

**CITY OF PONTIAC, MICHIGAN
GENERAL EMPLOYEES RETIREMENT SYSTEM
BOARD OF TRUSTEES
JANUARY 26, 2011**

A regular meeting of the Board of Trustees was held on Wednesday, January 31, 2011 at the City Council Conference Room, Second Floor, City Hall, 47450 Woodward Avenue, Pontiac, Michigan 48342. The meeting was called to order at 1:38 p.m.

TRUSTEES PRESENT

Shirley Barnett

Koné Bowman (*arrived at 1:39 p.m.*)

Charlie Harrison, Chairman

Leon Jukowski, Mayor

John Naglick, Secretary

Devin Scott (*arrived at 2:10 p.m.*)

Debra Woods

Andrea Wright

TRUSTEES ABSENT

Patrice Waterman (*excused*)

Kevin Williams (*excused*)

OTHERS PRESENT

Anthony Asher, Sullivan, Ward, Asher & Patton

Matthew Henzi, Sullivan, Ward, Asher & Patton

Laurance Gray, Gray & Company

Ellen Zimmermann, Retirement Accountant

Jane Arndt, M-Administrative Assistant

Linda Watson, Retiree

Larry Marshall, Retiree

Rob Englund, President SAEA

PUBLIC DISCUSSION

Ms. Watson asked for the description of the Discovery Health Records, G.E. Capital Information, Pitney Bowes and Theramatrix invoices.

Ms. Zimmermann stated that the payment for Discovery Health Records is to obtain medical records for disabled retirees, G.E. Capital is the lease of the copy machine, Pitney Bowes is for the lease of the postage machine and Theramatrix is to obtain medical records for disabled retirees.

Ms. Watson said that she confirmed through Ms. Arndt that Trustees Barnett, Bowman, Harrison, Waterman and Woods attended the IFEBP Conference in November, 2010. She also confirmed that Trustees Barnett, Bowman, Harrison, Williams and Woods attended the Opal Public Funds Summit in January, 2011. She questioned where there were any conferences

scheduled for the next two months. Chairman Harrison stated that there are not any conferences scheduled for that time period.

Ms. Watson also asked if pension funds are being used to pay for Beyonka Mills who is not employed by the Retirement System.

Ms. Zimmermann confirmed that pension assets are only used to pay for the four employees of the Retirement System.

APPROVAL OF CONSENT AGENDA

A. Minutes of Regular Meeting: December 1, 2010

B. Communications

1. Correspondence from URGE Re: Request for Raise
2. Correspondence from Northern Trust Re: Class Action Fees
3. Correspondence from Ambassador Re: Monthly Wrap up
4. Correspondence from AMBS Re: View from the Grand (Dec & Jan)
5. Correspondence from Artio Global Re: Fact Sheet November, 2010
6. Correspondence from Piedmont Re: Redemption of Remaining Interest
7. Correspondence from Munder Capital Re: Acquisition of Integrity Asset Mgmt.
8. Correspondence from PFRS Re: Retirement Office Payroll
9. Conferences
 - a. One-Day Seminar – MAPERS – February 10, 2011
 - b. Investments Institute – IFEBP – April 11-13, 2011

C. Financial Reports

1. Financial Reports – November & December 2010
2. Securities Lending – November & December 2010
3. Capital Call Ratification:
 - a. Invesco \$ 60,968
 - b. Mesirow 200,000
 - c. Invesco 60,262
4. Accounts Payable
 - a. ADP \$3,167.63
 - b. Ambassador 23,789.02
 - c. Coffee Break 41.38
 - d. Discovery Health Records 75.93
 - e. GE Capital Information (copier) 116.42
 - f. Gray & Co. 8,104.17
 - g. Gabriel Roeder Smith & Co. (programming) 1,250.00
 - h. Office Depot 85.71
 - i. Northern Trust 46,222.85
 - j. Peritus Asset Mgmt 94,787.68
 - k. Pitney Bowes 433.30
 - l. Rodwan Consulting 4,600.00
 - m. Sawgrass Asset Mgmt 46,649.00

- | | |
|-----------------------------------|-----------|
| n. Slade's Printing | 67.20 |
| o. Stevens Record Management | 126.67 |
| p. Sullivan, Ward, Asher & Patton | 38,413.71 |
| q. Systematic | 60,929.01 |
| r. TheraMatrix (Fortune) | 15.00 |
| s. USPS | 2,119.33 |
| t. VISA | 17,754.99 |
| v. Due to / Due from | 415.33 |
5. Death Audit Results
- D. Retirements, Refunds, Final Calculations, Re-Examinations
1. Remove from the Rolls:
 - a. Robert Bonneville (deceased 11-10-10)
 - b. Julia Muszynski (deceased 12-08-10)
 - c. Mary Jane Reid (deceased 12-06-10)
 - d. Delwyn Saiter (deceased 11-30-10); survivor pension of \$1,292.19/mo. to Dorothy Saiter
 - e. Louisa Spencer (deceased 12-06-10)
 - f. Thomas Quinn (deceased 09-23-10) corrected surv benefit \$415.20/mo to D. Halloran
 - g. James H. Wright (deceased 11-23-10)
 2. Applications for Service Retirement:
 3. Application for Deferred Retirement
 - a. Donnie Benion – Teamsters 214 8 years, 2 months Pension starts 12-1-2011 (recip)
 - b. Elizabeth Cantrell – Non-union 14 years, 2 months Pension Starts 10-1-2019
 4. Final Benefit Calculations:
 5. Change of Retirement Effective Date:
 - a. Charles Anthony

Trustee Woods questioned whether the memorandum received from the Police & Fire Retirement System needed to be voted on or received and filed.

Mr. Asher said that it is for the trustees' information.

Trustee Woods also questioned the capital call for Invesco for \$122,456.00. It was determined that this capital call was for the Police & Fire Retirement System and would be removed.

Trustee Barnett asked if the Board would acknowledge the letter from URGE similar to the recommendation the Board forwards to City Council for trustee reappointment.

Ms. Zimmermann asked whether Trustee Barnett was asking for a letter of recommendation to City Council on behalf of URGE.

There was discussion that it is beyond the Board's scope of authority to recommend a salary increase for retirees to City Council.

Ms. Zimmermann was directed to draft a letter to URGE acknowledging their request and explaining that URGE needs to direct this request directly to City Council.

Trustee Barnett stated that the letter was addressed to the Mayor. Trustee Jukowski confirmed that the letter was sent to him and that he spoke with Peggy Hardiman. He told her that he would forward the correspondence to Ms. Zimmermann.

Trustee Bowman asked that the trustee arrival times be verified from the December 1, 2010 meeting.

RESOLUTION 11-001 By Woods, Supported by Waterman
Resolved, That the Board approve the consent agenda for January 26, 2011 as amended.

Yeas: 7 – Nays: 0

CONSULTANTS

Re: Gray & Company

Mr. Gray distributed the Plan's valuation update as of January 25, 2011. The reconciled performance reports will be available at the February meeting. Total Fund assets are \$422.8 million compared to \$399.7 million as of September 30, 2010. Fund performance was good from December, 2009 through September, 2010 with total Fund assets of \$390.5 million compared to December, 2008 at \$338.9 million. The Fund is still a ways from the previous high mark of \$500 million.

He stated that the international equity manager's performance has lagged.

Chairman Harrison confirmed that the manager increased their emerging market exposure. He questioned whether they invested in the wrong countries. Mr. Gray said that their emerging market exposure is 32% but they went into bad sectors and markets.

Chairman Harrison asked if the manager ranks in the lower quartile. Mr. Gray said that as of September 30, 2010 their five-year performance was up but they have lagged over other periods. They have under performed over the rolling years since inception.

Ms. Zimmermann read that large cap growth equity manager Sawgrass was recently terminated due to underperformance by another fund. Mr. Gray asked if she knew which product. He did confirm that the Mobile, Alabama Police and Firefighters Retirement Plan put them on probation for another strategy. The probation was based more on politics than performance. He will confirm whether they have been terminated in the large cap growth strategy.

Chairman Harrison confirmed that Gray & Company will provide a full performance report at the February, 2011 meeting.

Trustee Woods asked if there is an update regarding Nexos. Mr. Gray said that there are no updates and the requested documentation has not been received. He reported that the Nexos investment is in a grocery store chain.

Chairman Harrison confirmed that Nexos had high hopes for the grocery store chain. Mr. Gray asked if the Board had any questions.

Re: Sullivan Ward Asher & Patton

Mr. Asher requested that the Board move to closed session to discuss pending litigation.

RESOLUTION 11-002 By Woods, Supported by Bowman
Resolved, That the Board move to closed session to discuss pending litigation.

Roll Call:

Trustee Barnett – Yea	Trustee Naglick – Yea
Trustee Bowman – Yea	Trustee Woods - Yea
Chairman Harrison – Yea	Trustee Wright - Yea
Trustee Jukowski – Yea	

Meeting moved to closed session at 1:56 p.m.

Trustee Scott arrived at 2:10 p.m.

Meeting returned from closed session at 2:17 p.m.

RESOLUTION 11-003 By Woods, Supported by Bowman
Resolved, That the Board approve the closed session minutes for December 1, 2010.

Yeas: 8 – Nays: 0

House Bill 5323

Mr. Henzi reported that House Bill 5323 died in the Senate Committee. This bill would have allowed for more diversified investments.

Nexos Private Equity Growth Fund

Mr. Henzi referred to correspondence prepared by Ms. Billings that was sent to Nexos Capital Partners, LLC. The correspondence requested that Nexos provide their audited financial statements of the partnership from inception including all fees paid to the General Partner including copies of all General Partner tax returns, Form 1065 with all Schedules including K-1's for all partners.

It also provided notice that Nexos would continue as a fiduciary for the investments of the limited partners. As well as terminating any and all additional payments for management fees, expenses or other costs attributable to the limited partners.

Contreras Domestic Relations Order

Mr. Henzi reported that the Contreras Domestic Relations Order has been reviewed and approved.

FOIA Request from Doctors' Hospital of Michigan

Mr. Henzi reported that a FOIA request was received from Doctors' Hospital of Michigan requesting the names and addresses of the Hospital retirees and deferred members. Ms. Billings responded stating that the request was approved in part and denied in part. Based on a Supreme Court ruling home addresses are private and exempt from disclosure under the Freedom of Information Act.

Correspondence Re: Overpayment of Benefits Due to Death of Retiree

Mr. Henzi reported that correspondence was sent to the estates of deceased retirees William Lewis, Freda Leslie and Leona Neeley regarding the overpayment of benefits. Only one response has been received from Larry Lewis, William Lewis' son. However, he has not agreed to repay or establish a repayment plan.

They are looking for direction from the Board. Other than Larry Lewis, there has been no contact on behalf of the other retirees and the responsible parties have not been identified for repayments.

Chairman Harrison asked what the precedent is in this matter. Ms. Zimmermann said that there are repayment procedures in place. Notices are sent and a repayment plan is determined. However, in this case there has been no response. It is the duty of the Fund to try and recover the assets.

Chairman Harrison said that those responsible knew that the person was deceased yet they kept cashing the checks. He asked for suggestions.

Trustee Bowman felt that what the parties did was illegal.

Chairman Harrison questioned whether further steps should be taken to further pursue payment.

Mr. Asher said that the Board needs to determine what actions can be taken and whether the money spent to recoup the overpayment exceeds that of the overpayment.

Trustee Woods stated that the estate should be responsible and that the estate was aware that the person was deceased.

Trustee Wright suggested that the Board determine its actions based on cost. A policy should be set to insure that.

Trustee Bowman felt that these individuals should be turned over to the authorities rather than the Board filing a lawsuit.

Trustee Naglick left at 2:24 p.m.

Mr. Asher suggested sending a stronger letter indicating that the responsible party knowingly cashed the deceased member check and that they have a personal responsibility to repay the monies.

Chairman Harrison questioned whether there is a way to see who cashed the checks.

Trustee Bowman felt that the responsible parties should be identified and notify them that they are responsible for replacing the funds.

Chairman Harrison asked what the next step is.

Mr. Asher said that the information on who cashed the checks needs to be obtained. The Board has an obligation to recoup assets when the amount is in the thousands.

Correspondence from Plunkett Cooney Re: 2009-2010 Fiscal Year City of Pontiac Audit

Mr. Henzi stated that Ms. Billings sent correspondence to Dennis Cowan at Plunkett Cooney regarding the comments made in the City of Pontiac audit for fiscal year 2009-2010 stating that the Retirement Systems have received interest free loans from the City which is not a prudent practice.

Mr. Asher drafted correspondence to Plunkett Cooney acknowledging that the Retirement Systems owed the City approximately \$700,000.00 for staff compensation. However, it also states that the City owed the Retirement Systems \$1.2 million for Medicare reimbursements.

To date the amounts owed by the Retirement Systems and the City have all been paid.

Trustee Naglick returned at 2:30 p.m.

Trustee Naglick said that the City cash flow is positive with the General Employees Retirement System but not with the General VEBA or the Police & Fire Retirement System.

Mr. Asher stated that the Retirement Systems will terminate the Medicare reimbursements to retirees effective March 1, 2011.

Trustee Wright asked why the reimbursements will be discontinued. Ms. Zimmermann said that legal counsel was not aware that System assets were paying for the Medicare reimbursements and being reimbursed by the City which is in violation of the Plan documents.

Trustee Naglick said that the current method for reimbursement is not appropriate. However, it makes sense that the reimbursement is included in the pension checks.

Trustee Scott was concerned about the third paragraph in the draft correspondence that pertained to the Retirement System Administrator and staff compensation payments be paid directly by the Retirement Systems.

Mr. Asher said that the paragraph indicates that the Retirement Systems will directly pay staff compensation.

Trustee Woods said that this is the same issue that was brought up at the last meeting. Before the transaction occurs there are issues that need to be worked out between the Teamsters and SAEA Unions regarding Retirement System staff positions.

Chairman Harrison felt that there is more than one issue and that this agenda item is addressing the cash flow issue between the Retirement Systems and the City. The issue regarding staff positions still has to go through the unions.

Trustee Naglick said that the City has settled up with the Retirement System thru June 30, 2010. Starting in March, 2011 they would recommend that the Retirement staff is paid from the pension system. The staff will still be City employees.

There was concern that the staff would no longer be City employees. Trustee Woods said that it would be similar to the situation with the employees of the Housing Commission and the Library. She recommended that before staff compensation is paid directly from the pension system that the issues with the positions as related to the unions are worked out.

Ms. Zimmermann said that she was never advised or notified of this situation at the time it occurred. Trustee Scott said that Ms. Zimmermann was advised verbally at the last retirement meeting.

Trustee Woods said that when the position became part of Teamsters, Ed Hannon chose not to notify Ms. Zimmermann. Ms. Zimmermann felt that there were a number of people involved in this issue who could have notified her. She also stated that the situation needs to be explored.

Mr. Asher said that there are a number of retirement systems whose staff works directly for their respective retirement system and the City acts as an agent. In the Police & Fire Retirement System Ordinance under Section 20 it states that the Secretary acts as the administrative head of the System and shall employ such clerical and professional services as may be required for the proper operation of the System whose compensation shall be fixed by the City Council. The GERS Ordinance does not address this issue. The draft is not suggesting that the Board change anything other than how the compensation is distributed.

Trustee Wright confirmed that this document does not change the fact that the Retirement staff are City employees. The point is that the staff gets paid by the Retirement Systems and out of the assets of the Retirement Systems.

Trustee Woods stated that she felt the union issues need to be worked out first.

Trustee Jukowski questioned whether the employees at the Housing Commission are City employees.

Trustee Woods confirmed that they are City employees but stated that the unions have no rights in that department. The Union does not want to lose anymore positions. She needs to insure that this does not separate the employees from the City.

Trustee Naglick said that the staff would still be City employees, but their compensation would be paid by the Retirement Systems.

Chairman Harrison questioned whether the document needed to be redrafted.

Trustee Wright felt that the current wording of the document was clear.

Trustee Naglick said that the Emergency Financial Manager is trying to avoid the build up of receivables by having the compensation come directly from the Retirement Systems.

Chairman Harrison said that it is important to make sure legally this does not change anything.

Mr. Asher asked how many employees are in the union. Ms. Zimmermann said to date that only the Retirement Coordinator is part of the SAEA union.

Trustee Scott said that Ms. Munson's position was won by the PPMA union and Ms. Arndt's position was won by the Teamsters union. Ms. Craft is currently part of the SAEA union.

Mr. Asher confirmed that there are two positions in question that are currently recognized as Non-Union.

Trustee Naglick said that the City is paying for four people and the question is whether they are union positions.

Trustee Scott questioned whether there would be an issue with payroll taxes and leave compensation if the staff was paid by the Retirement Systems. Ms. Zimmermann said that any deductions or leave compensation could be done similar to the City's payroll.

Chairman Harrison stated that the language needs to be changed to make everyone happy. The union is asking for clarity as to whether this will change the status of these positions as they are looking to retain these positions.

He confirmed that Ms. Arndt's position was won by the union several years ago but is not being recognized.

Ms. Zimmermann asked for a copy of the judgment.

Trustee Scot pointed out that the unions won two positions.

Trustee Bowman said that no matter where they belong, the City still pays them. The City is just trying to cut out the middleman.

There was discussion regarding the redrafting of the resolution.

Trustee Bowman left at 3:03 p.m.

Mr. Asher said that the staff will become employees of the Retirement System once their compensation is paid direction from the pension systems.

Trustee Scott indicated that Ms. Arndt's position is currently in grievance arbitration.

Trustee Bowman returned at 3:05 p.m.

Ms. Zimmermann said that she would like notification in writing regarding Ms. Arndt's position.

Trustee Scott said that the notification will come from Plunkett Cooney.

Ms. Zimmermann said that Ms. Billings had previously stated that an agreement could be put in place with each relevant union and that this would be a simple issue. But she will abide by whatever the Board determines.

Rob Englund, President of SAEA said that he was assured by Gary Francis and Michael Stampfler that this would not happen. There is a MERC hearing scheduled with regard to Ms. Munson's position. However, they are interested in Ms. Munson's well being. His concern is that they have a collective bargaining agreement with the City but not with the Retirement System.

Trustee Naglick stated that these are union matters. He proposed that the language be changed to indicate that the Retirement System will reimburse the City monthly for Retirement System staff payroll.

Mr. Asher agreed and said that the issue is that the City has a cash flow problem. The union issues can be addressed between the City and the unions.

Trustee Naglick said that cash is the most important thing.

Ms. Zimmermann indicated that Ms. Billings also drafted correspondence to Plunkett Cooney regarding the Medicare reimbursement termination.

RESOLUTION 11-004 By Jukowski, Supported by Naglick
Resolved, That the Retirement System shall reimburse the City of Pontiac for all compensation for the Retirement System Administrator and staff upon receipt of a cost invoice. In addition, the Retirement Systems will discontinue Medicare reimbursements to retirees effective March 1, 2011.

Yeas: 8 – Nays: 0

Correspondence from Plunkett Cooney Re: Roy Dixon, Jr. and Onyx Capital Investors
Mr. Henzi indicated that this is for informational purposes only. It contains public record information supplied to Plunkett Cooney in response to their request.

Correspondence from Plunkett Cooney Re: Retirement Department Employee Payroll
This issue was addressed under item number eleven of the legal report.

REPORTS

Re: Chairman - None

Re: Secretary - None

Re: Trustees/Committees

Re: Administrator

1099R's

Ms. Zimmermann reported that the 1099R's were sent out to the retirees on January 14, 2011.

Form 945 - Annual Return of Withheld Federal Income Tax

Ms. Zimmermann reported that Form 945 was mailed on January 25, 2011.

Retirement Benefit Statements

Ms. Zimmermann reported that the retirement benefit statements will be sent out to the members on January 27, 2011.

Affidavit of Eligibility

Ms. Zimmermann reported that Affidavit of Eligibility forms have been sent out to members whose correspondence had repeatedly been returned for an extended period of time. Most of the members contacted the office and updated their information. However, a few pensions were suspended. We have heard from all but one member. Once the member's paperwork is submitted a hand cut check will be processed.

FOIA from Linda Watson Re: 2010 Travel Expenses

Ms. Zimmermann informed the Board that she received a FOIA from Linda Watson requesting copies of the Board's 2010 travel expenses.

Re: Union Representatives

Mr. England confirmed that the SAEA Union will continue to work to resolve the Retirement Office payroll issue.

UNFINISHED BUSINESS

Re: Retirement Office Payroll – Refer to Consultants - Sullivan Ward Asher & Patton

General Employees Retirement System
Regular Meeting,
January 26, 2011

Re: Disaster Recovery Plan – Nothing New to Report

Re: Attorney General Opinion

Trustee Jukowski asked the Board to consider obtaining an opinion from the Attorney General with regard to a 420 Transfer that would allow the transfer of System assets to pay for retiree healthcare.

RESOLUTION 11-005 by Jukowski, Supported by Scott

Resolved, that the Board consider obtaining an opinion from the Attorney General with regard to a 420 Transfer.

Roll Call:

Trustee Barnett – Nay	Trustee Naglick – Yea
Trustee Bowman – Nay	Trustee Scott - Yea
Chairman Harrison – Nay	Trustee Woods - Nay
Trustee Jukowski – Yea	Trustee Wright – Nay

Motion Failed

NEW BUSINESS

Re: Northern Trust Fees

Ms. Zimmermann reported that she received the fee schedule from Northern Trust with a complete copy included in the agenda packet. The cover letter indicated that the fees will remain the same and there has not been an increase. She is in the process of reviewing the documentation to confirm that the fees have not changed.

Re: Semi-Annual Rebalancing

Ms. Zimmermann requested that the Board approve the cash flow rebalancing plan as recommended by the consultant to provide cash for operations and benefit disbursements for the next six months.

RESOLUTION 11-006 by Woods, Supported by Bowman

Resolved, That the Board approve the transfer of \$3,000,000 from Gray & Company Emerging Managers Large Cap core, \$2,000,000 from Munder Mid Cap Growth, \$5,000,000 from Systematic Mid Cap Value, \$1,000,000 from Kennedy Small Cap Core and \$1,000,000 from Loomis Sayles Small Cap Value to fund benefits and operations for the next six months.

Yeas: 8 – Nays: 0

Re: Employee Trustee Election – Wright

Candidate Certification

Ms. Zimmermann reported that the petitions filed on behalf of candidates Gloria Miller, Tuesday D. Redmond and Sheryl H. Stubblefield were examined and validated and that Vice Chair

Woods certified the candidates who will appear on the ballot for the General Election to be held on February 15, 2011.

RESOLUTION 11-007 by Barnett, Supported by Jukowski

Resolved, that the Board approve the Candidate Certification for the General Election being held on February 15, 2011.

Yeas: 8 – Nays 0

Selection of Trustee Canvasser

Ms. Zimmermann reported that the election rules require that a trustee act as canvasser of the election. There is not much required other than pushing a button on the voting machine and staying after the election has concluded. She requested that the Board determine which trustee will act as the canvasser for the election to be held on February 15, 2011.

Trustee Barnett volunteered to act as election canvasser.

RESOLUTION 11-008 by Barnett, Supported by Jukowski

Resolved, That the Board approve Trustee Barnett to act as the Trustee Canvasser for the General Election being held on February 15, 2011.

Yeas: 8 – Nays 0

Election Inspectors / Hours

Ms. Zimmermann reported that the election rules require that all departments are contacted to solicit volunteers to act as election inspectors. With the decline in the number of active employees no one has stepped forward to volunteer. She asked the Board if Retirement Office staff could act as inspectors or for the Board to make a determination.

Trustee Barnett asked what is required of an election inspector. Ms. Zimmermann said that the election inspector would verify that the person is an eligible voter and member of the Retirement System from an eligibility list, obtain the member's signature and record the ballot number. The member will select from the list of candidates and insert their ballot into the voting machine to complete the process.

Chairman Harrison asked if the person has to be an employee.

Trustee Scott said he would volunteer.

Trustee Wright offered to volunteer as an election inspector.

Ms. Zimmermann questioned whether legally Trustee Wright has to be an active employee.

Trustee Wright stated that she is a deferred retiree.

The Board determined that Trustee Wright was eligible to act as election inspector for the General Election being held on February 15, 2011.

RESOLUTION 11-009 by Barnett, Supported by Jukowski

Resolved, That the Board approve Trustee Wright to act as the Election Official for the General Election being held on February 15, 2011.

Yeas: 8 – Nays 0

Ms. Zimmermann explained that in the past elections ran from 7:00 a.m. to 6:00 p.m. However, Retirement Office access has changed to 8:30 a.m. to 4:30 p.m. She asked that the Board approve to change the election hours to 8:30 a.m. to 4:30 p.m. for elections going forward.

Trustee Bowman left at 3:32 p.m.

RESOLUTION 11-010 by Barnett, Supported by Scott

Resolved, That the Board approve to change the hours of the General Election from 7:00 a.m. to 6:00 p.m. to 8:30 a.m. to 4:30 p.m. and that the election rules be amended to reflect the change.

Yeas: 7 – Nays 0

Re: Citizen Trustee Reappointment – Williams

Ms. Zimmermann said that it has been the practice of the Board to send a Resolution of Reappointment to City Council recommending the reappointment of Citizen Trustees. She has confirmed that Trustee Williams is willing to continue in his position as Citizen Trustee. She asked that the Board approve the Resolution of Reappointment for Trustee Kevin Williams to be submitted to City Council.

RESOLUTION 11-011 by Barnett, Supported by Scott

Resolved, That the Board approve the Resolution of Reappointment for Citizen Trustee Kevin Williams recommending his reappointment to the General Employees Retirement System for a four year term beginning April 1, 2011 and expiring on March 31, 2015.

Yeas: 7 – Nays 0

Re: Employee Trustee Election Calendar - Scott

Ms. Zimmermann requested that the Board approve the election calendar for the Employee Trustee Election for Trustee Scott's position that will expire on March 31, 2011. She also asked that the Board designate a trustee as an election canvasser.

RESOLUTION 11-012 by Woods, Supported by Scott

Resolved that the Board approve the Election Calendar for the Employee Trustee position for the term ending March 31, 2015 and approve Trustee Barnett as the Election Canvasser for the General Election to be held on March 22, 2011.

Yeas: 7 – Nays 0

Re: EFM Request for information Re: Onyx Case – Refer to Legal

Re: EFM Letter Re: City Audit Findings – Refer to Legal

Re: City Deferred Trustee

Trustee Woods stated that with the City losing so many employees she would like the Board to look at getting a City Deferred position on the Board. The Teamsters union currently has less than twenty-five employees. Many of the employees that have been laid off are vested in the Retirement Fund and would like a voice on the Board. She asked if it would require a change in the Ordinance language.

There was discussion that the City Employee Trustees represents the employees on the Board.

Trustee Barnett questioned whether there could be a Hospital Retiree Trustee and a City Retiree Trustee.

Chairman Harrison explained that this would be a decision made by the unions and City Council.

Trustee Woods asked that this be looked into going forward.

SCHEDULING OF NEXT MEETING

Special Meeting: February 22, 2011 @ 8:30 a.m. – Marriott Centerpoint, Pontiac, MI

Regular Meeting: February 23, 2011 @ 1:30 p.m. – City Council Conference Room, Second Level, City Hall

ADJOURNMENT

RESOLUTION 11-013 By Jukowski, Supported by Scott
Resolved, That the meeting be adjourned at 3:39 p.m.

Yeas: 7 – Nays: 0

I certify that the foregoing are the true and correct minutes of the meeting of the General Employees Retirement System held on January 26, 2011

As recorded by Jane Arndt