 11/27-12/31/06 Computer Consulting

Ronald Reeves – December 29, 2006- \$3,930.00 – 11/27-12/31/06 Computer Consulting

Ray Tchou – December 31, 2006 - \$9,270.25 – 11/27-12/31/06 Computer Consulting Services

Ed Zarzycki – January 2, 2007 - \$3,529.50 – 11/27-12/31/06 Computer Consulting Services

FIRM OR INDIVIDUAL, DATE, TOTAL/GRS AMOUNT, SERVICE(S) PROVIDED

Government Finance Officers Association – December 1, 2006 - \$40.00/\$20.00 – Membership Dues – Walter Stampor

Pension Benefit Information – December 11, 2006 - \$945.00/\$472.50 – Audit Services

Re: Educational Technologies, Inc.

By: Trustee Leavey - Supported by: Trustee Gracia

WHEREAS, the Board of Trustees is in receipt of a (Attorney-Privileged) letter from special counsel, Sommers, Schwartz dated December 28, 2006, and

WHEREAS, the Board of Trustees has discussed this matter, therefore be it

RESOLVED, that special counsel institute litigation against Educational Technologies, Inc. and coordinate with Board's general counsel, and be it further

RESOLVED, that a copy of this resolution be forwarded to special counsel, Sommers, Schwartz, Attn: James J. Vlastic and Charles Farmer.

Yeas - Trustees Anthony, Beasley, Conyers, Fischer, Gracia, Kneeshaw, Leavey, Milton and Chairperson Glaser - 9

Nays – None

Re: The Authorized Signatory List

By: Trustee Gracia – Supported by: Trustee Beasley

RESOLVED, that two signatures be required on all documents issued on behalf of the Board of Trustees of the General Retirement System of the City of Detroit, and be it further

RESOLVED, that the following persons be designated and authorized to execute all documents in conjunction with the holdings, purchases, and investments of the Retirement Systems, as well as proceeds of said investments and any monies belonging to the Retirement Systems, in accordance with the provisions of Title IX, Chapter VI, Article VIII of the 1918 City of Detroit Charter and continued in effect by Article II, Section 102 of the January 1, 1997 City of Detroit Charter and further be designated and authorized to sign all papers, documents and vouchers in accordance with the aforesaid provisions:

Re: The Authorized Signatory List-cont.

(A). Any one of the following:

- Walter Stampor, Executive Secretary
- Myron T. Terrell, Assistant Executive Secretary
- Cynthia Thomas, Assistant Executive Secretary
- Deborah Wilkerson, Manager I
- David Cetlinski, Manager I; and

(B). Any one of the following Trustees:

- Kwame M. Kilpatrick, Honorable Mayor
- Rev. Wendell Anthony
- Jeffrey Beasley
- David C. Clark
- Monica Conyers
- Gerald Fischer
- Susan R. Glaser
- Ronald Gracia
- Sheila Wade Kneeshaw
- Kathleen Leavey, or

(C). Any two of the Trustees listed in (B) above.

Yeas – Trustees Anthony, Beasley, Conyers, Fischer, Gracia, Kneeshaw,  
Leavey, Milton and Chairperson Glaser – 9

Nays – None

CONFERENCES

Re: Institutional Real Estate – Visions Insights & Perspectives

By: Trustee Kneeshaw – Supported By: Trustee Gracia

RESOLVED, that the Board APPROVE the attendance of all Trustees, Executive Secretary, Assistant Executive Secretary and Legal Counsel at the Institutional Real Estate – Visions Insights & Perspectives – FEBRUARY 5-7 2007 – Phoenix, AZ, and be it further

RESOLVED, that the Board APPROVE expenditures for the foregoing attendees at said conference.

Yeas – Trustees Anthony, Beasley, Conyers, Fischer, Gracia, Kneeshaw,  
Leavey, Milton and Chairperson Glaser – 9

Nays – None

Re: Stanford Directors' Forum

By: Trustee Kneeshaw – Supported By: Trustee Milton

RESOLVED, that the Board APPROVE the attendance of all Trustees, Executive Secretary, Assistant Executive Secretary and Legal Counsel at the Stanford Directors' Forum – FEBRUARY 27 – March 2, 2007 – Palo Alto, CA, and be it further

RESOLVED, that the Board APPROVE expenditures for the foregoing attendees at said conference.

Yeas – Trustees Anthony, Beasley, Conyers, Fischer, Gracia, Kneeshaw,  
Leavey, Milton and Chairperson Glaser – 9

Nays – None

CONFERENCES-cont.

Re: IMN – Spring Investment Summit

By: Trustee Gracia – Supported By: Trustee Kneeshaw

RESOLVED, that the Board APPROVE the attendance of all Trustees, Executive Secretary, Assistant Executive Secretary and Legal Counsel at the IMN Spring Investment Summit –March 11-14, 2007 – Henderson, NV, and be it further

RESOLVED, that the Board APPROVE expenditures for the foregoing attendees at said conference.

Yeas – Trustees Anthony, Beasley, Conyers, Fischer, Gracia, Kneeshaw,  
Leavey, Milton and Chairperson Glaser – 9

Nays – None

Re: BAS Ventures – Strategic Investing Roundtable

By: Trustee Anthony – Supported By: Trustee Gracia

RESOLVED, that the Board APPROVE the attendance of all Trustees, Executive Secretary, Assistant Executive Secretary and Legal Counsel at the BAS Ventures – Strategic Investing Roundtable – APRIL 22-24, 2007 – Kiawah Island, SC, and be it further

RESOLVED, that the Board APPROVE expenditures for the foregoing attendees at said conference.

Yeas – Trustees Anthony, Beasley, Conyers, Fischer, Gracia, Kneeshaw,  
Leavey, Milton and Chairperson Glaser – 9

Nays – None

CONFERENCES-cont.

Re: Prudential Real Estate Seminar & Client Conference

By: Trustee Gracia – Supported By: Trustee Gracia Kneeshaw

RESOLVED, that the Board APPROVE the attendance of all Trustees, Executive Secretary, Assistant Executive Secretary and Legal Counsel at the Prudential Real Estate Seminar & Client Conference – May 15-17, 2007 – Parsippany, NJ, and be it further

RESOLVED, that the Board APPROVE expenditures for the foregoing attendees at said conference.

Yeas – Trustees Anthony, Beasley, Conyers, Fischer, Gracia, Kneeshaw, Leavey, Milton and Chairperson Glaser – 9

Nays – None

Re: Stanford Directors' Forum

By: Trustee Kneeshaw – Supported By: Trustee Milton

RESOLVED, that the Board APPROVE the attendance of all Trustees, Executive Secretary, Assistant Executive Secretary and Legal Counsel at the Stanford Directors' Forum – October 9-12, 2007 – Palo Alto, CA, and be it further

RESOLVED, that the Board APPROVE expenditures for the foregoing attendees at said conference.

Yeas – Trustees Anthony, Beasley, Conyers, Fischer, Gracia, Kneeshaw, Leavey, Milton and Chairperson Glaser – 9

Nays – None

### CIM GROUP, INC.

At the direction of the Board, staff is hereby directed to schedule representatives from CIM GROUP, INC. to appear before the Board of Trustees as requested in their correspondence dated September 7, 2006.

- *Trustee Conyers was temporarily excused from the meeting.*

### LEGAL COUNSEL'S REPORT

The Board's Legal Counsel discussed the following matters with the Board and provided copies of the documents indicated below:

- Pzena Correspondence
- Update on the Hoskins/Johnson Case
- Update on the Odyssey Counter Claim Matter
- Everest Energy
- Each member of the Board was provided a copy of the Order Re: Executive Secretary Litigation.
- *The Board recessed at 11:22 a.m. and reconvened at 11:35 a.m.*

### ETHAN BRADLEY ADVISORS

Ed Taylor & Associates of Ethan Bradley Advisors appeared before the Board to discuss the firm's Portable Alpha Strategy.

- *Trustee Gracia returned to the meeting during the Ethan Bradley presentation.*
- *Trustee Clark entered the meeting at 11:55 a.m.*
- *The Ethan Bradley representatives were excused following their presentation.*

### PRONOUS

Kathleen Colin, S. Mark Erenstein and Julia Casals of Pronous reappeared before the Board of Trustees to clarify questions concerning fees, expenses and their organizational structure.

- *The Pronous representatives were thereupon excused.*

Re: Cionka v. Cionka  
Macomb County Circuit Court Case No. 05-3846-DO

By: Trustee Leavey - Supported by: Trustee Fischer

WHEREAS, the Board is in receipt of an Eligible Domestic Relations Order dated December 19, 2006 which amends/supplements a Judgment of Divorce dated June 6, 2006 wherein Elaine Madaline Cionka is awarded certain rights to the Defined Benefit Plan and Defined Contribution Plan benefits of Andrew Cionka, who is currently an active employee, and

WHEREAS, the Board has previously adopted a resolution on July 5, 2006, and

WHEREAS, participant's date of birth is July 9, 1956 and to date participant has attained 24 years, 11 months of service credit, and

WHEREAS, alternate payee is entitled to claim a portion of participant's Defined Contribution Plan, and

WHEREAS, 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 the alternate payee upon participant attaining 25 years of service credit, 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 the alternate payee is upon 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 is to be borne by the parties to the domestic relations proceedings, and

WHEREAS, said matter had 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

Re: Cionka v. Cionka  
Macomb County Circuit Court Case No. 05-3846-DO-cont.

RESOLVED, that the Board acknowledge receipt of said court order and pay pension benefits consistent with said court order subject to application being filed by the party seeking payment, and further

RESOLVED, that a copy of this resolution be IMMEDIATELY attached as the top sheet of the pension file, and other appropriate records be kept for the Retirement System relative to this matter, and further

RESOLVED, that copies of this resolution be sent to attorney Daniel Findling, attorney J. Martin Brennan, Jr., Elaine Madaline Cionka and Andrew Cionka.

Yeas – Trustees Anthony, Beasley, Conyers, Fischer, Kneeshaw, Leavey, Milton and Chairperson Glaser - 8

Nays - Trustees Clark and Gracia - 2

Ethan Bradley

At the direction of the Chair the Ethan Bradley investment proposal will be forwarded to New England Pension Consultants for review and report.

Pronous

At the direction of the Chair the Pronous investment proposal will be forwarded to New England Pension Consultants for review.

Re: CAP Advisors - Community Work Force Trust

By: Trustee Gracia – Supported By: Trustee Anthony

Whereas, the Board has been presented with an investment proposal from, CAP Advisors and

Whereas, the Board desires Due Diligence on said proposal, Therefore Be It

Resolved, that Cortland Advisors be engaged to perform Due Diligence on said proposal and submit a written report of their findings to the Board:

Yeas – Trustees Anthony, Beasley, Conyers, Fischer, Gracia, Kneeshaw,  
Leavey, Milton and Chairperson Glaser – 9

Nays – None

Re: Cellular Telephone Purchase

By: Trustee Gracia – Supported By: Trustee Beasley

Whereas, the Trustees of the General Retirement System require cellular telephones suitable for overseas travel, and

Whereas, the Board has discussed this matter, therefore be it

Resolved, that the Board approve the purchase of two (2) cellular telephones for use by the Board when traveling overseas, and further

Resolved, that Staff is authorized to make said purchase.

Yeas – Trustees Anthony, Beasley, Conyers, Fischer, Gracia, Kneeshaw,  
Leavey, Milton and Chairperson Glaser – 9

Nays – None

Re: Mayfield Gentry – 2007 River Place Apartments Business Plan

By: Trustee Gracia - Supported by: Trustee Beasley

WHEREAS, the Board of Trustees of the General Retirement System is in receipt of the Mayfield Gentry Realty Advisors 2007 River Place Apartments Business Plan, and

WHEREAS, the Board has held discussion on this matter, therefore be it

RESOLVED, that the Mayfield Gentry Realty Advisors 2007 River Place Apartments Business Plan be APPROVED as submitted.

Yeas - Trustees Anthony, Beasley, Fischer, Gracia, Kneeshaw, Leavey, Milton  
and Chairperson Glaser - 8

Nays - Trustee Conyers - 1

Re: River Place Apartments

By: Trustee Beasley - Supported by: Trustee Gracia

WHEREAS, the Board of Trustees is in receipt of a letter dated January 3, 2007 from Mayfield Gentry Realty Advisors, Inc. ("MGRA") which references an unsolicited Letter of Intent from a proposed purchaser, and

WHEREAS, the Board of Trustees has discussed this matter, therefore be it

RESOLVED, that the Board decline to pursue the referenced unsolicited Letter of Intent, and be it further

RESOLVED, that MGRA inform the potential purchaser of the Board's lack of interest in the unsolicited Letter of Intent, and be it further

RESOLVED, that a copy of this resolution be forwarded to MGRA, Attn: Chauncey Mayfield.

Yeas - Trustees Anthony, Beasley, Conyers, Fischer, Gracia, Kneeshaw,  
Leavey, Milton and Chairperson Glaser - 8

Nays - None

ADJOURNMENT

There being no further business to come before the Board of Trustees, the General Retirement System Board meeting hereby adjourned at 2:05 p.m. until Wednesday, January 10, 2007 at 9:00 a.m. in the Retirement Systems' Conference Room, 910 Coleman A. Young Municipal Center, Detroit, MI 48226.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Myron T. Terrell". The signature is fluid and cursive, with a large loop at the end.

Myron T. Terrell  
Assistant Executive Secretary