

WINTER PARK POLICE OFFICERS' RETIREMENT SYSTEM
Quarterly Meeting
12 August 2010
4:00 P.M.

MEMBERS: Det. Murray Daniel, Chairman
Sandy Modell, Trustee
Larry Katz, Trustee

ATTENDEES: Kathy Reed, Administrative Assistant to Chief Railey
Larry Wilson, GRS
Jeff Templeton, Administrator
Burgess Chamber, BCA
Robert Dombrower, ICC
Scott Christiansen, Attorney

Visitors: Chief Brett Railey
Deputy Chief Art King

Chairman Murray Daniel called the meeting to order at 4:10 P.M.

Chairman Murray Daniel notified the Board that Don Jung, Trustee had passed away. He requested that the Board have a moment of silence to honor Don Jung.

Murray told the Board that Jeff Templeton had purchased a fruit basket and had it sent to Mrs. Jung and family from the Board. Jeff had requested to be re-imbursed for the purchase.

A motion was made by Sandy Modell and seconded by Larry Katz to re-imburse Jeff for the bereavement gift for Don Jung's family. All were in favor.

Murray advised the Board that the Mayor had appointed Mr. Robert Harvie as the trustee replacement for Don Jung.

Jeff Templeton advised the Board that Chief Brett Railey had personally called Mr. Harvie to thank him for agreeing to serve on the WPPD retirement board. Jeff explained that he, too, had met with Mr. Harvie to welcome him to the Board and give him the necessary packet of information for this meeting. He gave him Form 1 and explained the reasons he had to completed it to be a Board member and Jeff e-mailed the mailing address for him. Jeff explained to the Board that Mr. Harvie would not be able to attend this meeting.

A motion was made by Murray Daniel and seconded by Sandy Modell to accept the minutes of the meeting dated 13 May 2010 and the Quarterly Financial Report for April-May-June 2010. All were in favor.

Burgess Chambers gave his report:

The Plan experienced an investment loss of \$1.8 million for the quarter (-5.9% net), similar to the benchmark and ranked in the top 33rd percentile. Equity marks were down across all sectors and areas, Europe in particular. Fiscal year to date, the Plan earned \$151K (+0.8% net). Update: Due to strong equity performance in July, it is estimated the FYTD return moved closer to 6%. For the rolling 12- month period, the Plan earned \$2.8 million or +11.8% net. Although the Plan did not achieve the benchmark (+13.8%), it ranked in the top 35th percentage of the PSN Balanced Moderate Universe. The delay in re-balancing back to equities during 2Q09 and 3Q09 explains most of the difference. The best three performing categories were: mid-cap passive (+25.0%), small-cap passive (+21.7%), and ICC Capital large-cap value (+16.4%). It should be noted that bonds and TIPS each earned 9.5% and 9.6%, respectively. The annual expense ratio of the program was 0.3%. ICC Capital The large-cap manager has added excess returns above its benchmark for the three and five-year periods of +2.9% and +1.8% per year respectively. Results rank in the top 35th and 40th percentiles, respectively. Both return and risk profiles remain favorable. Westwood: This large-cap value manager, added in September 2008, represents \$2.4 million (8.6%) of the Plan. Results have trailed the benchmark for the 12-month period (+8.5% vs. +16.9%). BCA recently conducted a Texas site visit of Westwood and concluded that the firm experienced similar relative under-performance during 1998-2000. American Euro-pacific: This product has beaten its benchmark by a wide margin since being added to the program. For the two-year period, the product added 5.4% per year in excess returns and ranked in the top 22nd percentile.

Burgess reported that he and Jeff had spoken about the cash distribution account of Fiduciary Trust International of the South. They recommended leaving the cash in the bank and when the state money is deposited at that time re-evaluate if any of the funds need to be moved into an investment.

Robert Dombrower, ICC, gave his report. The fund was down (-11.75%) for the quarter, down (-1.47%) for the Fiscal year-to-date and down (-8.01%) for the three-year period

Scott Christiansen, attorney, gave his report:

1. He advised the Board that the state money would be coming to the City soon. Last year it was \$280,000.00 and this year it was \$260,880.11.
2. Scott reported that the Declaration letter was completed.
3. Scott informed the Board that the City of Winter Park had re-appointed Larry Katz to the board.
4. Scott gave some information to the Board about a survey with the IRS. It seems that the IRS is beginning to be interested in possibly providing assistance to government pension plans. He explained that the IRS did not really have any expertise in that area. Scott explained that his firm is going to complete their own analysis and give the results to their clients. Scott is convinced that the IRS should not be involved with pension plans.

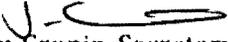
Scott said that at the next scheduled meeting they would talk about the contract with Gabriel, Roeder and Smith.

Chairman Murray Daniel asked the board to make a motion to pay Scott Christiansen for (1) hour for him to return on 14 August 2010 and hold a joint question and answer time with the Winter Park Fire Fighters.

A motion was made by Murray Daniel and seconded by Sandy Modell to pay Scott Christiansen, attorney, for (1) hour to talk with the police officers about the pension. All were in favor.

The meeting was adjourned at 5:00 P.M.

Respectfully submitted,

 11-11-10
Tom Cronin, Secretary