

**PUBLIC SCHOOL RETIREMENT SYSTEM
OF THE CITY OF ST. LOUIS**

**MINUTES OF THE
SPECIAL TELEPHONIC BOARD OF TRUSTEES MEETING**

September 24, 2007

Paulette McKinney, Chairperson of the Board of Trustees, called the Special Telephonic Board of Trustees Meeting to order at approximately 9:50 a.m. The meeting took place telephonically through the administrative offices of the PSRS STL located at 3641 Olive Street, St. Louis, Missouri.

Roll call was taken and Trustees Christina Bennett, Marlene Davis, Katha McKinney, Paulette McKinney, Veronica O'Brien and Cynthia Warren were present telephonically for the meeting. Trustees Joseph Clark, Katie Lamb and Lois Jean Turner were absent. A quorum was present. Executive Director, Andrew Clark, was also present for the meeting.

The Chairperson asked the Chair of the Investment Committee to bring forward a recommendation made during the Investment Committee meeting on September 20, 2007. Marlene Davis made a motion, seconded by Veronica O'Brien, to accept the Investment Committee's recommendation to hire two firms by investing \$5 million in Lighthouse Capital Partners VI as the Mezzanine fund manager and \$5 million in Permal Private Equity Opportunities III as the Secondary fund manager.

A roll call vote was taken.

Christina Bennett	Yes	Marlene Davis	Yes	Katha McKinney	Yes
Paulette McKinney	Yes	Veronica O'Brien	Yes	Cynthia Warren	Yes

Trustee Bennett originally abstained but changed her vote to "yes" after discussion with the other Trustees present. The Trustees discussed the investment strategy, the number of money managers, the dollar amount committed to private equity investments, money managers on probation and to have the Investment Consultant put recommendations and probationary actions into writing to the Board of Trustees. With six yes votes, motion carried.

Christina Bennett made a motion, seconded by Veronica O'Brien, to request that the Investment Consultant put into writing to the Board of Trustees any recommendations or probationary actions taken against firms.

A roll call vote was taken.

Christina Bennett	Yes	Marlene Davis	Yes	Katha McKinney	Yes
Paulette McKinney	Yes	Veronica O'Brien	Yes	Cynthia Warren	Yes

With six yes votes, motion carried.

Veronica O'Brien made a motion, seconded by Christina Bennett, to adjourn the meeting.

By voice vote, motion carried, and the meeting adjourned at 10:00 a.m.