

A meeting of the Employees' Retirement System Board of Trustees was held on Wednesday, December 13, 2006, at Troy City Hall, 500 W. Big Beaver Rd., Troy, MI. The meeting was called to order at 1:33 p.m.

TRUSTEES PRESENT: Mark Calice
 Michael Geise
 Thomas Houghton, Chair
 John M. Lamerato
 William R. Need (Ex-Officio)
 Phillip L. Nelson
 Steven A. Pallotta

TRUSTEES ABSENT: Martin F. Howrylak

ALSO PRESENT: Steve Gasper, UBS

EXCUSE ABSENT MEMBER

Resolution # ER – 2006 – 12 - 044

Moved by Lamerato
Seconded by Pallotta

RESOLVED, That Martin F. Howrylak be excused.

Yeas: All 6
Absent: Howrylak

MINUTES

Resolution # ER – 2006 – 12 - 045

Moved by Calice
Seconded by Geise

RESOLVED, That the minutes of the November 8, 2006 meeting be approved.

Yeas: All 6
Absent: Howrylak

OTHER BUSINESS – RETIREMENT REQUESTS

Resolution # ER – 2006 – 12 - 046

Moved by Lamerato
Seconded by Calice

RESOLVED, That the Board approve the following retirement requests:

Mark Colombo, 1/20/07, DB, 33 years, 10 months
Jeanette Bennett, 2/13/07, DC, 21 years, 4 months
Marlene Struckman, 1/20/07, DB, 16 years, 6 months

Yeas: All 6
Absent: Howrylak

OTHER BUSINESS – OPTION WRITING AUTHORITY

Resolution # ER – 2006 – 12 - 047

Moved by Pallotta
Seconded by Calice

RESOLVED, That if an option position has not been established by December 31, 2007, the authorization for that position will expire;

BE IT FURTHER RESOLVED, That up to 30 call and puts may be sold on each equity in the portfolio.

Yeas: All 6
Absent: Howrylak

OTHER BUSINESS – RETIREE HEALTH CARE PLAN DECEMBER 31, 2005 ACTUARIAL VALUATION

The Board received and filed the December 31, 2005 Retiree Health Care valuation.

OTHER BUSINESS – SEPTEMBER 30, 2006 QUARTERLY INVESTMENT PERFORMANCE

Steve Gasper, UBS, presented the September 30, 2006 Quarterly Investment Performance Report to the board.

INVESTMENTS

Resolution # ER – 2006 – 12 - 048

Moved by Nelson

Seconded by Pallotta

RESOLVED, That the Board sell the following securities:

Sell: Keyspan; Kimberly Clark; Leggett & Platt; 7,000 shares Eli Lilly; Investor Financial Services; Bristol Myers; Fifth Third Bank; Ford; Glaxo Smith Kline and Fidelity Magellan Mutual fund.

Yeas: All 6

Absent: Howrylak

PUBLIC COMMENT

There was no public comment.

The next meeting is January 10, 2007 at 12:00 p.m. at City Hall, Conference Room C, 500 W Big Beaver, Troy, MI.

The meeting adjourned at 2:38 p.m.



Thomas Houghton, Chairman



John M. Lamerato, Secretary