

**PUBLIC SCHOOL EMPLOYEES' RETIREMENT BOARD
5 North Fifth Street
Harrisburg, Pennsylvania**

Special Board Meeting

Minutes

**February 18, 2008
10:32 A.M.**

Committee Members Present Telephonically:

Ms. Melva S. Vogler , Chairman
Ms. Rebecca May Cole for Representative Dwight Evans
Mr. Sandy Leopold for Senator Vincent J. Fumo
Mr. Glen S. Galante
Mr. Thomas J. Gentzel
Mr. Richard N. Rose
Mr. James M. Sando
Ms. Sally J. Turley
Mr. John Kemp for Treasurer Robin L. Wiessmann
Senator Rob Wonderling
Ms. Mary A. Soderberg for Secretary Gerald L. Zahorchak

Committee Members Absent:

Ms. Tina Byles Williams
Representative Steven R. Nickol
Mr. Arthur J. Rooney II
Ms. Patricia A. Tozer

Staff Present at Board Headquarters:

Mr. Jeffrey B. Clay
Ms. Marilyn Fuller-Smith
Mr. James H. Grossman, Jr.
Mr. Mark E. Heppenstall
Mr. Alan H. Van Noord

Staff Present Telephonically:

Ms. Lenann Engler
Mr. Gerald Gornish
Mr. Richard Michlovitz

Chairman Vogler called the meeting to order at 10:32 A.M.

CALL TO ORDER

FINANCE COMMITTEE REPORT

Mr. Rose reported on the meeting held on February 18, 2008.

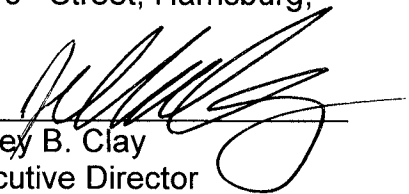
CENTERLINE HIGH
YIELD CMBS FUND III
LLC

Mr. Rose moved that the Board approve a bridge loan to its original September 17, 2007, commitment to Centerline High Yield CMBS Fund III LLC up to an amount of \$92 million, in accordance with the recommendation of Charles J. Spiller, Director of Private Markets and Real Estate, dated February 18, 2008. The final terms and conditions of the investment must be satisfactory to the Investment Office, the Office of Chief Counsel, and the Executive Director (See Resolution 2008-11). Mr. Gentzel seconded the motion, which passed unanimously.

ADJOURNMENT AND
NEXT REGULARLY
SCHEDULED MEETING

Chairman Vogler adjourned the meeting at 10:34 A.M. The next regularly scheduled meeting of the Board of Trustees of the Public School Employees' Retirement Board will be held on March 7, 2008, in the PSERS Board Room, 5 North 5th Street, Harrisburg, PA.

Date 2/19/08

Approved 
Jeffrey B. Clay
Executive Director