The meeting was called to order at 6:05 P.M. by Chairman Pat McCabe.

A motion was made by Tony Grey and seconded by Mike Clifford to accept the minutes of the meeting dated November 9, 2006 and the quarterly billing for October, November and December 2006. All were in favor.

Andy Carroll, Smith Barney, gave his report. The total fund was up 3.59% for the quarter, up 7.99% for the year and up 6.28% for the 3-year period.

Grant McMurray, ICC, gave his report. The fund was up 5.03% for the quarter, up 11.69% for the 1-year period and up 3.9% for the 5-year period. Bob discussed the progress of the company.

Bob Davis, DHJ, gave his report. The fund was up 2.2% for the quarter, up 42% for the 1-year period, and up 3.9% for the 5-year period.

Bob advised the Board of the future intentions of his company concerning our Plan. He explained that they had done a complete review of the process which was led by Catherine Woodruff, Director of Equity Investments. He felt that some things had changed in the market in which they needed to adjust their process to reflect. This includes the proliferation of hedge funds and their short-term trading tactics, the development of RTF's, and changes in company reporting caused by changes in corporate governance regulation. They feel that they had made appropriate adjustments in their process.
Bob also stated that they had changed the equity ownership of their firm with local principals buying more of the firm from Affiliated Managers Group, their general partner. This has allowed them to offer equity ownership to new additions to their staff.

Phil Fazio, City Group, discussed how the money managers are doing compared to other money managers. He explained that DHJ have been performing below other managers with low risk stocks. He compared ICC and found that they are performing below other managers with more risks.

The Board discussed the money managers. The Board decided to give both money managers 1 year to increase their performance.

Andy Carroll spoke on soft dollars versus hard dollars.

A motion was made by Mike Clifford and seconded by Brian Dean to pay Andy Carroll $20,000.00 per year for his consultant fee. The contract will provide for full fiduciary responsibility. Scott Christiansen will provide a contract and the payment will be made quarterly. All were in favor.

Scott Christiansen, attorney gave his report:

A motion was made by Brian Dean and seconded by Tony Gray to have Scott Christiansen do a Summary Plan. All were in favor.

Scott spoke on the Proposed Ordinance dealing with a member’s death as if it occurs the day after he had retired. This would give his beneficiary 100% Survivor Benefit. A motion was made by Brian Dean and seconded by Tony Grey to have a Proposed Ordinance prepared by Scott to be submitted to the City. The Actuary advised that there would be no cost to the city. All were in favor.

A motion was made by Tony Gray and seconded by Mike Clifford to raise the attorney fee to $290.00 per hour, All were in favor.

Brian Dean submitted his resignation from the Board.

The meeting as adjured at 8:12 P.M.

Respectfully submitted,

Brian Dean, Secretary