

Chris McCullion, Treasurer, called the Joint Quarterly Meeting of the City of Orlando Pension Advisory Committee, Police and Firefighters' Pension Boards to order at 8:20 a.m. on December 2, 2010, in the overlook conference room, 9th floor, City Hall, Orlando, Florida. There was a quorum for the Pension Advisory Committee and Firefighters' and Police Pension Boards.

PAC Members Present:

Cheryl Cummings, Families Parks & Recreation (absent 9/4)
Gus Castro, Transportation (9/0)
Todd Berube, S.E.I.U. Representative (9/3)
Paulette Edwards, Housing Department (8/2)
Jay Carr, Police Department (9/0)
Rick Howard, Public Works (absent 9/6)
David Rafanowicz, Executive Offices (9/2)
R.icky Suggs, L.I.U.N.A. Representative (absent 9/4)
Liza Floyd Jacobs, Fire Department (9/1)
Michael Rhodes, Economic Development (absent 9/4)
Rebecca W. Sutton, Chair (absent 9/8)
Steve Brown, L.I.U.N.A Representative (4/0)

Police Pension Board Trustees:

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

Firefighters' Pension Board Trustees

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

Others Present

Christopher P. McCullion, Treasurer
Katrina Laudeman, Treasury Manager
Kevin Leonard, NEPC
Jim Nevola, BNY Mellon
Mike Cavallo, BNY Mellon
Shelly Burlon, Pension Coordinator

1. OVERVIEW OF QUARTER-MANAGER PERFORMANCE REVIEW

Kevin Leonard of NEPC, our investment consultant, reviewed the third quarter and advised that during this time every month except April had an absolute percentage change greater than 2%. The market remained volatile throughout the third quarter. Toward the end of the quarter, a few positive economic reports continued favorable news about earnings and anticipation of quantitative easing by the Federal Reserve gave a lift to the market. All sectors in the S&P 500 except financials and health care had double-digit total returns. Emerging markets had yet another strong quarter with almost all countries showing double-digit gains.

The General Employees' Plan returned 9.6% in the third quarter outperforming the TUCS Public Fund Median return of 8.7%. This placed the fund in the 22nd percentile for the quarter. Among active managers, Wellington and Wells Capital outperformed their proxies. Northpointe Capital and Advisory Research underperformed their benchmarks. The GMO Global Balanced asset allocation portfolio returned 10.3% during the third quarter outperforming the TUCS Balanced Portfolios median of 8.9%.

2 SEC INVESTIGATIONS

Kevin Leonard reviewed the recent Federal Bureau of Investigation and Security & Exchange Commission raids on various managers for insider trading. None of our managers have been charged with any wrongdoing and are not targets of the federal inquiry at this time.

3 PERFORMANCE ATTRIBUTION

Jim Nevola and Mike Cavallo of BNY Mellon reviewed performance attribution.

4 PAC-APPROVAL OF MINUTES OF SEPTEMBER 2, SEPTEMBER 10, OCTOBER 27, AND NOVEMBER 10, 2010

A MOTION TO APPROVE THE MINUTES OF SEPTEMBER 2, SEPTEMBER 10, OCTOBER 27, AND NOVEMBER 10, 2010, was made by P. Edwards and seconded by D. Rafanowicz; **MOTION CARRIED UNANIMOUSLY.**

5 SECURITIES MONITORING FIRMS

The Police Pension Board Chairman advised that we have been approached by our monitoring companies to be the lead plaintiff in a complaint against J. Crew Group, Inc. This needs to be reviewed and determined immediately in order for the monitoring firms to file the lawsuit. There would be no costs to the boards.

PENSION ADVISORY COMMITTEE

A MOTION TO HAVE CHRISTOPHER MCCULLION REVIEW THIS SITUATION WITH REBECCA SUTTON AND AUTHORIZE HER TO DETERMINE IF THE GENERAL EMPLOYEES PENSION PLAN SHOULD BE INVOLVED IN THIS CLASS ACTION LAWSUIT AND, IF SO, RECOMMEND IT TO CITY COUNCIL, was made by D. Rafanowicz and seconded by S. Brown; **MOTION CARRIED UNANIMOUSLY.**

POLICE PENSION FUND

A MOTION TO AUTHORIZE THE CHAIRMAN TO MAKE THE DECISION AFTER CONSULTING WITH THE BOARD ATTORNEY AS TO WHETHER THE FUND SHOULD BE INVOLVED IN THIS CLASS ACTION LAWSUIT, was made by T. Blanca and seconded by R. Thames; **MOTION CARRIED UNANIMOUSLY.**

FIREFIGHTERS' PENSION FUND

A MOTION TO AUTHORIZE THE CHAIRMAN TO MAKE THE DECISION AFTER CONSULTING WITH THE BOARD ATTORNEY AS TO WHETHER THE FUND SHOULD BE INVOLVED IN THIS CLASS ACTION LAWSUIT, was made by M. Garcia and seconded by S. Raybon; MOTION CARRIED UNANIMOUSLY.

Meeting adjourned at 10:20 a.m.

Respectfully submitted,



Christopher P. McCullion
Treasurer



Rochelle (Shelly) L. Burlon
Pension Coordinator