

Christopher P. McCullion, Treasurer, called the Special Business Meeting of the City of Orlando Pension Advisory Committee, Police and Firefighters' Pension Boards to order at 8:15 a.m. on Thursday, June 2, 2011, in the Overlook conference room, 9th floor, City Hall, Orlando, Florida. There was a quorum for the Pension Advisory Committee and Police Pension Board.

PAC Members Present

Todd Berube, SEIU Representative (absent)
Jay Carr, Police Department
Cheryl Cummings, Families Parks & Recreation
Gustavo Castro, Economic Development (absent)
Paulette Edwards, Housing, Community Development
Rick Howard, Public Works
Liza Floyd Jacobs, Fire Department
David Rafanowicz, Executive Offices (absent)
Michael Rhodes, Economic Development
Ricky Suggs, L.I.U.N.A.
Rebecca W. Sutton, Chair (absent)
Steve Brown, L.I.U.N.A.

Police Pension Board Trustees

Jay Smith, Chairman
Randolph T. Thames, Vice-Chair
William C. Long, Secretary
Laurie Botts, Trustee
Tony Blanca, Trustee

Firefighters' Pension Board Trustees

Ronald Glass, Chairman (absent)
Shannon Raybon, Vice-Chair (absent)
Mike Droege, Secretary (absent)
Kevin Edmonds, Trustee
Mario A. Garcia, Trustee

Others Present

Christopher P. McCullion, Treasurer
And Executive Director Fire & Police Pension Boards
Katrina Laudeman, Treasury Manager
Deputy Director Fire & Police Pension Boards
Kevin Leonard, NEPC
Kevin Kondry, NEPC
Rochelle Burlon, Pension Coordinator
Natasha Williams, Chief Assistant City Attorney II
Stuart Kaufman, Police Board Attorney
Shawn Malvin, Police Board Attorney
Amanda Green, Assistant City Attorney
Jim Nevola, BNY Mellon

MARKET OVERVIEW AND QUARTERLY PERFORMANCE

Kevin Kondry and Kevin Leonard of NEPC reviewed the first quarter of 2011. They reported that the first quarter market results were positive despite higher volatility, turmoil in the Middle East, disaster in Japan, and deepening European debt crisis did not impede strong results from equities. Commodity prices climbed driven by energy, food, and precious metals. Interest rates rose slightly as commodity price increases battled with high unemployment and slack credit markets. The global economic uncertainty remains elevated, with high volatility currency regime expected to continue. The General Employees' Plan returned +4.3% in the first quarter, outperforming the TUCS Public Fund Median return of +3.8%. That placed the fund in the 28th percentile for the quarter. The total equity composite (+6.8%) outperformed the TUCS Total Equity Investment Pools Median (+5.5%) for the quarter. The General Employees' US Equity managers returned a combined +7.1% for the quarter outperforming the TUCS US Equity Investment Pools Median of +6.5% and the S&P 500's result of +5.9%. The Police and Firefighters' Plans returned +4.5% and +4.2% during the first quarter, respectively, vs. +3.8% for the TUCS Public Fund Median. The plans ranked in the 21st and 36th percentiles, respectively.

K. Leonard suggested that the plans need to readjust their fixed income allocation.

APPROVAL OF MINUTES OF APRIL 28 AND APRIL 29, 2011

A MOTION TO APPROVE THE MNUTES OF APRIL 28 AND APRIL 29, 2011, was made by C. Cummings and seconded by P. Edwards; **MOTION CARRIED UNANIMOUSLY.**

TRUSTEE AND COMMITTEE MEMBER TRAINING SESSION

Natasha Williams, Chief Assistant City Attorney, showed a video and reviewed material on Sunshine Laws and Public Records. Discussion ensued. Questions were asked by the trustees and committee members.

FIDUCIARY RESPONSIBILITIES

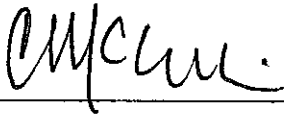
Stu Kaufman, of Klausner & Kaufman, Police Pension Board Attorney reviewed the fiduciary responsibilities of all trustees and advisory committee members. Discussion ensued. Questions were asked by the trustees and committee members.

UPDATE ON LORD ABBETT AND WILLIAM BLAIR SMID CAP MANAGERS

C. McCullion gave on update on the status of these new managers' agreements and advised that they will be funded on July 1, 2011. GTS will be handling the transition.

Meeting adjourned at 11:45 a.m.

Respectfully submitted,



Christopher P. McCullion, Treasurer
Treasurer



Rochelle (Shelly) L. Burlon
Pension Coordinator