CITY HALL

Chairman Schinder called the meeting to order at 8:35 AM.

1. Roll Call
   Barry Schinder - present
   Bruce Loucks – present
   Brad Sicari - present
   Jerry Whaley – present
   Bob King - present

   Guests
   Horacio Montes de Oca - present
   Greg Gosch - Sawgrass
   Grant McMurry - ICC
   John McCann – absent

5. Presentations
   A. Greg Gosch – Sawgrass Asset Management – Quarterly Report
      Mr. Gosch explained that March, April & May have been their worst performing months dating back to the 4th quarter of 2002. The current rally is one of the sharpest and strongest moves in stock market history. This rally has been very speculative in nature and many of the factors that Sawgrass usually relies on have been some of the worst performers. Leading up to this rally they made significant changes such as increasing the Tech and Consumer Discretionary sectors and reducing Healthcare and Staples. They also increased their Beta and added more stocks. Unfortunately, this rally favored smaller, more heavily shorted, less institutional, more expensive and weaker growth companies.

      For the fiscal year to date, the fund is still down 11%, but the index is down 13.3%. Fixed income outperformed equities by 200 basis points. The asset allocation at the end of June was 57% in equity, 40% in fixed income and the rest in short-term/cash, with a total portfolio market value of $6,969,008.

   B. Grant McMurry – ICC Capital Management – Quarterly Report
      Mr. McMurry agreed with Sawgrass’ strategy in preparing for a market rally, except for adding more stocks. ICC looks at this 20 months decline and observed that it didn’t make any difference how diversified or concentrated the portfolio was because diversification did nothing to protect against loss. For the year to date in the S&P, Value is down .4% and Growth is up 10.5%. Mr. McMurry believes that “bets” should be place in Growth. The market is gradually going up and investors are buying on the dips. This creates confidence in the market, in spite of legitimate concerns about unemployment and inflation.

      In reviewing the report, Mr. McMurry advised that the asset allocation is 41.9% in equities, 41.8% in fixed income, 9.1% in cash and 7.1% in ADRs. Equities in the
fund beat the index slightly at 17.04% and fixed income was slightly ahead of the index at 2.02%. For the year to date, the fund is down -8.87%, which beats the market, which is down at -9.75%. Best returns have come from Financials. They are overweight in Financials and Materials. Fixed income is heavier in Corporates and lower in U.S. Treasuries. The total return for the current quarter is 10.98%, with a market value of $6,830,283.

C. John McCann – Thistle Asset Consulting – Quarterly Report

Mr. McCann was unable to attend due to illness. He sent a brief summary along with the Executive Report for the quarter ending June 20, 2009, which Mr. Montes de Oca read for the record.

The market value of the fund as of June 30 is $13,927,000. This was not a good quarter for the fund, which is behind the index by over 2%. The other trailing periods are excellent, beating the index through all periods. Fixed income performed very well.

In summarizing the performance of each manager, Mr. McCann noted that ICC beat their index through all trailing periods. Sawgrass did not have a good quarter, as they were behind their index by 5%. They beat the index through all the other trailing periods. Both fixed income portfolios did very well, although Sawgrass was trailing for the quarter. Alpha is very healthy for all portfolios.

2. Approval of Minutes Summary for Meeting of June 24, 2009.
The minutes were unanimously approved as submitted by the Recording Secretary.

Mr. Montes de Oca reported on the performance for the month.

<table>
<thead>
<tr>
<th>Portfolio Composition</th>
<th></th>
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</thead>
<tbody>
<tr>
<td>Cash and equivalents</td>
<td>7.09%</td>
</tr>
<tr>
<td>Equities</td>
<td>56.39%</td>
</tr>
<tr>
<td>Fixed income</td>
<td>36.53%</td>
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<tr>
<td>Carrying value</td>
<td>$14.74 million</td>
</tr>
<tr>
<td>Market value</td>
<td>$13.93 million</td>
</tr>
<tr>
<td>Unrealized GAIN/(LOSS)</td>
<td>$38,756.00</td>
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<tr>
<td>Total Income</td>
<td>$51,332.00</td>
</tr>
<tr>
<td>Realized GAIN/(LOSS)</td>
<td>$(3,314.00)</td>
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<tr>
<td>Investment Income</td>
<td>$54,646.00</td>
</tr>
<tr>
<td>Contributions</td>
<td>$298,693.00</td>
</tr>
<tr>
<td>Employer contributions</td>
<td>$237,643.00</td>
</tr>
<tr>
<td>Employee contributions</td>
<td>$61,050.00</td>
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</tbody>
</table>
8. Board Members Concerns
   A. Mr. Loucks advised the Board that he has made the recommendation to the
      Commission that the City should contribute $300,000 per year (in addition to the
      requirement of the Annual Actuarial Valuation), every year until the fund reaches
      a pre-recessionary funding level.
   B. There was a discussion about why both managers invest in some of the same
      stocks. Some stocks fall into both value and growth styles.
   C. John McCann of Thistle Asset Consulting will be asked to advise the Board, at
      the next quarterly meeting, whether they should have any concerns about the
      managers' performance.

4. Bills and Warrants
   A. ICC Capital Management – Quarterly Fees ending 6/30/09 - $8,536.67
   B. Klausner & Kaufman – Professional Fees through 6/30/09 - $1,260.00
   C. Sawgrass Asset Management – Quarterly Fees ending 6/30/09 - $9,582.00
   D. Salem Trust – Quarterly Fee Advice ending 6/30/09 - $2,253.27
   E. Thistle Asset Consulting – Quarterly Fee Advice ending 6/30/09 - $4,354.00
Motion was made by Mr. Sicari to approve items A-E. The motion was
seconded by Mr. King and passed by unanimous voice vote.

6. Old Business
   A. None

7. New Business
   A. None

9. Adjournment

There being no further business before the Board, motion was made and seconded,
and the meeting was adjourned at 9:45 AM.