

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

MEMBERS: Murray Daniel, Chairman
Tom Cronin, Trustee
Robert Harvie, Trustee

ATTENDEES: Burgess Chambers, BCA
Larry Wilson, GRS
Scott Christiansen, Attorney
Jeff Templeton, Administrator
Grant McMurray, ICC
Kim Calhoun, Westwood
Kathy Reed, Assistant to Chief Railey

Chairman Murray Daniel called the meeting to order at 4:05 P.M.

A motion was made by Murray Daniel and seconded by Tom Cronin to accept the minutes of the meeting dated 12 August 2010, Special Joint Meeting dated 12 August 2010, and Special Meeting dated 2 September 2010, and approve the quarterly billing. All were in favor.

Burgess Chambers, BCA, gave his report. Burgess explained the total fund investment summary as of 30 September 2010. Burgess shared that as he had predicted there was a strong equity return in the final month of the fiscal year advanced the yearly return ahead of the actuarial assumption rate. For the quarter, the total Plan earned \$2.3 million (+8.2% net), and ranked in the top 25th percentile. Strong equity results in September, notably from the Euro-Pacific (+17.1%) and BNYM mid-cap (+13.1), drove performance. All of the mandates achieved or beat their benchmarks, with the exception of ICC Capital.

For the Fiscal Year, the Plan earned \$2.5 Million or +9.2% net, ranking in the top 34th percentile. Results missed the benchmark (+11.0%), due to both ICC large-cap and Westwood large-cap missing their respective benchmarks. The best three performing asset categories were: the BNYM mid-cap (+17.8%), BNYM small-cap (+13.4%), and BNYM large-cap (+10.2%). It should be noted that the TIPS portfolio beat fixed-income (+8.9% vs. +8.1%). For the three and five-year periods, the Fund ranked in the top 40th and top 45th percentiles, respectively.

Burgess recommends the adoption of a 10% allocation to convertible securities, which will require amending the current Investment Policy. Burgess also advised the Board of the value of having Convertible Bonds in the portfolio. Burgess will be bringing two Convertible Bond Managers to speak to the Board at the next scheduled meeting.

Burgess presented a new Investment Policy to the Board. He discussed with the Board what his recommendations were for the percentages of the different investment classes. Burgess advised the Board what he believed the breakdown should be to give the best allocation. The Board agreed with the recommendations from Burgess. This recommendation will be discussed further at the 10 February 2011 meeting.

A motion was made by Murray Daniel and seconded from Robert Harvie for Burgess Chambers to rebalance the account. All were in favor.

Kim Calhoun, Westwood, gave her report. The total fund performance for the quarter was 11.6%, for the year 8.3%. Kim discussed that Westwood has approximately \$10 billion in assets under management across all products as of June 30, 2010. In August 2010, for the second year in a row, Westwood Holdings Group, Inc. was named one of the "Best 100 Companies in the United States by DeMarche Associates, Inc., a leading U.S. Investment Research Firm. The award is based on DeMarche's proprietary research and fundamental analysis of more than 3,000 U.S. corporations in terms of managing growth and risk factors while maintaining shareholder value.

Kim went on to explain that as of September 3, 2010, the WHG Midcap Fund (WHGIX) and the WHG Income Opportunity Fund (WHGIX) have earned a 5-star rating from Morningstar. On April 7, 2010, Morningstar selected the WHG Large Cap Value Fund (WHGLX) for its listing of 16 favorite large-blend Analyst Picks.

Grant McMurray, ICC gave his report. The total fund was up 8.19 % for the quarter, up 6.65% for the year and down 6.54% for the 3-year period.

Scott Christiansen, attorney, gave his report:

Scott asked for the following dates for the scheduled meetings for 2011:

- 10 February 2011
- 12 May 2011
- 11 August 2011
- 10 November 2011

The Board agreed and Jeff advised the Board that he had already reserved the conference room for those dates.

Scott presented a revised contract for GRS that the Board members had already received and were able to review.

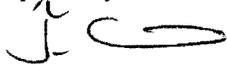
A motion was made by Tom Cronin and seconded by Robert Harvie to accept the new contract with GRS. All were in favor.

Scott asked the Board about the IRS offering a voluntary compliance program. Scott believes that the Board's Plan is already in compliance. A plan sponsor or plan administrator can ask the IRS to review the Plan document by submitting a request for a favorable determination letter. The most significant benefits to obtaining an IRS favorable determination letter is the recipient knows that their Plan complies with the IRS. The attorney fee will be in the range of \$10,000.00 to \$20,000.00 for the complete process.

A motion was made by Murray Daniel and seconded by Robert Harvie to have the attorney, Scott Christiansen, prepare a tax determination letter. All were in favor.

The meeting was adjourned at 5:50 P.M.

Respectfully submitted,



Tom Cronin, Secretary