

**VILLAGE OF  
PALM SPRINGS POLICE OFFICERS' PENSION FUND  
MINUTES OF MEETING HELD  
November 2, 2010**

The meeting was called to order at 10:03 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  
Kevin Quinn, ICC

**MINUTES**

The Board reviewed the minutes of the meeting held August 3, 2010. Ms. Jensen noted that the language regarding filing of the IRS Determination Letter should include the fees necessary for filing for the "Voluntary Correction Program, if necessary". A motion was made, seconded and carried 3-0 to approve the minutes of the meeting held August 3, 2010 as amended.

**INVESTMENT MANAGER REPORT – ICC**

Kevin Quinn appeared before the Board. Mr. Quinn reported on the performance of the portfolio. He stated that the total market value as of September 30, 2010 was \$11,073,252. He stated that the news is generally very good. There were positive returns on all parts of the portfolio. Mr. Quinn stated that the asset allocation was 46.7% in multicap equities; 14.2% in value equities; 35.4% in fixed income and 3.7% in cash. The portfolio was up 5.51% for the quarter while the benchmark was up 7.33%. Value equities were up 7.91% while the benchmark was up 10.13%. Multicap equities were up 7.32% while the benchmark was up 11.29%. Fixed income was up 2.35% while the benchmark was up 2.07%. Mr. Quinn stated that they slightly underperformed in the 3<sup>rd</sup> Quarter mainly because they were underweight in the financial sector. They were overweight in gold, which was not a strong performer, and their position in American Airlines hurt them this quarter.

Kevin Quinn departed the meeting.

**INVESTMENT MONITOR REPORT**

Dan Johnson appeared before the Board. Mr. Johnson reviewed the market environment as of September 30, 2010. He noted that the month of September was the best month of September in 71 years. Mr. Johnson reported on the performance of the Fund for the quarter ending September 30, 2010. The total market value of the Fund as of September 30, 2010 was \$12,243,355. The asset allocation was 55.1% in domestic equities; 9.6% in international; 30.8% in domestic fixed income; and 4.6% in cash.

The total portfolio was up 6.25% net of fees for the quarter while the benchmark was up 8.82%. The total equity portfolio was up 8.54% for the quarter while the benchmark was up 12.29%. The total domestic equity portfolio was up 7.49% for the quarter while the benchmark was up 11.53%. Mr. Johnson noted that this was the real drag on the total portfolio. The total fixed income portfolio was up 2.26% for the quarter while the benchmark was up 2.07%. The total international portfolio was up 15.18% for the quarter while the benchmark was up 16.66%. The ICC Core portfolio was up 7.92% for the quarter while the S&P 500 was up 11.29%. The ICC Multicap portfolio was up 7.36% for the quarter while the Russell 3000 was up 11.53%. The ICC Fixed Income portfolio was up 2.26% for the quarter while the benchmark was up 2.07%. The Manning & Napier portfolio was up 15.18% for the quarter while the benchmark was up 16.66%.

### **ATTORNEY REPORT**

Ms. Jensen advised that the proposed Ordinance passed.

Ms. Jensen provided a Memorandum dated September 2010 regarding Federal Updates. She noted that the SEC issued a final rule regarding “pay to play” which is effective September 13, 2010. She discussed the rule and there was a lengthy discussion. She also discussed the preliminary views of GASB. This would impact the employer regarding the reporting of the unfunded pension obligation.

### **ADMINISTRATIVE REPORT**

Ms. Adcock presented the Board with the benefit calculation and election approval for Jay Pickens. A motion was made, seconded and carried 3-0 to approve the benefit election.

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

It was noted that James Gregory was reappointed to the Board for another term. Another election will be conducted to fill the vacant position.

### **OTHER BUSINESS**

There being no further business, the meeting was adjourned.

Respectfully submitted,

Randy Hoffer, Secretary