

TAYLOR POLICE & FIRE RETIREMENT BOARD
MARCH 10, 2010

The regular meeting of the Taylor Police & Fire Retirement Board was held at the Taylor Fire Department, 23345 Goddard Road, Taylor, Michigan, on Wednesday March 10, 2010.

Present: Avery, Haydon, Hill, McNamee, Taylor

Also Present: Jack Timmony of VanOverbeke, Michaud & Timmony, legal counsel; Chris Kuhn of Gray & Company; Kirk VanDagens and Hatesh Patel of PNC Bank; Dean Philo – Director of Budget & Treasury

Motion by Haydon, supported by Hill.

Resolved: To approve the minutes of the meeting held February 10, 2010 after making a correction to resolution 2.6-10 to read “To send correspondence to the Retirement System actuary to calculate Mr. Costella’s final average compensation by adding 26 weeks of base pay (\$48,168.18), thereby adjusting Mr. Costella’s pension benefit plus interest at the Michigan statutory rate”.

Unanimously approved.

3.10-10

Motion by Taylor, supported by Hill.

Resolved: To receive and file employee contributions to the Police & Fire Pension System received in the amount of \$62,564.13 for month of January 2010 received from the City and submitted by wire transfer to the bank.

Unanimously approved.

3.11-10

Motion by Taylor, supported by Haydon.

Resolved: To receive and file the following correspondence:

1. Notice from PNC regarding rebate of certain marketing and distribution related fees.
2. Letter from Alliant Insurance Services regarding fiduciary liability insurance.
3. Letter from Tom Mitchell, Senior Officer, Intercontinental Real Estate Corporation reference his new position with the company.

Unanimously approved.

3.12-10

Motion by Taylor, supported by Hill.

Resolved: To pay Donna Terry, Plan Administrator, for pay periods ending December 13, 2009 through March 7, 2010, 109 hours for a total of \$3,815.00.

Unanimously approved.

3.13-10

Motion by Hill, supported by Taylor.

Resolved: To deny request from Kenneth Costella for a copy of the attorney's opinion letter to the Pension Board reference his litigation settlement with the City of Taylor.

Unanimously approved.

3.14-10

Dean Philo, Director of Budget & Treasury for the City of Taylor addressed the Board reference the City of Taylor's objections to the inclusion of 26 weeks of base wages in the final average compensation calculation related to the pension benefit of former Taylor Fire Chief Kenneth Costella.

Motion by Avery, supported by Haydon.

Resolved: To direct legal counsel to write a letter to the City of Taylor asking for a detailed explanation of the City's position why wages should not be included in the FAC calculation for former Taylor Fire Chief Kenneth Costella.

Unanimously approved.

3.15-10

Hatesh Patel of PNC addressed the Board describing the investment process for the small cap core portfolio and the recent market performance, and then answered questions posed by the Board members.

Motion by Haydon, supported by Taylor.

Resolved: To have a standing resolution to give signing authority to the Board Chairman whenever money is needed to be transferred to different accounts per Gray & Company.

Unanimously approved.

3.16-10

Motion by Taylor, supported by Haydon.

Resolved: To send letter to retiree Bob Zieleniewski giving him thirty days to pay back the overpayment made by the bank without interest.

Unanimously approved.

3.17-10

Motion by Hill, supported by Avery.

Resolved: To send letter to retiree Dan Williams giving him thirty days to pay back the overpayment made by the bank without interest.

Unanimously approved.

3.18-10

Motion by Hill, supported by Avery.

Resolved: To pay mileage & parking fees for the one day MAPERS seminar on Alternative Investments held in Detroit, Michigan on February 5th, 2010 for Board members Avery, Hill and Taylor.

Unanimously approved.

3.19-10

Motion by Hill, supported by Taylor.

Resolved: To approve payment of expenses for Board members Haydon, Hill, McNamee and Taylor to attend the Spring Conference of MAPERS (Michigan Association of Public Retirement Systems) to be held at the Soaring Eagle Resort, Mt. Pleasant, Michigan from May 23rd to May 25th, 2010.

Unanimously approved.

3.20-10

Motion by Avery, supported by Taylor.

Resolved: To go into closed session to review matters concerning attorney/client privilege.

Unanimously approved.

3.21-10

Motion by Hill, supported by Haydon.

Resolved: To go back into open session.

Unanimously approved.

3.22-10

Legal counsel discussed with Board members a complaint against St. Jude Medical which alleges potential violations of the federal securities laws. The complaint seeks damages against St Jude and certain of its officers and/or directors for violations of the federal securities laws on behalf of purchasers of St. Jude stock between April 22, 2009 and October 6, 2009 inclusive. The Taylor Police & Fire Retirement System's loss is approximately \$35,918.

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Motion by Avery, supported by Taylor.

Resolved: To recommend that our legal counsel proceed with action against St. Jude Medical.

Unanimously approved.

3.23-10

Motion by Haydon, supported by Avery.

Resolved: To adjourn meeting.

Unanimously approved.

3.24-10