



D A L L A S
POLICE & FIRE
PENSION SYSTEM



MINUTE SUMMARY
Board Meeting
Thursday, May 10, 2007

The regular meeting of the Dallas Police and Fire Pension System Board of Trustees was held at **8:30 a.m. on Thursday, May 10, 2007 in the First Floor Conference Room at 2301 North Akard Street, Dallas, Texas.** Items of the following agenda were presented to the Board:

The meeting was called to order at 8:30 a.m.

A. CONSENT AGENDA - Approved, subject to the final review and approval of the staff.

B. DISCUSSION AND APPROVAL OF ITEMS FOR INDIVIDUAL CONSIDERATION

- Item 1.** Received and filed the reports on the due diligence meetings with AllianceBernstein and OFI Institutional Asset Management regarding the global equity manager search. Authorized the Administrator to move forward with the Global Equity investments through AllianceBernstein and OFI Institutional Asset Management.
- Item 2.** Received and filed the reports on the due diligence meetings with Bridgewater and GMO regarding the global asset allocation (GAA) manager search. Authorized the Administrator to move forward with the GAA investments through Bridgewater and GMO.
- Item 3.** Approved a \$20 million investment in the RREEF North American Infrastructure Fund, subject to the final approval of the Administrator and legal counsel.
- Item 4.** Approved a new investment in Austin, Texas, subject to the final approval of the Administrator and legal counsel. Directed the staff to proceed with due diligence and contract negotiations on a new private equity investment. Received and filed the report on the existing portfolio through CDK Realty Advisors.
- Item 5.** The System's legal counsel briefed the Board on the status of current legal issues. No motion was made.

- Item 6.** Outside legal counsel reported on current legal issues. No motion was made.
- Item 7.** Received and filed the reports on pension-related issues for possible legislative consideration.
- Item 8.** Received and filed the 2006 actuarial valuation by Buck Consultants.
- Item 9.** No action was taken regarding the Pension System's February 2007 monthly financial statements.
- Item 10.** Received and filed the May 2007 monthly asset allocation report and March 2007 monthly unitization report and approved the recommendations.
- Item 11.** Received and filed the reports by staff and Board members on due diligence meetings, seminars and/or conferences attended.

C. BRIEFING ITEMS

- Item 1.** No active members or pensioners were present to discuss member and pensioner concerns.
- Item 2.** Received and filed the Administrator's report.
- Item 3.** No discussion of operational and procedural issues was held.

The meeting was adjourned at 2:20 p.m.

* * * * *

Dallas Police and Fire Pension System
Thursday, May 10, 2007
8:30 a.m.
2301 North Akard Street
First Floor Conference Room
Dallas, Texas

Regular meeting, Gerald Brown, Chairman, presiding:

ROLL CALL

Board Members

Present: Gerald Brown, Gary W. Edge, John M. Mays, Rector C. McCollum, Steven G. Shaw, George Tomasovic, Richard H. Wachsman, and Steven H. Umlor

Absent: Councilmember Maxine Thornton-Reese and Mayor Pro Tem Donald Hill

Staff

Richard Tettamant, Brian Blake, Don Rohan, Mike Taylor, Pat McGennis, John Holt, Matt Siekielski, Talal Ellass, and Linda Rickley

Others

Sonia Axter, David Breuner, Brad Gordon, Jon Donahue, Brent Kroener, Marshall Edwards, Eric Calhoun, Gus Fields, Josh Mond, Rich Mackesey, and Ryan Falls

* * * * *

The meeting was called to order at 8:30 a.m.

* * * * *

A. CONSENT AGENDA

1. Approval of Minutes

Regular meeting of March 8, 2007

2. Approval of Refunds of Contributions for the Month of April 2007



<u>EMPLOYEE NAME</u>	<u>DEPT.</u>	<u>REFUND DATE</u>
Randolph A. Burton	P	April 13, 2007
Bennie C. Mims	P	April 6, 2007
David A. Serna	P	April 20, 2007

**Regular Board Meeting
Thursday, May 10, 2007**

**3. Approval of Activity in the Deferred Retirement Option Plan (DROP)
for May 2007**

New DROP Participants

EMPLOYEE NAME	DEPT.
Gregory K. Baker	Fire
David W. Bell	Fire
Richard D. Brown	Fire
Michael A. Ellis	Fire
Marcus C. Evans	Fire
Terrance Q. Houze	Fire
Martin L. Kemp, Sr.	Fire
David A. Liddle	Fire
Paul A. Skoog	Fire
Robert B. Wilson	Fire
Charles M. Barney	Police
John W. Carr, Jr.	Police
Gilberto N. Cerda	Police
Jeffery F. Cotner	Police
William L. Free	Police
Richard Garcia	Police
Brian E. Harvey	Police
Robert G. Quinn	Police
Stephen R. Walthall	Police

Retiree DROP Status Changes

NAME	DEPT.	STATUS CODE
Ronnie G. Armstrong	Fire	1
Alfredo G. Saldana	Police	1
Hilda A. Spikes	Police	1
Kent P. Witt	Police	1

DROP Status Codes	
1 - Active DROP to Retiree DROP	2 - Retiree DROP to Payment
3 - Retiree to Retiree DROP	4 - Active (No DROP) to Retiree DROP

Transfer Funds from DROP to 401(k)

MEMBER	DEPT.
Larry G. Bailey	Fire

**Regular Board Meeting
Thursday, May 10, 2007**

4. Approval of Vested Rights Letters

Stacey L. Wychopen, Police Officer

5. Approval of Estate Settlements



Joycelyn Groblewski (<i>S</i>)	Police	Mar. 3, 2007	Patricia L. G. Stone and Michael E. Groblewski
William M. Huggins (<i>M</i>)	Police	Jan. 3, 2007	Judy A. Conway
Jeanene T. Martin (<i>S</i>)	Police	Mar. 1, 2007	Elizabeth C. Lugo and Alexander E. Lugo

6. Approval of Survivor Benefits - Deceased Retirees



J. W. Riddle	Fire	Mar. 31, 2007	Dorothy I. Riddle	No
Edgar D. Wafford, Jr.	Police	Feb. 15, 2007	Else K. Wafford	Yes

7. Approval of Survivor Benefits – Deceased Member



Mark T. Nix	Police	Mar. 23, 2007	Cheryle & David Nix	No
-------------	--------	---------------	---------------------	----

8. Approval of Service Retirements



Ronnie G. Armstrong	Fire	April 30, 2007
Raymond D. Christopher	Fire	April 16, 2007
Randal P. Luper	Fire	May 7, 2007
John F. Nichols	Fire	May 2, 2007
Rex F. Stovall	Fire	May 1, 2007
Allen E. Wilbon	Fire	April 3, 2007
Robert E. Duff	Police	April 21, 2007
Alfredo G. Saldana	Police	November 11, 2006
Jonathan C. Owen	Police	April 16, 2007
Hilda A. Spikes	Police	May 2, 2007
Kent P. Witt	Police	April 18, 2007

**Regular Board Meeting
Thursday, May 10, 2007**

9. Approval of Alternate Payee Benefits

Elizabeth M. Young	Charles R. Young, II	Police
Rhonda Welch	David M. Welch	Police

Mr. Tettamant stated that the March 8, 2007 minutes were not available, and therefore, removed from the Consent Agenda.

After discussion, Mr. Wachsman made a motion to approve the items on the Consent Agenda, subject to the final review and approval of the Administrator. Mr. Mays seconded the motion, which was unanimously approved by the Board.

* * * * *

B. DISCUSSION AND POSSIBLE ACTION REGARDING ITEMS FOR INDIVIDUAL CONSIDERATION

1. Reports on due diligence meetings and possible action related to due diligence findings regarding the global equity manager search:
 - a. AllianceBernstein
 - b. OFI Institutional Asset Management

Mr. Tettamant reviewed the following: On January 22, 2007, the Board approved AllianceBernstein and OFI Institutional Asset Management to manage \$75 million each in Global Equity assets, subject to successful due diligence, contract negotiations, and the final approval of the Administrator and legal counsel.

On April 16, 2007, Gerald Brown, Steve Shaw, Richard Wachsman, and Brian Blake performed on-site due diligence at the headquarters of AllianceBernstein and OFI Institutional Asset Management. Board and staff discussed the due diligence reviews.

After discussion, Mr. Wachsman made a motion to receive and file the reports on the due diligence meetings with AllianceBernstein and OFI Institutional Asset Management regarding the global equity manager search, and authorize the Administrator to move forward with the Global Equity investments through AllianceBernstein and OFI Institutional Asset Management. Mr. Tomasovic seconded the motion, which was unanimously approved by the Board.

* * * * *

Regular Board Meeting
Thursday, May 10, 2007

2. Reports on due diligence meetings and possible action related to due diligence findings regarding the global asset allocation (GAA) manager search:
 - a. Bridgewater
 - b. GMO

Mr. Tettamant gave the following review: On January 23, 2007, the Board approved Bridgewater and GMO to manage \$50 million each in GAA assets, subject to successful due diligence, contract negotiations, and the final approval of the Administrator and legal counsel, to authorize the Chairman to execute the contracts, and to authorize the Administrator to perform all necessary acts and exercise all appropriate discretion to consummate the investment and ongoing operation.

On April 17, 2007, Gerald Brown, Steve Shaw, Richard Wachsman, and Brian Blake performed on-site due diligence at the headquarters of Bridgewater. On May 2, 2007, Gerald Brown, Steve Shaw, Richard Wachsman, and Brian Blake performed on-site due diligence at the headquarters of GMO. Rhett Humphreys, of NEPC, the System's consultant, was also present for the due diligence meetings. Board and staff discussed the due diligence reviews.

After discussion, Mr. Shaw made a motion to receive and file the reports on the due diligence meetings with Bridgewater and GMO regarding the global asset allocation (GAA) manager search. Authorized the Administrator to move forward with the GAA investments through Bridgewater and GMO. Mr. Wachsman seconded the motion, which was unanimously approved by the Board.

* * * * *

3. **Possible infrastructure investment through RREEF**

Ms. Axter, and Messrs. Breuner and Gordon, from RREEF, a member of the Deutsche Bank Group, discussed a possible investment in the RREEF North American Infrastructure Fund. RREEF is one of the System's investment advisors and currently manages a REIT (Real Estate Investment Trust) portfolio in the System's real estate portfolio valued at approximately \$47.3 million as of March 31, 2007.

After discussion, Mr. Shaw made a motion to approve an investment of \$50,000,000 million in the RREEF North American Infrastructure Fund. Mr. McCollum seconded the motion, which was approved by the following vote:

For: Shaw, McCollum, Brown, and Umlor
Against: Edge, Mays, and Wachsman

Regular Board Meeting
Thursday, May 10, 2007

* * * * *

4. CDK Realty Advisors

- a. Possible new investment in Austin, Texas
- b. Possible private equity investment
- c. Status of existing portfolio and plans for future activities with regard to that portfolio

The Board went into a closed executive session – real estate at 10: 56 a.m. to discuss a possible new investment in Austin, Texas with Messrs. Donahue, Kroener, and Edwards of CDK Realty Advisors.

The meeting was reopened at 11:24 a.m.

Mr. Shaw made a motion to approve the proposed investment in Austin, Texas through CDK Realty Advisors, subject to successful due diligence, contract negotiations, and the final approval of the Administrator and legal counsel, to authorize the Chairman to execute the contract, and to authorize the Administrator to perform all necessary acts and exercise all appropriate discretion to consummate the investment and ongoing operation. Mr. Tomasovic seconded the motion, which was unanimously approved by the Board.

Mr. Shaw made a motion to approve the proposed private equity investment through CDK Realty Advisors, subject to successful due diligence, contract negotiations, and the final approval of the Administrator and legal counsel, to authorize the Chairman to execute the contract, and to authorize the Administrator to perform all necessary acts and exercise all appropriate discretion to consummate the investment and ongoing operation. Mr. Tomasovic seconded the motion, which was unanimously approved by the Board.

* * * * *

The meeting was recessed at 11:52 a.m.

The meeting was reconvened at 12:25 p.m.

* * * * *

**Regular Board Meeting
Thursday, May 10, 2007**

5. Discussion of investment consultants

Mr. Tettamant stated that the Board requested that the System's investment consultants be reviewed on a periodic basis, therefore a forum was provided for comments.

After discussion, Mr. Shaw made a motion to receive and file the discussion. Mr. Edge seconded the motion, which was unanimously approved by the Board.

* * * * *

6. Legal issues including, but not limited to:

- a. Police Officer and Firefighter pay lawsuits
- b. Citrus Queensland PTY LTD & ORD v. Sunstate Orchards PTY LTD

The System's legal counsel briefed the Board on the status of current legal issues.

No motion was made.

* * * * *

7. Pension-related issues for possible legislative consideration

- a. Pending legislation
- b. Reports from legislative consultants
- c. Other legislation

The Board and staff discussed pending legislation and reports from the System's legislative consultants.

After discussion, Mr. Shaw made a motion to receive and file the reports on pension-related legislative issues. Mr. Tomasovic seconded the motion, which was unanimously approved by the Board.

* * * * *

8. 2006 actuarial valuation

Messrs. Mackesey and Falls, of Buck Consultants, the System's actuary, discussed the System's actuarial valuation as of January 1, 2007 with the Board and staff.

**Regular Board Meeting
Thursday, May 10, 2007**

8. 2006 actuarial valuation (continued)

After discussion, Mr. Wachsman made a motion to receive and file the 2006 actuarial valuation by Buck Consultants, subject to the final approval of the Administrator. Messrs. Edge and McCollum jointly seconded the motion, which was unanimously approved by the Board.

* * * * *

The meeting was recessed at 1:00 p.m.

The meeting was reconvened at 1:03 p.m.

* * * * *

9. Pension System's monthly financial statements

No action was taken regarding the System's monthly financial statements.

* * * * *

10. Monthly investment report

- a. Group Trust's monthly asset allocation report and recommendations for rebalancing the Group Trust's investment portfolio
- b. Group Trust's monthly unitization report

The Asset Allocation Monitoring Reports and the Real Estate Portfolio Reports for May 2007 are included in Minute Book Number 37 on pages _____.

The staff stated that all of the asset classes are within their respective asset allocation ranges. There is a cash need of \$15 million which would be taken from Pyramis Global Advisors.

After discussion, Mr. Wachsman made a motion to receive and file the May 2007 monthly asset allocation report and the May 2006 monthly valuation report and approve the staff recommendations. Mr. Tomasovic seconded the motion, which was unanimously approved by the Board.

* * * * *

**Regular Board Meeting
Thursday, May 10, 2007**

**DALLAS POLICE AND FIRE PENSION SYSTEM
ASSET ALLOCATION MONITORING REPORT AS OF May 9, 2007**

<u>Asset Class</u>		Target		Actual		Range		Difference vs.	
		\$	%	\$	%	Minimum	Maximum	Target	\$
EQUITY									
<u>US Large Cap</u>									
S & P Enhanced Index	INTECH	135.15	4.00%	227.78	6.74%	3.00	5.00		92.63
S & P Enhanced Index	T Rowe Price	135.15	4.00%	136.31	4.03%	3.00	5.00		1.16
Large Cap Growth	Oak Associates	0.00	0.00%	194.79	5.76%	0.00	0.00		194.79
Large Cap Growth	INTECH	67.58	2.00%	0.00	0.00%	1.50	2.50		(67.58)
Large Cap Growth	T Rowe Price	67.58	2.00%	0.00	0.00%	1.50	2.50		(67.58)
Large Cap Value	AllianceBernstein	135.15	4.00%	202.13	5.98%	3.00	5.00		66.98
Energy	Mitchell Group	33.79	1.00%	40.88	1.21%	0.00	2.00		7.09
Total US Large Cap		574.40	17.00%	801.89	23.73%				227.49
<u>US Small Cap</u>									
Total US Small Cap		168.94	5.00%	166.00	4.91%	4.00	6.00		(2.94)
<u>Private Equity</u>									
	NTOF		No Target	4.35	0.13%	0.00	0.00		0.00
	Huff Alternative Fund		No Target	72.82	2.16%	0.00	0.00		0.00
	Merit Energy		No Target	14.66	0.43%	0.00	0.00		0.00
	Levine Leichtman Capital Partners		No Target	11.42	0.34%	0.00	0.00		0.00
	Huff Energy Fund LP		No Target	27.92	0.83%	0.00	0.00		0.00
	Lone Star Growth Capital		No Target	4.80	0.14%	0.00	0.00		0.00
	Pharos		No Target	4.30	0.13%	0.00	0.00		0.00
	BankCap Partners		No Target	7.95	0.24%	0.00	0.00		0.00
Total Private Equity		337.89	10.00%	148.22	4.39%	8.00	12.00		(189.67)
Total Domestic Equity		1081.23	32.00%	1,116.11	33.03%				
<u>International Equity</u>									
Active Large Cap	Bank of Ireland	135.15	4.00%	236.99	7.01%	3.00	5.00		101.84
Active ACWI x US	Clay Finlay	135.15	4.00%	240.12	7.11%	3.00	5.00		104.97
Active Enhanced EAFE	Pyramis (Fidelity)	270.31	8.00%	366.87	10.86%	6.00	10.00		96.56
Total International Equity		540.62	16.00%	843.98	24.98%				303.36
<u>Global Equity</u>									
	AllianceBernstein	84.47	2.50%	0.00	0.00%	1.50	3.50		(84.47)
	OFI	84.47	2.50%	0.00	0.00%	1.50	3.50		(84.47)

Regular Board Meeting
Thursday, May 10, 2007
(continued)

DALLAS POLICE AND FIRE PENSION SYSTEM
ASSET ALLOCATION MONITORING REPORT AS OF May 9, 2007
(continued)

<u>Asset Class</u>	Target		Actual		Range		Difference vs.	
	\$	%	\$	%	Minimum	Maximum	Target	\$
Total Global Equity	168.94	5.00%	0.00	0.00%				(168.94)
Total Equity	1790.79	53.00%	1960.09	58.01%				169.30
FIXED INCOME								
Global Aggregate Bonds								
-	Mondrian Investment Partners	118.26	3.50%	138.95	4.11%	2.50	4.50	20.69
-	Brandywine	118.26	3.50%	138.93	4.11%	2.50	4.50	20.67
Total Aggregate Global Bonds		236.52	7.00%	277.90	8.22%			41.38
Domestic High Yield								
Total Domestic High Yield		0.00	0.00%	0.00	0.00%			0.00
Global Opportunistic FI								
Global Opportunistic Funds	Huff Alternative Income	0.00	0.00%	0.11	0.00%	0.00	0.00	0.00
	Oaktree OCM IV	0.00	0.00%	3.75	0.11%	0.00	0.00	0.00
-	W.R. Huff High Yield	101.37	3.00%	147.64	4.37%	2.00	4.00	46.27
	Ashmore	67.58	2.00%	70.03	2.07%	1.00	3.00	2.45
	Highland Crusader Fund	101.37	3.00%	93.80	2.78%	2.00	4.00	(7.57)
	Highland Credit Opportunities CDO, L.P	33.79	1.00%	32.85	0.97%	0.00	2.00	(0.94)
GOFI Separate Account	Loomis Sayles	202.73	6.00%	206.22	6.10%	5.00	7.00	3.49
Total Global Opportunistic FI		506.83	15.00%	554.40	16.41%			47.57
Total Fixed Income		743.35	22.00%	832.30	24.63%			88.95
GAA								
	Bridgewater	57.44	1.70%	0.00	0.00%	1.00	2.40	(57.44)
	Mellon	57.44	1.70%	0.00	0.00%	1.00	2.40	(57.44)
	GMO	54.06	1.60%	0.00	0.00%	1.00	2.20	(54.06)
Total GAA		168.94	5.00%	0.00	0.00%			(168.94)
REAL ESTATE								
-	All Real Estate	675.77	20.00%	582.30	17.23%	17.00	22.00	(93.47)
Total Real Estate		675.77	20.00%	582.30	17.23%			(93.47)
SHORT TERM INVESTMENTS		0.00	0.00%	4.16	0.12%	0.00	0.00	4.16
Total Assets		3,378.85	100.00%	3,378.85	100.00%			0.00

**Regular Board Meeting
Thursday, May 10, 2007**

**DALLAS POLICE AND FIRE PENSION SYSTEM
ASSET ALLOCATION MONITORING REPORT AS OF May 2007
Real Estate Portfolio**

Real Estate Manager	Total Market Value	Loan Program	Net Equity	Percentage of Real Estate Assets
Managers in Redemption				
Prudential (Strategic Value Investors. LLC)	265,384	0	265,384	0.05%
Subtotal	265,384	0	265,384	0.05%
Separate Account Managers				
Hancock Agricultural	58,645,790	0	58,645,790	10.07%
Forest Investment Associates	35,498,642	0	35,498,642	6.10%
RMK Timberland Group	9,771,677	0	9,771,677	1.68%
INVESCO	44,876,976	27,437,500	17,439,476	2.99%
Kennedy Associates	38,531,958	0	38,531,958	6.62%
L & B Real Estate Advisors LLP	81,822,402	17,000,000	64,822,402	11.13%
Capmark Investments (GMAC)	50,578,208	36,000,000	14,578,208	2.50%
Land Baron	106,639,995	94,656,987	11,983,008	2.06%
Criswell Radovan	32,117,892	18,000,000	14,117,892	2.42%
RREEF	46,848,857	0	46,848,857	8.05%
CDK Realty Advisors	279,686,880	63,079,513	216,607,367	37.20%
Kundson Luxury Housing	32,000,005	28,800,000	3,200,005	0.55%
Subtotal	817,019,283	284,974,000	532,045,283	91.37%
Opportunistic Partnerships				
Hearthstone (MSIII Homebuilding)	843,070	0	843,070	0.14%
Crow Holdings Realty Partners II	1,797,356	0	1,797,356	0.31%
Oaktree Capital Management (OCM Fund B)	4,706,261	0	4,706,261	0.81%
Olympus Real Estate Fund II & III	6,322,575	0	6,322,575	1.09%
Hudson Advisors (Lone Star I, II, III,IV,V)	36,324,893	0	36,324,893	6.24%
Subtotal	49,994,155	0	49,994,155	8.59%
Total Real Estate	867,013,437	284,974,000	582,304,821	100.00%

Total Real Estate with Loan Program (net)

\$582,304,821

Total Fund Market Value

\$3,378,850,000

\$

Target Value (\$ and %)

\$675,770,000

%

Market Value (\$ and %)

\$582,304,821

20.00%

Variance from Target

(\$93,465,179)

17.23%

-2.77%

Regular Board Meeting
Thursday, May 10, 2007

10. Monthly investment report (continued)

After discussion, Mr. Shaw made a motion to approve the Group Trust's monthly unitization report. Mr. Tomasovic seconded the motion, which was unanimously approved by the Board.

* * * * *

11. Staff and Board Members' reports on due diligence meetings, seminars and/or conferences attended

a. Conference: TLFFRA Training Seminar

Dates: April 13, 2007

Mr. Shaw reported on the TLFFRA Training Seminar.

b. Conference: Due Diligence: Global Equity Search

Dates: April 15-17, 2007

Messrs. Brown, Shaw, Umlor, Wachsmann, and Blake discussed the due diligence meetings for the global equity search.

c. Conference: Merit Energy Annual Partners' Meeting

Dates: April 16-18, 2007

Messrs. Taylor and Siekielski briefed the Board on the Merit Energy meeting.

d. Conference: Due Diligence: CDK Realty Advisors

Dates: April 19-20, 2007

Mr. Shaw reported on the due diligence meeting with CDK Realty Advisors.

e. Conference: II: Public Funds Roundtable

Dates: April 24-27, 2007

Messrs. McCollum and Shaw discussed the Public Funds conference with the Board.

f. Conference: Due Diligences: GMO Search

Dates: May 1-2, 2007

Messrs. Brown, Umlor, Wachsmann, Tettamant, Blake, and Ellass reported on the due diligence meetings.

**Regular Board Meeting
Thursday, May 10, 2007**

11. Staff and Board Members' reports on due diligence meetings, seminars and/or conferences attended (continued)

After discussion, Mr. Shaw made a motion to receive and file the reports on due diligence meetings, seminars, and conferences. Mr. Tomasovic seconded the motion, which was unanimously approved by the Board.

* * * * *

C. BRIEFING ITEMS

1. Reports and concerns of active members and pensioners of the Dallas Police and Fire Pension System

No members or pensioners were present to discuss concerns.

* * * * *

2. Administrator's report

- a. Custodial bank/consultants update, including monthly investment performance summary
- b. Investment managers update
- c. Professional services providers update
- d. Coalition to Preserve Retirement Security (CPRS), National Conference on Public Employee Retirement Systems (NCPERS), and the Texas Association of Public Employee Retirement Systems (TEXPERS)
- e. General administration update
- f. Continuing education/investment research

Mr. Tettamant presented the monthly report on performance returns by JPMorgan Chase & Company, the System's custodial bank.

Mr. Tettamant briefed the Board on the investment managers and professional services providers, and other current developments relating to the Pension System.

Mr. Wachsman made a motion to receive and file the Administrator's report. Mr. Edge seconded the motion, which was unanimously approved by the Board.

* * * * *

**Regular Board Meeting
Thursday, May 10, 2007**

3. Board operations and procedures

No discussion was held.

* * * * *

The Administrator stated that there was no further business to come before the Board. On a motion by Mr. Wachsman and a second by Mr. Edge, the meeting was adjourned at 2:20 p.m.



Gerald Brown
Chairman

ATTEST:



Richard L. Tettamant
Secretary