

**CITY OF FLINT EMPLOYEES RETIREMENT SYSTEM**

**BOARD OF TRUSTEES MONEY MANAGER REVIEW MEETING**

A Money Manager Review Meeting of the Board of Trustees of the City of Flint Employees Retirement System was held on Tuesday, November 29, 2005, at 12:00 p.m., in the Committee-of-the-Whole Room, 3<sup>rd</sup> Floor, City Council Chambers, at City Hall, with the following in attendance:

*TRUSTEES & ALTERNATES* Daniel Hall - Chairperson, Douglas Bingaman, Amy Lindman, Donald Phillips, Robert Rosenberger, Cass Wisniewski

*ABSENT* Daniel Coffield, Peggy Cook, Peter Dobrzeniecki, Robert Erlenbeck, Ehren Gonzales, Jan Kehoe, Sandra Kidd, Alvern Lock, Kerry Nelson, Georgia Steinhoff

*ALSO PRESENT* Ivory Day, Jr., Consultant, Gray & Company  
Geoffrey R. Lemieux, Wellington Management  
Emily Dranov, Wellington Management  
William H. Roach, Jr., Globalt Investments  
Charles L. Curry, Jr., Piedmont Investment Advisors  
Donald C. Mullins, Jr., Piedmont Investment Advisors  
Clarence Lewis, Jr., J. P. Morgan Asset Management

**1. CHAIRMAN CALLS THE MEETING TO ORDER**

Chairman Daniel Hall called the meeting to order at 12:27 p.m.

**2. MEMBERS OF THE PUBLIC WISHING TO ADDRESS THE BOARD**

No members of the public wished to address the Board.

**3. OVERVIEW – GRAY & COMPANY**

Ivory Day, Jr. reported that he is reviewing the System's cash accounts with real estate and venture capital managers. He has statements from Northern Trust, CB Richard Ellis, Fidelity Management, and InterContinental, and he noted there is a considerable sum in cash. He will be making recommendations for reallocation at the next meeting.

The Board discussed Gray & Company's FERS 3<sup>rd</sup> quarter report, real estate investments and money managers.

Chairman Daniel Hall led a discussion of the Investment Policy and the Board's due diligence responsibilities. He noted there is a lack of funds in the budget for education, travel and due diligence. The Professional Services Committee makes recommendations on due diligence visits, education, travel and training. Chairman Hall noted that the Board's policy is to allow two in-state conferences and one out-of-state conference per Trustee, per year. Ivory Day, Jr. commented that Gray will provide some educational sessions for the Trustees and can make recommendations as to the benefits of various educational conferences. He noted that education enhances the Trustees' ability to meet their fiduciary responsibilities; i.e., when Trustees develop a level of confidence in their knowledge and understanding, they begin to excel and the Fund benefits because they can establish good policies and procedures and maintain them for the long term. This is critical in achieving good results for the Fund.

Chairman Daniel Hall noted that Dodge & Cox representatives could not attend this meeting, but are available to give their report at the Board Meeting in January. He also stated that he had just received word that the representatives from ICON were unable to attend this meeting.

#### **4. MONEY MANAGER PRESENTATIONS**

##### Wellington Management

Geoffrey R. Lemieux, Vice President, and Emily Dranov, Investment Manager, for Wellington Management, reviewed FERS investments and presented Wellington's performance report for the 3<sup>rd</sup> quarter ended September 30, 2005.

A question and answer session and discussion followed by the Board.

Douglas Bingaman entered the meeting at 1:30 p.m.

##### Globalt Investments

William H. Roach, Jr., President/CEO of Globalt Investments, reviewed FERS investments and presented the performance report for Globalt for the 3<sup>rd</sup> Quarter ended September 30, 2005.

A question and answer session and discussion followed by the Board.

The Board recessed for a break at 1:58 p.m.

Chairman Hall called the meeting back to order at 2:12 p.m.

Piedmont Investment Advisors, LLC

Charles L. Curry, Jr., Senior Vice President & Director of Fixed Income, and Donald C. Mullins, Jr., Portfolio Manager/Director of Marketing and Client Services for Piedmont Investment Advisors, reviewed FERS investments and presented the performance report for Piedmont for the 3<sup>rd</sup> Quarter ended September 30, 2005.

A question and answer session and discussion followed by the Board.

J. P. Morgan Asset Management (formerly Bank One)

Clarence Lewis, Jr., Vice President-Fixed Income of J. P. Morgan Asset Management, reviewed the FERS investments and presented the performance report for J. P. Morgan for the 3<sup>rd</sup> Quarter ended September 30, 2005.

A question and answer session and discussion followed by the Board.

**5. OTHER BOARD BUSINESS**

Chairman Daniel Hall asked Ivory Day, Jr. to review the report from Intercontinental, make recommendations to the Investment Committee regarding J. P. Morgan for fee reduction and reallocation/rebalancing, research State Street funds, and report back to the Board or the appropriate Committee at a subsequent meeting.

**A motion was made by Donald Phillips, and supported by Amy Lindman, to allow any Trustees who so desire to attend the NCPERS Legislative Conference in Washington, D.C., notwithstanding the travel policy.**

Discussion followed. Chairman Hall stated that there are budget issues to resolve.

**Upon being put to a vote, the motion carried unanimously.**

**6. ADJOURNMENT**

**There being no further business to discuss, it was moved by Donald Phillips, and supported by Amy Lindman, to adjourn the meeting at 3:25 p.m.**

**Upon being put to a vote, the motion carried unanimously.**

Respectfully Submitted,

Peter Dobrzeniecki  
Secretary