

**MINUTES  
GENERAL EMPLOYEES' RETIREMENT SYSTEM  
BOARD OF TRUSTEES QUARTERLY MEETING  
JANUARY 12, 2010**

**Present:** Chairman Donna Spencer, Trustees Ron McDonough, Patrick Mellett, Sandi Henley

**Absent:** Vice Chairman Steve Schield

**Also Present:** Attorney Lee Dehner, Finance Director and Staff Liaison Tom Kelley, Deputy Town Clerk Jo Ann Mixon

**Call to Order**

Chairman Spencer called the General Employees' Quarterly Meeting to order at 1:30 p.m. in the Town Commission Chamber, 501 Bay Isles Road, Longboat Key, Florida.

**Public to Be Heard** - None

**Liaison Report**

**1. Presentation and discussion of the FY2009 4th Quarter Investment Report**

Morgan Stanley/Smith Barney representative Joe Carter reviewed the FY2009 4<sup>th</sup> quarter report (July 1, 2009 through September 20, 2009) and noted the following:

- stocks outperformed bonds
- international and mid-cap stocks out performed large cap stocks
- bonds had a good year
- current asset allocations
- current portfolio value (\$6,081,391.00 as of 01-11-2010)
- composite net returns
- portfolio growth analysis
- capital market line
- historical data and rates of return (total fund)
- market rally driven by low-quality rebound
- non audit portfolio balance as of 12-31-2009 \$5,791,593.00

Board discussion ensued with regard to the following:

- decline of Marsico/Columbia
- definition of flows 1, 2, and 3 (means 1<sup>st</sup>, 2<sup>nd</sup>, and 3<sup>rd</sup> month within the quarter)

**Attorney Comments**

Attorney Lee Dehner advised he would begin contract negotiations with Bogdahn Consulting and present the contract at the February 24, 2010 Quarterly Meeting.

**Board Comments** – None

**Adjournment**

Chairman Spencer adjourned the General Employees' Retirement System Board of Trustees at 2:09 p.m.

Minutes approved: 02-24-2010