

**CITY OF PONTIAC, MICHIGAN
GENERAL EMPLOYEES RETIREMENT SYSTEM
BOARD OF TRUSTEES
OCTOBER 24, 2007**

A regular meeting of the Board of Trustees was held on Wednesday, October 24, 2007 at the Shrine Room, Main Floor, City Hall, 47450 Woodward Avenue, Pontiac, Michigan 48342. The meeting was called to order at 1:39 p.m.

TRUSTEES PRESENT

Shirley Barnett	Devin Scott
Koné Bowman (<i>arrived at 2:15 p.m.</i>)	Kevin Williams
Raymond Cochran	Debra Woods
Charlie Harrison, Chairman	Andrea Wright
Javier Saucedo, Vice Chair	

TRUSTEES ABSENT

Mayor, Clarence Phillips (*absent*)

OTHERS PRESENT

Laurence Gray, Gray & Company
Andrea Coffey-Stewart, Gray & Company
Chris Kuhn, Gray & Company
Tom Michaud, VanOverbeke, Michaud & Timmony
Gregory Gates, Local 2002
Ellen Zimmermann, Retirement Systems Administrator
Jane Arndt, M-Administrative Assistant

APPROVAL OF CONSENT AGENDA

- A. Minutes of Special Meeting: August 28, 2007
- B. Minutes of Regular Meeting: August 29, 2007
- C. Communications:
 - 1. Correspondence from Julius Baer Re: August 2007 Commentary
 - 2. Correspondence from Capital Guardian Re: Guideline Clarifications
 - 3. Correspondence from Oppenheimer Capital Re: Personnel Change
 - 4. Conference Information:
 - a. Investing in Infrastructure – IREI – Nov. 5-7, 2007
 - b. 2007 Emerging Managers Summit – IRI – Oct 9, 2007
 - c. Public Fund Boards Forum – Dec. 8-11-, 2007
 - d. VIP - IREI – Jan 15-17, 2008
- D. Financial Reports:
 - 1. Financial Reports – August & September 2007
 - 2. Commission Recapture – August & September 2007

3. Securities Lending – August & September 2007
4. Accounts Payable:
 - a. ADP \$4,947.35
 - b. Capital Guardian 22,412.85
 - c. City of Pontiac 3,348.16
 - d. Gabriel, Roeder, Smith & Co. 4,750.00
 - e. Gray & Co. 16,208.34
 - f. International Foundation 800.00
 - g. Ikon 480.98
 - h. Loomis Sayles 40,672.14
 - i. NCPERS 150.00
 - j. Office Depot 348.35
 - k. Plante Moran 45.00
 - l. Pontiac Coffee 18.20
 - m. Sullivan, Ward, Asher & Patton 5,750.93
 - n. Systematic 66,195.27
 - o. Visa 8,506.72
 - p. Due from PFRS (548.14)
 - q. Refund of Arbitration fees (17,504.28)
- E. Retirements, Refunds, Final Calculations, Re-Examinations
 1. Remove from the Rolls:
 - a. Dorothy Brown (deceased 09-16-07)
 - b. Thomas Johnson, Jr. (deceased 09-11-07): \$913.37/mo. to beneficiary Nellie Johnson
 - c. Herbert Peck (deceased 05-31-07): \$1,044.69/mo. to beneficiary Patricia Peck
 - d. Maynard Newman (deceased 08-22-07)
 2. Application for Retirement:

a. Sonia Sargeant – NOMC	11 years, 6 months	Age 60
b. Cheryl Thorpe – NOMC	7 years, 3 months	Age 60
c. Donald Gracey – Non-Union	18 years, 6 months	Age 60
d. Leticia Tovar-McCloud – NOMC	17 years, 0 months	Age 55
e. Gregory Jenkinson – Local 2002	28 years, 1 month	Age 51
f. Andres Logronio – Local 2002	11 years, 1 month	Age 64
 3. Final Pension Calculations:

a. Terry Jones	#2173	\$3,050.64
b. Denise Jackson	#2258	2,532.49
c. Eudoxia Carr	#2271	4,292.84
d. Maria Lucio-Banales	#2336	1,796.56
e. Tommy Jefferson	#2373	2,215.27
g. Sharon Williams	#2383	3,038.82

Ms. Zimmermann stated that she had two items that needed to be added to the consent agenda. Two disability reports were received after the agenda packets were sent to the trustees. She distributed the reports to the trustees. She said that the two individuals Edward Miller and Dan Hoffmeister need to make application for disability retirement. She did not want them to have to wait until the next meeting for approval.

She said that Mr. Hoffmeister suffered a serious health event. In his case, there is a provision that allows his department head to file an application for disability retirement on his behalf. He is unable to return to work or to attend an appointment with the Medical Director due to his condition. His medical records will be forwarded to the Board's Medical Director for review and a determination.

RESOLUTION 07-073 By Woods, Supported by Williams

Resolved, That the consent agenda for October 24, 2007 be approved as amended.

Yeas: 9 – Nays: 0

CONSULTANTS

Re: VanOverbeke, Michaud & Timmony

Mr. Michaud will present under the Legal Report portion of the agenda.

Trustee Barnett said that while at the Fall MAPERS Conference in Grand Rapids she heard that Michael VanOverbeke was involved with the preparation of the CAPROC settlement agreement. Mr. Michaud stated he had no knowledge and asked for more detail.

Trustee Barnett asked if that would be a conflict of interest. She felt the information was from a reliable source. Mr. Michaud said he was not aware of any involvement and he would follow up.

Re: Gray & Company – Market Update

Mr. Gray said that they were looking for the perfect professional for their business; their new Michigan office is located at 7 West Long Lake Road. He introduced Chris Kuhn.

Mr. Kuhn said that he was born and raised in Michigan. He graduated from Michigan State University in 1991 with a degree in economics. He worked for First Chicago NBD which is now Banc One. He also worked at Asset Strategies and Portfolio Analytics. He is excited about working with Gray & Company.

Mr. Gray said that having an office in Michigan will offer better coverage for the Board.

He said the portfolio is steady as she goes. He asked if the trustees had any questions regarding the portfolio or manager mix. Trustee Wright had pointed out that the total value of the fund is \$499.9 million. He said that there has been a lot of volatility in the market. He was waiting for a call back from Juile Gonsch from Northern Trust with the current numbers. He said Ms. Zimmermann has the report with some of the more current financials. He has nothing new to report regarding sub prime. The round table discussion with the managers was a good meeting.

He reported that the private equity allocation is roughly \$20 million. Because of the CAPROC receivable and the basket clause provision in Public Act 314, the allocation to two of the private equity managers had to be reduced to \$2.5 million. The allocation to Onyx is \$5 million. Onyx has submitted a detail of their organizational fees totaling \$660,000. The fees are not in line with the originally stated maximum organizational fees of \$250,000. He spoke with Roy

Dixon who said that some of the items would be taken off and the amount would be reduced. Mr. Gray said that when they reviewed the charges the only business charges suitable for consideration were the attorney and accounting start up fees which were approximately \$275,000. He spoke with Mr. Dixon who said he would back the other items off.

He reported that Mr. Dixon forwarded a request for disbursement today with the system's share being 20% totaling \$150,000.00.

He also said that Wayne County may have made an allocation to this fund.

Mr. Gray said that he was approached by a few of the trustees after the round table discussion when Tim Gramatovich from Peritus commented on the negative outlook for private equity investments. He said that the trustees have to be comfortable with the space and the managers. Mesirow is currently the only manager that is settled. They are still waiting for documents from Nexos.

Ms. Zimmermann asked if the Onyx organizational costs were normal and customary. She confirmed that the system would only be responsible for one-fifth of the cost. She asked if the cost would be lowered with the addition of Wayne County who is unofficially a new investor in the fund.

Trustee Cochran asked if Onyx reduced their fees to the other investors. Mr. Gray said he has been assured they did not. Trustee Cochran asked what criteria were used in assessing the charges.

Chairman Harrison said that the vote was already conducted to fund the Mesirow and Onyx investments.

Mr. Gray asked if the trustees felt comfortable approving the organizational fees. Chairman Harrison asked if the remaining expenditures are in line with legitimate expenses. Mr. Gray said that two of the expenses are legitimate and two are not.

Chairman Harrison suggested that Mr. Gray bring the issue back when he is comfortable that it has been resolved. He asked if Mr. Gray is comfortable with what has been provided to date. Mr. Gray said that he is somewhat comfortable that they have agreed to reduce the cost from \$660,000, reducing the fee to the system from \$55,000 to approximately \$51,000.

Trustee Cochran asked if all the principals are in place and whether Gray & Company received documentation of it. Mr. Gray said he is unsure if the principals are in place and no documentation has been received. He is meeting with Mr. Fullen in Atlanta this weekend. He was told that Mr. Fullen is now in Atlanta.

Trustee Cochran also asked if Onyx is currently on target with the City of Detroit Retirement Systems and Wayne County. He also asked if those systems have any reservations. Mr. Gray said that he has not heard anything.

Trustee Scott questioned that there is no documentation stating that Mr. Fullen is on board and all the principals are in place. Mr. Gray said that other than the original presentation there is no indication to date that he is on board. He can request a letter confirming the members of the investment team. Mr. Michaud said that it is appropriate to request a copy of the employment agreement stating that he or she is acting on behalf of the company.

Trustee Saucedo asked if Elliot Fullen is now in place and on the Onyx team. Mr. Gray said that he has a meeting with Mr. Fullen this upcoming weekend in Atlanta. He will know more after that meeting. If Mr. Fullen is not one of the principals, the investment is not as originally represented and would not be a suitable investment for the Fund.

Trustee Wright thought at the last meeting the issue was confirming that the system was only responsible for one-fifth of the organizational fees. She asked if Onyx is asking the system to be responsible for more than the maximum set for the deal. Mr. Gray said that Onyx has exceeded the percentage based on the documents received. However, he was told the other clients paid at face value. There were several hundred line items and Gray & Company agrees with only two. He said the fees are pro rata and a portion will be offset by Wayne County.

Chairman Harrison asked Mr. Gray if he is comfortable with the detail. Mr. Gray said that he is not comfortable with the expenses.

Trustee Cochran said that he is not comfortable moving forward until Mr. Gray meets with Mr. Fullen and feels comfortable that he is on board with Onyx.

Chairman Harrison said that Mr. Gray will be meeting with Mr. Fullen this weekend. If he feels comfortable they can move forward. The trustees need to keep things in perspective. They already voted to fund Onyx.

Mr. Michaud reiterated that Onyx said that the total would not exceed \$250,000. The Board has agreed to pay their share provided expenses were appropriate. However, \$400,000 of the expense was not appropriate. The trustees need to be comfortable with this investment. It is not typical or normal and a consultant should not have to do this.

Trustee Wright left at 2:07 p.m.

Trustee Scott asked if it is typical that it has been almost one year since the investment was brought to the Board. At some point it needs to end. At the last meeting the paperwork was not in place. He asked at what point does this process end.

Trustee Cochran said that he does not want to beat a dead horse, but he expected Mr. Fullen on board and if he is not part of the organization that was voted on or one of the principals running the fund, the investment strategy changes. It is not the same investment without the original principal players in place.

Trustee Wright returned at 2:11 p.m.

Mr. Gray said that he will have a write up by Tuesday after he meets with Mr. Fullen on Saturday. He asked if the trustees had any other questions or concerns.

There was discussion regarding the percentage of fees and which fees the system are legitimate expenses. Mr. Gray said that he feels only legal and accounting fees are legitimate expenses. Ms. Zimmermann asked whether \$400,000.00 of the expenses were not valid. Mr. Gray replied that that is correct.

Trustee Saucedo asked if the contract can be canceled. Trustee Scott asked if there is a clause where the system could pull out without penalty. Mr. Michaud said there would have to be a material breach of the contract. If the Board is not comfortable with the information they have received there may be other alternatives. Mr. Gray said that some investment funds would let the system back out of the contract if they have real concerns. They would not want these issues brought up with their other prospects/clients or to incur any negative publicity.

Chairman Harrison suggested that Mr. Gray provide a write up to Ms. Zimmermann after his meeting with Mr. Fullen. Then the Board can make their decision.

Trustee Cochran said that if Mr. Gray states that Mr. Fullen is not affiliated with Onyx at this juncture it would be a significant change from the contract that was approved. He would have a problem moving forward with the investment.

Trustee Bowman arrived at 2:15 p.m.

Re: Chairman

Chairman Harrison said that it has been awhile since the brokerage committee met. He asked who the local and minority brokers are. Ms. Zimmermann said that she had distributed a list to the managers and will provide a copy for Chairman Harrison. The committee is comprised of Trustees Barnett, Giddings, Wright and Chairman Harrison. Ms. Zimmermann was asked to schedule a meeting for the committee.

Re: Secretary – None

Re: Trustees/Committees - None

Trustee Wright said that she attended the Fall MAPERS Conference. She said that Michael VanOverbeke conducted a session regarding conducting a successful meeting. She said she would like to incorporate some of the suggestions she heard in the session.

She recommended moving public discussion to the front of the agenda. This would accommodate any guests or members who would have an issue to bring to the Board. She questioned why legal counsel reports are listed under consultants and the legal portion of the agenda. She said that she feels certain changes could shorten the length of the meetings.

Mr. Michaud said that he appreciated seeing the City of Pontiac well represented at the MAPERS Conference. He said that the session conducted by his firm was not geared to any

specific client. The session specifically addressed meeting efficiencies and fine tuning. He wrote the presentation and will forward a copy of the presentation to Ms. Zimmermann.

Chairman Harrison suggested that Trustee Wright take the lead on addressing the order and fine-tuning of the agenda.

Re: Administrator

Ms. Zimmermann reported that the third party marketing agreement from Atlanta Life was received.

There was discussion about the third party marketing agreement from Sawgrass.

Ms. Zimmermann stated that the CD they have at the credit union is up for renewal.

Cash Flow Rebalancing

She told the Board that the cash flow rebalancing is normally done twice per year. The next rebalancing is scheduled for January or February. Current cash flow should accommodate payroll and COLA disbursements in November. However, given the volatility of the City with the layoffs and rumors of potential early outs between now and the first of the year there may be need to adjust the cash flow before the next rebalancing.

Ms. Stewart and Ms. Zimmermann both asked that the Board approve the rebalancing based on the current issues and the fact that there is not a meeting in December.

RESOLUTION 07-074 By Giddings, Supported by Cochran

Resolved, That the Board approve the administrator and consultant to rebalance cash flow if necessary.

Yeas: 10 – Nays: 0

Staff

She informed the Board that among the layoffs in SAEA there is the potential for the Retirement Coordinator, Melissa Tetmeyer, to be bumped. This could cause an issue in the Retirement Office since there is a possibility that the workload will increase substantially during this time. She also told the Board that the learning curve to perform the Coordinator's job is one to two years. This could present a problem with the anticipated increase in workload.

There was discussion that the City is doing more with less. There are a number of key people in departments that are dealing with the same issue. Trustee Wright did not feel it was an issue for the Board. Mr. Michaud said that it is Ms. Zimmermann's responsibility to keep the Board informed of any issues that could affect the administration of the pension system. It is important for the Board to know of any anticipated changes such as early retirements or staff loss that could create additional work for the office.

Chairman Harrison said that we understand that there are various departments with key personnel that are in the same position. Everyone has their view of the situation. Ms.

Zimmermann is not asking for special consideration, just apprising the Board of the potential impact.

Survey – Fiduciary Liability Insurance

A MAPERS member administrator conducted a survey regarding fiduciary liability insurance. She has included a copy of the survey in the reports section of the agenda for the Board's review. She said that the deductible and premium for this fund's fiduciary liability insurance is much higher than most of the funds in the survey.

SAEA Cost Studies

The cost studies for Alvin Hardy, Leonard Smith and Linda Chambers were received and forwarded to Human Resources. She has received no feedback to date.

Trustee Wright asked if we know the status of the cost studies. Ms. Zimmermann said that the actuary has calculated the increased benefit costs and the studies were forwarded to Human Resources. The Human Resources Director is responsible for presenting the cost studies to Council for their approval. She expressed concern for the members who continue to contact the Retirement Office because they are not getting a response from the Human Resources Director. The items are not on the agenda for the next Council meeting.

Trustee Woods asked if Ms. Zimmermann was asked to submit another actuarial study. Ms. Zimmermann said that she has fielded a number of requests for studies and they are being conducted.

Trustee Woods also asked if the resolution approved during the last layoffs would apply to this layoff that allows a member who is eligible to apply immediately for their retirement benefit. Ms. Zimmermann said that she believes the resolution waiving the thirty day notice for layoffs is in effect. She said she would verify.

Mr. Gray left at 2:38 p.m.

Mr. Gray returned at 2:41 p.m.

Trustee Bowman left at 2:41 p.m.

Third Party Marketing Agreements

Chairman Harrison asked Ms. Zimmermann about the third party marketing agreement with Atlanta Life mentioned earlier in her report. She replied it is listed later in the agenda.

Chairman Harrison asked Mr. Gray for clarification regarding the Sawgrass third party marketing agreement. Mr. Gray said that the Sawgrass contract signed on September 24, 2007 included the third party marketing agreement and does not require separate action.

Trustee Bowman returned at 2:43 p.m.

Appeal of Disability Determination - Poston

Ms. Zimmermann told the Board that last year Marvin Poston went to the Board's Medical Director. At that time the medical director determined that he was not disabled. In July, 2006 the member contacted the Labor Relations Division and the Retirement Office. He was informed

that he could appeal the decision. He was sent the necessary information to start the process. He has continued to receive his benefit without interruption.

Since September, 2006 the Retirement Office has been trying to contact the member to obtain the necessary medical records for the member's appeal process. Trustee Barnett asked what the Board should do. Ms. Zimmermann said that it is customary to stop payment. This usually gets a response from the member.

Trustee Scott asked why the fund would stop payment and why was Mr. Poston required to see Dr. Campbell. Ms. Zimmermann said that if Mr. Poston disputes Dr. Campbell's findings he has the option of appealing, however, he had to provide a copy of the medical report from his doctor.

Trustee Scott commented that Mr. Poston retired in 1995. Trustee Woods explained that disability retirees are reviewed each year for the first five years and every three years until they reach retirement eligibility.

Mr. Michaud said that the pension system should not pay someone who is not disabled. The last time there was contact with the office Mr. Poston said he was going to appeal the medical director's decision. It is time to take action and either terminate or suspend the pension benefit until the member contacts the office and provides the requested documentation. There was discussion on the method and when the member was contacted by the Retirement Office.

Trustee Scott asked why Dr. Campbell referred Mr. Poston to another doctor.

Meeting Break at 2:48 p.m.

Meeting Resumed at 2:56 p.m.

Ms. Zimmermann stated that because Mr. Poston lives on the west side of Michigan, as a courtesy he was referred to Dr. Birkhardt who was more accessible for Mr. Poston.

Chairman Harrison asked what jurisdiction the Board has in this issue.

Per the advice of counsel it was determined that a certified letter should be sent to Mr. Poston notifying him that his pension benefit is being suspended as of November 1, 2007 and he has thirty days to respond. If he does not respond within the thirty days his benefit will be terminated.

RESOLUTION, 07-075 By Barnett, Supported by Bowman

Resolved, That the Board approve to contact disability retiree Marvin Poston via certified mail to notify him of his benefit suspension. If he does not respond to the Board his benefit will be terminated.

Yeas: 10 – Nays: 0

The Board directed that the policy be amended to provide a set time within which a member must respond.

Re: Legal – Will defer to later in the agenda

Union Representatives – None

UNFINISHED BUSINESS

Re: Ordinance Clean-up

Ms. Zimmermann reported that she is working on a clean version of the ordinance. It will be forwarded to Council with a letter identifying the changes once completed.

Re: Defined Contribution Plan for SAEA Employees

Ms. Zimmermann reported that there have been activity to date and she has not received any further information from Human Resources.

Re: Actuarial Search

Ms. Zimmermann stated that the RFP was sent out and responses are due November 9, 2007.

Re: SAEA Processing Policy

The SAEA Processing Policy was forwarded to Human Resources as requested.

NEW BUSINESS

Re: Draft Overpayment Policy

Mr. Michaud referred to the policy draft that addresses overpayment. He said it was prepared to put some certainty in how payments are recouped. He explained the repayment options and the circumstances on how and when those repayment options are applied.

Chairman Harrison asked if the Board should take action today. Mr. Michaud said that the issue needs to be addressed. Chairman Harrison asked if the trustees feel comfortable voting on the policy.

It was determined that the overpayment policy will be added as an action item on the next agenda after the trustees have adequate time to review.

Re: Trustee Travel

Mr. Michaud stated there is a need for trustee education. A memorandum was sent to Mayor Phillips stating the reasons trustees need to attend conferences and meetings and that not approving attendance could impact the fiduciary responsibility of the trustee. He said it is in the best interest of the Board for them to attend educational conferences and seminars. He said that the Board has a travel policy but he believes they need an educational policy.

Mr. Michaud said that a new travel requisition form was revised removing the mayor and department head approval lines replacing them with a signature line for the Board. This was done to insure that if the Board feels it is in the best interest of the trustee to attend a conference or a meeting, their attendance can be approved by the Board.

Trustee Scott questioned whether the memorandum was sent to the Mayor's Office. Mr. Michaud said that it was sent to the Mayor. Trustee Scott said that he agrees that the trustees should be allowed to attend seminars and conferences but he does not feel that the department head and mayor's approvals should be taken off the requisition form. Employee trustees on the Board work for the Mayor and the department heads. If the trustee is denied there is a grievance procedure. He asked how they can be approved to attend a conference if their department head and mayor do not approve their time away from the office.

Chairman Harrison said that the approvals should come from the Board. The Administration and Retirement Board are separate as it relates to the retirement system. The rules for the Retirement Board come from City Council.

Mr. Michaud said that in terms of the process, City approval is not required to use trust assets and it confuses the issues. The Board previously adopted a policy allowing trustees to attend specific conferences.

Trustee Scott said that he feels it creates bigger problems for the employee trustees. It puts the City in the middle of the issue.

Trustee Cochran stated that ultimately the City would be liable if the retirement system is not fully funded and feels the Administration should have some authorization in the process.

Trustee Woods said that under the Payne Administration she won a grievance which stated she is allowed to attend seminars and conferences as a trustee. She is not trying to change things or get anyone in trouble. She said that even if her department head approves her attendance the Mayor denies the request. She will not let the Administration push her off the Board.

Trustee Wright said that if the form is changed it creates more problems and an adversarial relationship. She said that it is her opinion that the form has been used as a permission slip. This process only applies to herself, Trustee Woods and Trustees Scott as employee trustees. She said the letter that was sent is good but if the form is changed it causes more problems than resolved.

Ms. Zimmermann said that the form is a draft and the letter was the only thing sent to the Mayor.

Trustee Cochran said that having the Mayor sign off forces him to acknowledge the process. Ms. Zimmermann said that this creates an issue for the staff if the form is not approved: Ms. Arndt cannot move forward with travel arrangements and conference registrations for these trustees.

Trustee Scott said he feels someone needs to speak to the Executive Office. Trustee Cochran said that as a member of the Board he has invited the Mayor to the meetings.

Trustee Wright stated that she has enough sense and responsibility not to go to a conference if she is needed in the office.

Trustee Cochran suggested utilizing a leave request. Chairman Harrison said that the form has been used as a permission slip. Three of the trustees are affected. There is a strained relationship between the Retirement Board and the Mayor. If we do not speak up how can we support our fellow trustees?

Ms. Zimmermann suggested drafting another form that addresses the employer process. It would be in accordance with the Board's education policy.

The Board directed Ms. Zimmermann to draft a trustee education policy and an employee trustee travel requisition form.

Re: Third Party Marketing Agreement

Trustee Wright asked why we are paying Atlanta Life. Ms. Zimmermann explained that the Board is acknowledging the disclosure statement for the third party marketing agreement received from Advance Capital Management for their services to Atlanta Life. This is part of the emerging manager program overseen by UIM. Any fees paid to the managers that are part of this program will be paid by UIM.

RESOLUTION 07-076 By Scott, Supported by Saucedo
Resolved, That the Board approve the Third Party Marketing Agreement with Atlanta Life.

Yeas: 10 – Nays: 0

Re: CD Renewal

Ms. Zimmermann informed the Board that the certificate of deposit at the Municipal and Health Services Credit Union is due for renewal. She said that all VISA's for the Board are handled through the Credit Union. The fund is being offered two certificate of deposit options, 4.85% for twelve months or 5.25% for fifteen months. She asked the Board to provide direction as to the reinvestment of these funds.

RESOLUTION 07-077 By Bowman, Supported by Saucedo
Resolved, That the Board renew the Certificate of Deposit in the amount of \$100,000 for fifteen months at Municipal & Health Services Credit Union.

Yeas: 10 – Nays: 0

RESOLUTION 07-078 By Woods, Supported by Barnett
Resolved, That the Board move to closed session.

Yeas: 10 – Nays: 0

Roll Call:

Trustee Barnett
Trustee Bowman
Trustee Cochran
Trustee Giddings
Chairman Harrison

Trustee Saucedo
Trustee Scott
Trustee Williams
Trustee Woods
Trustee Wright

RESOLUTION 07-079 By Woods, Supported by Wright
Resolved, That the Board receive, file and approve the motion to be lead plaintiff in the Standard Pacific securities litigation.

Yeas: 9 – Nays: 0

SCHEDULING OF NEXT MEETING

Regular Meeting: November 28, 2007 at 1:30 p.m. in the Shrine Room of City Hall.

ADJOURNMENT

RESOLUTION 07-080 By Saucedo, Supported Barnett
Resolved, That the meeting be adjourned at 3:46 p.m.

Yeas: 9 – Nays: 0

I certify that the foregoing are the true and correct minutes of the meeting of the General Employees Retirement System held on October 24, 2007.

Raymond Cochran, Secretary
As recorded by Jane Arndt