

**VILLAGE OF
PALM SPRINGS POLICE OFFICERS' PENSION FUND
MINUTES OF MEETING HELD
August 3, 2010**

The meeting was called to order at 10:05 A.M. in the Conference Room on the First Floor at Village Hall in Palm Springs, Florida. Those persons present were:

TRUSTEES

Tim Conboy
James Gregory
Mark Hall

OTHERS

Bonni Jensen, Attorney
Margie Adcock, The Resource Centers
Dan Johnson, Bogdahn Consulting

MINUTES

The Board reviewed the minutes of the meetings held May 4, 2010 and July 12, 2010. A motion was made, seconded and carried 3-0 to approve the minutes of the meetings held May 4, 2010 and July 12, 2010.

INVESTMENT MONITOR REPORT

Dan Johnson appeared before the Board. Mr. Johnson reviewed the market environment as of June 30, 2010. He noted that it was a tough quarter. Mr. Johnson reported on the performance of the Fund for the quarter ending June 30, 2010. The total market value of the Fund as of June 30, 2010 was \$11,552,103. The asset allocation was 54.7% in domestic equities; 8.8% in international; 30.8% in domestic fixed income; and 5.6% in cash. The asset allocation by manager was 42.7% with ICC Multicap; 35.1% with ICC Fixed Income; 13.4% with ICC Core Value; and 8.8% with Manning & Napier.

The total portfolio was down 5.84% net of fees for the quarter while the benchmark was down 6.48%. The total equity portfolio was down 9.88% for the quarter while the benchmark was down 11.44%. The total domestic equity portfolio was down 9.31% for the quarter while the benchmark was down 11.32%. The total fixed income portfolio was up 2.78% for the quarter while the benchmark was up 2.92%. The total international portfolio was down 13.36% for the quarter while the benchmark was down 12.26%. The ICC Core portfolio was down 11.17% for the quarter while the S&P 500 was down 11.43%. The ICC Multicap portfolio was down 8.70% for the quarter while the Russell 3000 was down 11.32%. The ICC Fixed Income portfolio was up 2.78% for the quarter while the benchmark was up 2.92%. The Manning & Napier portfolio was down 13.36% for the quarter while the benchmark was down 12.26%.

Mr. Johnson noted that the Board recently signed a revised Investment Policy Statement. He stated that the Attorney and ICC pointed out one change regarding authorized investments for fixed income. He stated that previously fixed income required A or higher rating. The change to the Investment Policy Statement will allow a rating of investment grade or higher. He recommended that the Board accept the change. A motion was made, seconded and carried 3-0 to accept the revised Investment Policy Statement.

INVESTMENT MANAGER REPORT – ICC

It was noted that Kevin Quinn was scheduled to appear before the Board but called the Chairman and advised that he would not be able to attend the meeting. He provided information on the portfolio as of July 31, 2010. The portfolio was up 1.81% for the quarter while the benchmark was up 2.20%. Value equities were down 1.54% while the benchmark was up 1.30%. Multicap equities were down .08% while the benchmark was down .11%. Fixed income was up 5.53% while the benchmark was up 5.87%.

ATTORNEY REPORT

Ms. Jensen advised that the proposed Ordinance has been sent to the Village.

Ms. Jensen stated that she had discussions with the State and the State is agreeable to allowing the Fund to receive the 185 premium tax monies for the entire year.

Ms. Jensen noted that the Actuary would be updating the Summary Plan Description after the Ordinance is passed.

Ms. Jensen reported on a conference she recently attending where there was a discussion on class actions. She stated that it was reported that there is a lot of money received from class actions that is not captured by the plans. She has asked the Custodian to report quarterly on how much the Fund receives in class actions and what class action claims they are filing each quarter on behalf of the Fund.

Ms. Jensen discussed the possible filing for an IRS Determination Letter. She stated that the issue was raised a little while back and the Police decided not to file at that time, although the General Employees Plan decided to file for such a Letter. She stated that there was a discussion of the matter at a recent conference she attended and she is recommending that the Fund go through the process of filing for an IRS Determination Letter at this time. There was a lengthy discussion. A motion was made, seconded and carried 3-0 to authorize the Attorney to move forward with the filing of an IRS Determination Letter, including the approval for the fees necessary for filing for the Voluntary Correction Program, if necessary.

ADMINISTRATIVE REPORT

Ms. Adcock presented the disbursements. A motion was made, seconded and carried 3-0 to pay all listed disbursements.

OTHER BUSINESS

There being no further business, the meeting was adjourned.

Respectfully submitted,

Randy Hoffer, Secretary