A meeting of the Employees' Retirement System Board of Trustees was held on Wednesday, September 13, 2006, at Troy City Hall, 500 W. Big Beaver Rd., Troy, MI. The meeting was called to order at 12:15 p.m.

TRUSTEES PRESENT:

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

MINUTES

Resolution # ER – 2006 – 09 - 034
Moved by Pallotta
Seconded by Calice

RESOLVED, That the minutes of the August 9, 2006 meeting be approved.

Yeas: All 7

OTHER BUSINESS – DECEMBER 31, 2005 ANNUAL ACTUARIAL VALUATION

Randall J. Dziubek of the Gabriel, Roeder, Smith & Company reviewed the December 31, 2005 Annual Actuarial Valuation with the board.

OTHER BUSINESS – SUMMARY ANNUAL REPORT TO MEMBERS – DECEMBER 31, 2005

The board received a copy of the report, which will be distributed to all retirees and full-time employees.

OTHER BUSINESS – RETIREE NEWSLETTER

The board reviewed a draft of the retiree newsletter which will be distributed in September to all retirees.

OTHER BUSINESS – ESTABLISH 2007 MEETING DATES

Resolution # ER – 2006 – 09 - 035
Moved by Calice
Seconded by Geise

RESOLVED, That the board approve the 2007 meeting dates, and that a copy of the schedule be attached to the original minutes.

Yeas: All 7

INVESTMENTS

Resolution # ER – 2006 – 09 - 036
Moved by Pallotta
Seconded by Lamerato

RESOLVED, That the Board buy the following securities:

Buy: $500,000 SLMA, 6.42% due 12/15/09, Floating Rate
$500,000 Barclays Bank, 5.75% due 9/12/08, Floating Rate
$500,000 Toyota MotorCredit, 5.50% due 9/22/11

Yeas: All 6
Absent: Nelson

INVESTMENTS

Resolution # ER – 2006 – 09 - 037
Moved by Houghton
Seconded by Pallotta

RESOLVED, That the Board sell the following investments:

Sell: Aptar Group; Avery Dennison; Mutual Funds – Deleware Balanced Fund; Delaware Trend Fund; Dreyfus Premium Balanced Fund; Phoenix Balanced Fund; and Phoenix Capital Growth Fund

Yeas: All 7

PUBLIC COMMENT

There was no public comment.

The next meeting is October 11, 2006 at 12:00 p.m. at City Hall, Conference Room C, 500 W Big Beaver, Troy, MI.

The meeting adjourned at 1:35 p.m.

Thomas Houghton, Chairman

John M. Lamerato, Secretary

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