

**CITY OF PONTIAC, MICHIGAN**  
**POLICE AND FIRE RETIREMENT SYSTEM**  
**Minutes of the Regular Meeting**  
**July 24, 2008**

A regular meeting of the Board of Trustees was held on Thursday, July 24, 2008 at the Lion's Den, Main Level, City Hall, 47450 Woodward Avenue, Pontiac, MI 48342. The meeting was called to order at 9:04 a.m.

**TRUSTEES PRESENT**

Raymond Cochran, Secretary  
Brian Lee  
Thomas Miller (*arrived at 9:33 a.m.*)  
Craig Storum, Chairman

**TRUSTEES ABSENT**

Mayor, Clarence Phillips (*absent*)

**OTHERS PRESENT**

Cynthia Billings, Sullivan, Ward, Asher & Patton, P.C.  
Wendy Trumbull, Plante & Moran  
Laurence Gray, Gray & Company  
Chris Kuhn, Gray & Company  
Ellen Zimmermann, Retirement Systems Administrator  
Jane Arndt, M-Administrative Assistant

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**CONSENT AGENDA**

- A. Minutes of Regular Meeting: May 9, 2008
- B. Minutes of Special Meeting: May 29, 2008
- C. Minutes of Special Meeting: June 4, 2008
- D. Communications:
  - 1. Correspondence from Oppenheimer Capital Re: Staff Change
  - 2. Correspondence from DDJ Capital Re: Annual Partners Meeting
  - 3. Correspondence from ADP Re: Enhancements
  - 4. Correspondence from Munder Capital Re: Market Snapshot Q2 2008
  - 5. Correspondence from The Boston Co. Re: Mid-Year Update
  - 6. Correspondence from Wentworth, Hauser, Violich Re: Commentary Q2 2008
  - 7. Correspondence from SWAP Re: CAPROC Sale of One Michigan Avenue
  - 8. Correspondence from Oppenheimer Capital Re: Proposed IPS Change CMBS
  - 9. Conferences:
    - a. Public Safety Employees Pension & Bnfts Conf – NCPERS – Oct 12-15, 2008
    - b. Infrastructure Finance Summit – Infocast – Sept. 8-10, 2008
- E. Financial Reports:
  - 1. Financial Reports – May & June 2008
  - 2. Commission Recapture Report – May 2008
  - 3. Securities Lending – May & June 2008

- 4. Accounts Payable – June & July 2008
- 5. Due To / Due From (small payments) \$517.79
- 6. Due To / Due From (benefits reimb, adjustments, a/p) \$32,652.63
- F. Remove from the Rolls:
  - 1. Paul Roek(deceased 06-15-08): survivor benefit of \$1,640.32/mo. to Theresa Roek
  - 2. Betty Shelton (deceased 06-06-08)
  - 3. Carl Widdis (deceased 06-09-08): survivor benefit of \$2,329.27/mo. to Mary Kathleen Widdis
- G Application for Deferred Retirement:
  - 1. William Olsen – PPOA
- H. Re-Examinations: Disability Retirement
  - 1. Christopher Young
  - 2. Scott Wedge
  - 3. Mark Hilborn
  - 4. Roy Johnson
- I. Final Pension Calculations
  - 1. Santiago Serna #2417 \$3,901.86
- F. Application for Refund of Accumulated Contributions
  - 1. Gordetta Cantreras \$9,689.01

Ms. Zimmermann notified the Board that a correction to the agenda item E-6 is necessary. The amount of the benefit reimbursements, adjustments and accounts payable was incorrectly stated as \$171,001.84 ; the correct amount is \$32,652.63.

Trustee Lee referred to page seven of the minutes from May 29, 2008 where it reflected he left the meeting at 10:34 a.m. but did not record his return to the meeting. It was determined that he returned to the meeting at 10:37 a.m. and this will be added to the minutes.

**RESOLUTION 08-042** By Cochran, Supported by Lee  
 Resolved, That the consent agenda be approved as amended

Yeas: 3 - Nays: 0

**CONSULTANTS**

**Re: Plante & Moran – 2007 Audit**

Wendy Trumbull introduced herself to the Board stating that she is the Audit Manager and has been working on the audit for the system for the past five years. The financial records were in great shape again thanks to the continuing efforts of Ms. Zimmermann and Ms. Munson.

The Independent Auditors Report states that the financial statements have been fairly stated in respect to the financial position of the system and they have issued a clean unqualified opinion which is the best opinion you can receive.

She explained that the Management Discussion and Analysis is required under the accounting standards and is a non-financial user statement written by Ms. Zimmermann providing basic investment information.

She summarized the Statement of Plan Net Assets, the equivalent of a balance sheet. She noted the assets of the fund which included cash at \$100,748; investments held as collateral for securities lending of \$37.6 million (which is offset under liabilities because a portion is owed back when the loan is paid) and accrued interest and dividends receivable of \$395,795. Accounts receivable (including monies due from the City of Pontiac) total \$320,356. Investments had fair value that totaled \$282 million with total assets of \$320.5 million.

Total liabilities were \$38 million which included accounts payable of \$333,281 and monies due to the GERS of \$158,827. Net assets totaled \$282.4 million which is roughly equivalent to the amount of total investments.

She described the Statement of Changes in Plan Net Assets as the income statement of the fund. She noted total net investment income of \$24.8 million. Net securities lending income totaled \$66,320. Total contributions from the employee and employer totaled \$2.67 million with total additions of \$28.5 million. Deductions included retiree pension benefits and retirement incentives of \$13.3 million. Further deductions included member refunds and withdrawals of \$458,782; miscellaneous expenses of \$251,174 and administrative expenses of \$119,518 totaling \$14.1 million. Net income totaled \$14.3 million.

Ms. Trumbull explained the Notes to the Financial Statements including accounting policies, interest rate risk, deposits and investments and reserves. As of December 31, 2007 the retirement system's reserves have been fully funded with \$3.3 million reserved for employee contributions and \$148.7 million reserved for retired employees.

She reviewed the Schedule of Analysis of Funding Progress for the past seven years. As of December 31, 2006, there was \$258.7 million in actuarial assets and \$231.7 million in actuarial accrued liabilities with over funding of \$27 million which is a funding ratio of approximately 111.7%. If you include actuarial smoothing the funding ratio is closer to 100%.

Trustee Cochran asked what is the unfunded actuarial accrued liability as a percentage of covered payroll. Ms. Trumbull explained that they are required to disclose this supplemental information. When there is unfunded accrued liability this column would indicate the percentage of assets needed to pay benefits based on the covered payroll. The system is fortunate that there is no liability given the City's financial status because the City would be responsible to make up the difference to maintain the funding status. Trustee Cochran confirmed that it directly relates to the amount of unfunded actuarial accrued liability.

Chairman Storum asked about the line item retirement incentives listed on the Statement of Changes in Plan Net Assets. Ms. Trumbull explained that it is standard verbiage and refers to the benefit payments.

Based on new accounting standards they are required to send a separate report detailing areas of risk within internal control, results of the audit and other comments and recommendations as part of their management letter.

She said that based on the new accounting standards the Board is considered an audit committee.

They are required to issue a report all internal control issues to the Board regardless of their significance. She is happy to report that they have not experienced any deficiencies in internal controls for this system. She said a significant deficiency is a technical term that it sounds harsh. She said there was a significant deficiency reported but it pertained to a late journal entry for the Police and Fire VEBA System.

Ms. Trumbull reviewed recommendations regarding alternative investments that include the setting of due diligence procedures. The basket clause of PA 314 allows these investments however, it is recommended that they are well documented as they relate to statements, site visits, audited statements from managers and the estimation of fair values.

The result of the audit is a required communication and, is for the most part, is a boilerplate document. It describes the accepted auditing standards.

They continue their recommendation for the Retirement Office to install a document storage and imaging system. She also suggested a disaster recovery system. She explained that Ms. Zimmermann continues to work toward an appropriate cost effective solution.

This concluded Ms. Trumbull's report.

**RESOLUTION 07-043** By Cochran, Supported by Lee  
Resolved, That the Board of Trustees accept and file the 2007 Police and Fire Retirement System Financial Report as presented.

Yeas: 3 – Nays: 0

*Ms. Trumbull left at 9:27 a.m.*

**Re: Gray & Company**

Mr. Kuhn distributed a snapshot of the fund's performance through May 31, 2008. He said that investment returns looked good through that portion of the quarter, but they gave everything back in June. They will have the June results at the next meeting.

Mid cap manager Munder Capital had a difficult time with under performance for the quarter-to-date at 9.56% versus the benchmark at 13.40%.

Small cap manager Loomis Sayles is doing well with performance at 8.58% versus the benchmark at 6.69%.

International equity manager Wentworth, Hauser & Violich is doing exceptionally well. They have a big oil play in the portfolio and a great investment thesis. Their quarter-to-date performance is 16.98% versus the benchmark at 6.45%.

The Boston Company is still reporting performance slightly under the benchmark.

Core fixed income manager Oppenheimer Capital has done quite well with performance returns year-to-date of 3.01% versus the benchmark at 1.21%.

He said that fixed income benchmark and managers were in the red the second quarter and may continue that trend.

High yield manager DDJ Capital rebounded this quarter but this market has been rough for them.

Goode Stable Value's performance is inline with expectations.

The NTGI Lehman International Government/Corporate Index Fund performed just below the benchmark with returns of -0.85 versus the benchmark at -0.80%.

He reviewed the real estate allocation in the portfolio, noting that results are updated quarterly. The reason Mesirow is reporting negative numbers is because it is in the drawdown stage so the numbers on the statement are not reflective of the true performance of the manager. When a manager makes a capital call the numbers do not take in effect what the manager is making for the system. He said there is a more accurate way to assess those managers and Gray & Company will report those statistics when they are available.

Chairman Storum said that the charts and funding levels included in the agenda make the real estate allocation look under funded. Mr. Gray confirmed that the charts indicate the current funding levels. Chairman Storum said that the charts do not account for the amounts committed, but not yet drawn. He asked Ms. Zimmermann to explore a way to display this information for the trustees.

#### Real Estate Allocation

Mr. Kuhn distributed the current real estate allocation as of June, 2008. He said that American Realty Advisors is 100% funded and has approximately 50% of the real estate allocation. Mesirow and Metropolitan are the other two real estate managers. Metropolitan made their first capital call on July 10, 2008.

*Trustee Miller arrived at 9:33 a.m.*

He said that the handout shows the committed capital to the specific managers. He said it should take approximately two years to fully fund Mesirow and Metropolitan.

He said that the fund has three distinct types of real estate managers. American Realty is a traditional core real estate manager. They look for properties in markets like Boston and Washington, D.C. They invest in Class A multi-family, retail, industrial and office properties.

Metropolitan invests in properties that require redeveloping, rehabilitation or retenancing. They add a level of diversification to the portfolio.

Mesirow is an international real estate manager. The fund is compensated for the risk level associated with this investment.

Mr. Gray said that they have executed several real estate studies and this market offers great buying opportunities. They anticipate good returns down the road.

#### Domestic Core Fixed Income Allocation

Mr. Kuhn examined the performance of the domestic core fixed income managers. He said that since inception Oppenheimer Capital has added 10 basis points of performance gross of fees. Net of fees it would be closer to the benchmark.

He said that the top core fixed income managers are within 5 to 37 basis points of the benchmark. It is difficult to beat the benchmark in the traditional core fixed income style. They will see slight incremental returns for a few years then give it back. After fees they are at the benchmark at best.

Trustee Miller asked what they are suggesting. Mr. Kuhn said that they are suggesting the Board consider passive strategies for fixed income. Expectations for Oppenheimer are index-like. If the Board went to a core-plus active strategy, it could add some value over the benchmark.

Mr. Gray said that domestic large cap and fixed income are the most efficient parts of the portfolio: many funds index most of this and try to add alpha with small cap, mid cap and international investments.

Mr. Gray suggested that the Board consider indexing the core fixed income which would cost 8 to 10 basis points. If the Board was comfortable with more risk, they could go to a core-plus product that would cost 20 to 30 basis points.

Ms. Zimmermann pointed out the turnover issue in the Oppenheimer portfolio.

Mr. Gray said that there are only between 25 and 32 basis points difference between the top and lowest decile core fixed income managers. They are looking for the best efficiency. Ms. Zimmermann stated that there is a per-transaction fee and additional custody fees for custodial accounts. Mr. Kuhn said that Oppenheimer had 136% turnover in the second quarter. Chairman Storum said that since Gerald Thunelius took over the portfolio there has been high turnover. Mr. Gray said that what the Board is witnessing is a manager trying to find every opportunity to add performance to the portfolio.

Chairman Storum asked what risk the system would be taking on if they changed to core plus. Mr. Gray said that they could look at the standard deviation with fees. They are simply stating the facts and understand that the fund has had a long-term relationship with Oppenheimer. They will bring the facts and see what fits together in the portfolio.

Chairman Storum asked about the letter recently received from Oppenheimer. Mr. Kuhn said that Oppenheimer has had 500% to 600% turnover in the portfolio for a year. Oppenheimer sent a letter that explained they are moving along the yield curve and looking to pick up efficiencies. They are constantly selling and looking to add duration and efficiencies.

Chairman Storum said that they have had high turnover since Gerald Thunelius took over and it looks like he is trying to take advantage of every small opportunity. Mr. Gray said that they should not manage to turnover. Mr. Kuhn said that their performance is up 216 basis points this year so they are adding some value, but if they have one bad quarter they could give it all back.

Mr. Gray said that they may not understand the costs to the plan for custody. They will net out the costs to determine the actual performance. After fees and custody they are not adding much.

Mr. Kuhn said they sent a letter regarding their compliance with the investment policy of the fund. For the past year and a half they have been adding CMBS securities to the portfolio as an effort to stay inline with the Lehman Aggregate Index. They are requesting to add twice the CMBS securities as the benchmark with a minimum investment grade rating of BBB.

Trustee Miller asked if these are packaged deals. Mr. Kuhn said that they are adding more AAA rated commercial real estate securities.

Trustee Miller asked why they are investing in real estate when we have other real estate investments in the fund. Mr. Gray said that there are CMBS securities in the benchmark and they try to mirror the exposure in the Lehman Aggregate Index.

Chairman Storum asked if they recommend the revision to the Investment Policy Statement. Mr. Gray said they would recommend Oppenheimer to include CMBS securities in their portfolio but not to exceed the weighting of the Lehman Aggregate Index.

#### Investment Policy Review

Mr. Kuhn reviewed the Investment Policy Statement. Ms. Stewart's name was removed from the list of investment consultants.

The language adding CMBS securities for Oppenheimer would be added to Permissible Asset Classes under Domestic Debt Securities.

Timber was added as an asset class under the Permissible Asset Classes.

A 4% allocation to timber was added under the Target Asset Mix.

Timber was added as an asset class under Investment Manager Guidelines with the real estate entry.

Timber was added under the performance benchmark comparisons.

Trustee Cochran asked why timber and real estate were combined under the Investment Manager Guidelines. Mr. Kuhn said that timber and real estate investments are similar and the exact statement is true for both. They do not have an outline of securities like with fixed income and equities. Mr. Gray said that it is just a description but if they can list them separately if the Board preferred.

Ms. Zimmermann said that she and Ms. Billings discussed another issue she would like addressed in the IPS. If there is a difference in value between the manager and the custodian for the quarter ended, the custodial value will be used for billing/payment purposes. She asked that the IPS and all contract language be changed to reflect this going forward; she would like this to apply to both this system and the General Employees Retirement System.

**RESOLUTION 08-44** By Cochran, Supported by Lee  
Resolved, That the Board approve the updated Investment Policy Statement

Yeas: 4 – Nays: 0

## **REPORTS**

**Re: Chairman** – None

**Re: Secretary** – None

**Re: Trustees** - None

**Re: Staff**

### IRS Mileage Reimbursement Increase

Ms. Zimmermann advised the Board that the IRS mileage reimbursement rate has increased to 58.5¢ per mile effective July 1, 2008.

### Capital Calls

Ms. Zimmermann informed the Board that Mesirow Financial and Metropolitan have requested funding via capital calls.

### Reappoint Citizen Trustee

Ms. Zimmermann informed the Board that it is time to reappoint the citizen trustee which is Trustee Miller.

**RESOLUTION 08-045** By Cochran, Supported by Saucedo  
Resolved, That the Board Trustee Miller be re-appointed citizen trustee for the term July 1, 2008 through June 30, 2012.

Yeas: 4 – Nays: 0

### Computer Issues

Police & Fire Regular Meeting  
July 24, 2008

Ms. Zimmermann informed the Board that she and Ms. Munson have been experiencing computer problems recently. Their computers are freezing up and are running very slow. She has sent a number of emails to the IT Department and has not received any response. She stated that Ms. Munson is responsible for processing payroll and accounts payable as well as other critical processes in the office. It is crucial that her computer is running efficiently.

The computers in the office are at the end of the warranty period and she is not sure whether they should be replaced or simply need proper maintenance before the warranty expires.

There was discussion on upgrading computers for the Retirement Office. It was determined to purchase new computers for the Retirement Office utilizing the IT Department's workstation configuration.

**RESOLUTION 08-046** By Miller, Supported by Cochran  
Resolved, That the Board approve the purchase of new computer workstations for the Retirement Office to be paid for from the investment earnings of the fund.

Yeas: 4 – Nays: 0

**Re: Legal**

Fossil, Inc.

Ms. Billings reported that the parties have agreed to participate in mediation with a mediator.

Gildan Activewear, Inc.

Ms. Billings reported that between meetings the Secretary signed the retainer agreement for the Gildan Activewear, Inc. securities litigation. She said that Gildan Activewear artificially inflated the price of their stock by issuing materially false and misleading statements concerning the company's financial performance. The Retirement System lost more than \$70,000.00 and they are recommending pursuing lead plaintiff status. She asked that the Board ratify the Secretary's signature on the Certification and Retainer Agreement.

**RESOLUTION 08-047** By Miller, Supported by Cochran  
Resolved, That the Board ratify the Secretary's signature on the Certification and Retainer Agreement in the Gildan Activewear securities litigation.

Yeas: 4 – Nays: 0

Jarden Securities

Ms. Billings reported that the litigation is in the initial stages of discovery.

Maxim Integrated Products

Ms. Billings reported that the Defendant's Motion to Dismiss is still pending.

Tetra Technologies, Inc.

Ms. Billings reported that the system along with the General Employees Retirement System pursued lead plaintiff status based on their combined losses. The court appointed lead plaintiff status to an institutional investor with larger losses.

UBS/AG Securities Class Action

Ms. Billings reported that the securities litigation matter has been closed.

United Rentals

Ms. Billings reported that they are working on the settlement documents.

Coughlin Stoia Portfolio Monitoring Report for the Quarter Ended December 31, 2007

Ms. Billings reported that these are the securities litigation filings in the fourth quarter of 2007. It provides the information necessary to file a proof of claim.

CAPROC - Sale of One Michigan Avenue

Ms. Billings explained that CAPROC entered into an agreement to sell the One Michigan Avenue property for \$9.1 million. The net proceeds from the sale at closing totaled approximately \$428,000 to be split 60% payable to the Retirement Systems and 40% payable to CAPROC. The buyer also agreed to the terms of a Promissory Note to pay an additional \$450,000 over a twelve month period.

The first payment of \$112,500 was due on June 20, 2008 and the buyer could not make that initial payment. This gave CAPROC the option to foreclose on the property. However, they have negotiated with the buyer for a payment of \$350,000 which will also be split 60% to the Retirement Systems and 40% to CAPROC. This does not lessen the amount due to the Systems under the terms of the settlement agreement.

She said that they pulled the information from the buyer and did not find any relationships with CAPROC and the buyer. This appeared to be an arm length's transaction.

There are three remaining buildings with a combined net value of approximately \$40 million which should be sufficient to cover the settlement.

Chairman Storum asked if they are requesting the Board's approval. Ms. Billings said that CAPROC asked that the Board approve their proposed settlement with the buyer.

**RESOLUTION 08-048** By Lee, Supported by Miller

Resolved, That the Board approve the proposed settlement agreement between CAPROC and the buyer of One Michigan Avenue.

Yeas: 4 – Nays: 0

Domestic Relations Order – Valard Sunday Gross

This is for the trustees' information.

Miscellaneous Articles

Police & Fire Regular Meeting  
July 24, 2008

Ms. Billings referred to an article included in the newspaper regarding the City of Detroit pension funds. She said that the two systems are filing a lawsuit against Donald Watkins who is a member of Mayor Kilpatrick's legal defense fund. The pension system invested \$30 million with Mr. Watkins to purchase TradeWinds Airlines, a freight airline company. She also said that according to another newspaper article the Police and Fire Retirement System is \$400 million over funded and has entered into an agreement with the City of Detroit to loan them \$25 million each year for three years to help with the City's financial issues. Ms. Billings said that she will look at the complaint.

#### Disability Procedures

Ms. Billings reviewed the current disability process and the updated procedures. Currently, an employee will fill out the application and the Retirement Office sends them to the system's doctor for an exam. A cost should not be incurred against the system to initially determine if the applicant is disabled. The applicant should fill out the application and be seen by their own doctor to obtain the first determination.

She stated that she and Ms. Zimmermann reviewed the application and made the changes.

That concluded Ms. Billing's legal report.

**Re: Union Representatives - None**

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#### **NEW BUSINESS**

##### **Re: Retiree/Rehire Ordinance Change (GERS Information Only)**

Ms. Zimmermann explained that City Council was changing the ordinance amendment at their meeting.

Ms. Billings said prior to March 27, 2008 the GERS Ordinance allowed retirees to retire and return to work for the City. The ordinance amendment adopted on March 27, 2008 eliminated that provision. It states that retiree rehires have to wait thirty days before re-employment with the City. Current retiree rehires have ninety days to elect whether they will continue receiving their pension or be paid as an employee. This affects current retiree/rehires who directly or indirectly are employed by the City.

The General Employees Retirement System requested an opinion to determine whether the ordinance amendment is in violation of the State of Michigan Constitution by asserting that a benefit offered by an entity cannot be diminished and/or impaired. She did extensive research and found one case on point.

She looked at case law in other states, at the federal level and in the private sector. There was nothing directly on point. Private sector pension plans do not have protection under the Constitution but they do have protection under ERISA and the IRS.

She found a U.S. Supreme Court ruling from 2004 that stated the pension plan could not change the benefit provisions for a retiree after the date of their retirement. In the matter it spoke to active members stating that more restrictive suspension of benefit provisions or changing the rules could only be applied to benefits earned going forward. A plan cannot go back and suspend a provision after the benefit has been earned.

She said that her unbiased opinion would be that based on the weight of the law, this ordinance amendment is unconstitutional. There is no case law that can be relied on or is directly on point. However, case law leans toward a diminished benefit.

The ordinance amendment was to be enacted on June 30, 2008. She recommended to the GERS Board of Trustees to file for declaratory relief which would result in the GERS Board bringing a lawsuit against the Council.

Koné Bowman is a trustee and a Council person and said he felt the Council would postpone implementation. The GERS Board directed her to fax a letter with her opinion to Ericka Savage in the Council Office.

This memorandum does not address active members or union contracts and could be considered an unfair labor practice.

The amendment was subsequently changed to remove the effective date, rendering it moot.

**Re: Disability Application Process**

Ms. Zimmermann said that there some issues regarding how to administer the application for a disability retirement process that need to be discussed to see whether the process documentation needs to be amended.

There is a Fire Department member who has applied for a disability retirement under the terms of the contract. He told the staff that he is currently undertaking the work hardening program and his application gives a return to work date of June 2, 2008.

She needs to know how to advise her staff. She asked whether there should be qualifications for members that apply before an appointment is set.

Ms. Billings said that the Board should not just send a member for a disability exam. It would not be prudent use of plan assets. There should be a way to qualify a member before beginning the disability process. Trustee Miller asked if there should be a change in protocol.

Chairman Storum said that the verbiage in the contract simply states that a member can make application and there are no requirements. He asked for a motion to change the application process.

Trustee Miller felt that there should be an entire review of the process and protocol. Ms. Billings said that if there are holes in the policy that they need to be addressed.

*Trustee Miller left at 12:02 p.m.*

Ms. Zimmermann confirmed that an appointment for a disability examination for the member from the Fire Department was not to be scheduled.

**Re: Telephone Usage**

Chairman Storum noted that the travel policy limits phone calls to one call home per day while traveling. He was recently without his cell phone and had to make several calls to recover it. He felt trustees should not have to pay for these calls.

Trustee Miller felt that the Board could approve this as an extraordinary expense. Ms. Billings concurred, stating that the additional calls were a reasonable expense.

Chairman Storum stated that the travel policy was not amended in this regard when the Board went to the accountable method of expense reporting. Ms. Billings suggested the Board could remove the one call requirement from the policy.

**RESOLUTION 08-049** By Miller, Supported by Lee

Resolved, That the travel reimbursement policy be amended to remove the limitation of one phone call per day.

Yeas: 4 – Nays: 0

Discussion followed regarding cell phone usage and whether there was any reimbursement for this.

**RESOLUTION 08-050** By Miller, Supported by Lee

Resolved, That the Administrator be given a stipend for a cell phone of \$100 per month for being available at all times to trustees.

Yeas: 4 – Nays: 0

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**UNFINISHED BUSINESS**

**Re: Actuarial Software Search**

Ms. Zimmermann is pursuing this.

**Re: All PAS Forms Request**

Ms. Zimmermann stated that to date she has not received a response from Human Resources. However, the Retirement Office has been receiving more information

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**SCHEDULING OF NEXT MEETING**

Regular Meeting on August 28, 2008 at 9:00 a.m., in the Shrine Room, City Hall, Pontiac, Michigan.

Police & Fire Regular Meeting  
July 24, 2008

Chairman Storum stated that he would like to change the date of the August, 2008 regular meeting. There was discussion which resulted in the meeting being rescheduled for Monday, Monday 25, 2008; also the PF VEBA meeting.

**RESOLUTION 08-051** By Miller, Supported by Lee

Resolved, That the PFRS Board move the August, 2008 regular meeting to Monday, August 25, 2008 at 9:00 a.m., in the Shrine Room, City Hall, Pontiac, Michigan and

Further Resolved, That the August PF VEBA regular meeting be rescheduled to August 25, 2008 at 8:30 a.m. in the Shrine Room, City Hall, Pontiac, Michigan.

Yeas: 4 – Nays: 0

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## **ADJOURNMENT**

**RESOLUTION 08-052** By Miller, Supported by Lee

Resolved, That the meeting be adjourned at 10:36 a.m.

Yeas: 4 – Nays: 0

I certify that the foregoing are the true and correct minutes of the meeting of the Police and Fire Retirement System held on July 24, 2008.

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Raymond Cochran, Secretary  
*As recorded by Jane Arndt*