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A meeting of the Employees' Retirement System Board of Trustees was held on Wednesday, June 13, 2012 at Troy City Hall, 500 W. Big Beaver Road, Troy, MI 48084.

The meeting was called to order at 12:08 p.m.

Trustees Present: Thomas J. Gordon, II
Steve Pallotta
Milton Stansbury
Michael Culpepper
Dave Henderson
Thomas Darling, CPA
William R. Need (Ex-Officio)

Trustees Absent: Mark Calice

Also Present: Justin Breyer

Minutes

Resolution # ER – 2012-06-12
Moved by Pallotta
Seconded by Darling

RESOLVED, That the Minutes of the May 9, 2012 meeting be approved.

Yeas: All-6
Absent: Calice

Other Business – Investment Fiduciary

Thomas Darling presented information regarding investment fiduciary responsibility, including the definition, discharge of trustee responsibilities solely in the interest of the participants and beneficiaries, delegation of responsibility and balancing of professionals, fiduciary standards, conflict of interest and fiduciary liability.

Other Business – Administrator and Broker Guidelines

Thomas Darling discussed the information provided in the Administrator and Broker Guidelines handout.

Other Business – Broker Relationship and Fee Schedule

Thomas Darling presented information relating to broker relationship and fee schedule.

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Other Business – Administrator and Secretary Resolution

Thomas Darling, CPA, distributed a hard copy of Resolution # ER-2012-06 for the Board's review.

Michael Culpepper, Interim City Manager, recommended that Thomas Darling be appointed to the position of Employees' Retirement System Administrator.

Resolution # ER – 2012-06-13
Moved by: Pallotta
Seconded by: Stansbury

RESOLVED, That Thomas Darling, Administrative Officer of this Board be, and hereby is, fully authorized and empowered, for the Employees' Retirement System, to transmit, convert, endorse, sell, assign, set over and deliver any and all shares of stock, bonds, debentures, notes, subscription warrants, stock purchase warrants, evidences of indebtedness, or other securities now or hereafter standing in the name of or owned by this Corporation, and to make, execute and deliver, under the corporate seal of this Corporation, or otherwise, any and all written instruments of assignment and transfer necessary or proper to effectuate the authority hereby conferred, and he is empowered to buy, sell, trade and deal in puts and calls, straddles, and other options of every kind and nature;

FURTHER BE IT RESOLVED, That whenever there shall be annexed to any instrument of assignment and transfer, executed pursuant to and in accordance with the foregoing resolution, certificate of the Secretary or an Assistant Secretary of this Board in office at the date of such certificate, and such certificate shall set forth these resolutions and shall state that these resolutions are in full force and effect, and shall also set forth the names of the persons who are then officers of this Corporation, then all persons to whom such instrument with the annexed certificate shall thereafter come, shall be entitled, without further inquiry or investigation and regardless of the date of such certificate, to assume and to act in reliance upon the assumption that the shares of stock or other securities named in such instrument were therefore duly and properly transferred, endorsed, sold, assigned, set over and delivered by this Board, and that with respect to such securities the authority of these resolutions and of such officers is still in full force and effect.

Yeas: All-6
Absent: Calice

Investments-

Resolution # ER – 2012-06-14
Moved by Pallotta
Seconded by Stansbury

RESOLVED, That the board sell the following:

Sell: 5,000 (all) shares of Avon
2,000 shares of American Science and Engineering
3,500 shares of Bed, Bath and Beyond
10,000 shares of Deckers Outdoor
4,000 shares of Scana
4,000 shares of Fastenal
5,000 shares of Hartford Financial
5,000 shares of Renesola
5,000 shares of Rio Tinto
5,000 shares of Stryker
4,000 shares of Broadridge Financial (after 6/18/12)
10,000 shares of Sysco (after 7/6/12)
All shares of Research in Motion

Yeas: All- 6
Absent: Calice

Public Comment

None.

The next meeting is July 11, 2012 at 12:00 p.m. at Troy City Hall, Conference Room C, 500 W. Big Beaver Road, Troy, MI 48084.

The meeting adjourned at 1:40 p.m.

Mark Calice, Chairman

Thomas Darling, Pension Administrator