

DAVIE POLICE PENSION PLAN

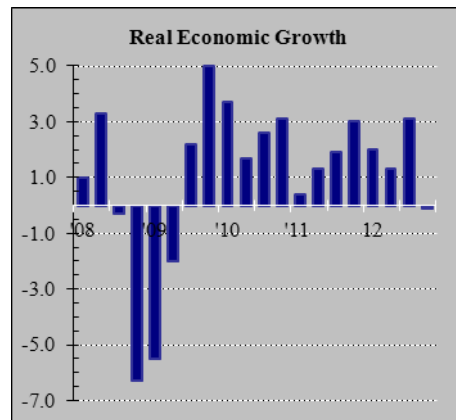
**PERFORMANCE REVIEW
DECEMBER 2012**



ECONOMIC ENVIRONMENT

Some Good News at Quarter-End Mixed With Surprisingly Weak GDP Figures

During the fourth quarter, just as the waning Euro crisis improved investor sentiment, pessimism returned thanks to worries over the fiscal cliff stalemate. Economists were expecting a slightly lower GDP growth rate than the third quarter's 3.1% figure, but were shocked when the



BLS figure of -0.1% was announced. The two reasons given for the poor figure was a cut back in defense spending in anticipation of the fiscal cliff and overall reductions in inventory in the manufacturing sectors. Yet there was an abundance of really good economic news: (1) the December jobs report showed a positive pace of new hires; (2) housing prices improved,

exceeding expectations, and continued to provide momentum to that sector of the economy; (3) the Fed resolutely extended its bond purchasing programs to contain short-term and long-term interest rates, promote home buying and further reduce unemployment; (4) manufacturing levels were up as were estimates for GDP growth in 2013; and (5) inflation remained low, helped by falling energy prices. Lastly, with the contentious elections over, almost everyone breathed a sigh of relief.

The unprecedented delay addressing the fiscal cliff hurt 4th quarter markets. When Congress finally did act on January 2nd, it deferred severe budget cuts, e.g. defense, for a couple months. On the other hand, it approved new tax rules that avoided higher tax rates for most taxpayers. The compromise brought a tax rate hike for individuals earning over \$400,000 and married couples earning more than \$450,000, who will now pay 39.6% on amounts above those levels. The same households will also pay higher tax rates on capital gains, dividends and estates. All other taxpayers will see essentially no change

to the Bush era tax rates. However, the payroll tax withholding rate will increase 2% for all wage earners.

The Bureau of Labor Statistics reported encouraging numbers for December job growth and unemployment. Non-farm payroll rose by 155,000. The biggest job gains came from the construction sector (30,000); manufacturing (25,000); and healthcare (45,000). Unemployment remained at 7.8%, with long-term job seekers representing almost 40% of the total. Although relatively high, current unemployment is decidedly lower than 8.5%, where it stood just one year ago.

As of October, the latest reporting month, the S&P/Case-Shiller Index was highly favorable as home prices had risen 4.3% from a year earlier, based on a 20 major city composite. Overall, the index has rebounded to its autumn 2003 price level! However, prices are still 30% below the July 2006 peak. New construction was another bright spot as housing starts were up 21% from a year earlier.

The Institute for Supply Management (ISM) reported that overall manufacturing activity grew in December for the 43rd consecutive month. The New Orders and Production Indices stood at 50.3 and 52.6, respectively, both indicative of growth. Topping the list of expanding industry sectors were: furniture; paper; energy; metals; electronics; and food. The non-manufacturing index (service sector) was more robust still, reaching 56.1 in December and its highest level since last February. Since the service sector is huge, its growth is an indicator for a healthier economy.

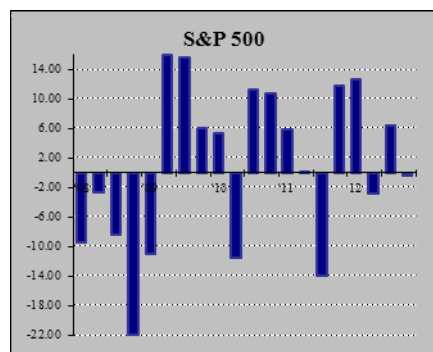
The Federal Reserve has put its full weight toward the recovery. In December, the Fed declared its intention to continue the purchase of Government Agency mortgage-backed securities and longer-maturity Treasuries. The buying program should dampen short-term and long-term interest rates in a bid to spur home-buying and business borrowing, while also lowering the unemployment rate. The two buying programs involve a hefty commitment of \$85 billion per month. The Fed currently has a moderately positive 2013 outlook. It projects a real GDP growth of 2.3% - 3.0%; the unemployment rate falling to between 7.4% and 7.7%; and core inflation in the neighborhood of 1.6% to 1.9%. For reference, the December CPI core inflation rate (excluding food and energy) was a benign 1.9%.

EQUITY MARKET

OK Quarter – Good Year

There was a great deal of market volatility during the quarter. Stocks slumped initially and then regained momentum, only to fade in late December. Because the year ended just before Congress approved the fiscal bill, it therefore finished on a down note.

Broadly speaking, value performed better than growth and smaller-sized companies moved ahead of their larger counterparts. The bellwether S&P 500 retreated 0.4% and the broader (but also large-cap oriented)



Russell 1000 added a scant 0.1%. Among the Russell growth indices, results varied: the large caps lost 1.3%, while the mid caps gained 1.7% and the small caps eked out a 0.5% return. By comparison, the value indices did measurably better: +1.5% for large-caps; +3.9% for mid-caps; and +3.2% for small-caps.

For the full year, there were only minor differences among the standard indices. The S&P turned in an excellent 16% annual gain. Returns for the other major indices ranged from 14.6% (Russell 2000 Growth) to 19.2% (Russell 2500 Value).

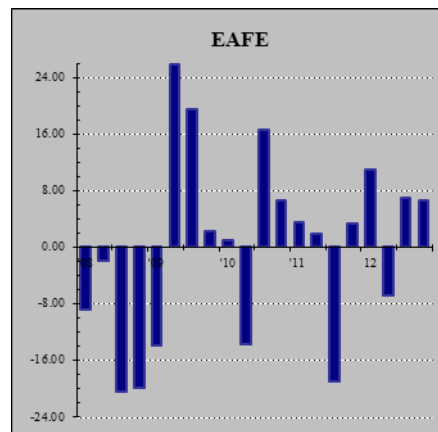
Sector results varied a great deal during the quarter. Consumers stepped up their discretionary spending, leading that sector to an 11.7% advance. Financials, driven by a turnaround in bank profits and partial resolution of the mortgage lending debacle, was up 7%. Energy, hit by falling commodity prices and lagging demand, fell 1.9%. Traditional utilities fared worse still, losing 2.7%.

The S&P dividend rate rose slightly to 2.1%, as some companies declared extra dividends in anticipation of higher taxes in 2013. The S&P P/E ratio fell from 19.1x to 18.4x, due to higher third quarter earnings. As of year-end, 72% of stock holdings had P/E ratios below 20x; arguably, the market is conservatively priced, going into the new year.

INTERNATIONAL EQUITIES

Positive Quarter and Healthy Year

In the fourth quarter, international investors focused on: central bank easing around the world; reduced anxiety regarding Europe's and China's economies; and low but positive corporate earnings growth during the quarter. This resulted in positive developed market returns across the board and especially among the weaker Euro members. The



EAFE International Index was up 6.6%. EMU country returns climbed 9.7%, fueled by Italy (+9.3%); Spain (+9.9%); Portugal (+10.5%); and Greece (+28%). In return for substantial budget-cutting, Greece benefited disproportionately from its bailout. The economically strongest European countries also performed well. Germany gained 8.5% and France rose 10.9%.

Fourth quarter performance was lower in the Pacific (+5.9%) than in Europe. Japan had a relatively good quarter (+5.8%) after the new Prime Minister promised a weaker Yen to stimulate exports. Australia grew by 6.9%, ahead of New Zealand's 4.7% return. Israel, the newest addition to the index, was the only component in the red (-3.8%); this country market was impacted, not by economic issues, but by Iranian threats and a looming election.

EAFE Index's full-year return was a very healthy 17.9%. The weakest links were the PIIGS: Portugal (5.0%); Italy (13.5%); Ireland (6.3%); Greece (5.7%); and Spain (4.7%). Japan, the largest component of EAFE, failed to get its act together, growing just 8.4%. By comparison, the Pacific ex-Japan component shined, returning almost 25%.

Emerging market fourth quarter returns were mixed, with the overall EM Index adding 5.6%. Stability, or the expectation of more stability, carried several countries into double-digit territory. Leading the pack was Turkey, a NATO ally, surging 18.4%. China, saw a 12.9% return

that reflected renewed political and economic stability after its recent change in leadership. Columbia's 12.6% gain was partially attributable to the headway made against that country's drug lords. The Philippines' rising export economy contributed to an 11.6% gain, the highest in the region. Poland continued to make steady economic progress making it Eastern Europe's top performer (+11.7%).

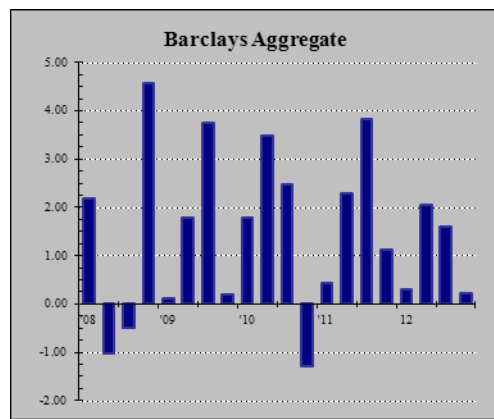
The remaining three BRIC countries performed worse for the quarter. Brazil rose 3.6%; Russia gained 2.5%; and India returned a meager 0.5%. Egypt was the most notable EM disappointment; its 10.8% loss reflected its chaotic political environment and economic difficulties.

Emerging market as a group posted returns for the year that were strong but not spectacular at 18.6%. However, there were five countries where there were spectacular gains: Turkey soared 65%; Egypt and the Philippines, each surged 47%; Poland jumped 41%; and Columbia gained 36%.

BOND MARKET

Marginally Positive Quarter – Surprisingly Positive Year

The Barclays Aggregate Index offered very little to investors last quarter, inching ahead 0.2%. However, investors who embraced credit risk saw better returns. For example, the Barclays Corporate High Yield Index moved up by 3.3%. It was Treasuries that drove down the index because its paltry -0.1% return was amplified by a substantial 36% weighting within the composite.



Government mortgage-backed debt (MBS), which accounted for 30% of the index, led to another 0.2% loss. The Aggregate posted only 4.2% for the full year, roughly half as much as in 2011. As interest rates hovered at their historic lows, it was very difficult to generate price appreciation.

For the quarter, Treasury performance weakened as maturity lengthened. While short-term Treasuries eked out just +0.1%, twenty-year and longer versions gave back close to one percent. The reason for the difference was simple enough: interest rates backed up during the quarter and mainly impacted longer maturities. GNMA mortgage-backed paper also lost ground, dropping 0.3%. Given the absolutely low interest rates, corporate bonds were in the sweet spot. Unlike 2010 and 2011, the latest year proved lackluster for Treasuries of all stripes. Overall, the average Treasury gain was held to 2%.

Investment grade (BBB and above) corporates gained an average 1.1% for the quarter. The advantage went to the lowest (BBB) credits, as that segment gained 1.7%. By comparison, AAA bonds added only 0.2%. Financials were the best-performing sector (1.9%), reflecting the same investor confidence as on the equity side. Continuing its multi-year advance, commercial mortgage-backed securities (CMBS) returned a relatively high 1.2%. High grade corporates made sense for the full year as well. The composite 2012 performance was 9.8%, with financials gaining an impressive 14.7%. CMBS advanced 9.7%.

At year-end, the Aggregate Index yielded a very low 1.74%, but crept up from September's 1.61% yield. Average maturity was 7-years and the related duration level was 5.1-years. Total market value of assets represented in the index remained near \$17 Trillion.

CASH EQUIVALENTS

Flat Quarter and Year

As we've reported all year, money market investors earned next to nothing all year. The twelve-month return was between 0.1% and 0.2% for one-year and shorter Treasury bills. Maturities between one and five-years returned only an average 0.9%. In fact, placing cash under the pillow would have provided almost identical results.

MARKET SUMMARY

ECONOMIC STATISTICS

	CURRENT QTR	LAST QTR
GDP	-0.1	3.1
Unemployment	7.8	7.8
CPI All Items Year/Year	1.74	1.99
Fed Funds Rate	0.25	0.25
Industrial Capacity	78.8	78.4
US Dollars per Euro	1.32	1.29

MAJOR INDEX QUARTER RETURNS

INDEX		PERFORMANCE
Russell 3000	0.3	
S&P 500	-0.4	
Russell Mid	2.9	
Russell 2000	1.8	
MSCI EAFE	6.6	
MSCI Emg Mkts	5.6	
NCREIF ODCE	0.0	
Barclays Agg	0.2	
90 Day Tbills	0.0	

EQUITY RETURN DISTRIBUTIONS

	QUARTER			TRAILING YEAR		
	VAL	COR	GRO	VAL	COR	GRO
LC	1.5	0.1	-1.3	17.5	16.4	15.3
MC	3.9	2.9	1.7	18.5	17.3	15.8
SC	3.2	1.8	-1.9	18.1	16.3	11.9

MARKET SUMMARY

- * The advance estimate placed 4th quarter GDP at -0.1%.
- * The US unemployment rate remains at 7.8%
- * International Equity markets rallied, while Domestic Equity markets trailed behind, with Value outpacing Growth and Mid Cap outpacing Large Cap. The S&P 500 declined by 0.4%.
- * CPI increased 1.74% year over year.
- * The US Dollar weakened relative to the Euro.

INVESTMENT RETURN

On December 31st, 2012, the Town of Davie Police Pension Fund was valued at \$94,729,806, representing an increase of \$1,233,452 from the September quarter's ending value of \$93,496,354. Last quarter, the Fund posted net contributions equaling \$801,372 plus a net investment gain equaling \$432,080. Net investment return was a result of \$717,478 in income receipts and \$285,398 in net realized and unrealized capital losses.

For the cumulative period since December 2007, the portfolio has posted net contributions totaling \$13.8 million, and recorded net investment gains totaling \$17.1 million. For the period since December 2007, if the fund had returned a compounded nominal rate of 7.9% it would have been valued at \$109.8 million or \$15.1 million more than the actual value as of December 31st, 2012.

RELATIVE PERFORMANCE

Total Fund

For the fourth quarter, the Composite account gained 0.5%, which ranked in the 91st percentile of the Public Fund universe. Over the trailing year, this portfolio returned 11.7%, ranking in the 77th percentile. Since December 2007, the account returned 4.0% per annum and ranked in the 17th percentile.

Large Cap Equity

The large cap equity assets lost 1.4% in the fourth quarter, 1.0% less than the S&P 500 Index's return of -0.4% and ranked in the 86th percentile of the Large Cap universe. Over the trailing twelve months, this segment returned 12.8%, 3.2% less than the benchmark's 16.0% return, and ranked in the 83rd percentile. Since December 2007, this component returned 2.1% on an annualized

basis and ranked in the 49th percentile. The S&P 500 returned an annualized 1.6% during the same time frame.

Mid Cap Equity

For the fourth quarter, the mid cap equity component returned 3.6%, which was equal to the S&P 400 Index's return of 3.6% and ranked in the 27th percentile of the Mid Cap universe. Over the trailing year, this segment returned 17.9%, which was equal to the benchmark's 17.9% performance, and ranked in the 33rd percentile. Since December 2007, this component returned 5.2% on an annualized basis and ranked in the 26th percentile. The S&P 400 returned an annualized 5.1% during the same period.

Small Cap Equity

The small cap equity portfolio returned -2.1% last quarter; that return was 3.9% below the Russell 2000 Index's return of 1.8% and ranked in the 92nd percentile of the Small Cap universe. Over the trailing year, this component returned 18.1%, 1.8% above the benchmark's 16.3% performance, ranking in the 38th percentile.

International Equity

For the fourth quarter, the international equity component gained 6.0%, which was 0.6% less than the MSCI EAFE Index's return of 6.6% and ranked in the 56th percentile of the International Equity universe. Over the trailing twelve-month period, this segment returned 16.8%, which was 1.1% less than the benchmark's 17.9% return, and ranked in the 74th percentile. Since December 2007, this component returned -3.6% annualized and ranked in the 83rd percentile. The MSCI EAFE Index returned an annualized -3.2% over the same time frame.

Real Estate

In the fourth quarter, the real estate component returned 2.3%, which was equal to the NCREIF NFI-ODCE Index's return of 2.3%. Over the trailing year, this component returned 11.2%, which was 0.3% above the benchmark's 10.9% return.

Fixed Income

In the fourth quarter, the fixed income portion of the portfolio returned 0.6%, which was 0.4% greater than the Custom Fixed Income Index's return of 0.2% and ranked in the 30th percentile of the Core Fixed Income universe. Over the trailing year, this component returned 7.7%, which was 3.5% greater than the benchmark's 4.2% performance, and ranked in the 10th percentile. Since December 2007, this component returned 7.2% on an annualized basis and ranked in the 21st percentile. The Custom Fixed Income Index returned an annualized 5.7% over the same period.

ASSET ALLOCATION

At the end of the fourth quarter, large cap equities comprised 35.4% of the total portfolio (\$33.6 million), while mid cap equities totaled 7.3% (\$6.9 million). The account's small cap equity segment was valued at \$7.0 million, representing 7.4% of the portfolio, while the international equity component's \$9.4 million totaled 9.9%. The real estate segment totaled 3.6% of the portfolio's value and the fixed income component made up 33.4% (\$31.7 million). The remaining 3.0% was comprised of cash & equivalents (\$2.8 million).

EXECUTIVE SUMMARY**PERFORMANCE SUMMARY**

	Quarter	FYTD	-----Annualized-----		
			1 Year	3 Years	5 Years
Total Gross/Fees	0.5	0.5	11.7	8.2	4.0
<i>PUBLIC FUND RANK</i>	(91)	(91)	(77)	(67)	(17)
Total Net/Fees	0.4	0.4	11.3	7.7	3.6
SHADOW INDEX	1.0	1.0	11.7	8.5	3.2
Large Cap Equity	-1.4	-1.4	12.8	8.9	2.1
<i>LARGE CAP RANK</i>	(86)	(86)	(83)	(79)	(49)
S&P 500	-0.4	-0.4	16.0	10.8	1.6
RUSSELL 1000G	-1.3	-1.3	15.3	11.4	3.1
RUSSELL 1000V	1.5	1.5	17.5	10.9	0.6
Mid Cap Equity	3.6	3.6	17.9	13.6	5.2
<i>MID CAP RANK</i>	(27)	(27)	(33)	(30)	(26)
S&P 400	3.6	3.6	17.9	13.6	5.1
Small Cap Equity	-2.1	-2.1	18.1	----	----
<i>SMALL CAP RANK</i>	(92)	(92)	(38)	----	----
RUSSELL 2000	1.8	1.8	16.3	12.2	3.6
International Equity	6.0	6.0	16.8	3.5	-3.6
<i>INTERNATIONAL EQUITY RANK</i>	(56)	(56)	(74)	(80)	(83)
MSCI EAFE	6.6	6.6	17.9	4.0	-3.2
Real Estate	2.3	2.3	11.2	----	----
NCREIF ODCE	2.3	2.3	10.9	14.4	-1.1
Fixed Income	0.6	0.6	7.7	6.9	7.2
<i>CORE FIXED INCOME RANK</i>	(30)	(30)	(10)	(53)	(21)
CUSTOM FX INDEX	0.2	0.2	4.2	6.2	5.7
BARCLAYS AGG	0.2	0.2	4.2	6.2	6.0
GOV/CREDIT	0.4	0.4	4.8	6.7	6.1

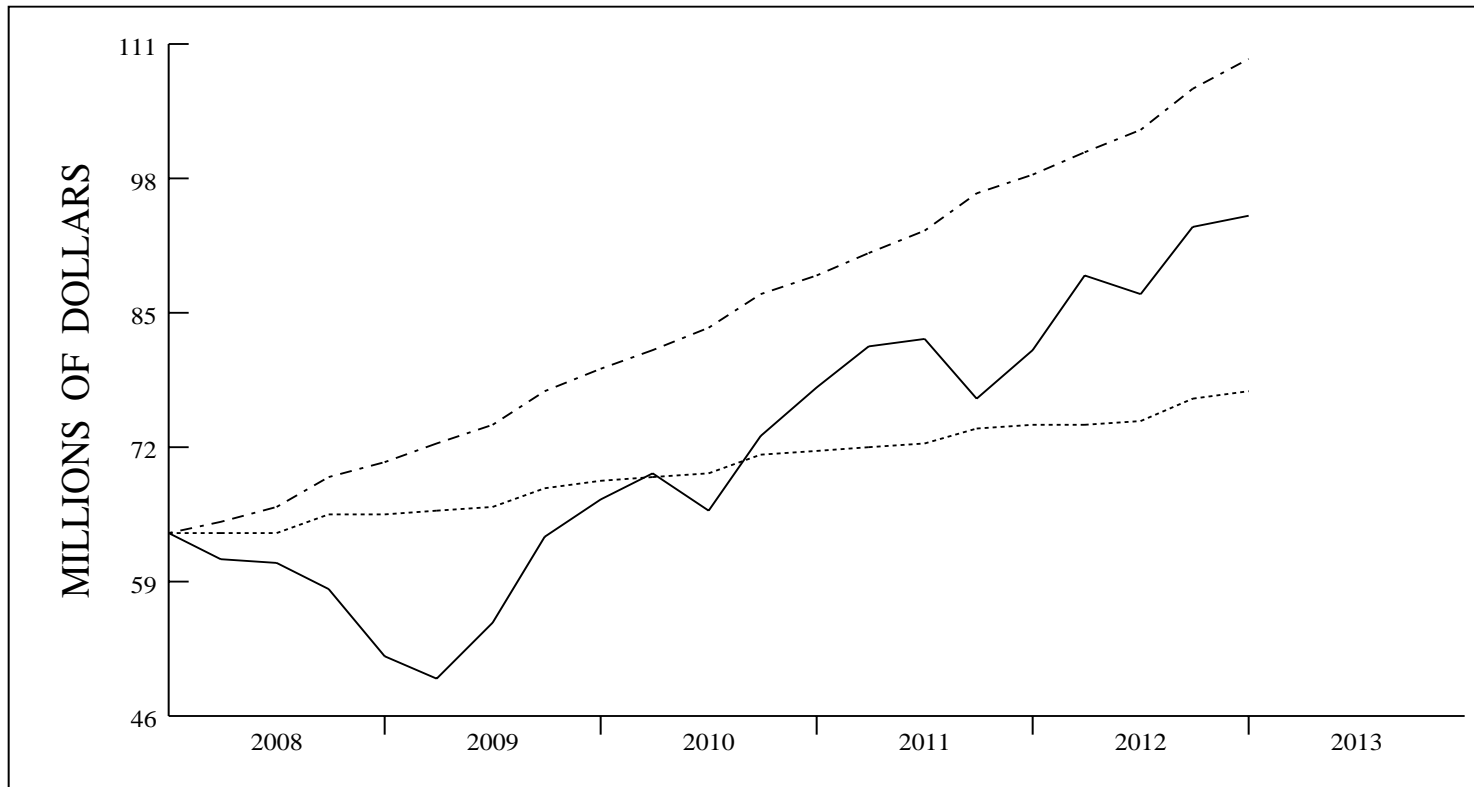
ASSET ALLOCATION

Large Cap Equity	35.4%	\$ 33,570,625
Mid Cap Equity	7.3%	6,871,416
Small Cap	7.4%	6,978,295
Int'l Equity	9.9%	9,362,064
Real Estate	3.6%	3,429,699
Fixed Income	33.4%	31,672,828
Cash	3.0%	2,844,879
Total Portfolio	100.0%	\$ 94,729,806

INVESTMENT RETURN

Market Value 9/2012	\$ 93,496,354
Contribs / Withdrawals	801,372
Income	717,478
Capital Gains / Losses	-285,398
Market Value 12/2012	\$ 94,729,806

INVESTMENT GROWTH

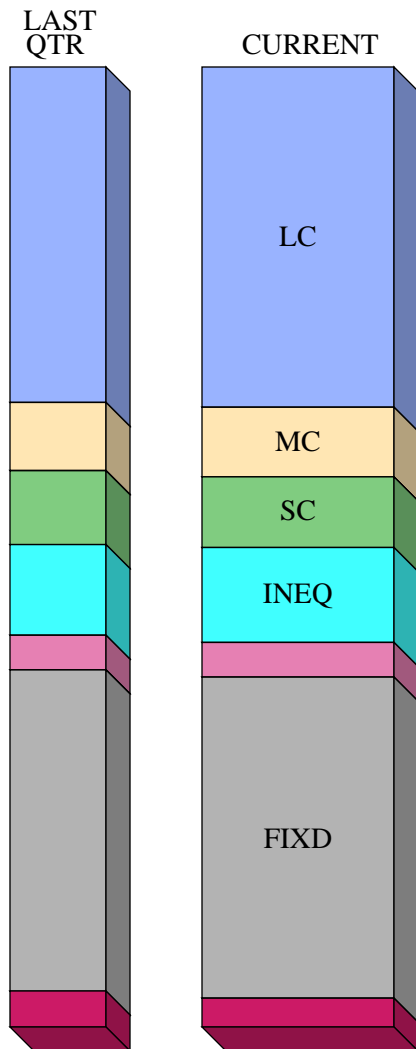


— ACTUAL RETURN
 - - - 7.9%
 . . . 0.0%

VALUE ASSUMING
 7.9% RETURN
 \$ 109,794,301

	LAST QUARTER	PERIOD 12/07 - 12/12
BEGINNING VALUE	\$ 93,496,354	\$ 63,781,499
NET CONTRIBUTIONS	801,372	13,847,103
<u>INVESTMENT RETURN</u>	<u>432,080</u>	<u>17,101,204</u>
ENDING VALUE	\$ 94,729,806	\$ 94,729,806
INCOME	717,478	9,604,735
CAPITAL GAINS (LOSSES)	<u>-285,398</u>	<u>7,496,469</u>
INVESTMENT RETURN	432,080	17,101,204

ASSET ALLOCATION



	<u>VALUE</u>	<u>PERCENT</u>	<u>TARGET</u>	<u>DIFFERENCE</u> + / -
LARGE CAP EQUITY	\$ 33,570,625	35.4%	35.0%	0.4%
MID CAP EQUITY	6,871,416	7.3%	7.5%	-0.2%
SMALL CAP EQUITY	6,978,295	7.4%	7.5%	-0.1%
INTERNATIONAL EQUITY	9,362,064	9.9%	12.5%	-2.6%
REAL ESTATE	3,429,699	3.6%	5.0%	-1.4%
FIXED INCOME	31,672,828	33.4%	32.5%	0.9%
CASH & EQUIVALENT	2,844,879	3.0%	0.0%	3.0%
<u>TOTAL FUND</u>	<u>\$ 94,729,806</u>	<u>100.0%</u>		

MANAGER PERFORMANCE SUMMARY

Name	(Universe)	Quarter	FYTD	1 Year	3 Years	5 Years
Total Portfolio	(Public Fund)	0.5 (91)	0.5 (91)	11.7 (77)	8.2 (67)	4.0 (17)
<i>Shadow Index</i>		<i>1.0 ----</i>	<i>1.0 ----</i>	<i>11.7 ----</i>	<i>8.5 ----</i>	<i>3.2 ----</i>
Garcia Hamilton Equity	(LC Growth)	-1.7 (77)	-1.7 (77)	13.3 (75)	10.1 (60)	2.9 (43)
<i>Russell 1000 Growth</i>		<i>-1.3 ----</i>	<i>-1.3 ----</i>	<i>15.3 ----</i>	<i>11.4 ----</i>	<i>3.1 ----</i>
Buckhead Equity	(LC Value)	-1.0 (94)	-1.0 (94)	12.1 (83)	7.6 (90)	1.3 (60)
<i>Russell 1000 Value</i>		<i>1.5 ----</i>	<i>1.5 ----</i>	<i>17.5 ----</i>	<i>10.9 ----</i>	<i>0.6 ----</i>
RhumbLine	(Mid Cap)	3.6 (27)	3.6 (27)	17.9 (33)	13.6 (30)	5.2 (26)
<i>S&P 400</i>		<i>3.6 ----</i>	<i>3.6 ----</i>	<i>17.9 ----</i>	<i>13.6 ----</i>	<i>5.1 ----</i>
TAMRO	(Small Cap)	-2.0 (92)	-2.0 (92)	17.7 (41)	----	----
<i>Russell 2000</i>		<i>1.8 ----</i>	<i>1.8 ----</i>	<i>16.3 ----</i>	<i>12.2 ----</i>	<i>3.6 ----</i>
Johnston	(Intl Eq)	5.6 (67)	5.6 (67)	16.1 (79)	----	----
SSgA	(Intl Eq)	6.6 (42)	6.6 (42)	17.7 (66)	3.9 (76)	-3.4 (81)
<i>MSCI EAFE</i>		<i>6.6 ----</i>	<i>6.6 ----</i>	<i>17.9 ----</i>	<i>4.0 ----</i>	<i>-3.2 ----</i>
American Core Realty Fund, LLC		2.5 ----	2.5 ----	11.3 ----	----	----
UBS Trumbull Property Fund		1.9 ----	1.9 ----	----	----	----
<i>NCREIF NFI-ODCE Index</i>		<i>2.3 ----</i>	<i>2.3 ----</i>	<i>10.9 ----</i>	<i>14.4 ----</i>	<i>-1.1 ----</i>
Buckhead Fixed	(Core Fixed)	0.3 (68)	0.3 (68)	5.3 (65)	6.0 (92)	6.4 (65)
Garcia Hamilton Fixed	(Core Fixed)	1.0 (9)	1.0 (9)	9.9 (4)	7.7 (19)	8.0 (4)
<i>Custom Fixed Income Index</i>		<i>0.2 ----</i>	<i>0.2 ----</i>	<i>4.2 ----</i>	<i>6.2 ----</i>	<i>5.7 ----</i>

MANAGER VALUE ADDED

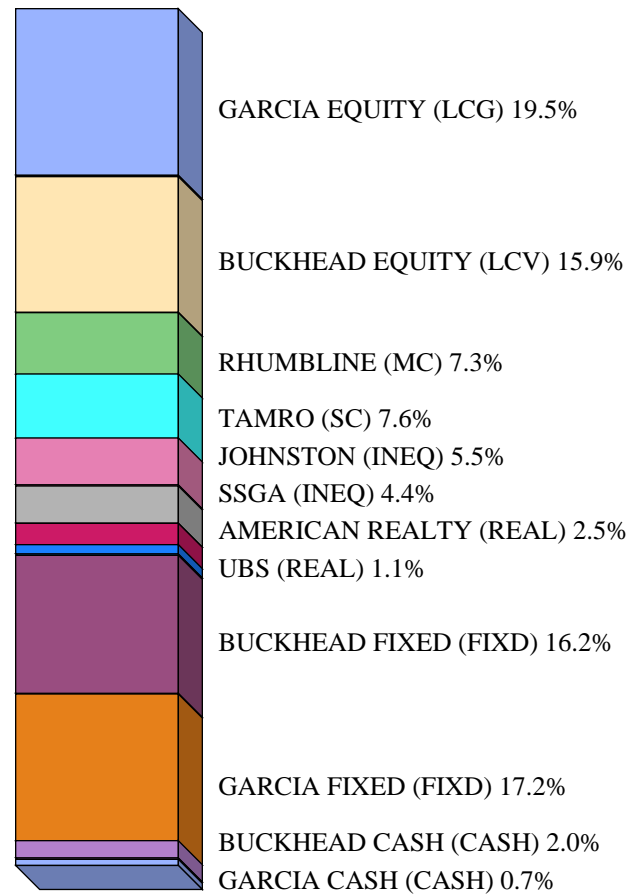
Most Recent Quarter

Manager	Benchmark	Value Added Vs. Benchmark
Garcia Equity	Russell 1000G	-0.3
Buckhead Equity	Russell 1000V	-2.6
RhumbLine	S&P 400	0.0
TAMRO	Russell 2000	-3.9
Johnston	MSCI EAFE	-1.0
SSgA	MSCI EAFE	0.0
American Realty	NCREIF ODCE	0.2
UBS	NCREIF ODCE	-0.4
Buckhead Fixed	Custom FX Index	0.1
Garcia Fixed	Custom FX Index	0.7
Total Portfolio	Shadow Index	-0.6

Trailing Twelve Months

Manager	Benchmark	Value Added Vs. Benchmark
Garcia Equity	Russell 1000G	-2.0
Buckhead Equity	Russell 1000V	-5.4
RhumbLine	S&P 400	0.0
TAMRO	Russell 2000	1.4
Johnston	MSCI EAFE	-1.8
SSgA	MSCI EAFE	-0.2
American Realty	NCREIF ODCE	0.4
UBS	NCREIF ODCE	N/A
Buckhead Fixed	Custom FX Index	1.1
Garcia Fixed	Custom FX Index	5.7
Total Portfolio	Shadow Index	0.0

MANAGER ALLOCATION SUMMARY

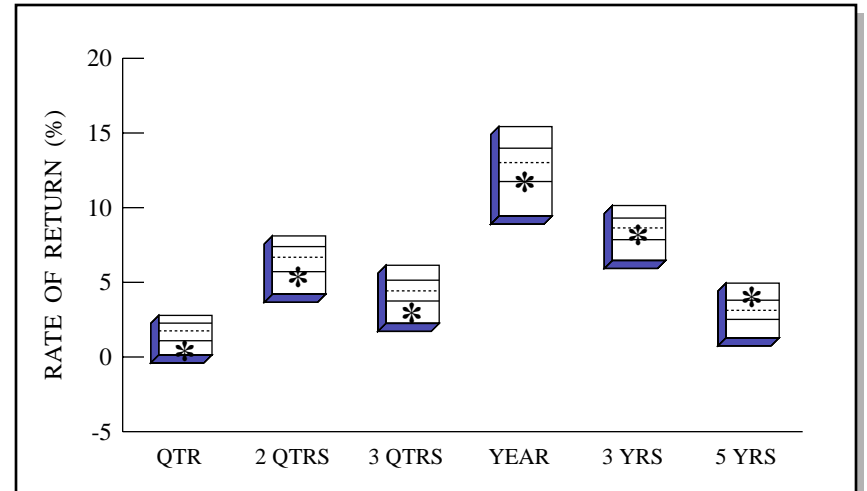
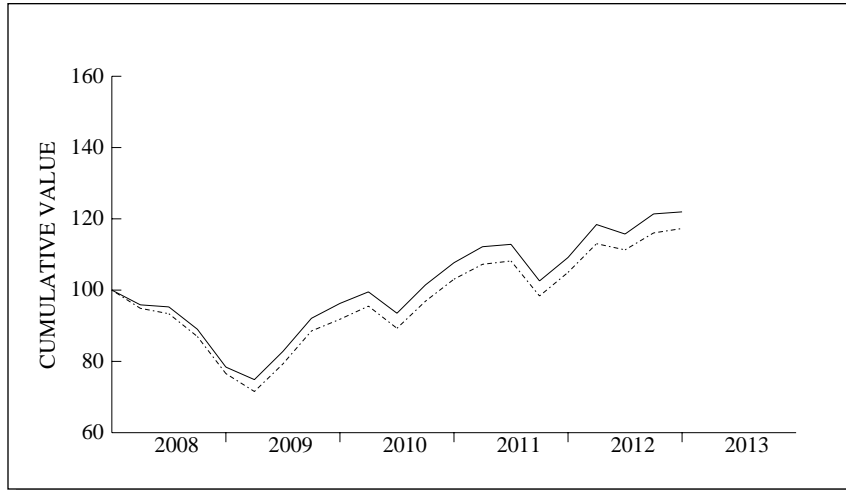


Name	Market Value	Percent
Garcia Equity (LCG)	\$18,505,805	19.5
Buckhead Equity (LCV)	\$15,064,820	15.9
RhumbLine (MC)	\$6,871,416	7.3
TAMRO (SC)	\$7,166,082	7.6
Johnston (INEQ)	\$5,214,635	5.5
SSgA (INEQ)	\$4,147,429	4.4
American Realty (REAL)	\$2,387,595	2.5
UBS (REAL)	\$1,042,104	1.1
Buckhead Fixed (FIXD)	\$15,337,371	16.2
Garcia Fixed (FIXD)	\$16,335,457	17.2
Buckhead Cash (CASH)	\$1,932,901	2.0
Garcia Cash (CASH)	\$689,191	0.7
Total	\$94,729,806	100.0

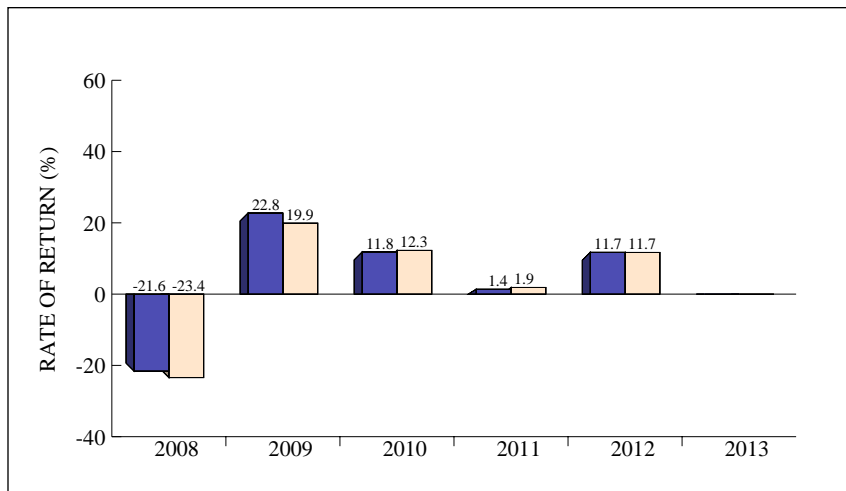
INVESTMENT RETURN SUMMARY - ONE QUARTER

Name	Quarter Total Return	Market Value September 30th, 2012	Net Cashflow	Net Investment Return	Market Value December 31st, 2012
Buckhead (BAL)	-0.3	32,039,100	403,424	-107,432	32,335,092
Garcia Hamilton (BAL)	-0.4	35,290,686	396,791	-157,024	35,530,453
RhumbLine (MC)	3.6	6,634,574	0	236,842	6,871,416
TAMRO (SC)	-2.0	7,331,737	-16,477	-149,178	7,166,082
Johnston (INEQ)	5.6	4,948,132	-10,821	277,324	5,214,635
SSgA (INEQ)	6.6	3,891,190	0	256,239	4,147,429
American Realty (REAL)	2.5	2,335,704	-6,544	58,435	2,387,595
UBS (REAL)	1.9	1,025,230	0	16,874	1,042,104
Total Fund	0.5	93,496,354	801,372	432,080	94,729,806

TOTAL RETURN COMPARISONS



Public Fund Universe

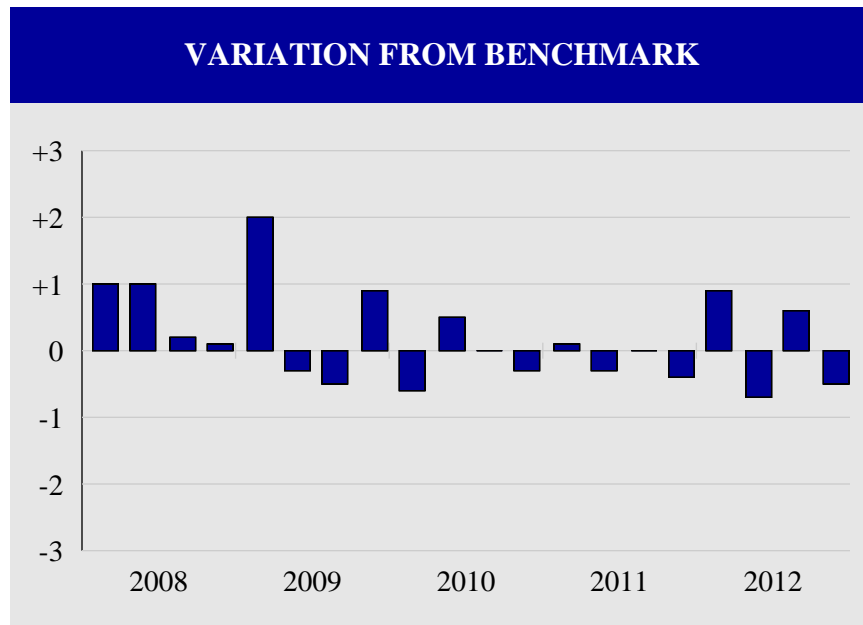


	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	0.5	5.4	3.0	11.7	8.2	4.0
(RANK)	(91)	(82)	(90)	(77)	(67)	(17)
5TH %ILE	2.8	8.1	6.2	15.4	10.2	4.9
25TH %ILE	2.3	7.4	5.2	14.0	9.3	3.8
MEDIAN	1.8	6.7	4.4	13.0	8.6	3.1
75TH %ILE	1.1	5.7	3.8	11.8	7.9	2.5
95TH %ILE	0.1	4.2	2.3	9.4	6.5	1.3
<i>Sh Idx</i>	<i>1.0</i>	<i>5.4</i>	<i>3.8</i>	<i>11.7</i>	<i>8.5</i>	<i>3.2</i>

Public Fund Universe

TOTAL PORTFOLIO QUARTERLY PERFORMANCE SUMMARY

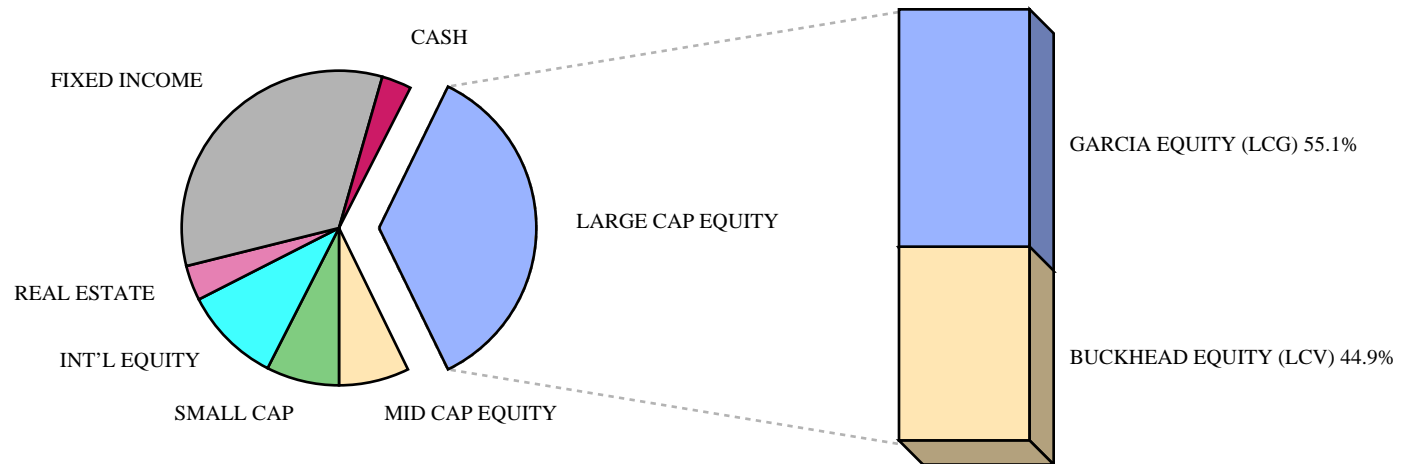
COMPARATIVE BENCHMARK: SHADOW INDEX



RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
3/08	-4.1	-5.1	1.0
6/08	-0.6	-1.6	1.0
9/08	-6.6	-6.8	0.2
12/08	-11.9	-12.0	0.1
3/09	-4.5	-6.5	2.0
6/09	10.5	10.8	-0.3
9/09	11.2	11.7	-0.5
12/09	4.6	3.7	0.9
3/10	3.4	4.0	-0.6
6/10	-6.0	-6.5	0.5
9/10	8.5	8.5	0.0
12/10	6.1	6.4	-0.3
3/11	4.2	4.1	0.1
6/11	0.6	0.9	-0.3
9/11	-9.1	-9.1	0.0
12/11	6.4	6.8	-0.4
3/12	8.5	7.6	0.9
6/12	-2.3	-1.6	-0.7
9/12	4.9	4.3	0.6
12/12	0.5	1.0	-0.5

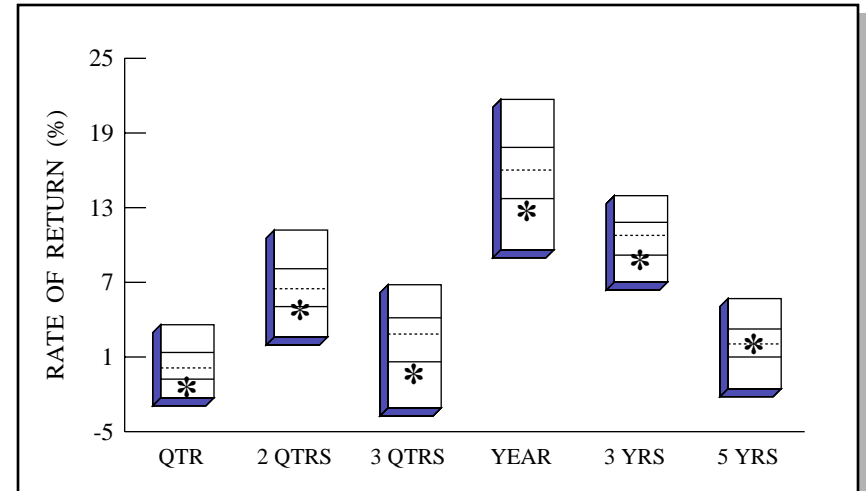
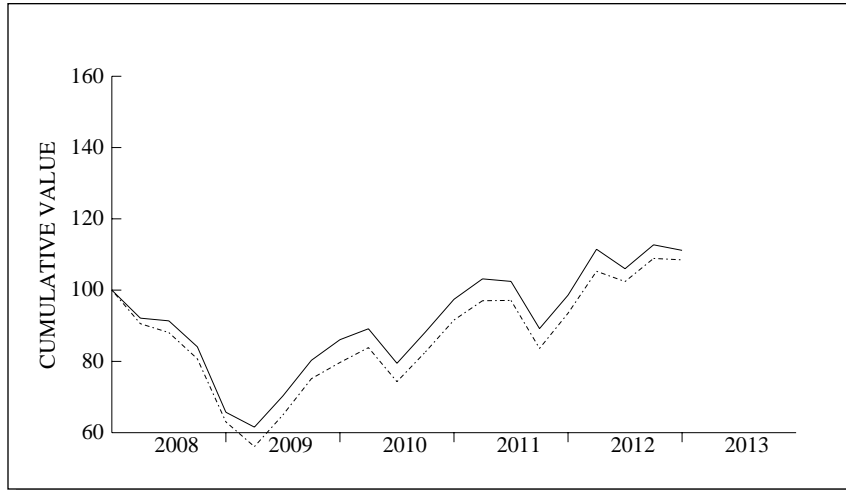
Total Quarters Observed	20
Quarters At or Above the Benchmark	12
Quarters Below the Benchmark	8
Batting Average	.600

LARGE CAP EQUITY MANAGER SUMMARY

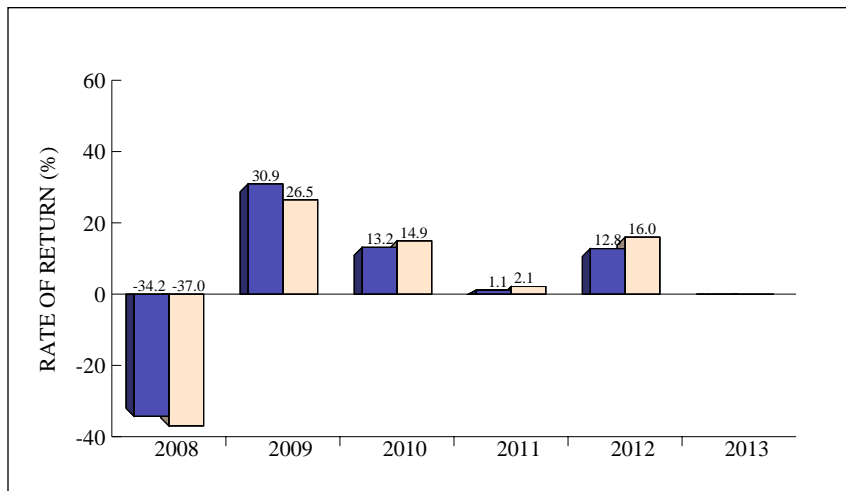


MANAGER	(UNIVERSE)	COMPONENT RETURNS AND RANKINGS					MARKET VALUE
		QTR	FYTD	1 YEAR	3 YEARS	5 YEARS	
GARCIA EQUITY	(Large Cap Growth)	-1.7 (77)	-1.7 (77)	13.3 (75)	10.1 (60)	2.9 (43)	\$18,505,805
<i>Russell 1000 Growth</i>		<i>-1.3 ----</i>	<i>-1.3 ----</i>	<i>15.3 ----</i>	<i>11.4 ----</i>	<i>3.1 ----</i>	<i>----</i>
BUCKHEAD EQUITY	(Large Cap Value)	-1.0 (94)	-1.0 (94)	12.1 (83)	7.6 (90)	1.3 (60)	\$15,064,820
<i>Russell 1000 Value</i>		<i>1.5 ----</i>	<i>1.5 ----</i>	<i>17.5 ----</i>	<i>10.9 ----</i>	<i>0.6 ----</i>	<i>----</i>
TOTAL	(Large Cap)	-1.4 (86)	-1.4 (86)	12.8 (83)	8.9 (79)	2.1 (49)	\$33,570,625
<i>S&P 500</i>		<i>-0.4 ----</i>	<i>-0.4 ----</i>	<i>16.0 ----</i>	<i>10.8 ----</i>	<i>1.6 ----</i>	<i>----</i>

LARGE CAP EQUITY RETURN COMPARISONS



Large Cap Universe

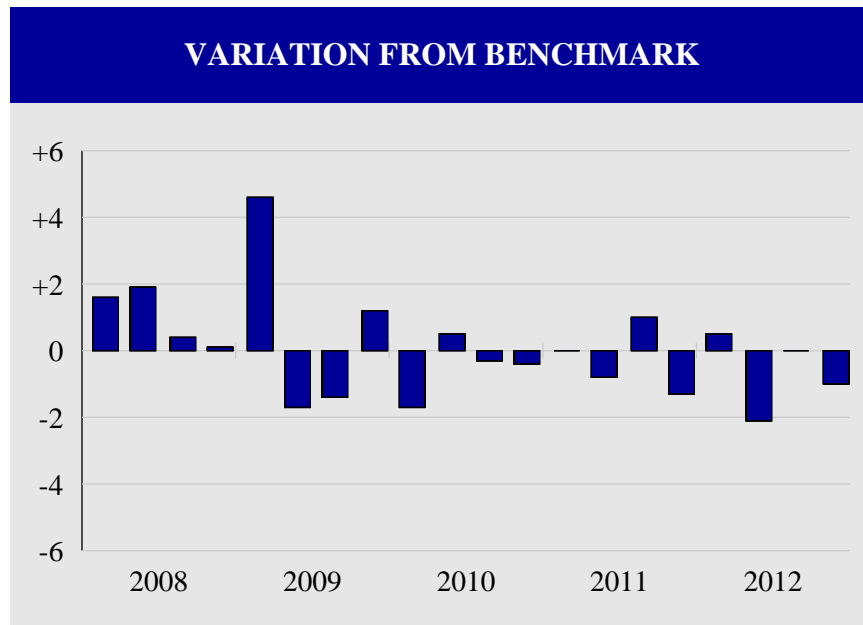


	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	-1.4	4.8	-0.3	12.8	8.9	2.1
(RANK)	(86)	(78)	(82)	(83)	(79)	(49)
5TH %ILE	3.6	11.2	6.8	21.7	14.0	5.7
25TH %ILE	1.4	8.1	4.2	17.9	11.8	3.2
MEDIAN	0.1	6.5	2.9	16.0	10.8	2.1
75TH %ILE	-0.8	5.0	0.6	13.7	9.2	1.0
95TH %ILE	-2.3	2.6	-3.1	9.6	7.0	-1.6
S&P 500	-0.4	5.9	3.0	16.0	10.8	1.6

Large Cap Universe

LARGE CAP EQUITY QUARTERLY PERFORMANCE SUMMARY

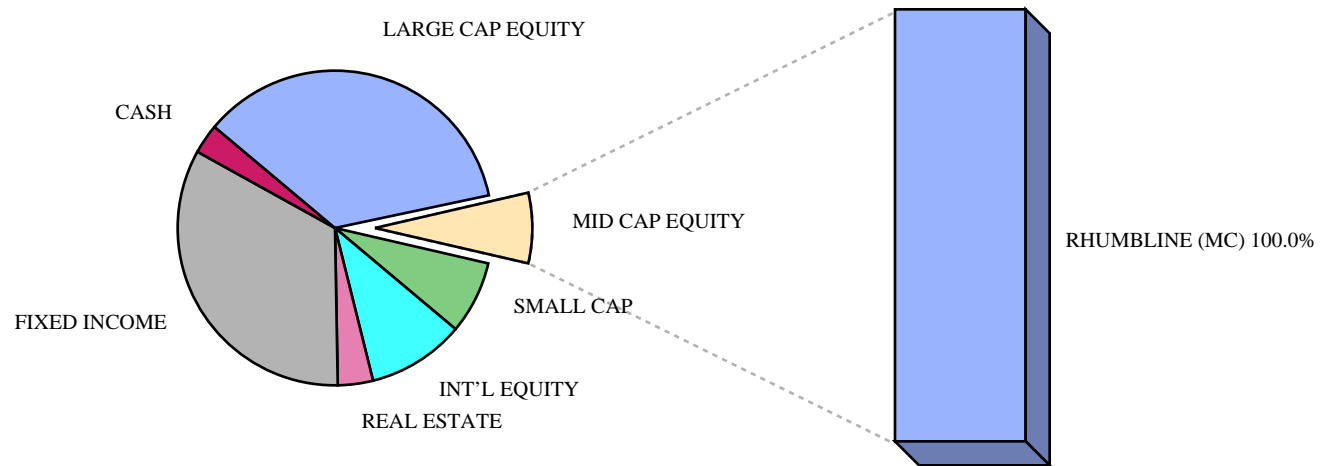
COMPARATIVE BENCHMARK: S&P 500



RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
3/08	-7.8	-9.4	1.6
6/08	-0.8	-2.7	1.9
9/08	-8.0	-8.4	0.4
12/08	-21.8	-21.9	0.1
3/09	-6.4	-11.0	4.6
6/09	14.2	15.9	-1.7
9/09	14.2	15.6	-1.4
12/09	7.2	6.0	1.2
3/10	3.6	5.3	-1.7
6/10	-10.9	-11.4	0.5
9/10	11.0	11.3	-0.3
12/10	10.4	10.8	-0.4
3/11	5.9	5.9	0.0
6/11	-0.7	0.1	-0.8
9/11	-12.9	-13.9	1.0
12/11	10.5	11.8	-1.3
3/12	13.1	12.6	0.5
6/12	-4.9	-2.8	-2.1
9/12	6.3	6.3	0.0
12/12	-1.4	-0.4	-1.0

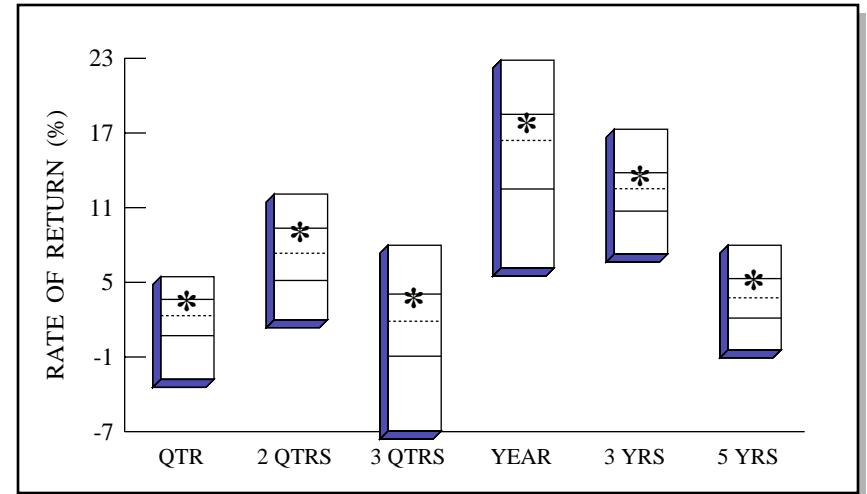
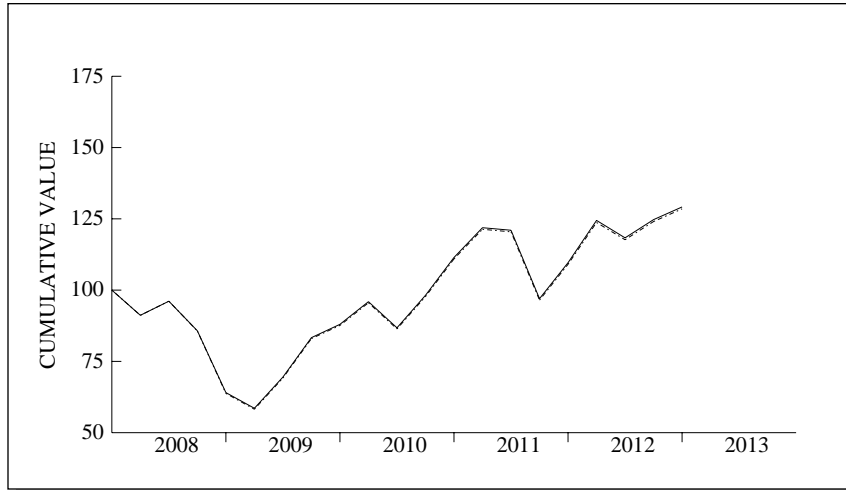
Total Quarters Observed	20
Quarters At or Above the Benchmark	11
Quarters Below the Benchmark	9
Batting Average	.550

MID CAP EQUITY MANAGER SUMMARY

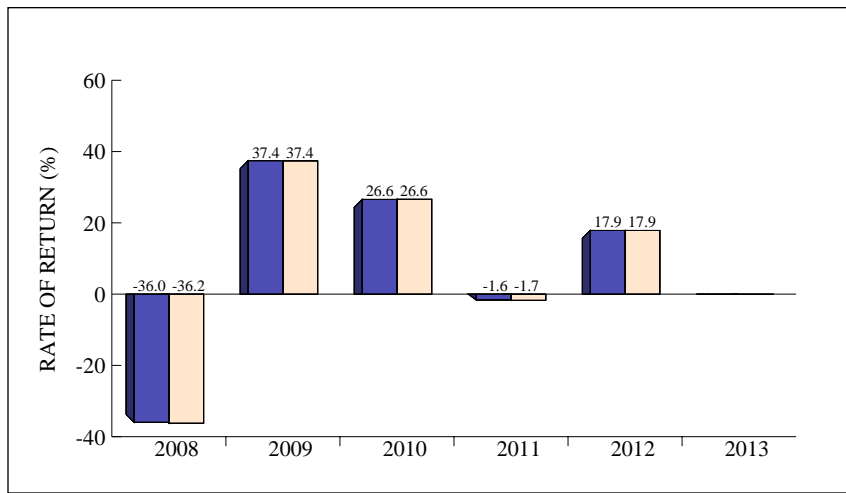


MANAGER	(UNIVERSE)	COMPONENT RETURNS AND RANKINGS					MARKET VALUE
		QTR	FYTD	1 YEAR	3 YEARS	5 YEARS	
RHUMBLINE	(Mid Cap)	3.6 (27)	3.6 (27)	17.9 (33)	13.6 (30)	5.2 (26)	\$6,871,416
<i>S&P 400</i>		<i>3.6 ---</i>	<i>3.6 ---</i>	<i>17.9 ---</i>	<i>13.6 ---</i>	<i>5.1 ---</i>	<i>---</i>
TOTAL	(Mid Cap)	3.6 (27)	3.6 (27)	17.9 (33)	13.6 (30)	5.2 (26)	\$6,871,416
<i>S&P 400</i>		<i>3.6 ---</i>	<i>3.6 ---</i>	<i>17.9 ---</i>	<i>13.6 ---</i>	<i>5.1 ---</i>	<i>---</i>

MID CAP EQUITY RETURN COMPARISONS



Mid Cap Universe

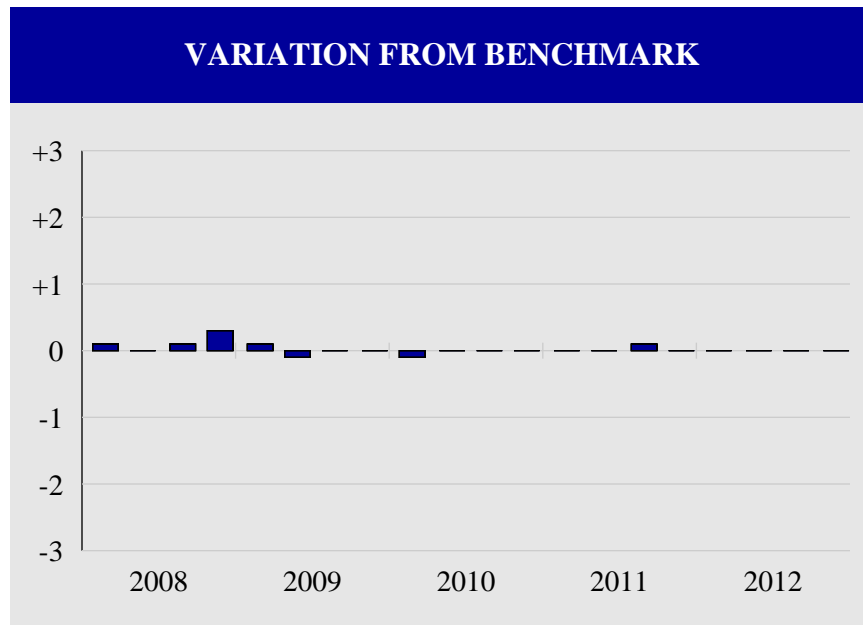


	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	3.6	9.1	3.8	17.9	13.6	5.2
(RANK)	(27)	(29)	(31)	(33)	(30)	(26)
5TH %ILE	5.5	12.1	8.0	22.9	17.3	8.0
25TH %ILE	3.6	9.4	4.1	18.5	13.8	5.3
MEDIAN	2.3	7.3	1.9	16.4	12.5	3.8
75TH %ILE	0.7	5.2	-0.9	12.5	10.7	2.1
95TH %ILE	-2.8	2.0	-7.0	6.1	7.3	-0.4
S&P 400	3.6	9.3	3.9	17.9	13.6	5.1

Mid Cap Universe

MID CAP EQUITY QUARTERLY PERFORMANCE SUMMARY

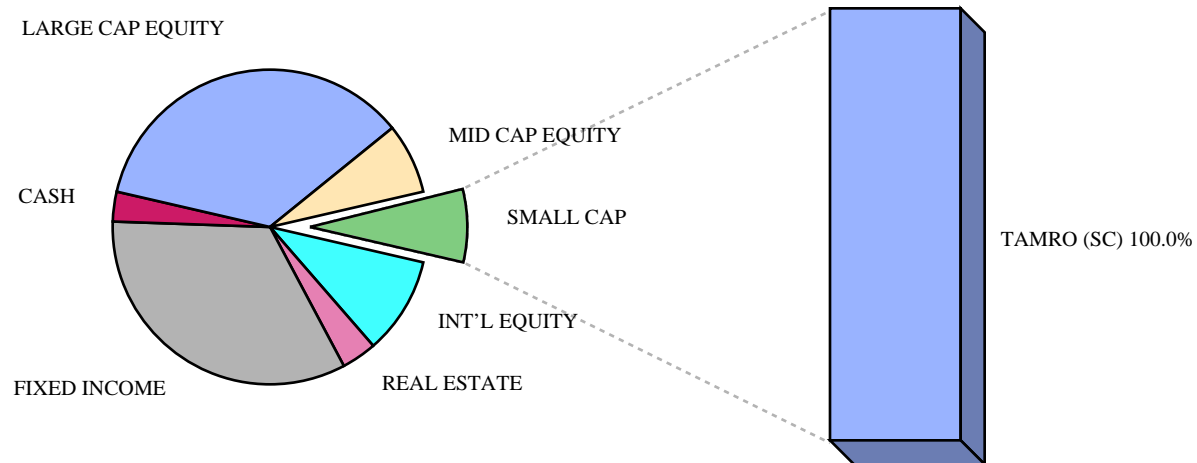
COMPARATIVE BENCHMARK: S&P 400



RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
3/08	-8.8	-8.9	0.1
6/08	5.4	5.4	0.0
9/08	-10.8	-10.9	0.1
12/08	-25.3	-25.6	0.3
3/09	-8.6	-8.7	0.1
6/09	18.7	18.8	-0.1
9/09	20.0	20.0	0.0
12/09	5.6	5.6	0.0
3/10	9.0	9.1	-0.1
6/10	-9.6	-9.6	0.0
9/10	13.1	13.1	0.0
12/10	13.5	13.5	0.0
3/11	9.4	9.4	0.0
6/11	-0.7	-0.7	0.0
9/11	-19.8	-19.9	0.1
12/11	13.0	13.0	0.0
3/12	13.5	13.5	0.0
6/12	-4.9	-4.9	0.0
9/12	5.4	5.4	0.0
12/12	3.6	3.6	0.0

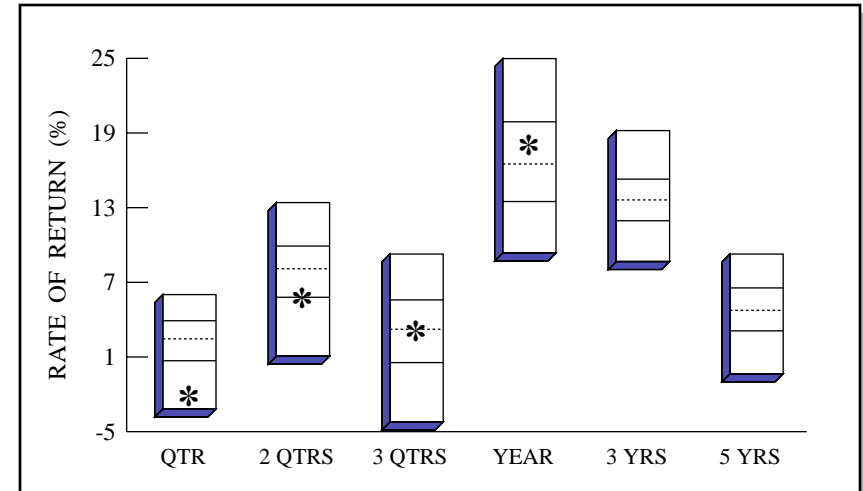
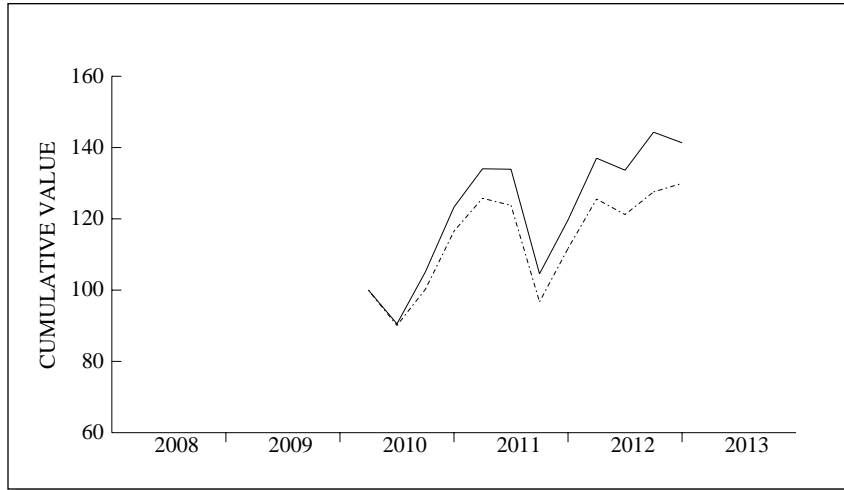
Total Quarters Observed	20
Quarters At or Above the Benchmark	18
Quarters Below the Benchmark	2
Batting Average	.900

SMALL CAP EQUITY MANAGER SUMMARY

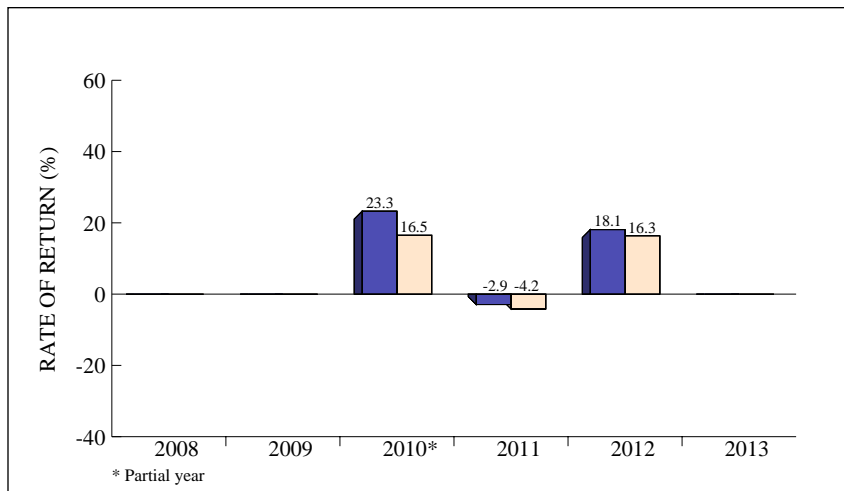


MANAGER	(UNIVERSE)	COMPONENT RETURNS AND RANKINGS					MARKET VALUE
		QTR	FYTD	1 YEAR	3 YEARS	5 YEARS	
TAMRO	(Small Cap)	-2.1 (92)	-2.1 (92)	18.1 (38)	----	----	\$6,978,295
<i>Russell 2000</i>		<i>1.8 ---</i>	<i>1.8 ---</i>	<i>16.3 ---</i>	<i>12.2 ---</i>	<i>3.6 ---</i>	----
TOTAL	(Small Cap)	-2.1 (92)	-2.1 (92)	18.1 (38)	----	----	\$6,978,295
<i>Russell 2000</i>		<i>1.8 ---</i>	<i>1.8 ---</i>	<i>16.3 ---</i>	<i>12.2 ---</i>	<i>3.6 ---</i>	----

SMALL CAP EQUITY RETURN COMPARISONS



Small Cap Universe

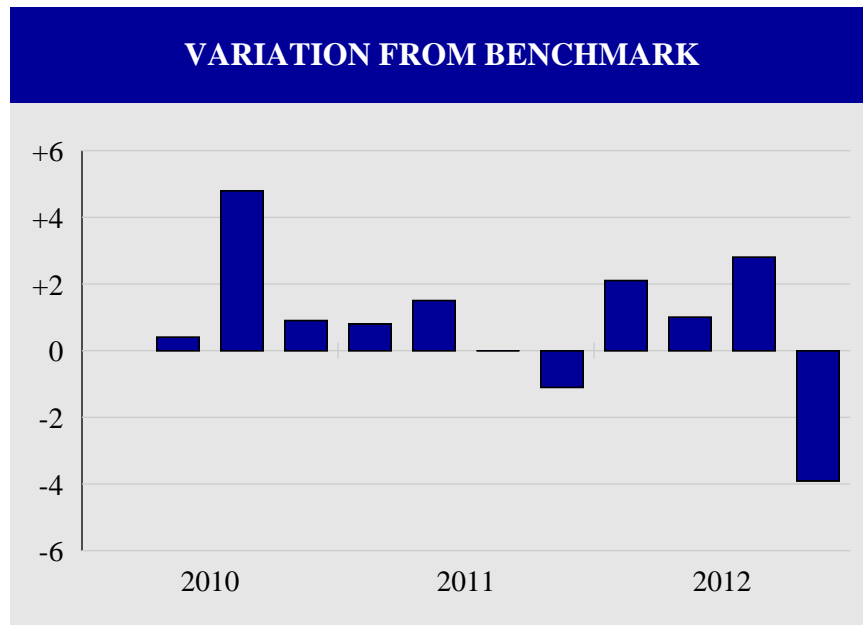


	QTR	2QTRS	3QTRS	YEAR	-----ANNUALIZED-----	
					3 YRS	5 YRS
RETURN	-2.1	5.8	3.1	18.1	----	----
(RANK)	(92)	(76)	(52)	(38)	----	----
5TH %ILE	6.0	13.4	9.3	25.0	19.2	9.3
25TH %ILE	3.9	9.9	5.6	19.9	15.3	6.5
MEDIAN	2.5	8.1	3.2	16.5	13.6	4.8
75TH %ILE	0.7	5.8	0.6	13.5	12.0	3.1
95TH %ILE	-3.2	1.1	-4.2	9.4	8.7	-0.3
Russ 2000	1.8	7.2	3.5	16.3	12.2	3.6

Small Cap Universe

SMALL CAP EQUITY QUARTERLY PERFORMANCE SUMMARY

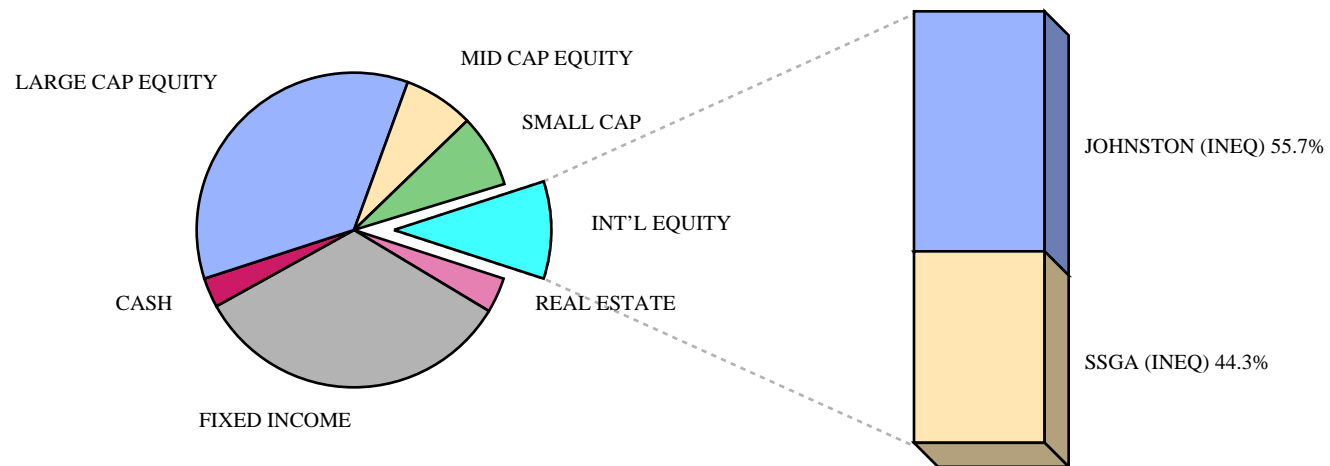
COMPARATIVE BENCHMARK: RUSSELL 2000



RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
6/10	-9.5	-9.9	0.4
9/10	16.1	11.3	4.8
12/10	17.2	16.3	0.9
3/11	8.7	7.9	0.8
6/11	-0.1	-1.6	1.5
9/11	-21.9	-21.9	0.0
12/11	14.4	15.5	-1.1
3/12	14.5	12.4	2.1
6/12	-2.5	-3.5	1.0
9/12	8.0	5.2	2.8
12/12	-2.1	1.8	-3.9

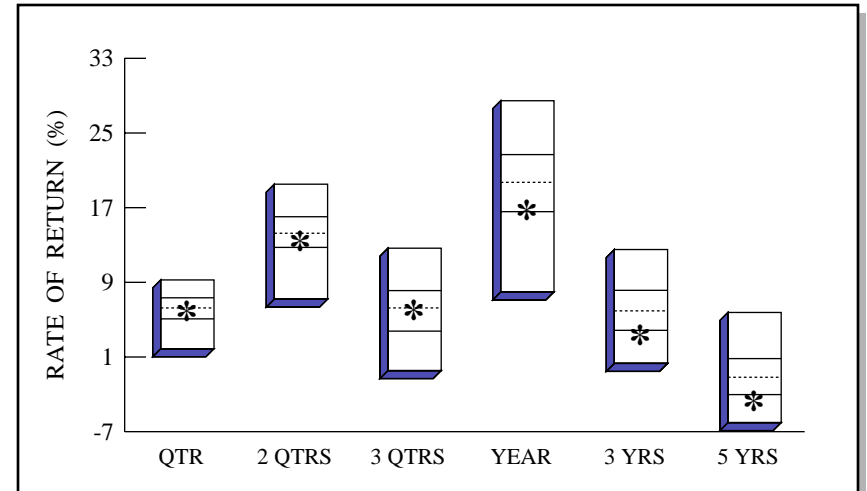
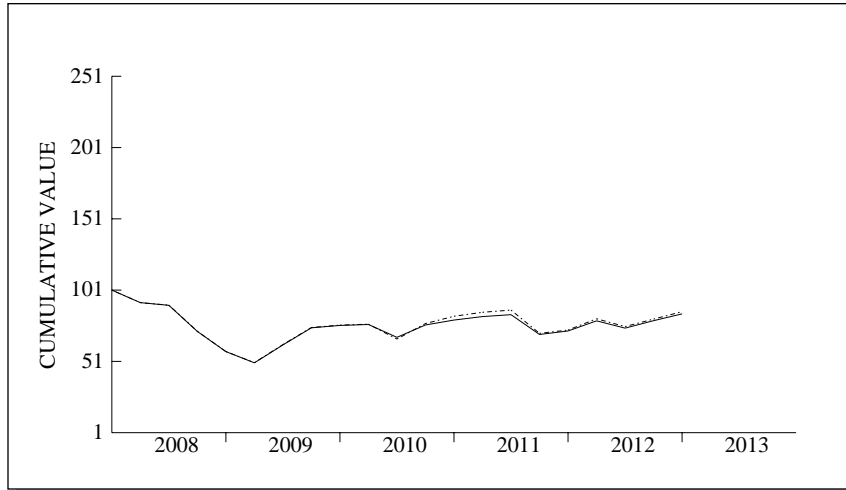
Total Quarters Observed	11
Quarters At or Above the Benchmark	9
Quarters Below the Benchmark	2
Batting Average	.818

INTERNATIONAL EQUITY MANAGER SUMMARY

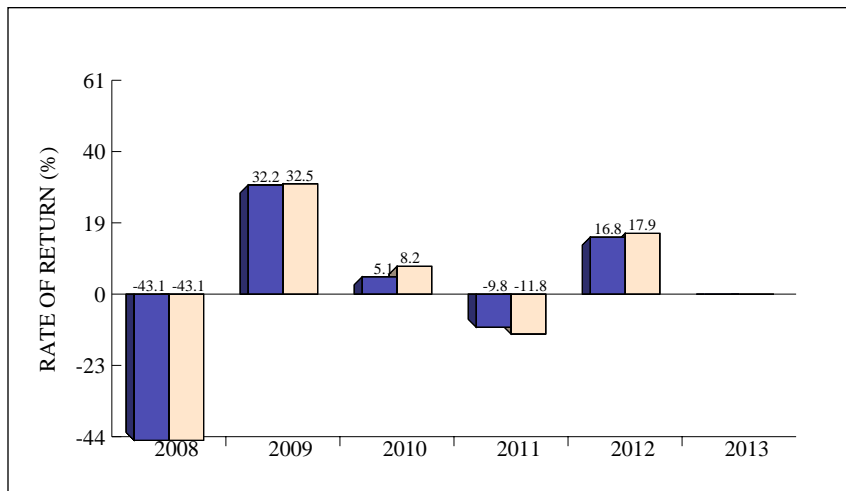


MANAGER	(UNIVERSE)	COMPONENT RETURNS AND RANKINGS					MARKET VALUE
		QTR	FYTD	1 YEAR	3 YEARS	5 YEARS	
JOHNSTON	(International Equity)	5.6 (67)	5.6 (67)	16.1 (79)	----	----	\$5,214,635
SSGA	(International Equity)	6.6 (42)	6.6 (42)	17.7 (66)	3.9 (76)	-3.4 (81)	\$4,147,429
<i>MSCI EAFE</i>		<i>6.6</i> ---	<i>6.6</i> ---	<i>17.9</i> ---	<i>4.0</i> ---	<i>-3.2</i> ---	---
TOTAL	(International Equity)	6.0 (56)	6.0 (56)	16.8 (74)	3.5 (80)	-3.6 (83)	\$9,362,064
<i>MSCI EAFE</i>		<i>6.6</i> ---	<i>6.6</i> ---	<i>17.9</i> ---	<i>4.0</i> ---	<i>-3.2</i> ---	---

INTERNATIONAL EQUITY RETURN COMPARISONS



International Equity Universe

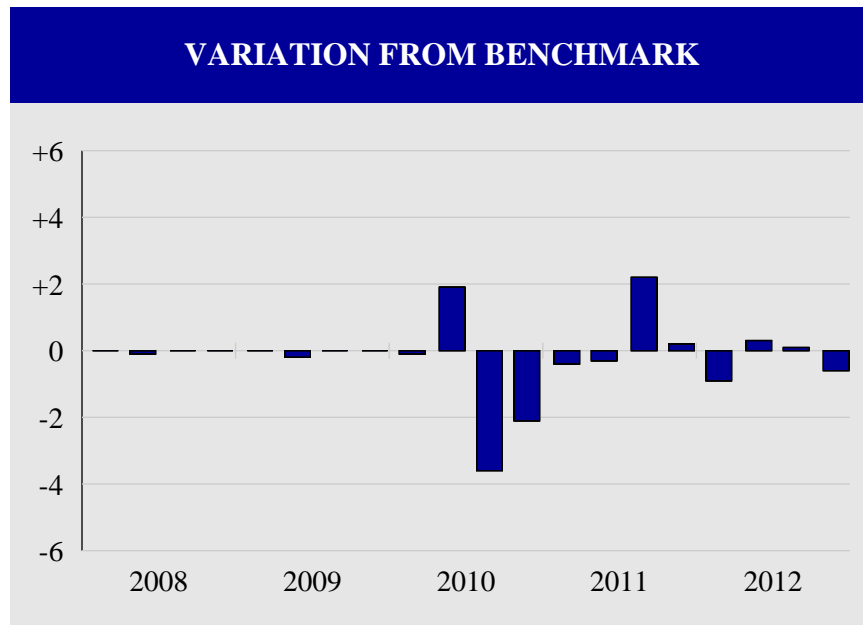


	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	6.0	13.5	6.1	16.8	3.5	-3.6
(RANK)	(56)	(64)	(53)	(74)	(80)	(83)
5TH %ILE	9.3	19.5	12.7	28.5	12.5	5.8
25TH %ILE	7.4	16.0	8.1	22.7	8.1	0.8
MEDIAN	6.3	14.3	6.3	19.7	6.0	-1.2
75TH %ILE	5.1	12.8	3.8	16.6	3.9	-3.0
95TH %ILE	1.9	7.2	-0.5	8.0	0.3	-6.0
MSCI EAFE	6.6	14.0	6.2	17.9	4.0	-3.2

International Equity Universe

INTERNATIONAL EQUITY QUARTERLY PERFORMANCE SUMMARY

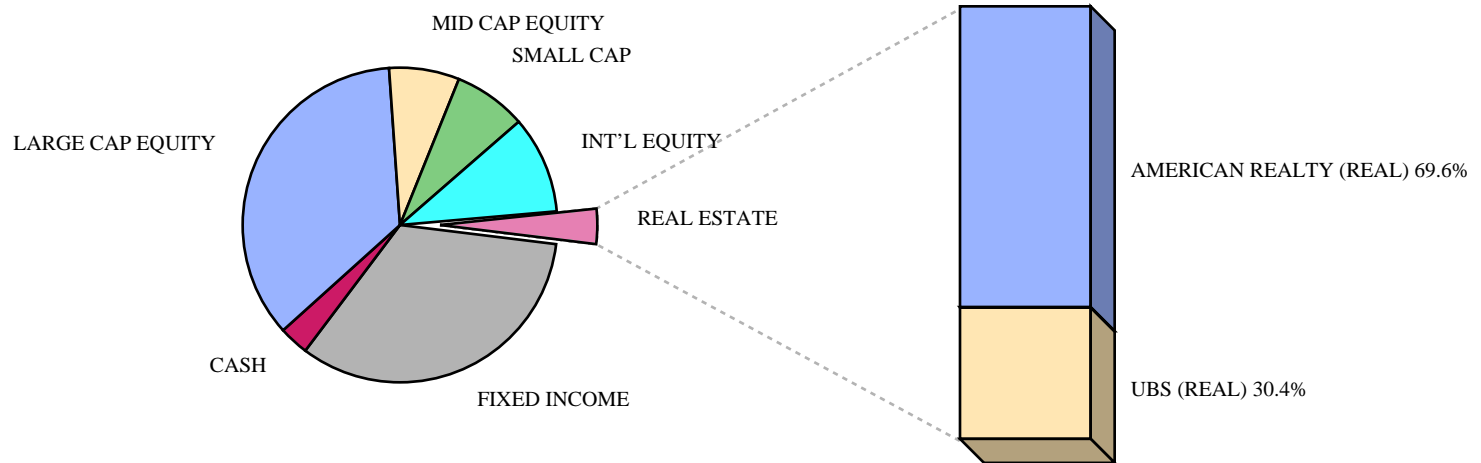
COMPARATIVE BENCHMARK: MSCI EAFE



Total Quarters Observed	20
Quarters At or Above the Benchmark	11
Quarters Below the Benchmark	9
Batting Average	.550

RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
3/08	-8.8	-8.8	0.0
6/08	-2.0	-1.9	-0.1
9/08	-20.5	-20.5	0.0
12/08	-19.9	-19.9	0.0
3/09	-13.9	-13.9	0.0
6/09	25.7	25.9	-0.2
9/09	19.5	19.5	0.0
12/09	2.2	2.2	0.0
3/10	0.8	0.9	-0.1
6/10	-11.8	-13.7	1.9
9/10	12.9	16.5	-3.6
12/10	4.6	6.7	-2.1
3/11	3.1	3.5	-0.4
6/11	1.5	1.8	-0.3
9/11	-16.8	-19.0	2.2
12/11	3.6	3.4	0.2
3/12	10.1	11.0	-0.9
6/12	-6.5	-6.8	0.3
9/12	7.1	7.0	0.1
12/12	6.0	6.6	-0.6

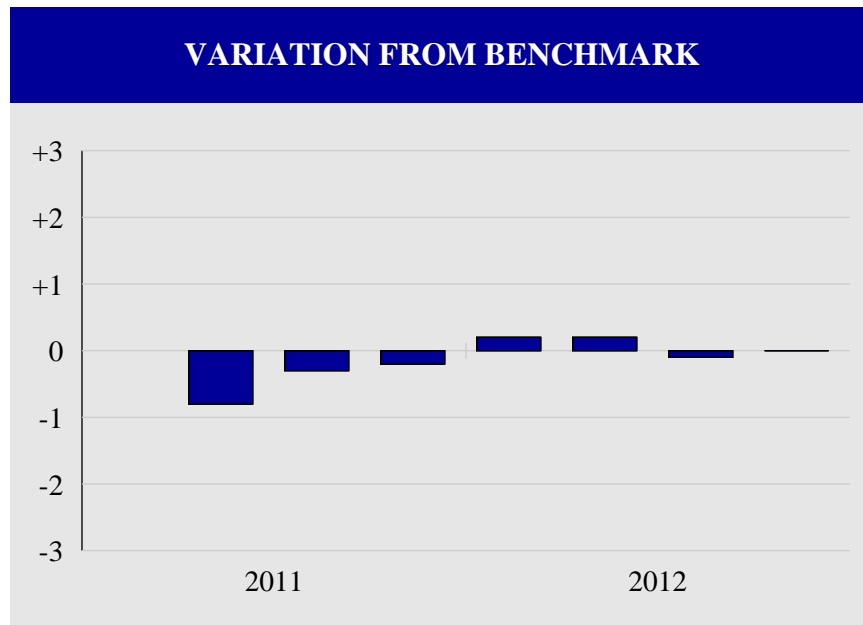
REAL ESTATE MANAGER SUMMARY



MANAGER	(UNIVERSE)	COMPONENT RETURNS AND RANKINGS					MARKET VALUE
		QTR	FYTD	1 YEAR	3 YEARS	5 YEARS	
AMERICAN REALTY		2.5 ---	2.5 ---	11.3 ---	----	----	\$2,387,595
UBS		1.9 ----	1.9 ----	----	----	----	\$1,042,104
<i>NCREIF NFI-ODCE Index</i>		2.3 ---	2.3 ---	10.9 ---	14.4 ---	-1.1 ---	----
TOTAL		2.3 ---	2.3 ---	11.2 ---	----	----	\$3,429,699
<i>NCREIF NFI-ODCE Index</i>		2.3 ---	2.3 ---	10.9 ---	14.4 ---	-1.1 ---	----

REAL ESTATE QUARTERLY PERFORMANCE SUMMARY

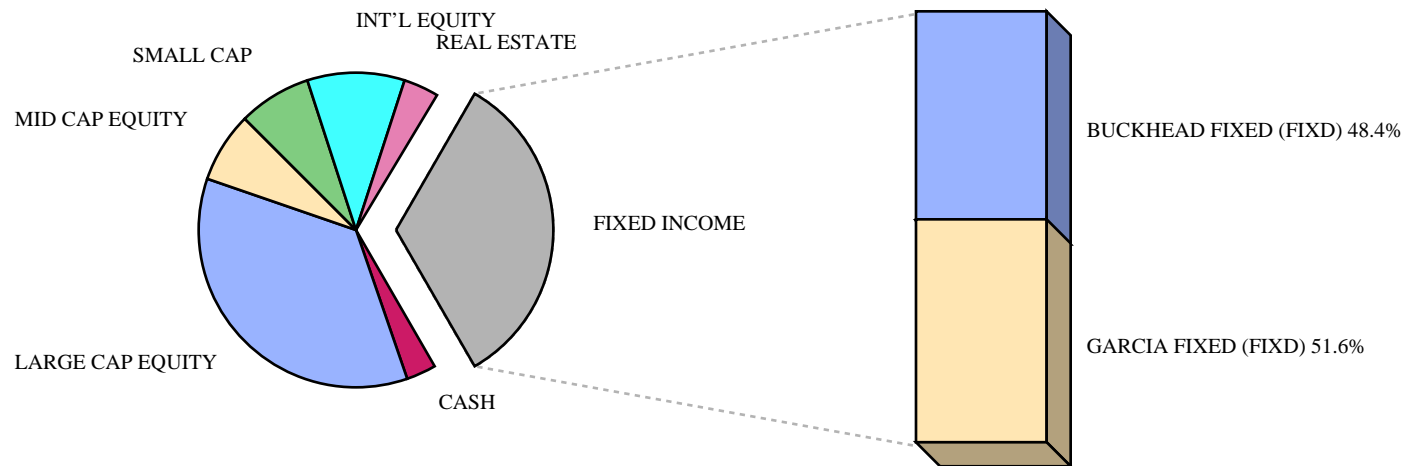
COMPARATIVE BENCHMARK: NCREIF NFI-ODCE INDEX



RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
6/11	3.8	4.6	-0.8
9/11	3.2	3.5	-0.3
12/11	2.8	3.0	-0.2
3/12	3.0	2.8	0.2
6/12	2.7	2.5	0.2
9/12	2.7	2.8	-0.1
12/12	2.3	2.3	0.0

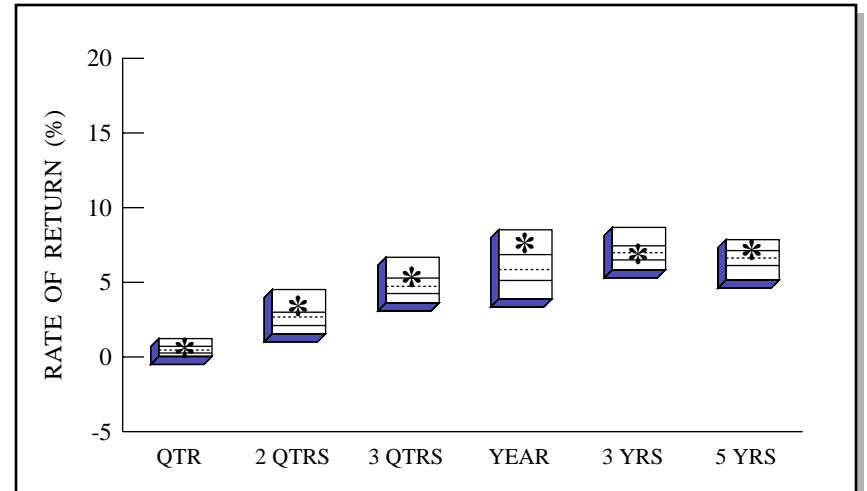
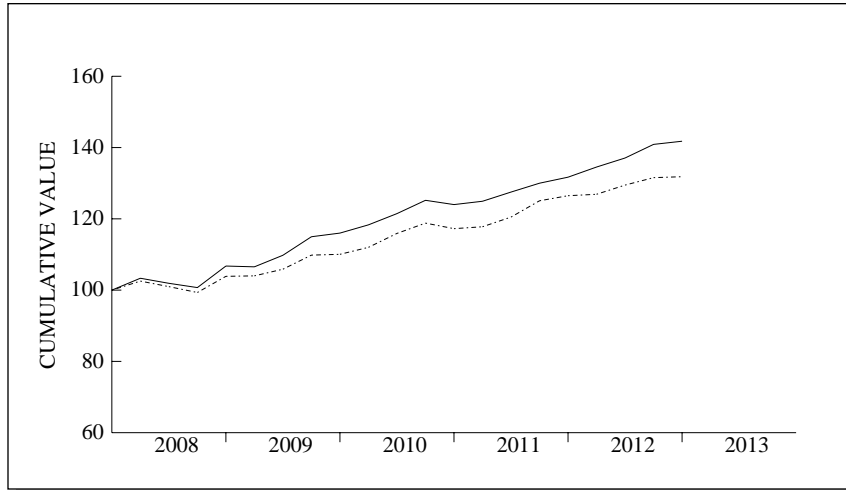
Total Quarters Observed	7
Quarters At or Above the Benchmark	3
Quarters Below the Benchmark	4
Batting Average	.429

FIXED INCOME MANAGER SUMMARY

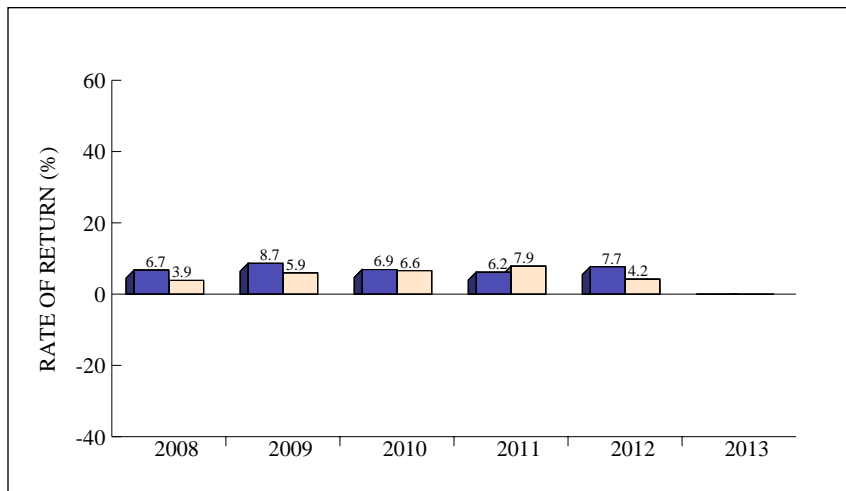


MANAGER	(UNIVERSE)	COMPONENT RETURNS AND RANKINGS					MARKET VALUE
		QTR	FYTD	1 YEAR	3 YEARS	5 YEARS	
BUCKHEAD FIXED	(Core Fixed Income)	0.3 (68)	0.3 (68)	5.3 (65)	6.0 (92)	6.4 (65)	\$15,337,371
GARCIA FIXED	(Core Fixed Income)	1.0 (9)	1.0 (9)	9.9 (4)	7.7 (19)	8.0 (4)	\$16,335,457
<i>Custom Fixed Income Index</i>		<i>0.2 ---</i>	<i>0.2 ---</i>	<i>4.2 ---</i>	<i>6.2 ---</i>	<i>5.7 ---</i>	<i>---</i>
TOTAL	(Core Fixed Income)	0.6 (30)	0.6 (30)	7.7 (10)	6.9 (53)	7.2 (21)	\$31,672,828
<i>Custom Fixed Income Index</i>		<i>0.2 ---</i>	<i>0.2 ---</i>	<i>4.2 ---</i>	<i>6.2 ---</i>	<i>5.7 ---</i>	<i>---</i>

FIXED INCOME RETURN COMPARISONS



Core Fixed Income Universe

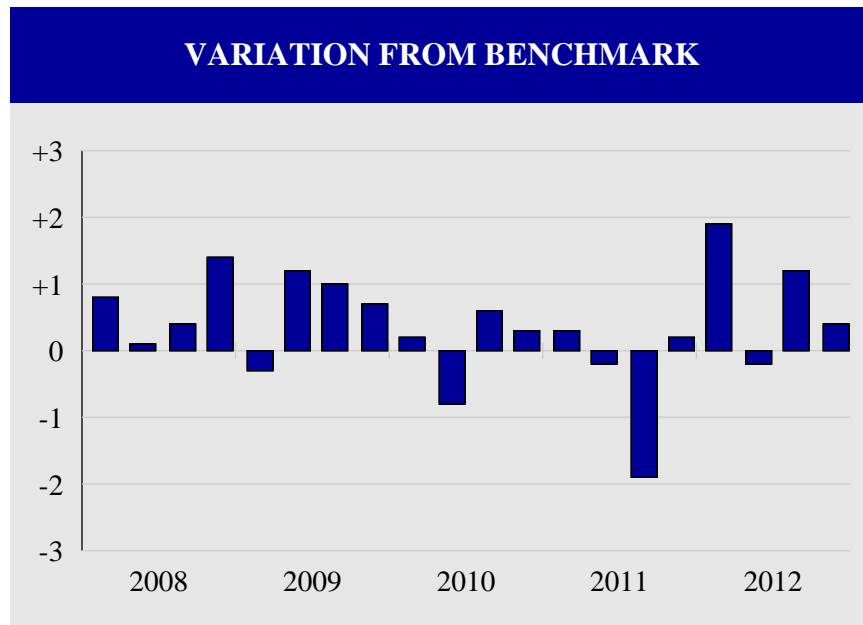


	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	0.6	3.4	5.4	7.7	6.9	7.2
(RANK)	(30)	(15)	(23)	(10)	(53)	(21)
5TH %ILE	1.2	4.5	6.7	8.5	8.7	7.9
25TH %ILE	0.7	3.0	5.3	6.9	7.5	7.1
MEDIAN	0.5	2.7	4.7	5.9	7.0	6.6
75TH %ILE	0.3	2.1	4.3	5.1	6.5	6.1
95TH %ILE	0.0	1.6	3.6	3.9	5.8	5.1
Fixed Idx	0.2	1.8	3.9	4.2	6.2	5.7

Core Fixed Income Universe

FIXED INCOME QUARTERLY PERFORMANCE SUMMARY

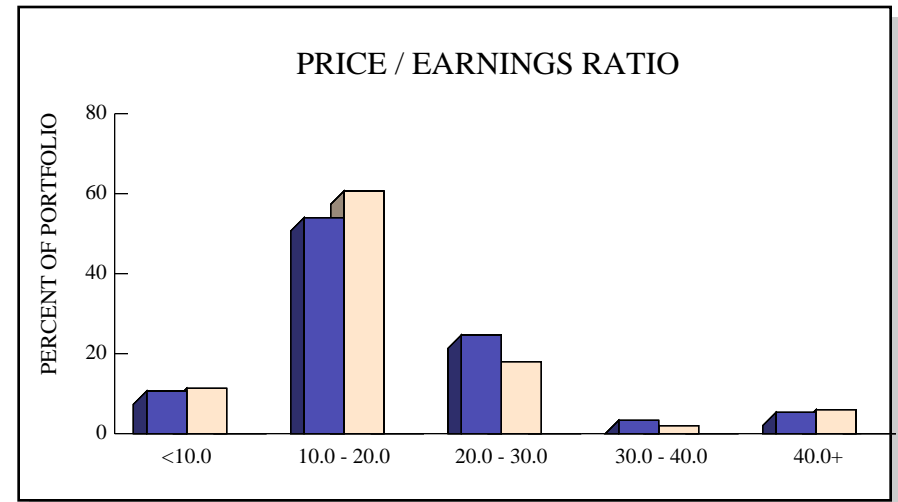
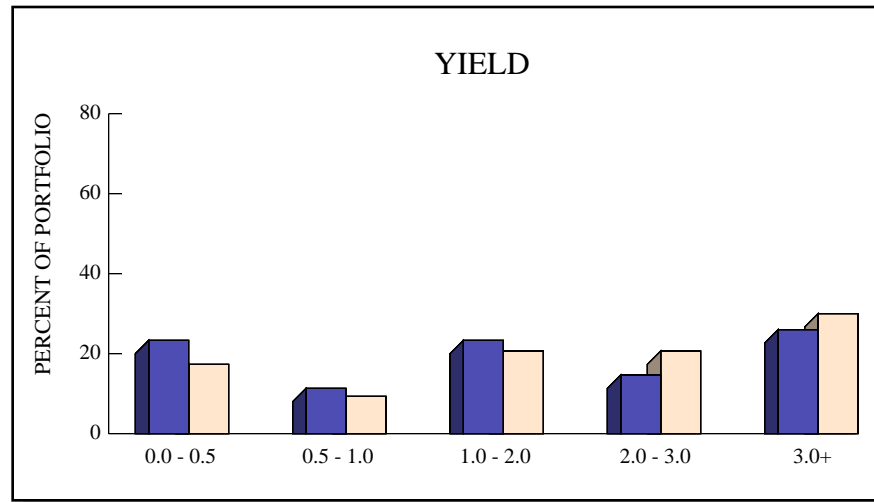
COMPARATIVE BENCHMARK: CUSTOM FIXED INCOME INDEX



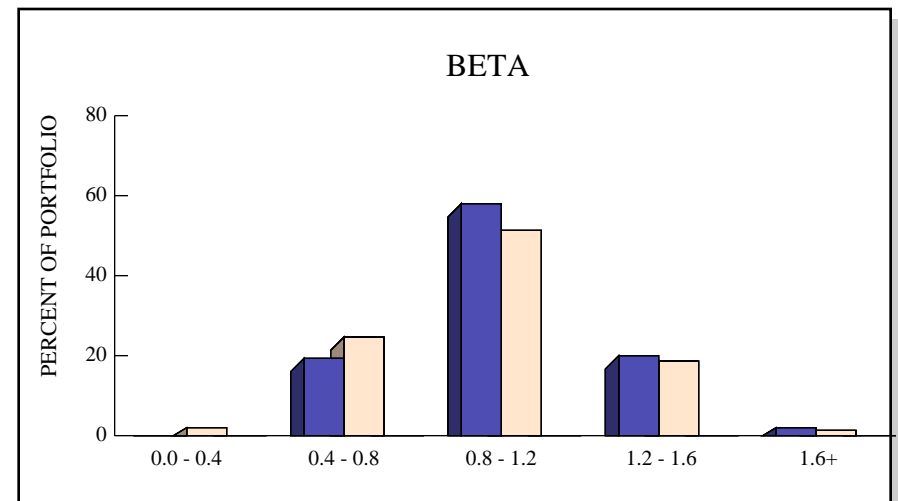
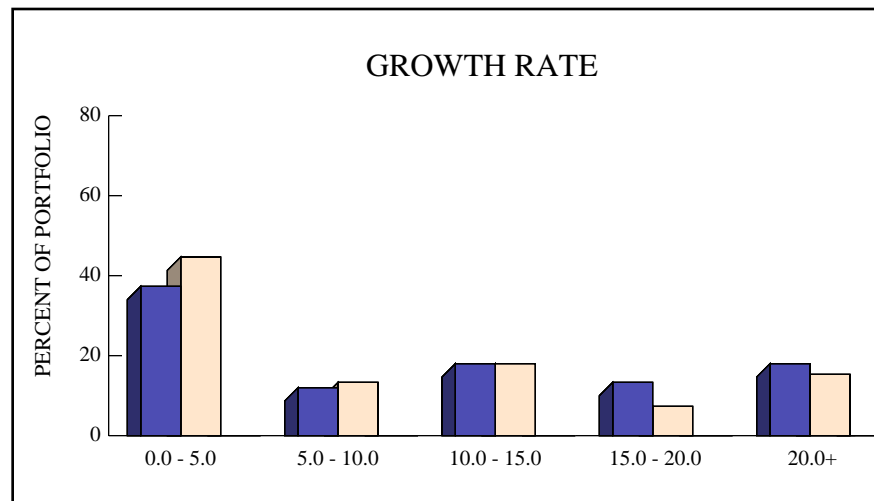
Total Quarters Observed	20
Quarters At or Above the Benchmark	15
Quarters Below the Benchmark	5
Batting Average	.750

RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
3/08	3.3	2.5	0.8
6/08	-1.4	-1.5	0.1
9/08	-1.2	-1.6	0.4
12/08	6.0	4.6	1.4
3/09	-0.2	0.1	-0.3
6/09	3.0	1.8	1.2
9/09	4.7	3.7	1.0
12/09	0.9	0.2	0.7
3/10	2.0	1.8	0.2
6/10	2.7	3.5	-0.8
9/10	3.1	2.5	0.6
12/10	-1.0	-1.3	0.3
3/11	0.7	0.4	0.3
6/11	2.1	2.3	-0.2
9/11	1.9	3.8	-1.9
12/11	1.3	1.1	0.2
3/12	2.2	0.3	1.9
6/12	1.9	2.1	-0.2
9/12	2.8	1.6	1.2
12/12	0.6	0.2	0.4

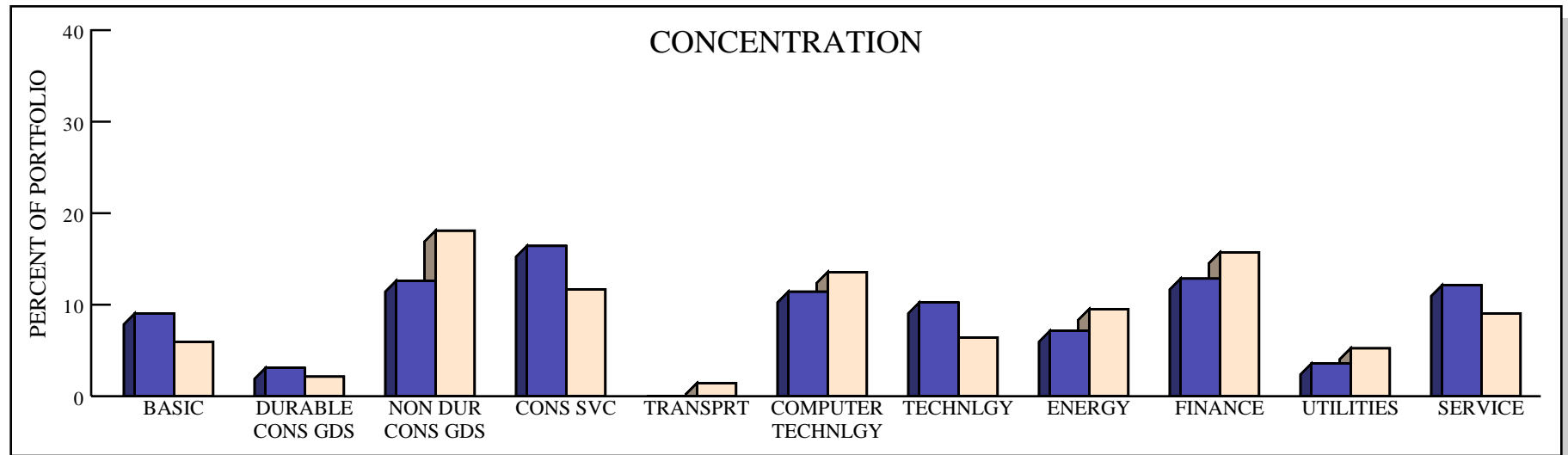
STOCK CHARACTERISTICS



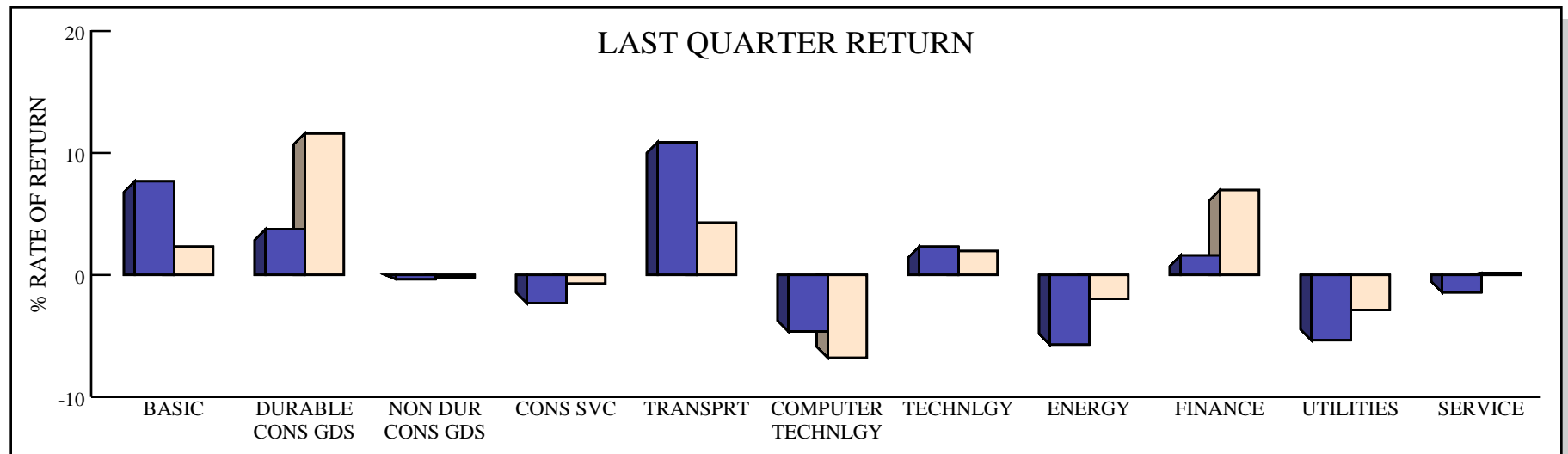
	YIELD	GROWTH	P/E	BETA
PORTFOLIO	2.0%	10.8%	19.0	1.03
S&P 500	2.1%	8.5%	18.4	0.98



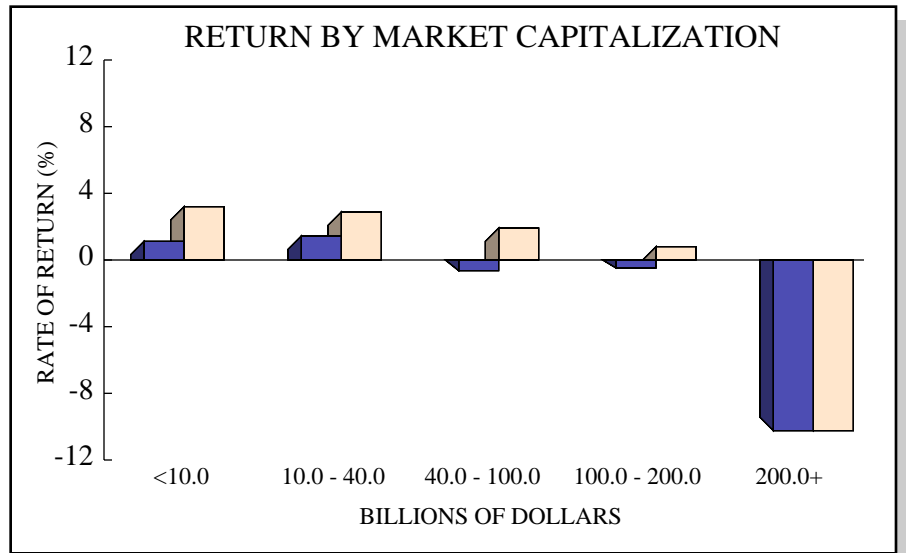
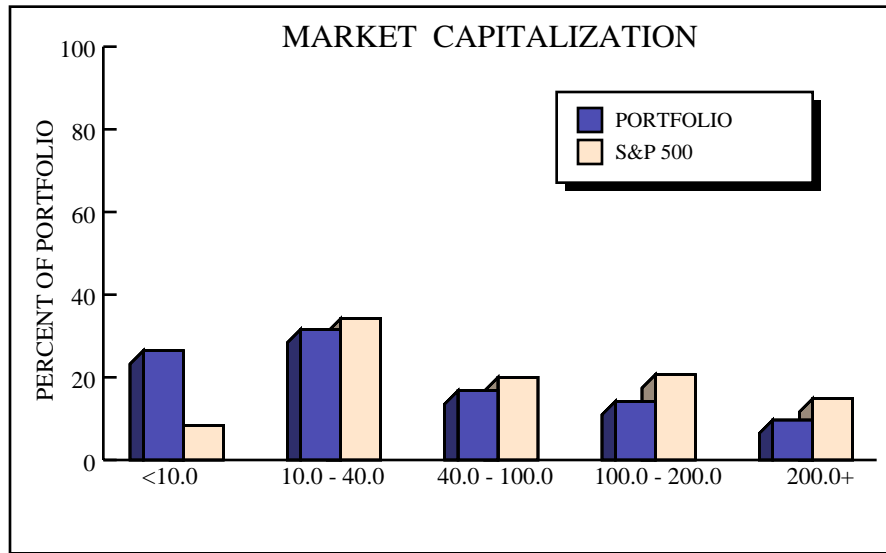
STOCK INDUSTRY ANALYSIS



■ PORTFOLIO ■ S&P 500



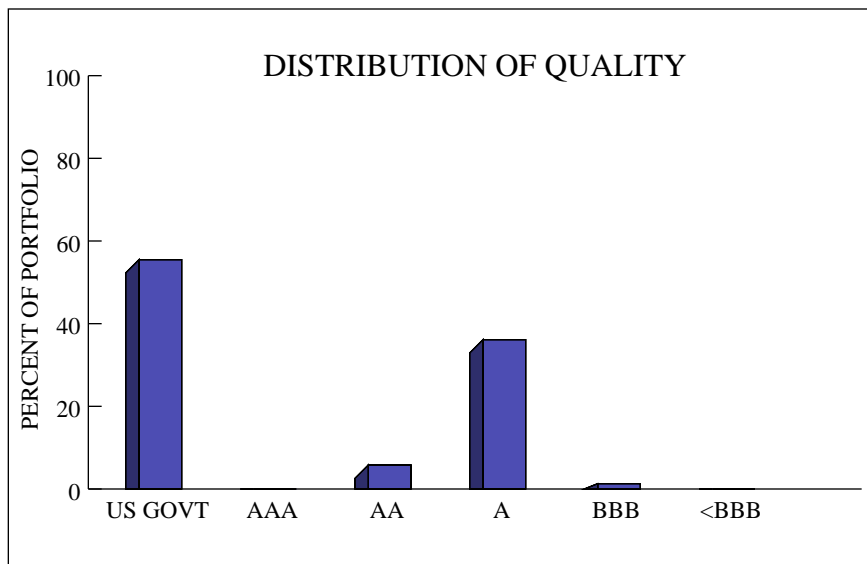
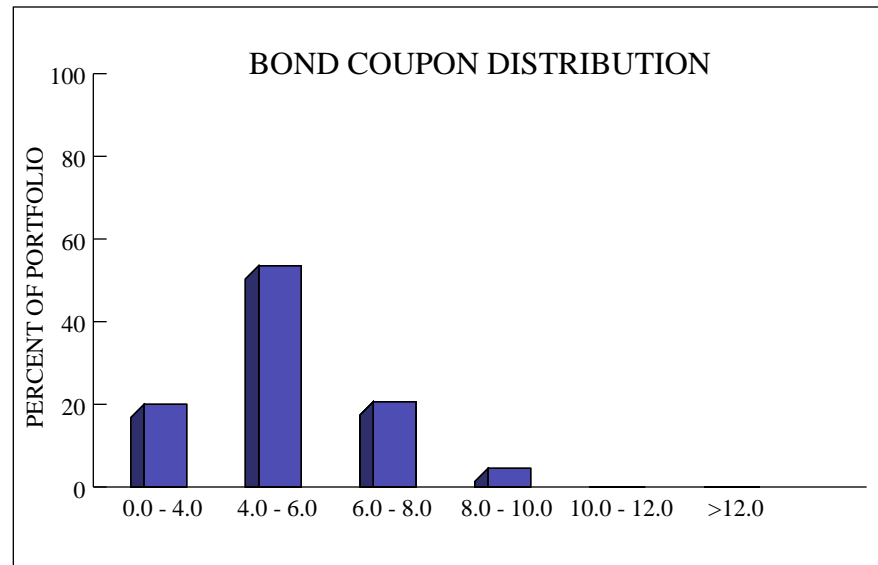
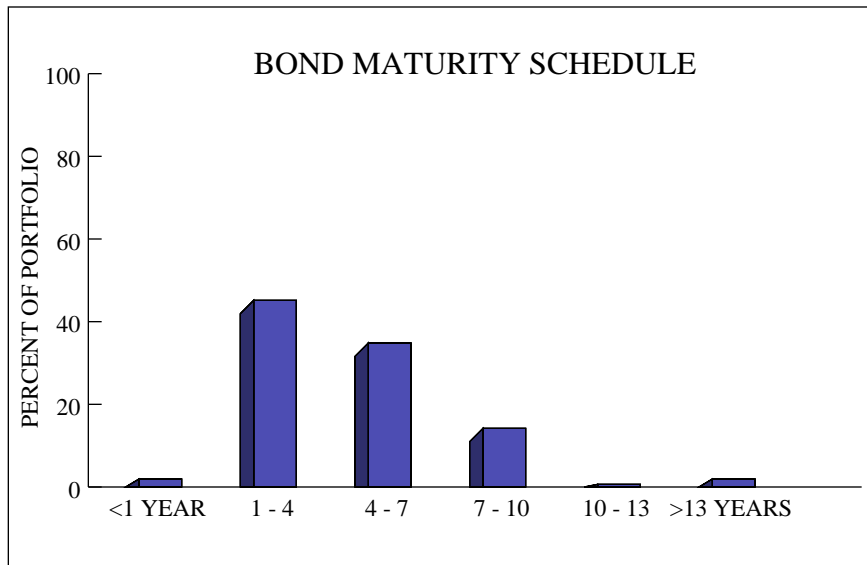
TOP TEN HOLDINGS



TOP TEN EQUITY HOLDINGS

RANK	NAME	VALUE	% EQUITY	RETURN	INDUSTRY SECTOR	MKT CAP
1	MICROSOFT CORP	\$ 971,769	2.05%	-9.5%	Computer Tech	\$ 225.0 B
2	APPLE INC	909,882	1.92%	-20.0%	Computer Tech	501.4 B
3	EXPRESS SCRIPTS HOLDING CO	864,756	1.82%	-13.8%	Consumer Service	44.1 B
4	INTL BUSINESS MACHINES CORP	803,361	1.69%	-7.3%	Service	216.4 B
5	CISCO SYSTEMS INC	784,919	1.66%	3.4%	Computer Tech	104.3 B
6	QUALCOMM INC	740,085	1.56%	-0.4%	Technology	105.7 B
7	BAXTER INTERNATIONAL INC	714,729	1.51%	11.2%	Technology	36.6 B
8	WALT DISNEY CO/THE	624,914	1.32%	-4.5%	Consumer Service	88.2 B
9	COCA-COLA CO/THE	562,238	1.19%	-3.7%	NonDur Cons Goods	162.6 B
10	AMERICAN TOWER CORP	537,258	1.13%	8.2%	Service	30.5 B

BOND CHARACTERISTICS



	PORTFOLIO	BARCLAYS AGG
No. of Securities	151	8,079
Duration	4.41	5.06
YTM	2.01	1.74
Average Coupon	5.15	3.57
Avg Maturity / WAL	5.02	6.96
Average Quality	AAA-AA	USG-AAA

COMPLIANCE REPORT

Total Fund:

Portfolio Value: \$94,729,806

<i>Performance</i>	<i>Qtr</i>	<i>1 Year</i>	<i>3 Year</i>	<i>5 Year</i>	<i>Compliance</i>
Total Fund	0.5%	11.7%	8.2%	4.0%	-
Shadow Index	1.0%	11.7%	8.5%	3.2%	-
Total Excess	-0.5%	0.0%	-0.3%	0.8%	YES
Large Cap Equity Return	-1.4%	12.8%	8.9%	2.1%	-
S&P 500 Index	-0.4%	16.0%	10.8%	1.6%	-
Equity Excess	-1.0%	-3.2%	-1.9%	0.5%	YES
Large Cap Equity Rank	(86)	(83)	(79)	(49)	YES
Mid Cap Equity Return	3.6%	17.9%	13.6%	5.2%	-
S&P 400 Index	3.6%	17.9%	13.6%	5.1%	-
Equity Excess	0.0%	0.0%	0.0%	0.1%	YES
Mid Cap Equity Rank	(27)	(33)	(30)	(26)	YES
Small Cap Equity Return	-2.1%	18.1%	n/a	n/a	-
Russell 2000 Index	1.8%	16.3%	12.2%	3.6%	-
Equity Excess	-3.9%	1.8%	n/a	n/a	-
Small Cap Equity Rank	(92)	(38)	n/a	n/a	-
Int'l Equity Return	6.0%	16.8%	3.5%	-3.6%	-
EAFE Index	6.6%	17.9%	4.0%	-3.2%	-
Int'l Equity Excess	-0.6%	-1.1%	-0.5%	-0.4%	NO
Int'l Equity Rank	(56)	(74)	(80)	(83)	NO
Real Estate Return	2.3%	11.2%	n/a	n/a	-
NCREIF ODCE	2.3%	10.9%	14.4%	-1.1%	-
Real Estate Excess	0.0%	0.3%	n/a	n/a	-
Fixed Income Return	0.6%	7.7%	6.9%	7.2%	-
Barclays Aggregate Index	0.2%	4.2%	6.2%	5.7%	-
Fixed Excess	0.4%	3.5%	0.7%	1.5%	YES
Fixed Rank	(30)	(10)	(53)	(21)	YES

<i>Asset Allocation</i>	<i>Actual</i>	<i>Target</i>	<i>Minimum</i>	<i>Maximum</i>	<i>Compliance</i>
Domestic Equity	50.1%	50.0%	40.0%	60.0%	YES
Int'l Equity	9.9%	12.5%	7.5%	17.5%	YES
Real Estate	3.6%	5.0%	2.5%	7.5%	YES
Fixed	33.4%	32.5%	25.0%	40.0%	YES
Cash	3.0%	-	-	-	-

COMPLIANCE REPORT**Total Fund:****Portfolio Value: \$94,729,806**

<i>By manager</i>	<i>Actual</i>	<i>Target</i>	<i>Minimum</i>	<i>Maximum</i>	<i>Compliance</i>
Buckhead Capital Management	34.1%	33.5%	27.0%	40.0%	YES
Garcia Hamilton	37.4%	34.0%	28.0%	40.0%	YES
Rhumblin - Mid Cap	7.3%	7.5%	5.0%	10.0%	YES
TAMRO - Small Cap	7.6%	7.5%	5.0%	10.0%	YES
Johnston	5.5%	7.5%	5.0%	10.0%	YES
SSgA - EAFE Index Fund	4.4%	5.0%	2.5%	7.5%	YES
American Realty	2.5%				
UBS	1.1%				
Real Estate	3.6%	5.0%	2.5%	7.5%	YES
Cash Account	0.0%	-	-	-	-

COMPLIANCE REPORT

Buckhead Capital Management - Balanced, LCV:

Portfolio Value: \$32,039,100

<i>Asset Allocation</i>	<i>Actual</i>	<i>Target</i>	<i>Minimum</i>	<i>Maximum</i>	<i>Compliance</i>
Equity	46.6%	50%	40%	70%	YES
Fixed	47.4%	50%	30%	50%	YES
Cash	6.0%	-	0%	10%	YES

<i>Performance</i>	<i>Qtr</i>	<i>1 year</i>	<i>3 year</i>	<i>5 year</i>	<i>Compliance</i>
Balanced Return	-0.3%	8.2%	6.4%	3.7%	-
Equity Return	-1.0%	12.1%	7.6%	1.3%	-
Russell 1000 V Index Return	1.5%	17.5%	10.9%	0.6%	-
Equity Excess Russell 1000 V	-2.5%	-5.4%	-3.3%	0.7%	YES
LCV Equity Rank	(94)	(83)	(90)	(60)	NO
Fixed Return	0.3%	5.3%	6.0%	6.4%	-
Barclays Aggregate Index	0.2%	4.2%	6.2%	6.0%	-
Fixed Excess	0.1%	1.1%	-0.2%	0.4%	YES
Core Fixed Rank	(68)	(65)	(92)	(65)	NO

<i>Guidelines</i>	<i>Limit</i>	<i>Portfolio</i>	<i>Compliance</i>
<i>Equity:</i>			
Listed on national stock exchanges	100%	100%	YES
ADR/Foreign Multinational	10%	0.0%	YES
Risk/Beta	1.3	0.97	YES
5 year operating history	100%	100%	YES
Market Capitalization Minimum	\$.100 B	\$2.998	YES
Atwood Oceanics Inc.,	-	-	-
Market Capitalization less than \$5 B	15%	2.6%	YES
% in one stock	5.0%	3.5%	YES
General Electric Co.	-	-	-
<i>Fixed:</i>			
Corporate bonds	A	BBB	NO
% in one non-USG bond	5%	1.5%	YES

COMPLIANCE REPORT

Garcia Hamilton - Balanced, LCG:

Portfolio Value: \$35,290,686

<i>Asset Allocation</i>	<i>Actual</i>	<i>Target</i>	<i>Minimum</i>	<i>Maximum</i>	<i>Compliance</i>
Equity	52.1%	50%	40%	70%	YES
Fixed	46.0%	50%	30%	50%	YES
Cash	1.9%	-	0%	10%	YES

<i>Performance</i>	<i>Qtr</i>	<i>1 year</i>	<i>3 year</i>	<i>5 year</i>	<i>Compliance</i>
Balanced Return	-0.4%	11.5%	8.8%	4.9%	-
Equity Return	-1.7%	13.3%	10.1%	2.9%	-
Russell 1000 G Index Return	-1.3%	15.3%	11.4%	3.1%	-
Equity Excess Russell 1000 G	-0.4%	-2.0%	-1.3%	-0.2%	NO
LCG Equity Rank	(77)	(75)	(60)	(43)	YES
Fixed Return	1.0%	9.9%	7.7%	8.0%	-
Barclays Aggregate Index	0.2%	4.2%	6.2%	5.7%	-
Fixed Excess	0.8%	5.7%	1.5%	2.3%	YES
Core Fixed Rank	(9)	(4)	(19)	(4)	YES

<i>Guidelines</i>	<i>Limit</i>	<i>Portfolio</i>	<i>Compliance</i>
<i>Equity:</i>			
Listed on national stock exchanges	100%	100%	YES
ADR/Foreign Multinational	10%	0.0%	YES
Risk/Beta	1.3	1.02	YES
5 year operating history	100%	100%	YES
Market Capitalization Minimum	\$.100 B	\$2.500	YES
Hane Celestial Group Inc.	-	-	-
Market Capitalization less than \$5 B	15%	3.3%	YES
% in one stock	5.0%	4.9%	YES
Apple Inc.	-	-	-
<i>Fixed:</i>			
Corporate bonds	A	A	YES
% in one non-USG bond	5%	4.9%	YES

Tamro - Small Cap

Portfolio Value: \$7,166,082

<i>Performance</i>	<i>Qtr</i>	<i>1 year</i>	<i>3 year</i>	<i>5 year</i>	<i>Compliance</i>
Total Return	-2.0%	17.7%	n/a	n/a	-
Equity Return	-2.1%	18.1%	n/a	n/a	-
Russell 2000 Index Return	1.8%	16.3%	12.2%	3.6%	-
Equity Excess Russell 2000	-3.9%	1.8%	n/a	n/a	-
Small Cap Equity Rank	(92)	(38)	n/a	n/a	-

<i>Guidelines</i>	<i>Limit</i>	<i>Portfolio</i>	<i>Compliance</i>
<i>Equity:</i>			
Listed on national stock exchanges	100%	100%	YES
ADR/Foreign Multinational	5%	0.0%	YES
Risk/Beta	1.3	1.17	YES
Market Capitalization Minimum	\$.100 B	\$.261 B	YES
Rosetta Stone Inc.	-	-	-
% in one stock	5.0%	2.7%	YES
Colfax Corp.	-	-	-

APPENDIX - MAJOR MARKET INDEX RETURNS

Domestic Equity	Style	QTR	FYTD	1 Year	3 years	5 Years
Russell 3000	Broad Equity	0.3	0.3	16.4	11.2	2.0
S&P 500	Large Cap Core	-0.4	-0.4	16.0	10.8	1.6
Russell 1000	Large Cap Core	0.1	0.1	16.4	11.1	1.9
Russell 1000 Growth	Large Cap Growth	-1.3	-1.3	15.3	11.4	3.1
Russell 1000 Value	Large Cap Value	1.5	1.5	17.5	10.9	0.6
Russell Mid Cap	Midcap	2.9	2.9	17.3	13.1	3.6
Russell Mid Cap Growth	Midcap Growth	1.7	1.7	15.8	12.9	3.2
Russell Mid Cap Value	Midcap Value	3.9	3.9	18.5	13.4	3.8
Russell 2000	Small Cap	1.8	1.8	16.3	12.2	3.6
Russell 2000 Growth	Small Cap Growth	-1.9	-1.9	11.9	11.9	3.0
Russell 2000 Value	Small Cap Value	3.2	3.2	18.1	11.6	3.5
International Equity	Style	QTR	FYTD	1 Year	3 years	5 Years
MSCI EAFE	Developed Markets Equity	6.6	6.6	17.9	4.0	-3.2
MSCI EAFE Growth	Developed Markets Growth	5.8	5.8	17.3	5.2	-2.7
MSCI EAFE Value	Developed Markets Value	7.4	7.4	18.4	2.8	-3.7
MSCI All Country World Ex US	Foreign Equity	5.9	5.9	17.4	4.3	-2.5
MSCI Emerging Markets	Emerging Markets Equity	5.6	5.6	18.6	5.0	-0.6
Domestic Fixed Income	Style	QTR	FYTD	1 Year	3 years	5 Years
Barclays Aggregate Index	Core Fixed Income	0.2	0.2	4.2	6.2	6.0
Barclays Gov/Credit	Gov/Credit	0.4	0.4	4.8	6.7	6.1
Barclays Capital Gov't Bond	Treasuries	-0.1	-0.1	2.0	5.5	5.2
Barclays Capital Credit Bond	Corporate Bonds	1.9	1.9	10.6	9.1	8.3
Intermediate Aggregate	Core Intermediate	0.2	0.2	3.5	5.2	5.4
Intermediate Gov/Credit	Gov / Credit Intermediate	0.3	0.3	3.9	5.2	5.2
ML/BoA 1-3 Year Treasury	Short Term Treasuries	0.4	0.4	0.7	1.5	2.4
CSFB High Yield	High Yield Bonds	3.1	3.1	14.7	11.4	9.5
Alternative Assets	Style	QTR	FYTD	1 Year	3 years	5 Years
Barclays Global Ex-US	International Treasuries	-2.4	-2.4	2.3	1.4	3.6
NCREIF NFI-ODCE Index	Real Estate	2.3	2.3	10.9	14.4	-1.1
HFRI FOF Composite	Hedge Funds	1.3	1.3	4.7	0.8	-1.6
DJCS Tremont Hedge Fund Index	Hedge Funds	0.8	0.8	3.4	2.1	0.4

APPENDIX - DISCLOSURES

- * The shadow index is a customized index that matches your portfolio's asset allocation on a quarterly basis. This index was calculated using the following asset classes and corresponding benchmarks:

Large Cap Equity	S&P 500
Mid Cap Equity	S&P 400
Small Cap Equity	Russell 2000
International Equity	MSCI EAFE
Real Estate	NCREIF NFI-ODCE Index
Fixed Income	Custom Fixed Income Index
Cash & Equivalent	90 Day T Bill

- * The Custom Fixed Income Index is a hybrid index that is 100% Barclays Gov/Credit through September 2008 and 100% Barclays Aggregate for periods thereafter.
- * Dahab Associates utilizes data provided by a custodian and other vendors it believes are reliable. However, it cannot assume responsibility for errors and omissions therefrom.
- * All returns were calculated on a time-weighted basis, and are gross of fees unless otherwise noted.
- * All returns for periods greater than one year are annualized.
- * All values are in US dollars.
- * Performance shown for the Buckhead and Davis Hamilton portfolios for periods prior to September 2007 have been provided by the respective managers and have not been reconciled with custodial data.

TOWN OF DAVIE POLICE PENSION FUND
GARCIA HAMILTON
PERFORMANCE REVIEW
DECEMBER 2012

INVESTMENT RETURN

On December 31st, 2012, the Town of Davie Police Pension Fund's Garcia Hamilton portfolio was valued at \$35,530,453, representing an increase of \$239,767 from the September quarter's ending value of \$35,290,686. Last quarter, the Fund posted net contributions totaling \$396,791, which overshadowed the account's \$157,024 net investment loss that was sustained during the quarter. The fund's net investment loss was a result of income receipts totaling \$397,635 and realized and unrealized capital losses totaling \$554,659.

Since December 2007, the account has recorded net withdrawals totaling \$334,144 while posting net investment gains totaling \$7.4 million. Since December 2007, if the account had earned a compounded nominal rate of 7.9% it would have been valued at \$41.1 million or \$5.5 million more than the actual value as of December 31st, 2012.

RELATIVE PERFORMANCE

Total Fund

For the fourth quarter, the Garcia Hamilton portfolio returned -0.4%, which ranked in the 80th percentile of the Balanced Fund universe. Over the trailing year, the portfolio's return was 11.5%, which ranked in the 41st percentile. Since December 2007, the portfolio returned 4.9% on an annualized basis and ranked in the 12th percentile.

Large Cap Equity

The large cap equity component returned -1.7% during the fourth quarter, 0.4% below the Russell 1000 Growth Index's return of -1.3% and ranked in the 77th percentile of the Large Cap Growth universe. Over the trailing twelve-month period, the large cap equity portfolio returned 13.3%, 2.0% less than the benchmark's 15.3% return, and ranked in the 75th percentile. Since December 2007, this

component returned 2.9% on an annualized basis and ranked in the 43rd percentile. The Russell 1000 Growth returned an annualized 3.1% over the same time frame.

Fixed Income

In the fourth quarter, the fixed income component returned 1.0%, which was 0.8% greater than the Custom Fixed Income Index's return of 0.2% and ranked in the 9th percentile of the Core Fixed Income universe. Over the trailing twelve-month period, this component returned 9.9%, which was 5.7% greater than the benchmark's 4.2% return, ranking in the 4th percentile. Since December 2007, this component returned 8.0% per annum and ranked in the 4th percentile. The Custom Fixed Income Index returned an annualized 5.7% over the same time frame.

ASSET ALLOCATION

At the end of the fourth quarter, large cap equities comprised 52.1% of the total portfolio (\$18.5 million), while the portfolio's fixed income component totaled 46.0% (\$16.3 million) and cash & equivalent comprised the remaining 1.9% (\$689,191).

ANALYSIS

Equity

Last quarter, the Garcia Hamilton Equity portfolio was invested across nine of eleven of the industry sectors shown in our analysis. Significant variations from the index's allocations came in the overweighted Basic, Durable Consumer Goods, Consumer Service, and Technology sectors, while the Non-Durable Consumer Goods and Computer Technology sectors were significantly underweight. The Transportation and Utilities sectors were vacant of holdings.

The portfolio fell just shy of the index during the fourth quarter. The Basic sector added value to the portfolio by outperforming its benchmark counterpart. The two biggest detractors for the portfolio were the overweight Durable Consumer Goods and Technology sectors with returns that significantly underperformed their index counterparts. Overall the portfolio finished the quarter 40 basis points behind the benchmark.

Fixed Income

At the end of the quarter, approximately 50% of the total bond portfolio was comprised of USG quality securities. The remainder of the portfolio consisted of corporate securities, rated AA through A, giving the portfolio an overall average quality rating of AAA-AA. The average maturity of the portfolio was 5.2 years, less than the Barclays Aggregate Index's 7.0-year maturity. The average coupon was 5.9%.

EXECUTIVE SUMMARY**PERFORMANCE SUMMARY**

	Quarter	FYTD	-----Annualized-----		
			1 Year	3 Years	5 Years
Total Gross/Fees	-0.4	-0.4	11.5	8.8	4.9
<i>BALANCED FUND RANK</i>	(80)	(80)	(41)	(32)	(12)
Total Net/Fees	-0.5	-0.5	11.1	8.4	4.5
SHADOW INDEX	-0.6	-0.6	9.8	8.9	4.4
Large Cap Equity	-1.7	-1.7	13.3	10.1	2.9
<i>LARGE CAP GROWTH RANK</i>	(77)	(77)	(75)	(60)	(43)
RUSSELL 1000G	-1.3	-1.3	15.3	11.4	3.1
S&P 500	-0.4	-0.4	16.0	10.8	1.6
Fixed Income	1.0	1.0	9.9	7.7	8.0
<i>CORE FIXED INCOME RANK</i>	(9)	(9)	(4)	(19)	(4)
CUSTOM FX INDEX	0.2	0.2	4.2	6.2	5.7
BARCLAYS AGG	0.2	0.2	4.2	6.2	6.0
GOV/CREDIT	0.4	0.4	4.8	6.7	6.1

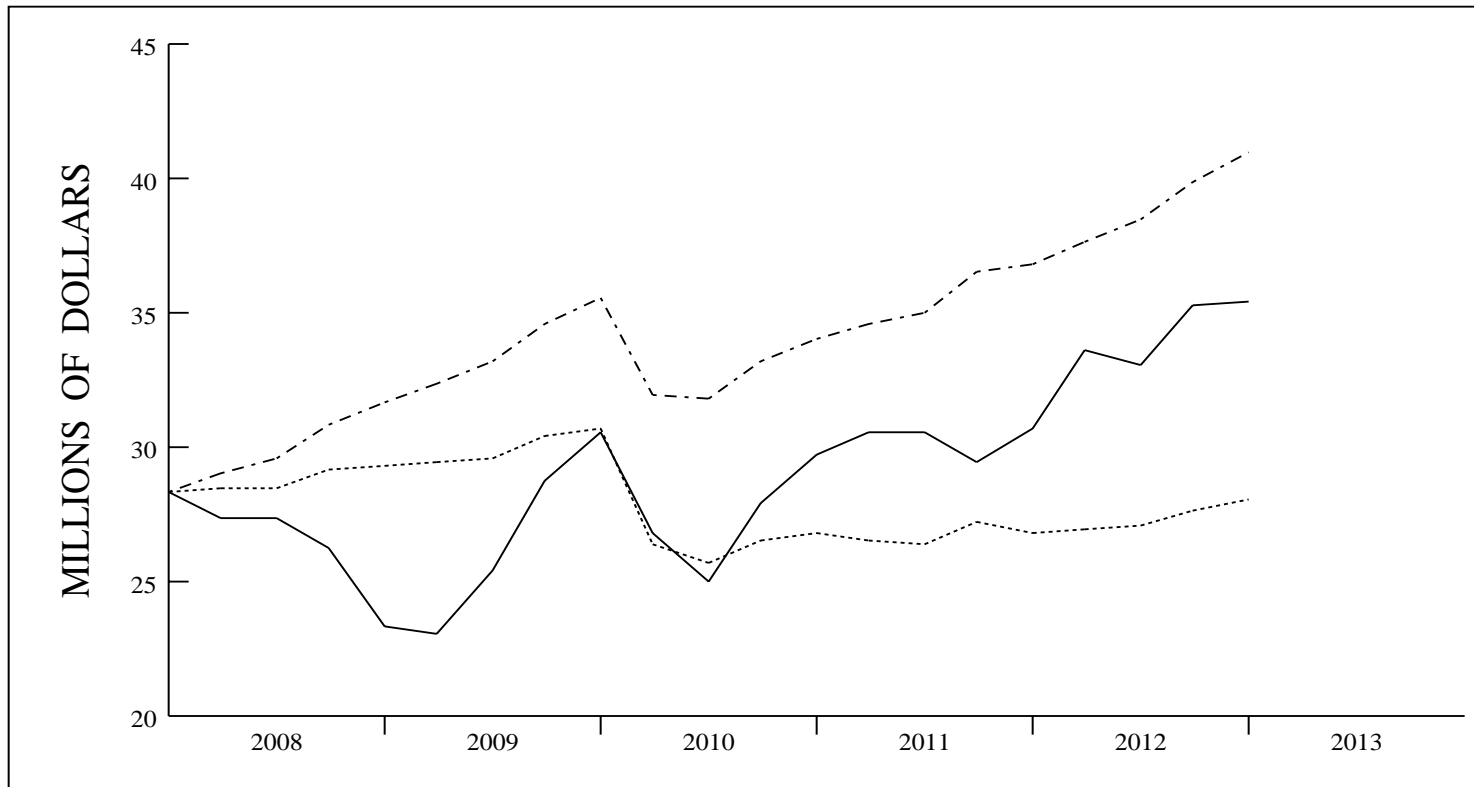
ASSET ALLOCATION

Large Cap Equity	52.1%	\$ 18,505,805
Fixed Income	46.0%	16,335,457
Cash	1.9%	689,191
Total Portfolio	100.0%	\$ 35,530,453

INVESTMENT RETURN

Market Value 9/2012	\$ 35,290,686
Contribs / Withdrawals	396,791
Income	397,635
Capital Gains / Losses	-554,659
Market Value 12/2012	\$ 35,530,453

INVESTMENT GROWTH

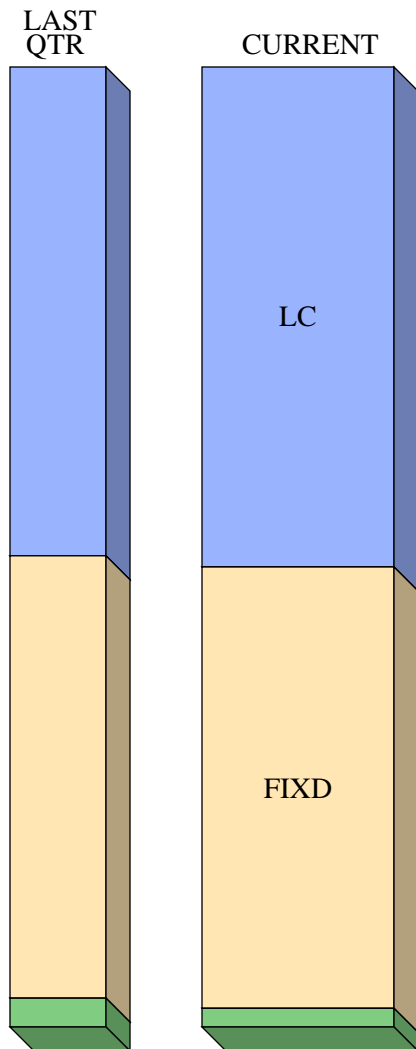


— ACTUAL RETURN
 - - - 7.9%
 . . . 0.0%

VALUE ASSUMING
 7.9% RETURN
 \$ 41,079,380

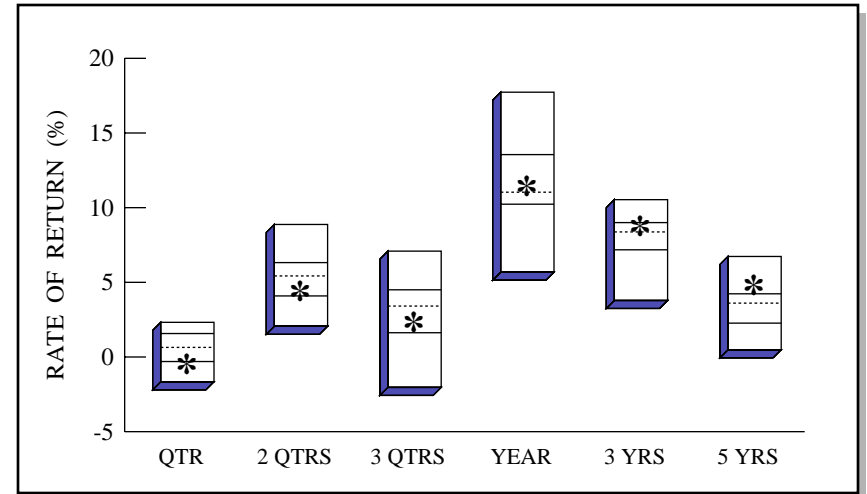
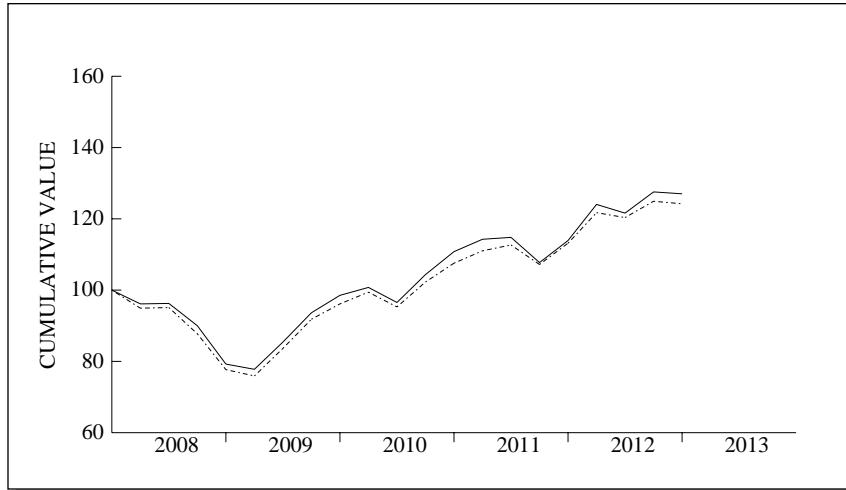
	LAST QUARTER	PERIOD 12/07 - 12/12
BEGINNING VALUE	\$ 35,290,686	\$ 28,450,149
NET CONTRIBUTIONS	396,791	-334,144
INVESTMENT RETURN	<u>-157,024</u>	<u>7,414,448</u>
ENDING VALUE	\$ 35,530,453	\$ 35,530,453
INCOME	397,635	4,528,118
CAPITAL GAINS (LOSSES)	<u>-554,659</u>	<u>2,886,330</u>
INVESTMENT RETURN	-157,024	7,414,448

ASSET ALLOCATION

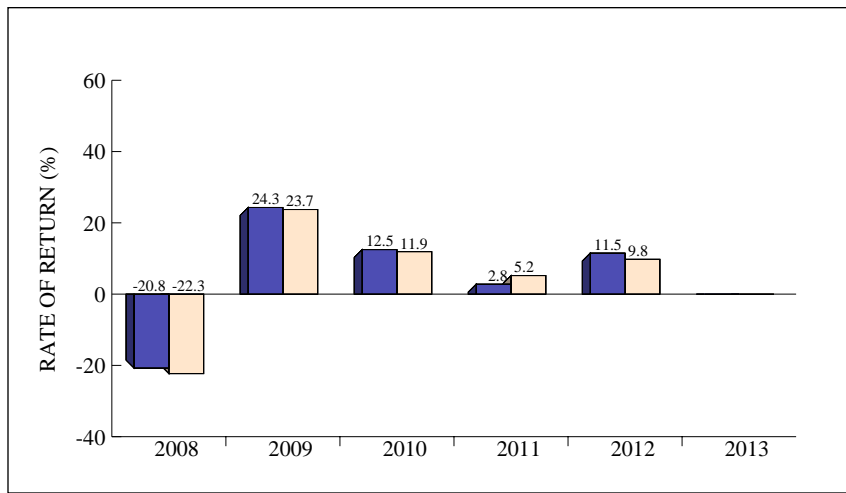


	<u>VALUE</u>	<u>PERCENT</u>	<u>TARGET</u>	<u>MIN</u>	<u>MAX</u>
LARGE CAP EQUITY	\$ 18,505,805	52.1%	50.0%	40.0%	70.0%
FIXED INCOME	16,335,457	46.0%	50.0%	30.0%	50.0%
CASH & EQUIVALENT	689,191	1.9%	0.0%	0.0%	10.0%
<u>TOTAL FUND</u>	<u>\$ 35,530,453</u>	<u>100.0%</u>			

TOTAL RETURN COMPARISONS



Balanced Fund Universe

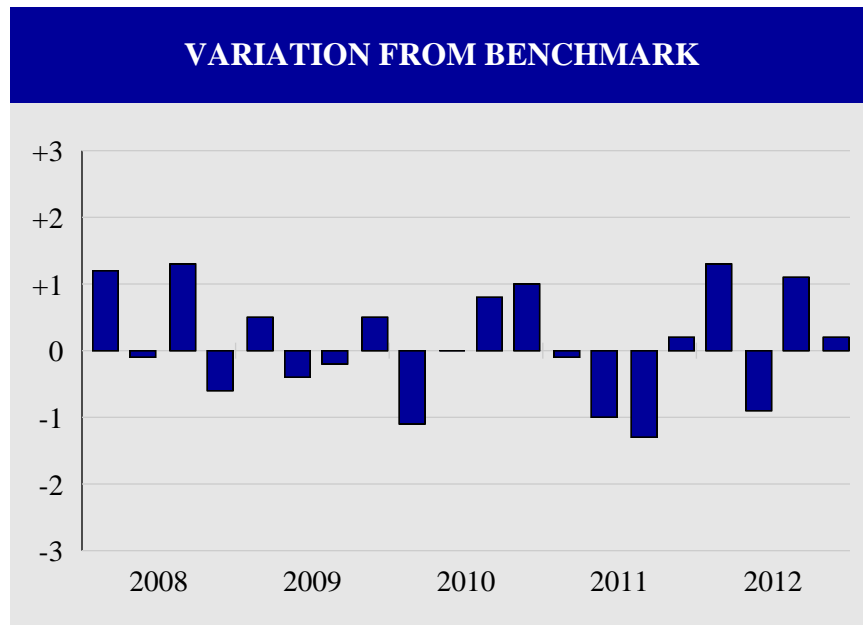


	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	-0.4	4.5	2.4	11.5	8.8	4.9
(RANK)	(80)	(71)	(64)	(41)	(32)	(12)
5TH %ILE	2.3	8.9	7.1	17.7	10.5	6.7
25TH %ILE	1.6	6.3	4.5	13.6	9.0	4.2
MEDIAN	0.6	5.4	3.4	11.0	8.4	3.6
75TH %ILE	-0.3	4.1	1.6	10.2	7.2	2.3
95TH %ILE	-1.7	2.1	-2.0	5.7	3.8	0.5
<i>Sh Idx</i>	-0.6	3.2	2.0	9.8	8.9	4.4

Balanced Fund Universe

TOTAL PORTFOLIO QUARTERLY PERFORMANCE SUMMARY

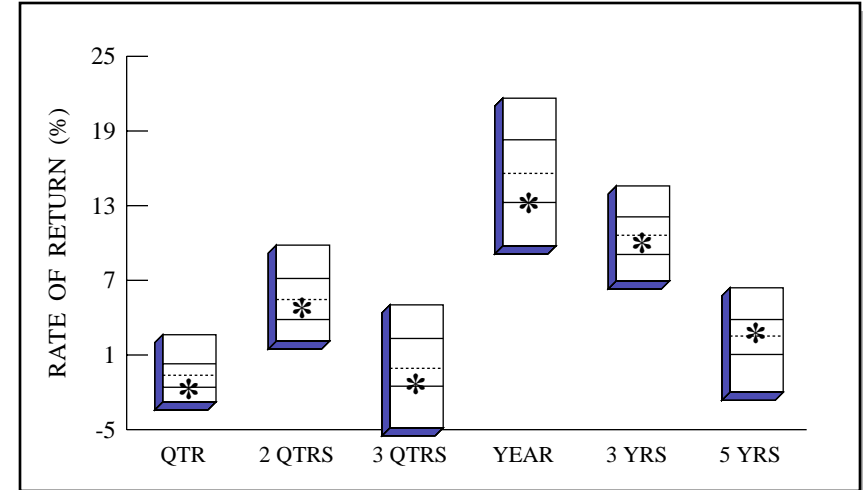
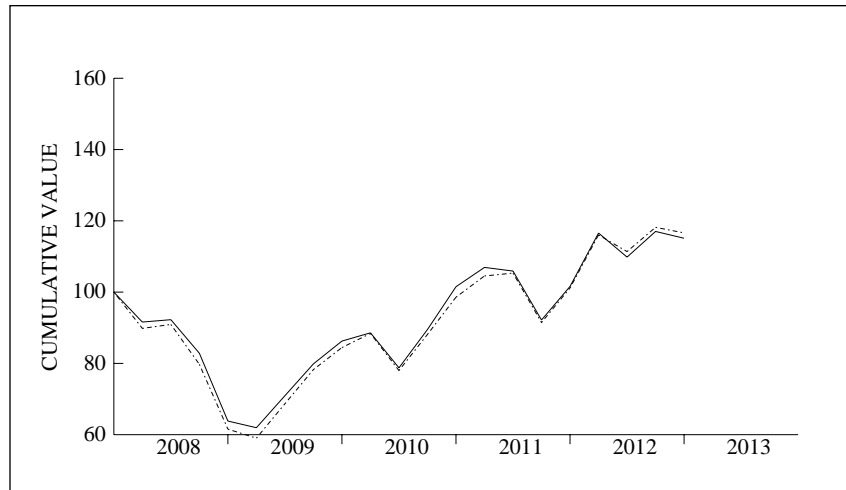
COMPARATIVE BENCHMARK: SHADOW INDEX



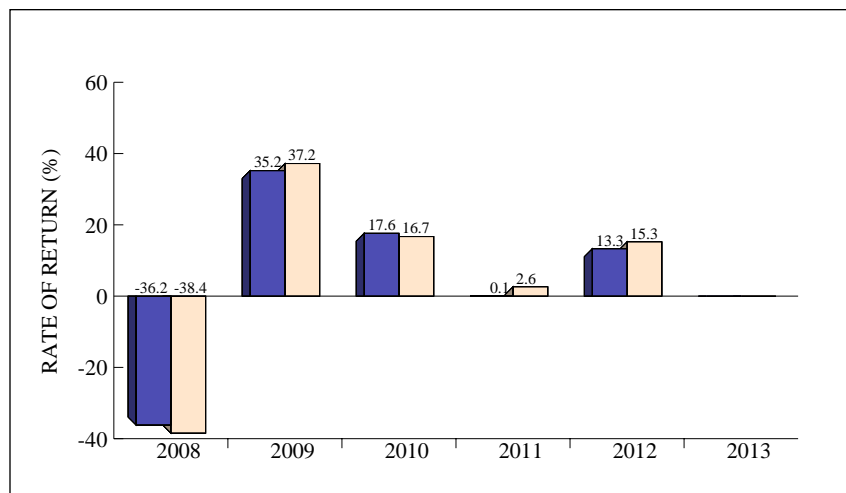
RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
3/08	-3.8	-5.0	1.2
6/08	0.1	0.2	-0.1
9/08	-6.5	-7.8	1.3
12/08	-12.0	-11.4	-0.6
3/09	-1.8	-2.3	0.5
6/09	9.8	10.2	-0.4
9/09	9.6	9.8	-0.2
12/09	5.2	4.7	0.5
3/10	2.3	3.4	-1.1
6/10	-4.2	-4.2	0.0
9/10	8.1	7.3	0.8
12/10	6.2	5.2	1.0
3/11	3.1	3.2	-0.1
6/11	0.5	1.5	-1.0
9/11	-6.1	-4.8	-1.3
12/11	5.7	5.5	0.2
3/12	8.9	7.6	1.3
6/12	-2.0	-1.1	-0.9
9/12	4.9	3.8	1.1
12/12	-0.4	-0.6	0.2

Total Quarters Observed	20
Quarters At or Above the Benchmark	11
Quarters Below the Benchmark	9
Batting Average	.550

LARGE CAP EQUITY RETURN COMPARISONS



Large Cap Growth Universe

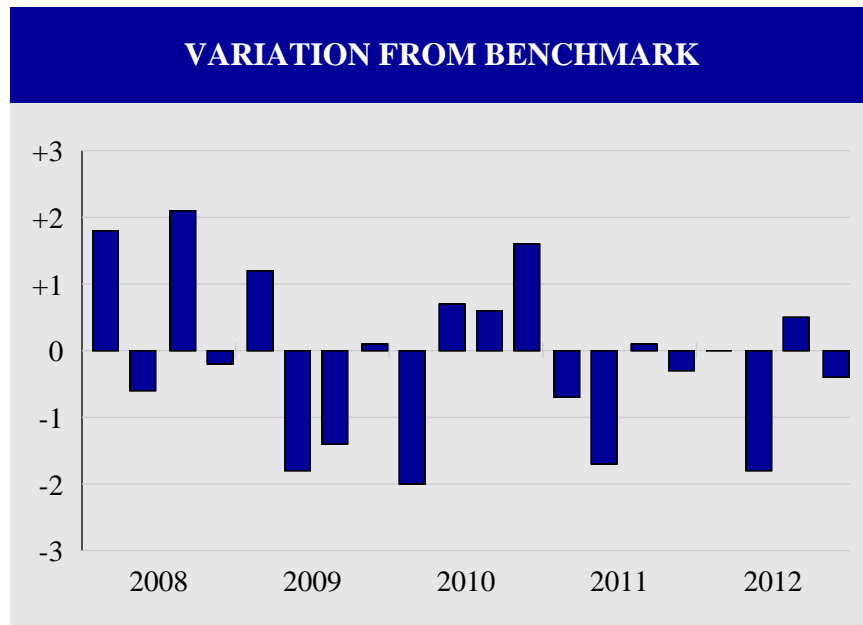


	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	-1.7	4.8	-1.3	13.3	10.1	2.9
(RANK)	(77)	(61)	(72)	(75)	(60)	(43)
5TH %ILE	2.6	9.8	5.0	21.6	14.6	6.4
25TH %ILE	0.3	7.2	2.3	18.3	12.1	3.9
MEDIAN	-0.6	5.5	-0.1	15.6	10.6	2.5
75TH %ILE	-1.6	3.9	-1.5	13.3	9.1	1.1
95TH %ILE	-2.8	2.1	-4.9	9.8	7.0	-2.0
Russ 1000G	-1.3	4.7	0.5	15.3	11.4	3.1

Large Cap Growth Universe

LARGE CAP EQUITY QUARTERLY PERFORMANCE SUMMARY

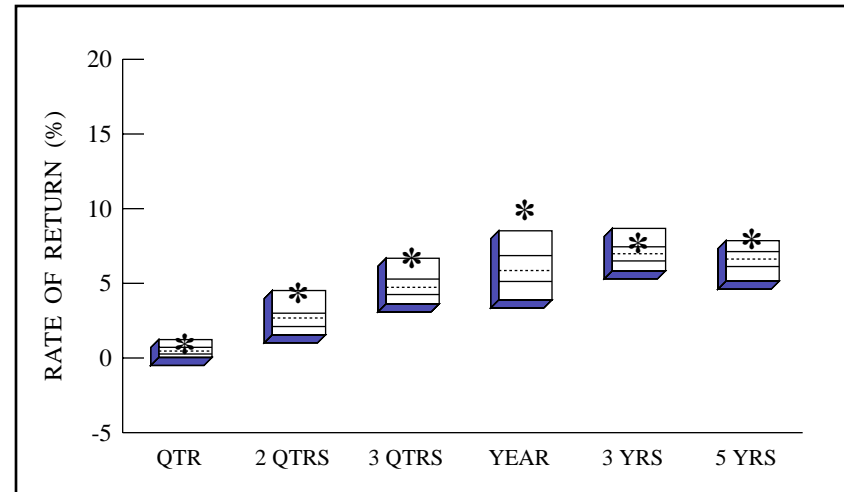
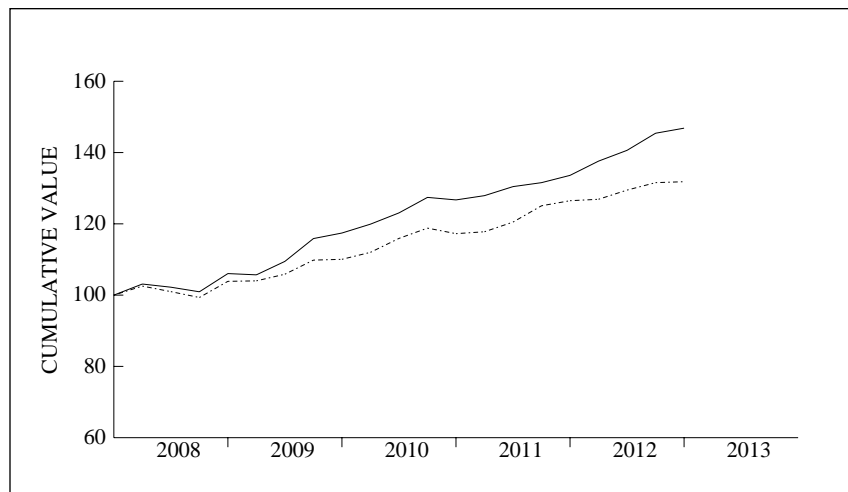
COMPARATIVE BENCHMARK: RUSSELL 1000 GROWTH



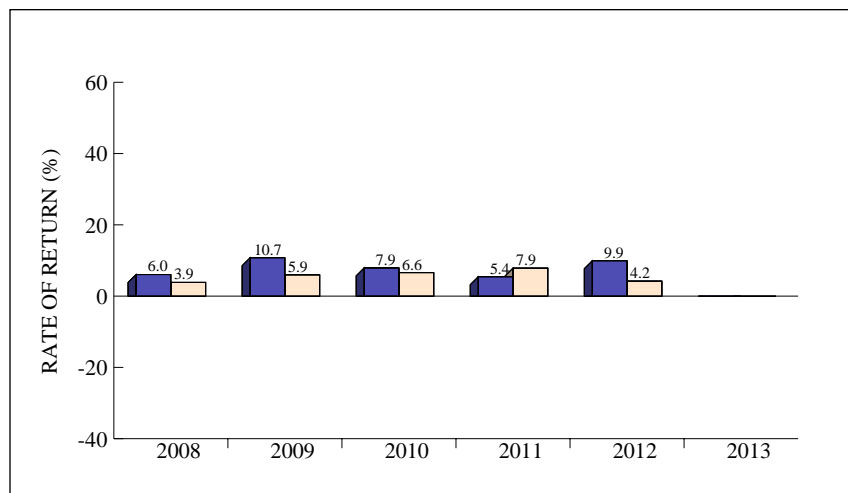
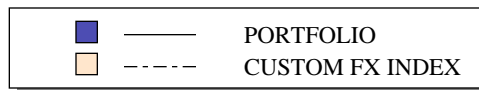
Total Quarters Observed	20
Quarters At or Above the Benchmark	10
Quarters Below the Benchmark	10
Batting Average	.500

RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
3/08	-8.4	-10.2	1.8
6/08	0.7	1.3	-0.6
9/08	-10.2	-12.3	2.1
12/08	-23.0	-22.8	-0.2
3/09	-2.9	-4.1	1.2
6/09	14.5	16.3	-1.8
9/09	12.6	14.0	-1.4
12/09	8.0	7.9	0.1
3/10	2.7	4.7	-2.0
6/10	-11.1	-11.8	0.7
9/10	13.6	13.0	0.6
12/10	13.4	11.8	1.6
3/11	5.3	6.0	-0.7
6/11	-0.9	0.8	-1.7
9/11	-13.0	-13.1	0.1
12/11	10.3	10.6	-0.3
3/12	14.7	14.7	0.0
6/12	-5.8	-4.0	-1.8
9/12	6.6	6.1	0.5
12/12	-1.7	-1.3	-0.4

FIXED INCOME RETURN COMPARISONS



Core Fixed Income Universe

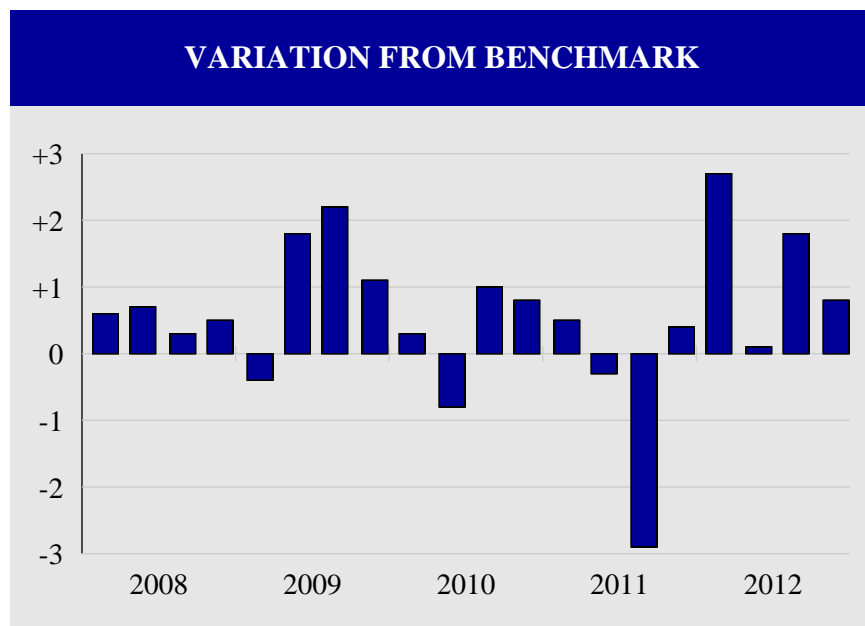


	QTR	2QTRS	3QTRS	YEAR	-----ANNUALIZED-----	
					3 YRS	5 YRS
RETURN	1.0	4.4	6.7	9.9	7.7	8.0
(RANK)	(9)	(6)	(5)	(4)	(19)	(4)
5TH %ILE	1.2	4.5	6.7	8.5	8.7	7.9
25TH %ILE	0.7	3.0	5.3	6.9	7.5	7.1
MEDIAN	0.5	2.7	4.7	5.9	7.0	6.6
75TH %ILE	0.3	2.1	4.3	5.1	6.5	6.1
95TH %ILE	0.0	1.6	3.6	3.9	5.8	5.1
Fixed Idx	0.2	1.8	3.9	4.2	6.2	5.7

Core Fixed Income Universe

FIXED INCOME QUARTERLY PERFORMANCE SUMMARY

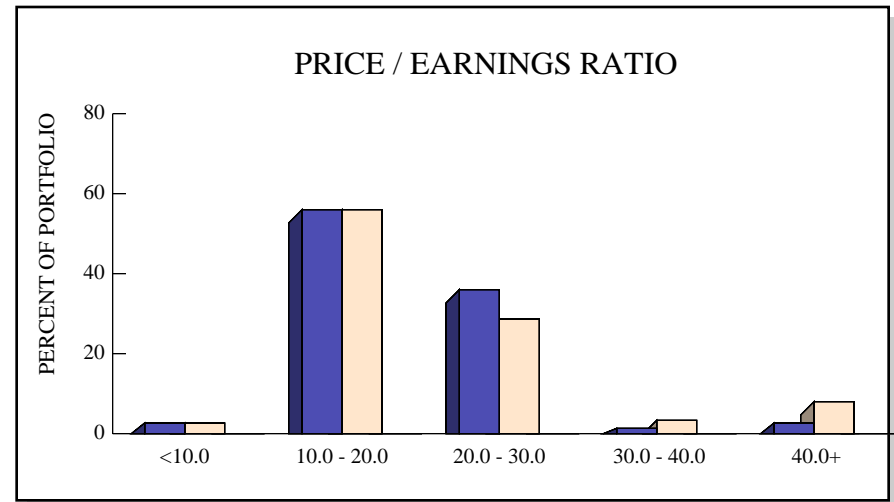
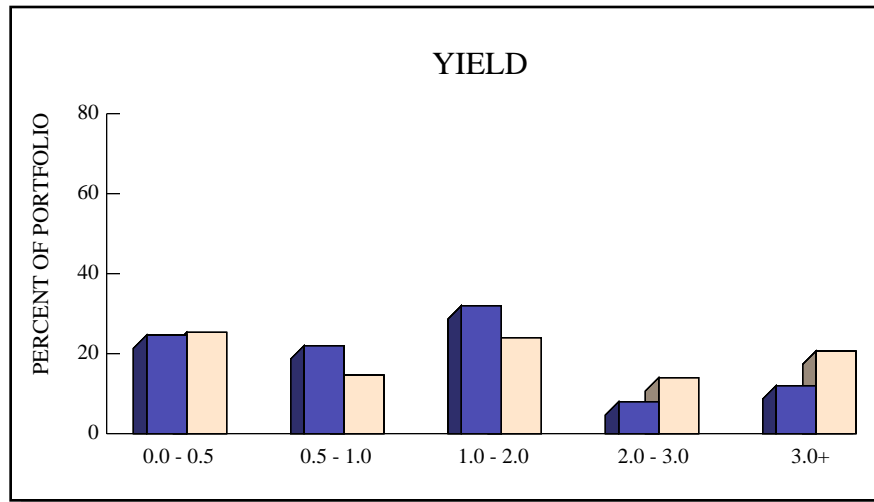
COMPARATIVE BENCHMARK: CUSTOM FIXED INCOME INDEX



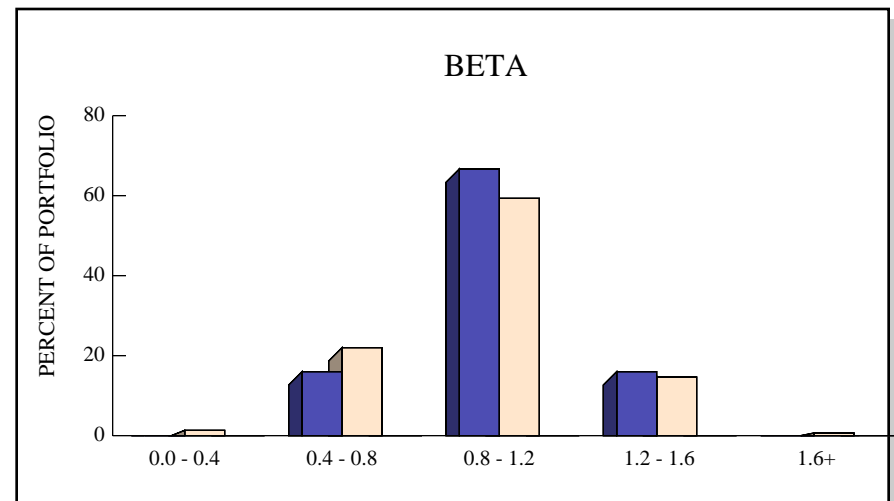
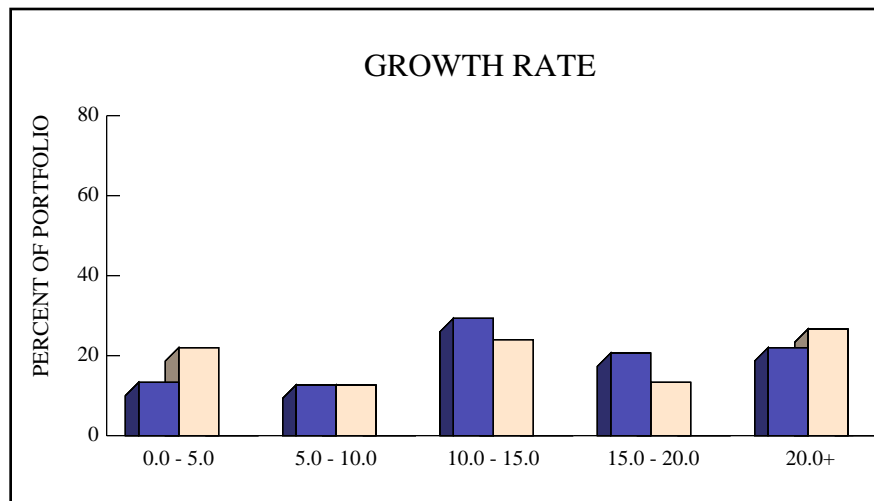
RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
3/08	3.1	2.5	0.6
6/08	-0.8	-1.5	0.7
9/08	-1.3	-1.6	0.3
12/08	5.1	4.6	0.5
3/09	-0.3	0.1	-0.4
6/09	3.6	1.8	1.8
9/09	5.9	3.7	2.2
12/09	1.3	0.2	1.1
3/10	2.1	1.8	0.3
6/10	2.7	3.5	-0.8
9/10	3.5	2.5	1.0
12/10	-0.5	-1.3	0.8
3/11	0.9	0.4	0.5
6/11	2.0	2.3	-0.3
9/11	0.9	3.8	-2.9
12/11	1.5	1.1	0.4
3/12	3.0	0.3	2.7
6/12	2.2	2.1	0.1
9/12	3.4	1.6	1.8
12/12	1.0	0.2	0.8

Total Quarters Observed	20
Quarters At or Above the Benchmark	16
Quarters Below the Benchmark	4
Batting Average	.800

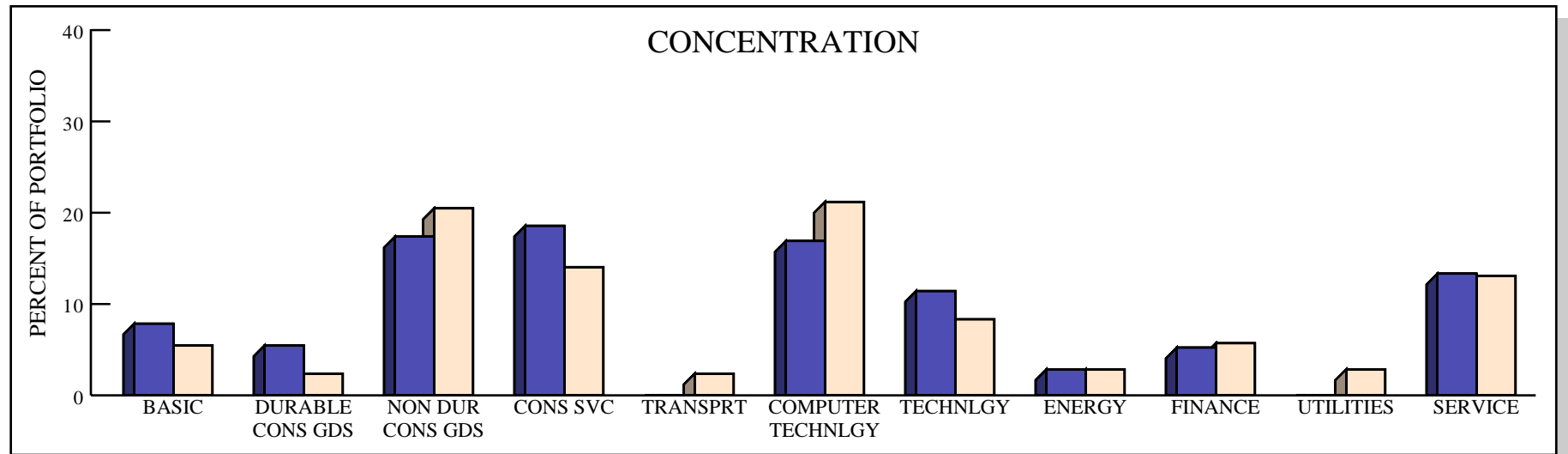
STOCK CHARACTERISTICS



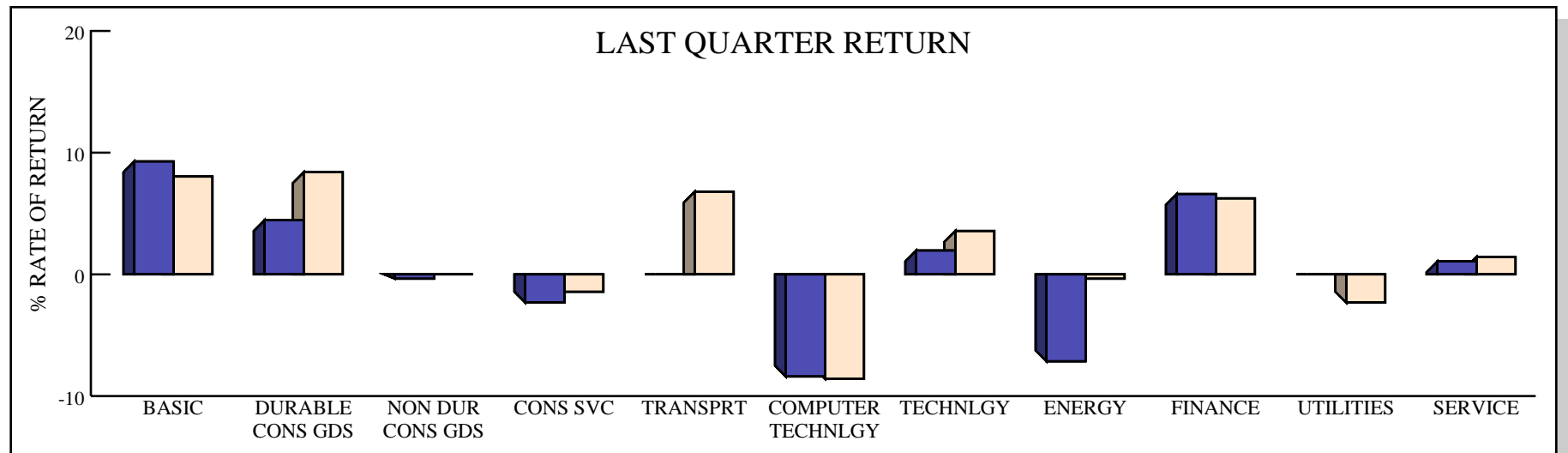
	YIELD	GROWTH	P/E	BETA
PORTFOLIO	1.4%	17.3%	19.3	1.02
RUSSELL 1000G	1.7%	16.0%	21.4	0.96



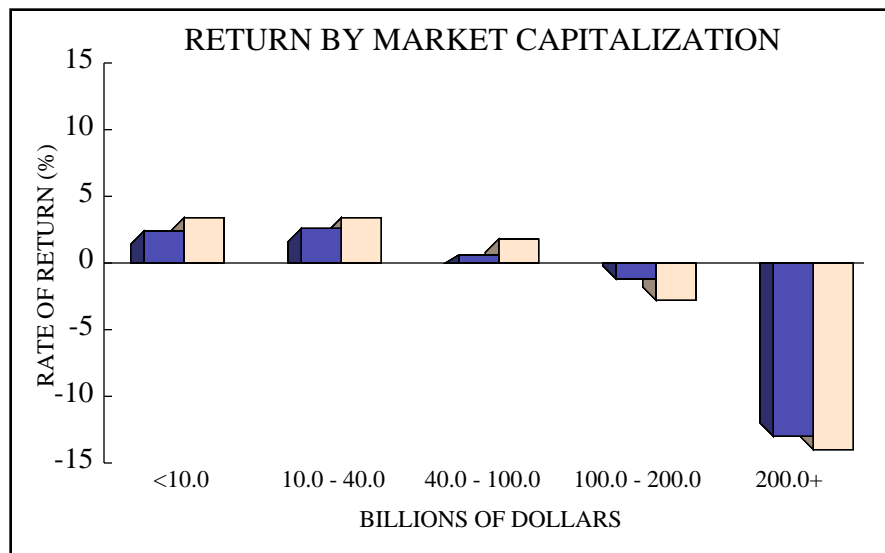
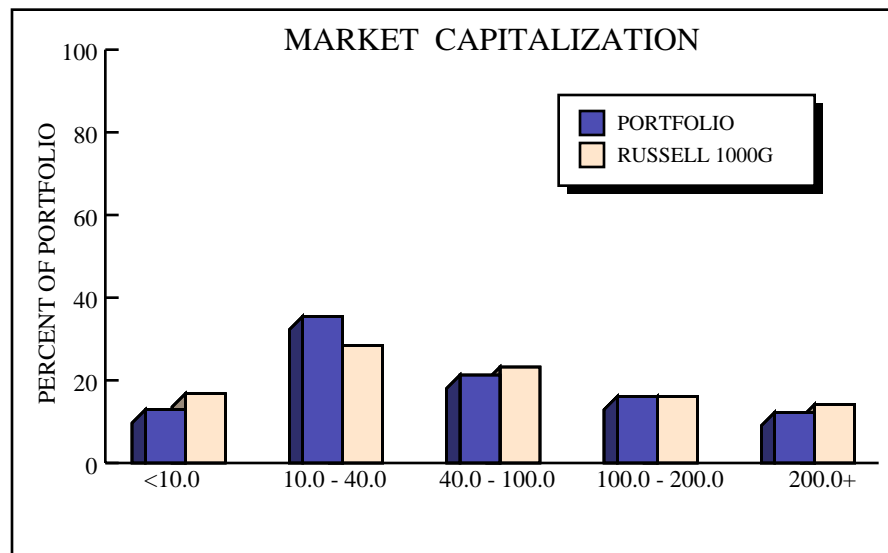
STOCK INDUSTRY ANALYSIS



■ PORTFOLIO ■ RUSSELL 1000 GROWTH



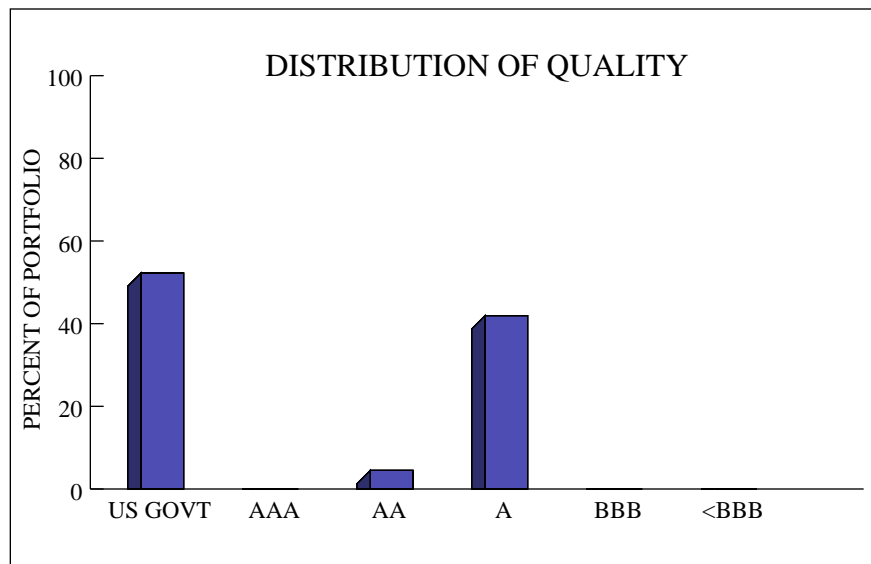
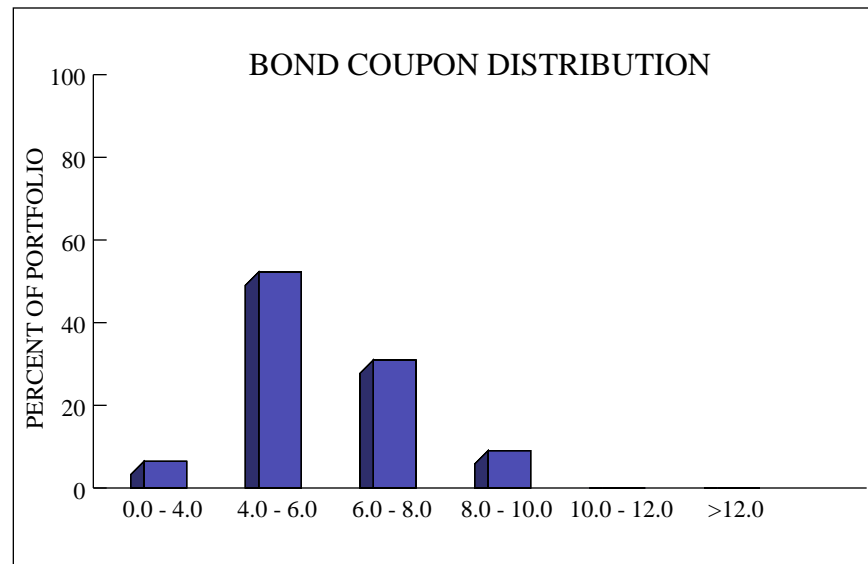
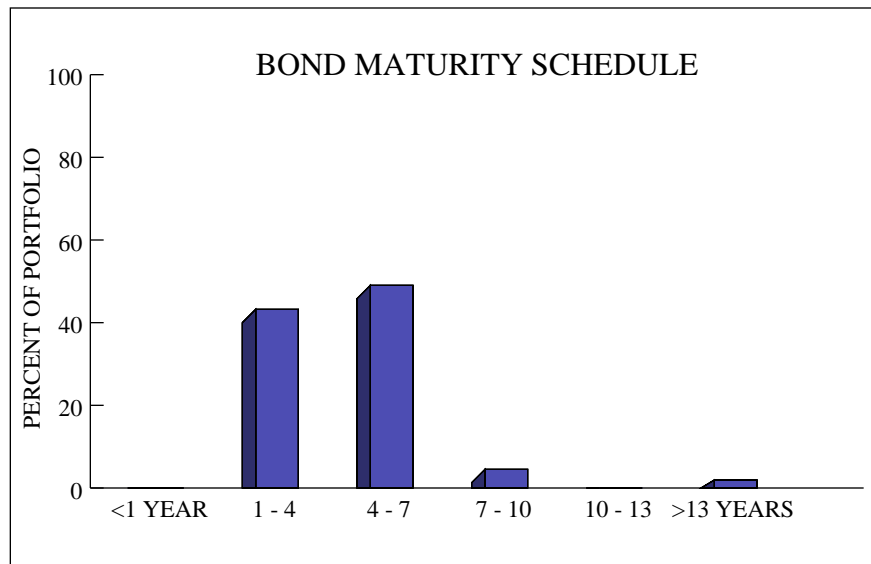
TOP TEN HOLDINGS



TOP TEN EQUITY HOLDINGS

RANK	NAME	VALUE	% EQUITY	RETURN	INDUSTRY SECTOR	MKT CAP
1	APPLE INC	\$ 909,882	4.92%	-20.0%	Computer Tech	\$ 501.4 B
2	INTL BUSINESS MACHINES CORP	803,361	4.34%	-7.3%	Service	216.4 B
3	QUALCOMM INC	740,085	4.00%	-0.4%	Technology	105.7 B
4	MICROSOFT CORP	590,065	3.19%	-9.5%	Computer Tech	225.0 B
5	COCA-COLA CO/THE	562,238	3.04%	-3.7%	NonDur Cons Goods	162.6 B
6	AMERICAN TOWER CORP	537,258	2.90%	8.2%	Service	30.5 B
7	ROPER INDUSTRIES INC	527,635	2.85%	1.6%	Durable Cons Goods	11.0 B
8	GOOGLE INC-CL A	493,012	2.66%	-6.0%	Computer Tech	188.0 B
9	VISA INC-CLASS A SHARES	473,688	2.56%	13.0%	Finance	81.2 B
10	NORDSTROM INC	472,084	2.55%	-2.6%	Consumer Service	10.7 B

BOND CHARACTERISTICS



	PORTFOLIO	BARCLAYS AGG
No. of Securities	32	8,079
Duration	4.04	5.06
YTM	2.19	1.74
Average Coupon	5.86	3.57
Avg Maturity / WAL	5.20	6.96
Average Quality	AAA-AA	USG-AAA

APPENDIX - DISCLOSURES

* The shadow index is a customized index that matches your portfolio's asset allocation on a quarterly basis.

This index was calculated using the following asset classes and corresponding benchmarks:

Large Cap Equity	Russell 1000 Growth
Fixed Income	Custom Fixed Income Index
Cash & Equivalent	90 Day T Bill

* The Custom Fixed Income Index is an index that was constructed as follows:

100% Barclays Aggregate (for all periods after December 2008)

100% Barclays Gov/Credit (for all periods through December 2008)

TOWN OF DAVIE POLICE PENSION FUND
BUCKHEAD CAPITAL
PERFORMANCE REVIEW
DECEMBER 2012

INVESTMENT RETURN

On December 31st, 2012, the Town of Davie Police Pension Fund's Buckhead Capital portfolio was valued at \$32,335,092, which represented a \$295,992 increase over the September ending value of \$32,039,100. Over the last three months, the Fund recorded net contributions totaling \$403,424, which overshadowed the account's \$107,432 net investment loss for the period. The fund's net investment loss was composed of \$252,326 in income receipts and realized and unrealized capital losses totaling \$359,758.

Since December 2007, the account has posted net contributions totaling \$1.2 million, and recorded net investment gains of \$5.4 million. Since December 2007, if the account had returned a compounded nominal rate of 7.9% it would have been valued at \$39.0 million or \$6.6 million more than the actual value as of December 31st, 2012.

RELATIVE PERFORMANCE

Total Fund

In the fourth quarter, the Buckhead Capital portfolio returned -0.3%, which ranked in the 76th percentile of the Balanced Fund universe. Over the trailing year, the portfolio returned 8.2%, ranking in the 93rd percentile. Since December 2007, the account returned 3.7% on an annualized basis and ranked in the 44th percentile.

Large Cap Equity

In the fourth quarter, the large cap equity segment returned -1.0%, which was 2.5% below the Russell 1000 Value Index's return of 1.5% and ranked in the 94th percentile of the Large Cap Value universe. Over the trailing twelve months, this component returned 12.1%, which was 5.4% less than the benchmark's 17.5% performance, ranking in the 83rd percentile. Since December 2007,

this component returned 1.3% annualized and ranked in the 60th percentile. For comparison, the Russell 1000 Value returned an annualized 0.6% over the same period.

Fixed Income

For the fourth quarter, the fixed income portion of the portfolio gained 0.3%, which was 0.1% greater than the Custom Fixed Income Index's return of 0.2% and ranked in the 68th percentile of the Core Fixed Income universe. Over the trailing twelve months, the fixed income portfolio returned 5.3%, which was 1.1% above the benchmark's 4.2% return, and ranked in the 65th percentile. Since December 2007, this component returned 6.4% on an annualized basis and ranked in the 65th percentile. The Custom Fixed Income Index returned an annualized 5.7% over the same period.

ASSET ALLOCATION

On December 31st, 2012, large cap equities comprised 46.6% of the total portfolio (\$15.1 million), while the portfolio's fixed income component totaled 47.4% (\$15.3 million) and cash & equivalent comprised the remaining 6.0% (\$1.9 million).

ANALYSIS

Equity

At quarter end, the Buckhead equity portfolio was invested across nine of the eleven industry sectors depicted in our analysis. Relative to the Russell 1000 Value, the Basic, Consumer Service, Technology, and Service sectors were most notably overweight. Conversely, the Non-Durable Consumer Goods and Finance sectors were underweight. The Durable Consumer Goods and Transportation sectors were not utilized.

The portfolio's performance was 250 basis points below the benchmark, which was the effect of poor stock selection. All but two of the invested sectors fell significantly below their benchmark counterparts. The decision to avoid the Durable Consumer Goods and Transportation sectors also negatively affected the portfolio as they were the two best sectors in the market. The portfolio added some value in the overweight Basic and Technology sectors with returns that beat their index counterparts, however, this was not enough to make up for the previously mentioned detractors.

Fixed Income

In our bond analysis, we use the S&P rating agency's ratings. Rating agencies can differ slightly causing bonds to be split rated. This portfolio contains the following split rated bonds: Citigroup Inc, Goldman Sachs Group, and Hewlett Packard.

At the end of the quarter, USG rated securities comprised nearly 60% of the bond portfolio, while corporate securities, rated AA through BBB, comprised the remainder, giving the bond portfolio an overall average quality rating of AAA. The average maturity of the portfolio was 4.8 years, less than the Barclays Aggregate Index's 7.0-year maturity. The average coupon was 4.4%.

EXECUTIVE SUMMARY

PERFORMANCE SUMMARY

	Quarter	FYTD	-----Annualized-----		
			1 Year	3 Years	5 Years
Total Gross/Fees	-0.3	-0.3	8.2	6.4	3.7
<i>BALANCED FUND RANK</i>	(76)	(76)	(93)	(87)	(44)
Total Net/Fees	-0.4	-0.4	7.9	6.1	3.3
<i>SHADOW INDEX</i>	0.8	0.8	10.1	8.0	3.0
Large Cap Equity	-1.0	-1.0	12.1	7.6	1.3
<i>LARGE CAP VALUE RANK</i>	(94)	(94)	(83)	(90)	(60)
RUSSELL 1000V	1.5	1.5	17.5	10.9	0.6
S&P 500	-0.4	-0.4	16.0	10.8	1.6
Fixed Income	0.3	0.3	5.3	6.0	6.4
<i>CORE FIXED INCOME RANK</i>	(68)	(68)	(65)	(92)	(65)
CUSTOM FX INDEX	0.2	0.2	4.2	6.2	5.7
BARCLAYS AGG	0.2	0.2	4.2	6.2	6.0
GOV/CREDIT	0.4	0.4	4.8	6.7	6.1

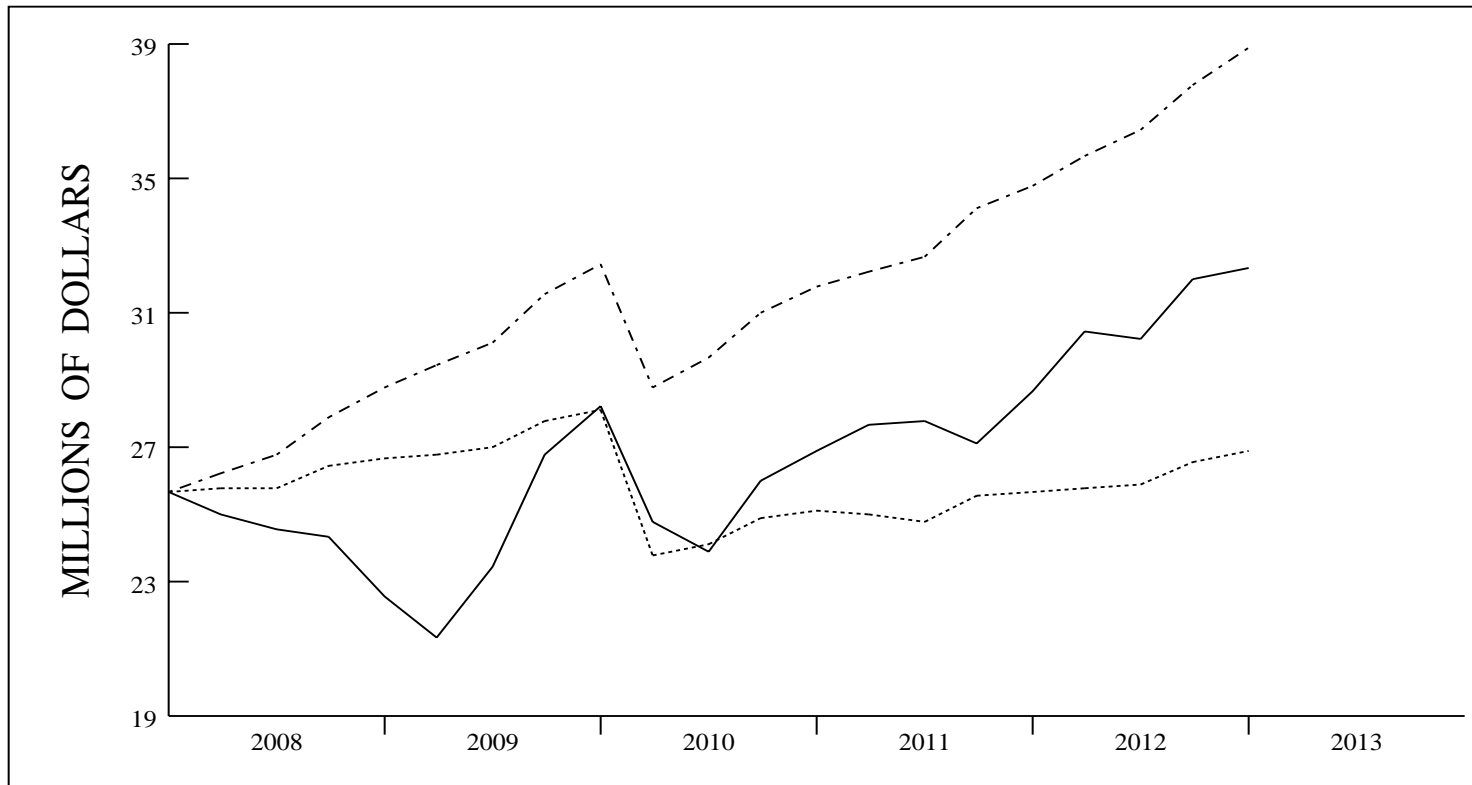
ASSET ALLOCATION

Large Cap Equity	46.6%	\$ 15,064,820
Fixed Income	47.4%	15,337,371
Cash	6.0%	1,932,901
Total Portfolio	100.0%	\$ 32,335,092

INVESTMENT RETURN

Market Value 9/2012	\$ 32,039,100
Contribs / Withdrawals	403,424
Income	252,326
Capital Gains / Losses	-359,758
Market Value 12/2012	\$ 32,335,092

INVESTMENT GROWTH

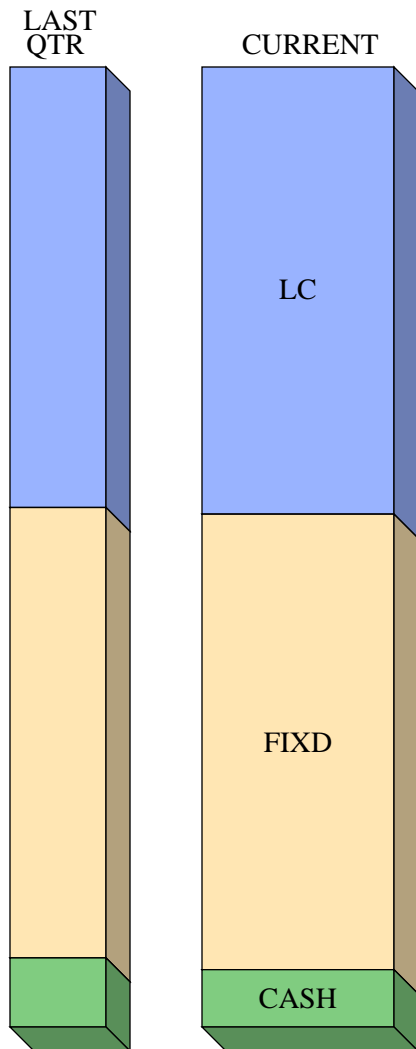


— ACTUAL RETURN
 - - - 7.9%
 0.0%

VALUE ASSUMING
 7.9% RETURN
 \$ 38,960,314

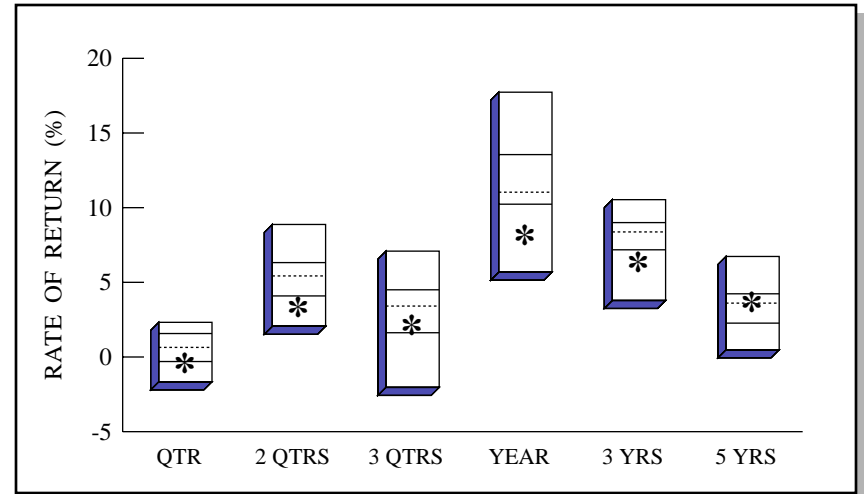
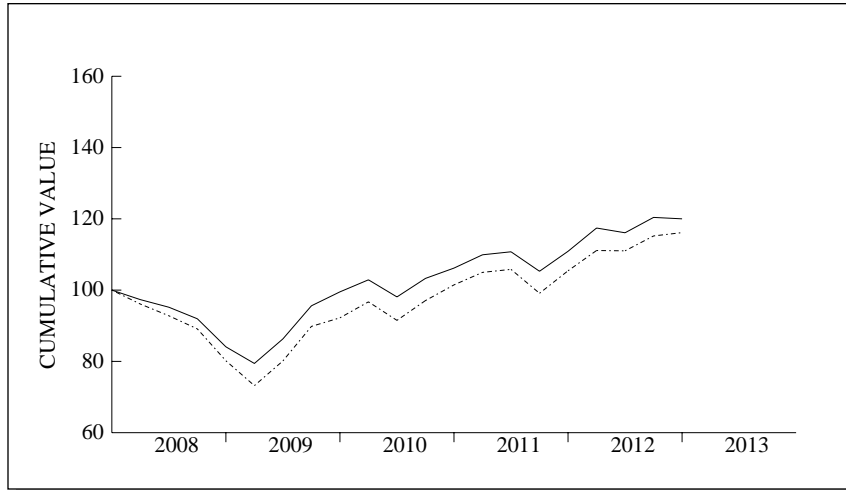
	LAST QUARTER	PERIOD 12/07 - 12/12
BEGINNING VALUE	\$ 32,039,100	\$ 25,737,431
NET CONTRIBUTIONS	403,424	1,233,196
INVESTMENT RETURN	<u>-107,432</u>	<u>5,364,465</u>
ENDING VALUE	\$ 32,335,092	\$ 32,335,092
INCOME	252,326	4,711,853
CAPITAL GAINS (LOSSES)	<u>-359,758</u>	<u>652,612</u>
INVESTMENT RETURN	-107,432	5,364,465

ASSET ALLOCATION

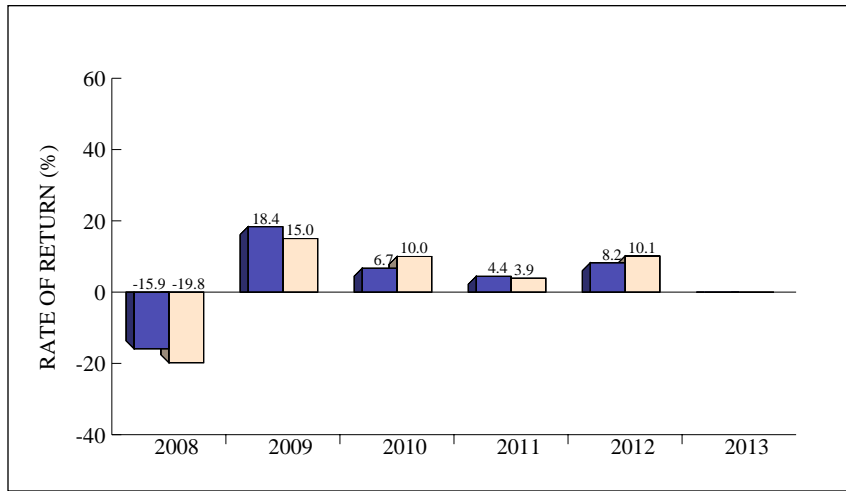


	<u>VALUE</u>	<u>PERCENT</u>	<u>TARGET</u>	<u>MIN</u>	<u>MAX</u>
LARGE CAP EQUITY	\$ 15,064,820	46.6%	50.0%	40.0%	70.0%
FIXED INCOME	15,337,371	47.4%	50.0%	30.0%	50.0%
CASH & EQUIVALENT	1,932,901	6.0%	0.0%	0.0%	10.0%
<u>TOTAL FUND</u>	<u>\$ 32,335,092</u>	<u>100.0%</u>			

TOTAL RETURN COMPARISONS



Balanced Fund Universe

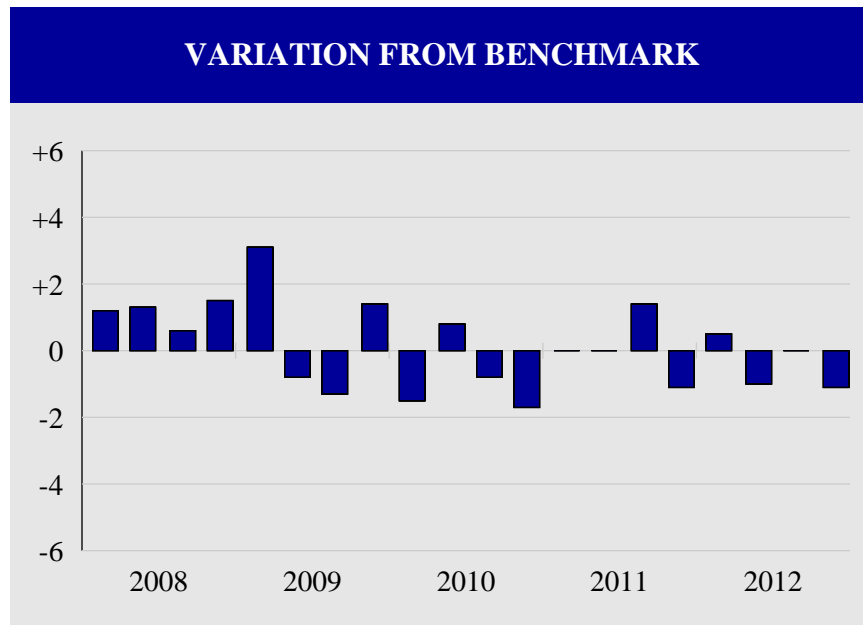


	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	-0.3	3.4	2.2	8.2	6.4	3.7
(RANK)	(76)	(89)	(65)	(93)	(87)	(44)
5TH %ILE	2.3	8.9	7.1	17.7	10.5	6.7
25TH %ILE	1.6	6.3	4.5	13.6	9.0	4.2
MEDIAN	0.6	5.4	3.4	11.0	8.4	3.6
75TH %ILE	-0.3	4.1	1.6	10.2	7.2	2.3
95TH %ILE	-1.7	2.1	-2.0	5.7	3.8	0.5
<i>Sh Idx</i>	<i>0.8</i>	<i>4.6</i>	<i>4.5</i>	<i>10.1</i>	<i>8.0</i>	<i>3.0</i>

Balanced Fund Universe

TOTAL PORTFOLIO QUARTERLY PERFORMANCE SUMMARY

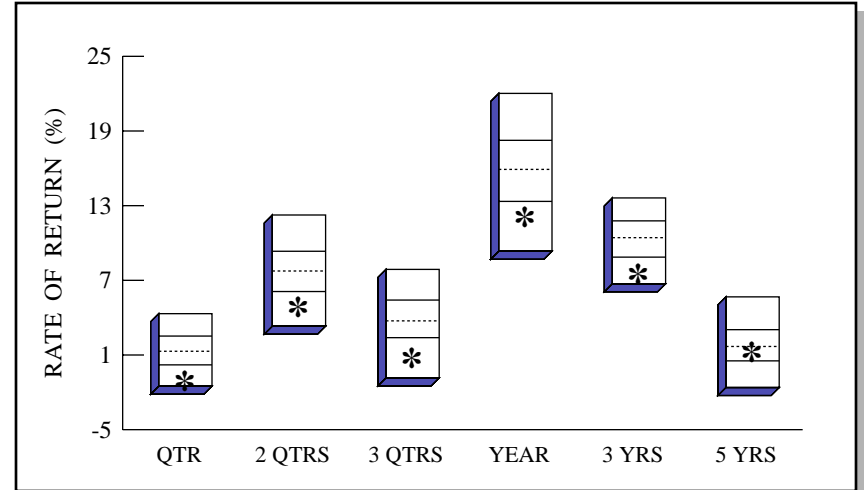
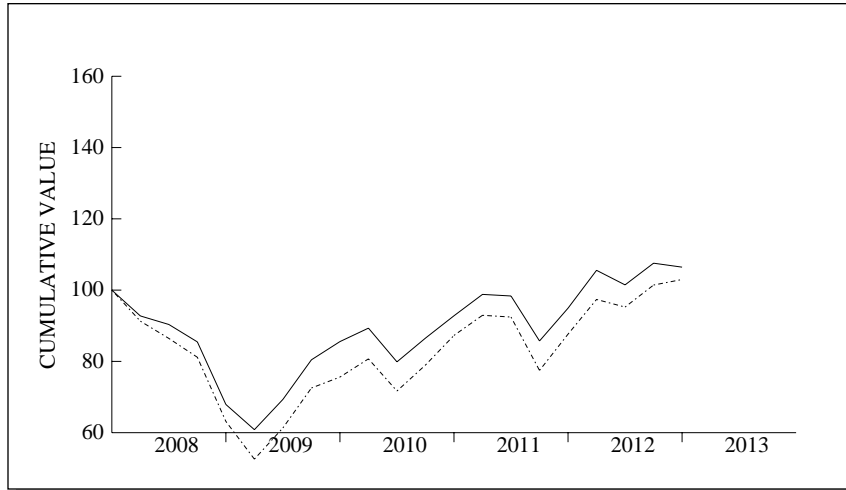
COMPARATIVE BENCHMARK: SHADOW INDEX



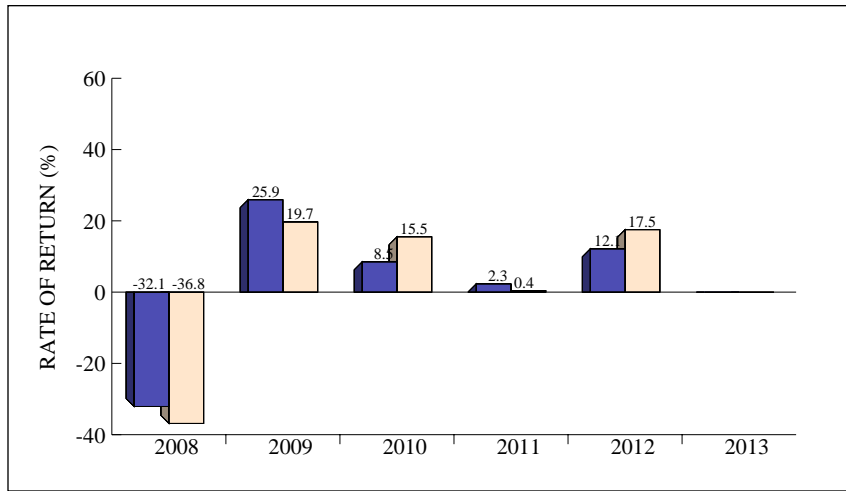
Total Quarters Observed	20
Quarters At or Above the Benchmark	12
Quarters Below the Benchmark	8
Batting Average	.600

RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
3/08	-2.7	-3.9	1.2
6/08	-2.2	-3.5	1.3
9/08	-3.4	-4.0	0.6
12/08	-8.5	-10.0	1.5
3/09	-5.6	-8.7	3.1
6/09	8.7	9.5	-0.8
9/09	10.8	12.1	-1.3
12/09	4.1	2.7	1.4
3/10	3.4	4.9	-1.5
6/10	-4.6	-5.4	0.8
9/10	5.3	6.1	-0.8
12/10	2.8	4.5	-1.7
3/11	3.5	3.5	0.0
6/11	0.8	0.8	0.0
9/11	-4.9	-6.3	1.4
12/11	5.3	6.4	-1.1
3/12	5.9	5.4	0.5
6/12	-1.1	-0.1	-1.0
9/12	3.7	3.7	0.0
12/12	-0.3	0.8	-1.1

LARGE CAP EQUITY RETURN COMPARISONS



Large Cap Value Universe

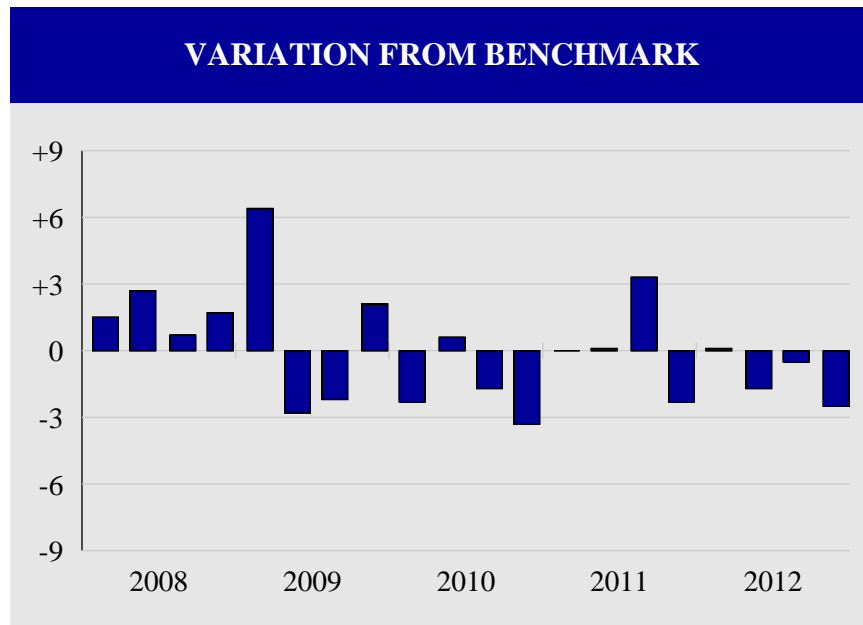


	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	-1.0	4.9	0.8	12.1	7.6	1.3
(RANK)	(94)	(87)	(89)	(83)	(90)	(60)
5TH %ILE	4.3	12.3	7.9	22.0	13.6	5.7
25TH %ILE	2.5	9.3	5.4	18.3	11.8	3.0
MEDIAN	1.3	7.8	3.7	15.9	10.4	1.7
75TH %ILE	0.2	6.1	2.4	13.4	8.9	0.5
95TH %ILE	-1.5	3.3	-0.9	9.3	6.7	-1.6
Russ 1000V	1.5	8.1	5.7	17.5	10.9	0.6

Large Cap Value Universe

LARGE CAP EQUITY QUARTERLY PERFORMANCE SUMMARY

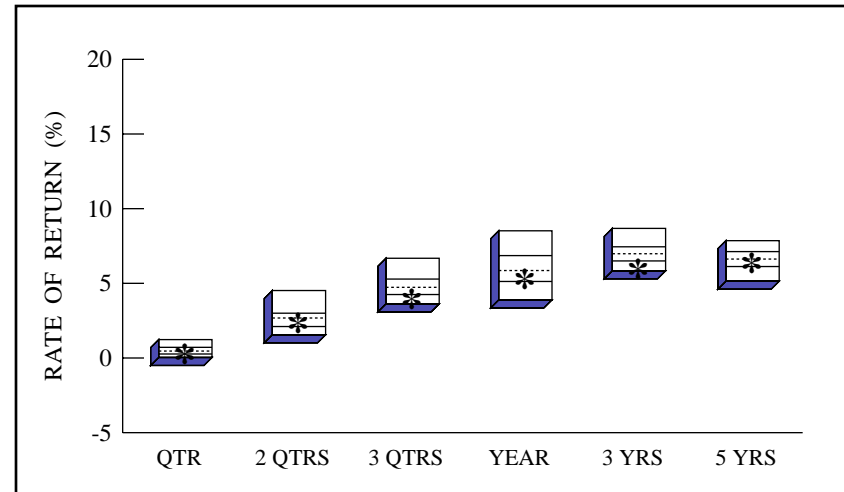
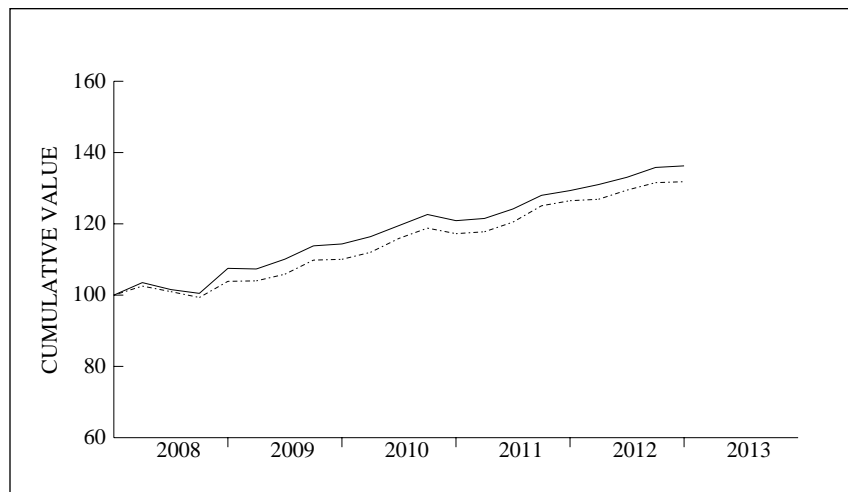
COMPARATIVE BENCHMARK: RUSSELL 1000 VALUE



Total Quarters Observed	20
Quarters At or Above the Benchmark	11
Quarters Below the Benchmark	9
Batting Average	.550

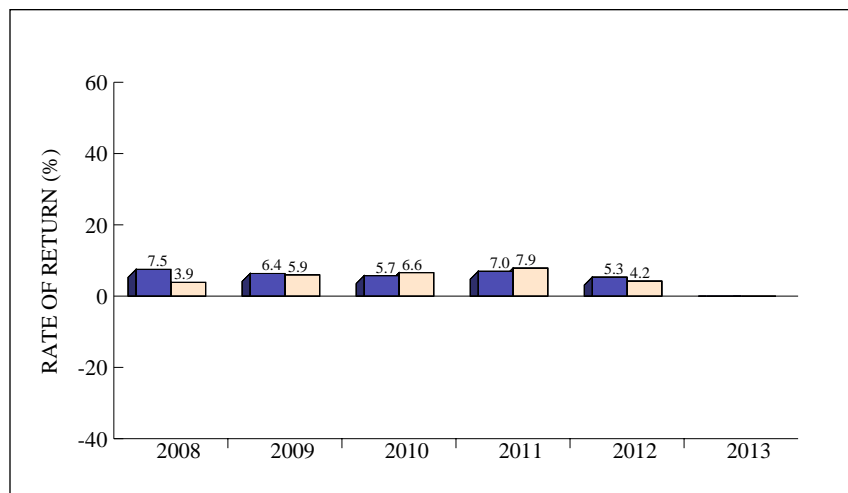
RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
3/08	-7.2	-8.7	1.5
6/08	-2.6	-5.3	2.7
9/08	-5.4	-6.1	0.7
12/08	-20.5	-22.2	1.7
3/09	-10.4	-16.8	6.4
6/09	13.9	16.7	-2.8
9/09	16.0	18.2	-2.2
12/09	6.3	4.2	2.1
3/10	4.5	6.8	-2.3
6/10	-10.6	-11.2	0.6
9/10	8.4	10.1	-1.7
12/10	7.2	10.5	-3.3
3/11	6.5	6.5	0.0
6/11	-0.4	-0.5	0.1
9/11	-12.9	-16.2	3.3
12/11	10.8	13.1	-2.3
3/12	11.2	11.1	0.1
6/12	-3.9	-2.2	-1.7
9/12	6.0	6.5	-0.5
12/12	-1.0	1.5	-2.5

FIXED INCOME RETURN COMPARISONS



■ ——— PORTFOLIO
■ - - - - CUSTOM FX INDEX

Core Fixed Income Universe

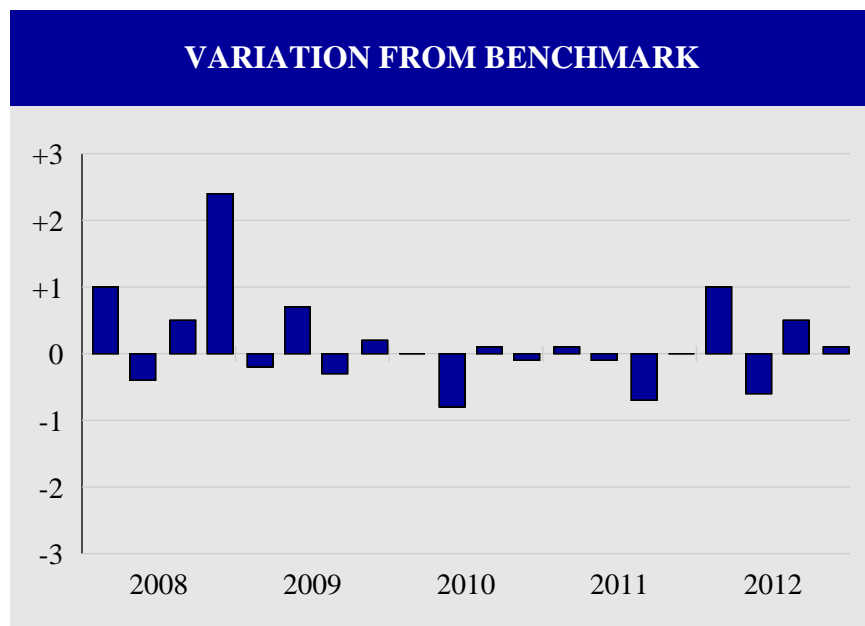


	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	0.3	2.4	4.0	5.3	6.0	6.4
(RANK)	(68)	(62)	(86)	(65)	(92)	(65)
5TH %ILE	1.2	4.5	6.7	8.5	8.7	7.9
25TH %ILE	0.7	3.0	5.3	6.9	7.5	7.1
MEDIAN	0.5	2.7	4.7	5.9	7.0	6.6
75TH %ILE	0.3	2.1	4.3	5.1	6.5	6.1
95TH %ILE	0.0	1.6	3.6	3.9	5.8	5.1
Fixed Idx	0.2	1.8	3.9	4.2	6.2	5.7

Core Fixed Income Universe

FIXED INCOME QUARTERLY PERFORMANCE SUMMARY

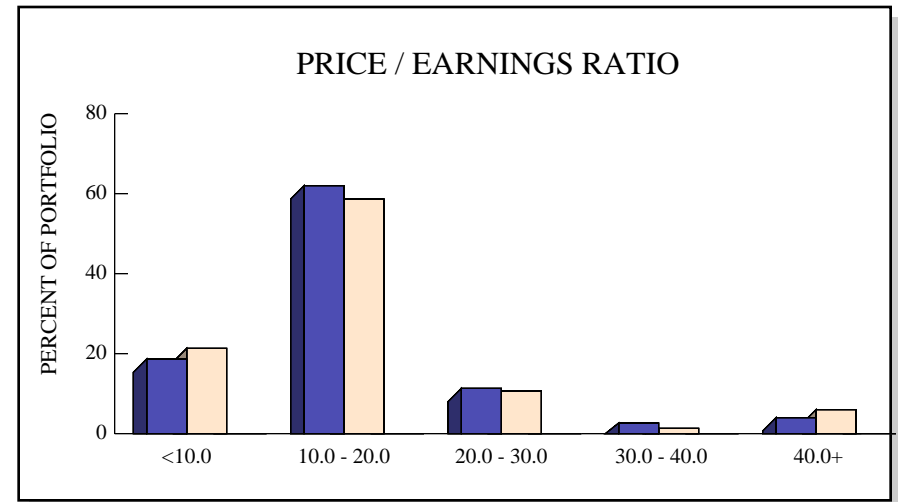
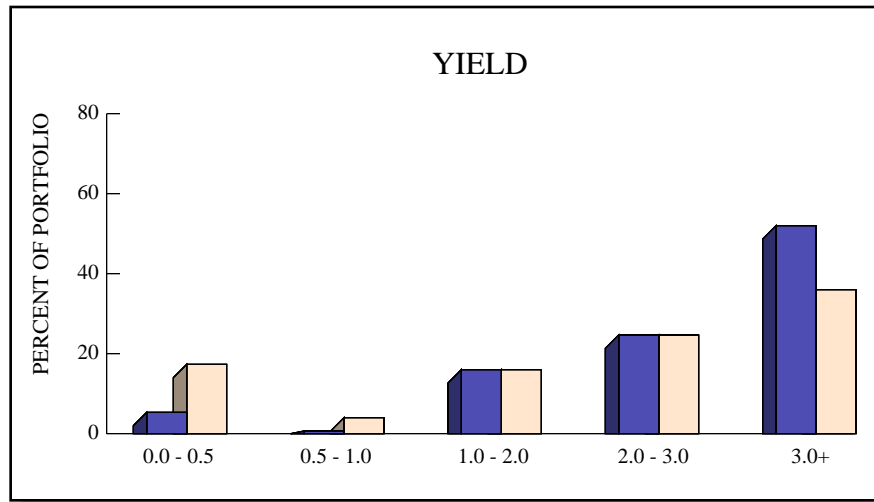
COMPARATIVE BENCHMARK: CUSTOM FIXED INCOME INDEX



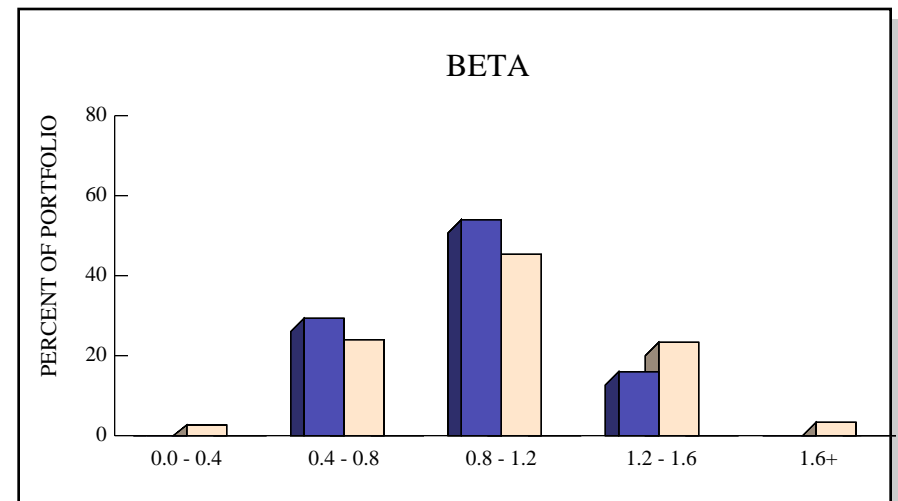
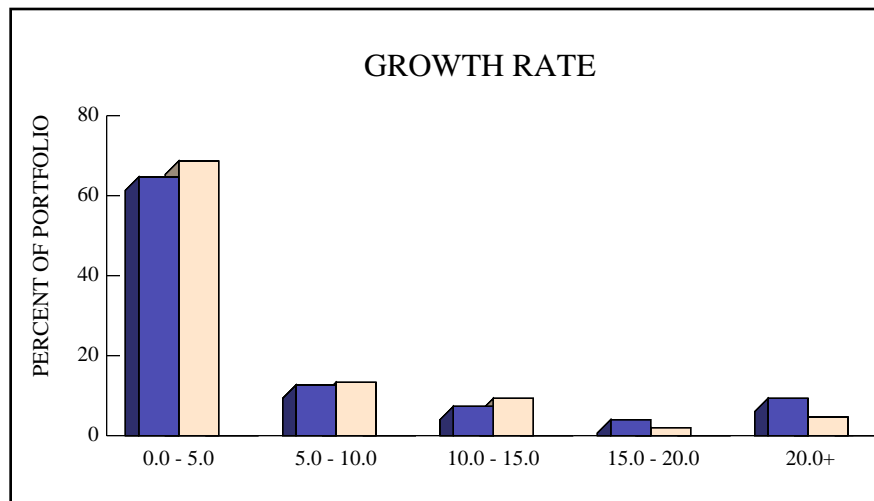
RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
3/08	3.5	2.5	1.0
6/08	-1.9	-1.5	-0.4
9/08	-1.1	-1.6	0.5
12/08	7.0	4.6	2.4
3/09	-0.1	0.1	-0.2
6/09	2.5	1.8	0.7
9/09	3.4	3.7	-0.3
12/09	0.4	0.2	0.2
3/10	1.8	1.8	0.0
6/10	2.7	3.5	-0.8
9/10	2.6	2.5	0.1
12/10	-1.4	-1.3	-0.1
3/11	0.5	0.4	0.1
6/11	2.2	2.3	-0.1
9/11	3.1	3.8	-0.7
12/11	1.1	1.1	0.0
3/12	1.3	0.3	1.0
6/12	1.5	2.1	-0.6
9/12	2.1	1.6	0.5
12/12	0.3	0.2	0.1

Total Quarters Observed	20
Quarters At or Above the Benchmark	12
Quarters Below the Benchmark	8
Batting Average	.600

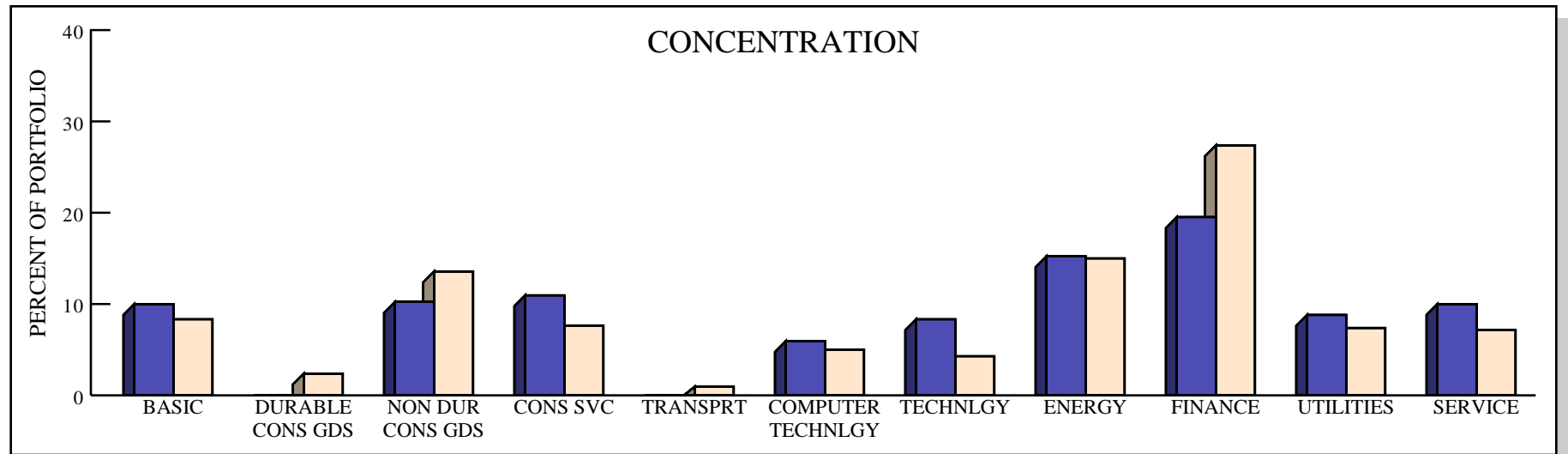
STOCK CHARACTERISTICS



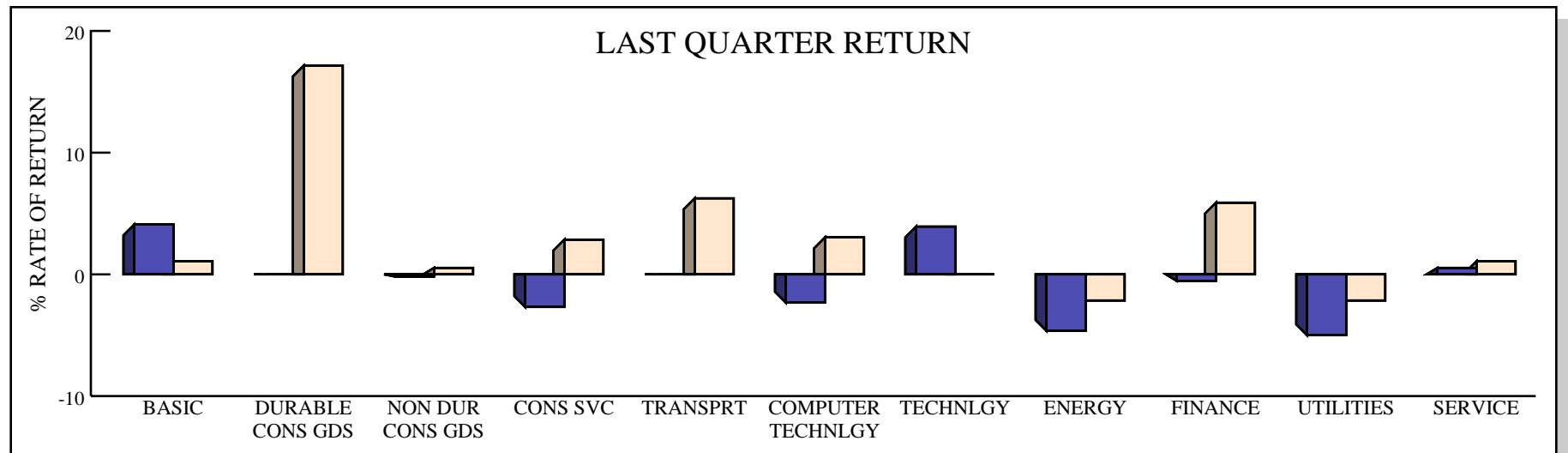
	YIELD	GROWTH	P/E	BETA
PORTFOLIO	3.2%	2.4%	16.8	0.97
RUSSELL 1000V	2.4%	0.5%	16.2	1.02



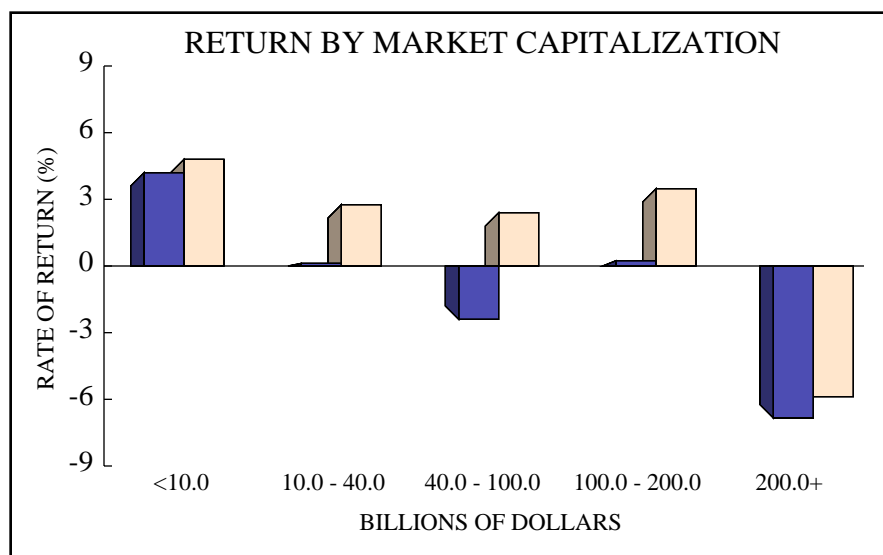
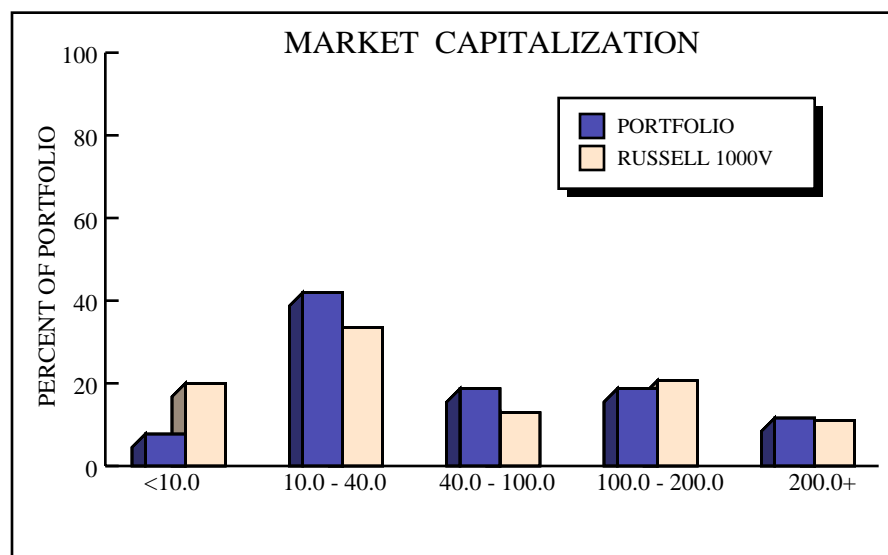
STOCK INDUSTRY ANALYSIS



■ PORTFOLIO ■ RUSSELL 1000 VALUE



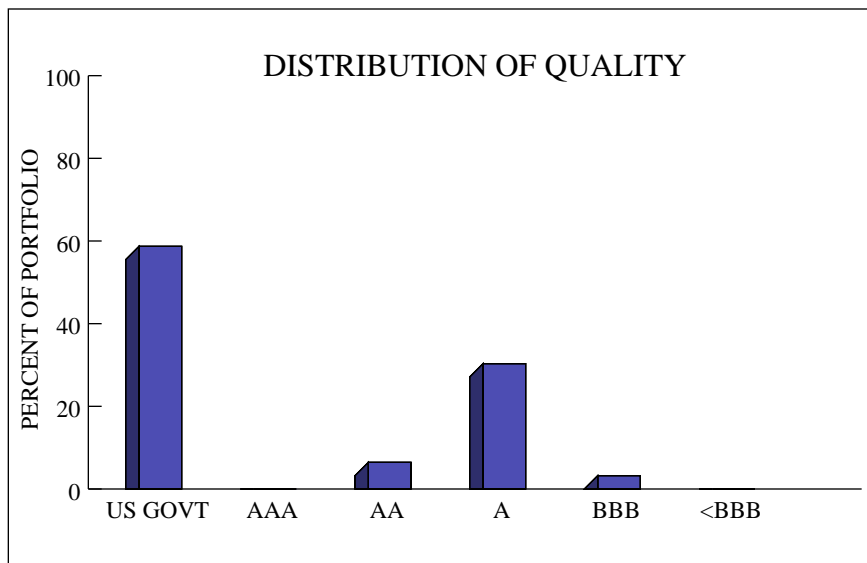
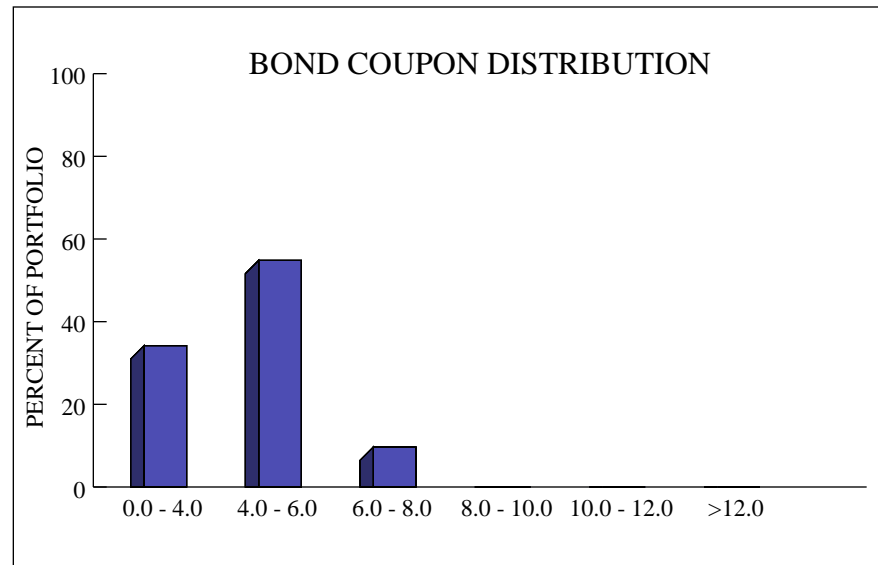
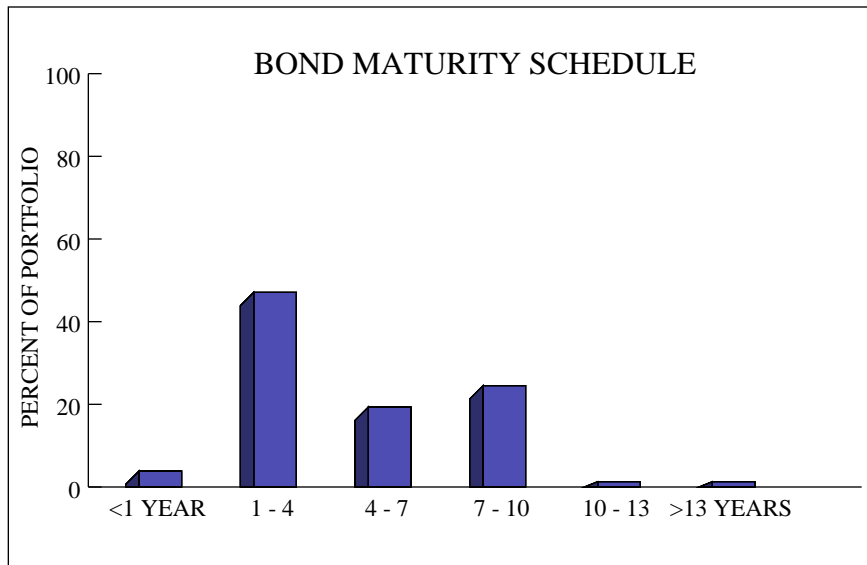
TOP TEN HOLDINGS



TOP TEN EQUITY HOLDINGS

RANK	NAME	VALUE	% EQUITY	RETURN	INDUSTRY SECTOR	MKT CAP
1	GENERAL ELECTRIC CO	\$ 519,083	3.45%	-6.8%	Basic	\$ 220.1 B
2	CISCO SYSTEMS INC	500,387	3.32%	3.4%	Computer Tech	104.3 B
3	EXXON MOBIL CORP	489,873	3.25%	-4.8%	Energy	394.6 B
4	CONOCOPHILLIPS	483,057	3.21%	2.6%	Energy	70.4 B
5	PEPSICO INC	477,984	3.17%	-2.5%	NonDur Cons Goods	105.9 B
6	COMCAST CORP-CLASS A	449,868	2.99%	4.9%	Service	79.2 B
7	PFIZER INC	430,724	2.86%	1.8%	NonDur Cons Goods	184.7 B
8	AT&T INC	422,892	2.81%	-9.3%	Service	191.5 B
9	LOCKHEED MARTIN CORP	415,305	2.76%	-0.1%	Technology	29.9 B
10	EXPRESS SCRIPTS HOLDING CO	414,180	2.75%	-13.8%	Consumer Service	44.1 B

BOND CHARACTERISTICS



	PORTFOLIO	BARCLAYS AGG
No. of Securities	121	8,079
Duration	5.03	5.06
YTM	1.70	1.74
Average Coupon	4.42	3.57
Avg Maturity / WAL	4.83	6.96
Average Quality	AAA	USG-AAA

APPENDIX - DISCLOSURES

* The shadow index is a customized index that matches your portfolio's asset allocation on a quarterly basis.

This index was calculated using the following asset classes and corresponding benchmarks:

Large Cap Equity	Russell 1000 Value
Fixed Income	Custom Fixed Income Index
Cash & Equivalent	90 Day T Bill

* The Custom Fixed Income Index is an index that was constructed as follows:

100% Barclays Aggregate (for all periods after December 2008)

100% Barclays Gov/Credit (for all periods through December 2008)

TOWN OF DAVIE POLICE PENSION FUND
TAMRO
PERFORMANCE REVIEW
DECEMBER 2012

INVESTMENT RETURN

As of December 31st, 2012, the Town of Davie Police Pension Fund's TAMRO account was valued at \$7,166,082, a decrease of \$165,655 from the September quarter's ending value of \$7,331,737. During the last three months, the account recorded \$16,477 in net withdrawals as well as net investment losses totaling \$149,178. The portfolio's net investment loss was the result of \$32,482 in income receipts and \$181,660 in net realized and unrealized capital losses.

For the cumulative period since March 2010, the account has posted net contributions totaling \$254,878, and generated net investment gains totaling \$2.1 million. For the period since March 2010, if the total fund returned a compounded nominal rate of 7.9% it would have been valued at \$6.2 million or \$920,179 less than the actual value as of December 31st, 2012.

RELATIVE PERFORMANCE

Total Fund

For the fourth quarter, the TAMRO portfolio lost 2.0%, which was 3.8% less than the Russell 2000 Index's return of 1.8% and ranked in the 92nd percentile of the Small Cap universe. Over the trailing year, this portfolio returned 17.7%, which was 1.4% greater than the benchmark's 16.3% performance, and ranked in the 41st percentile. Since March 2010, the account returned 13.1% annualized and ranked in the 29th percentile. The Russell 2000 returned an annualized 10.0% over the same time frame.

ASSET ALLOCATION

At the end of the fourth quarter, small cap equities comprised 97.4% of the total portfolio (\$7.0 million), while cash & equivalents totaled 2.6% (\$187,787).

ANALYSIS

At quarter end, the Tamro portfolio was invested in all eleven of the industry sectors depicted in our analysis. Relative to the Russell 2000 index, the Consumer Service, Technology, and Service sectors held larger allocations, while the Non-Durable Consumer Goods, Transportation, Energy, and Utilities sectors held lighter allocations.

The overweight Consumer Service and Service sectors were major detractors for the portfolio during the quarter, falling significantly below their index counterparts. Value was also lost in the Energy and Utilities sectors due to underperformance compared to their benchmark counterparts; however this affect was limited due to comparatively lower weights. The portfolio found some value in the Basic and Computer Technology strong returns compared to the market. Overall the portfolio fell 380 basis points below their benchmark last quarter.

EXECUTIVE SUMMARY

PERFORMANCE SUMMARY

	Quarter	FYTD	1 Year	-----Annualized-----	
				3 Years	Since 3/2010
Total Gross/Fees	-2.0	-2.0	17.7	----	13.1
<i>SMALL CAP RANK</i>	(92)	(92)	(41)	----	(29)
Total Net/Fees	-2.3	-2.3	16.7	----	12.2
RUSSELL 2000	1.8	1.8	16.3	12.2	10.0
Small Cap Equity	-2.1	-2.1	18.1	----	13.4
<i>SMALL CAP RANK</i>	(92)	(92)	(38)	----	(26)
RUSSELL 2000	1.8	1.8	16.3	12.2	10.0

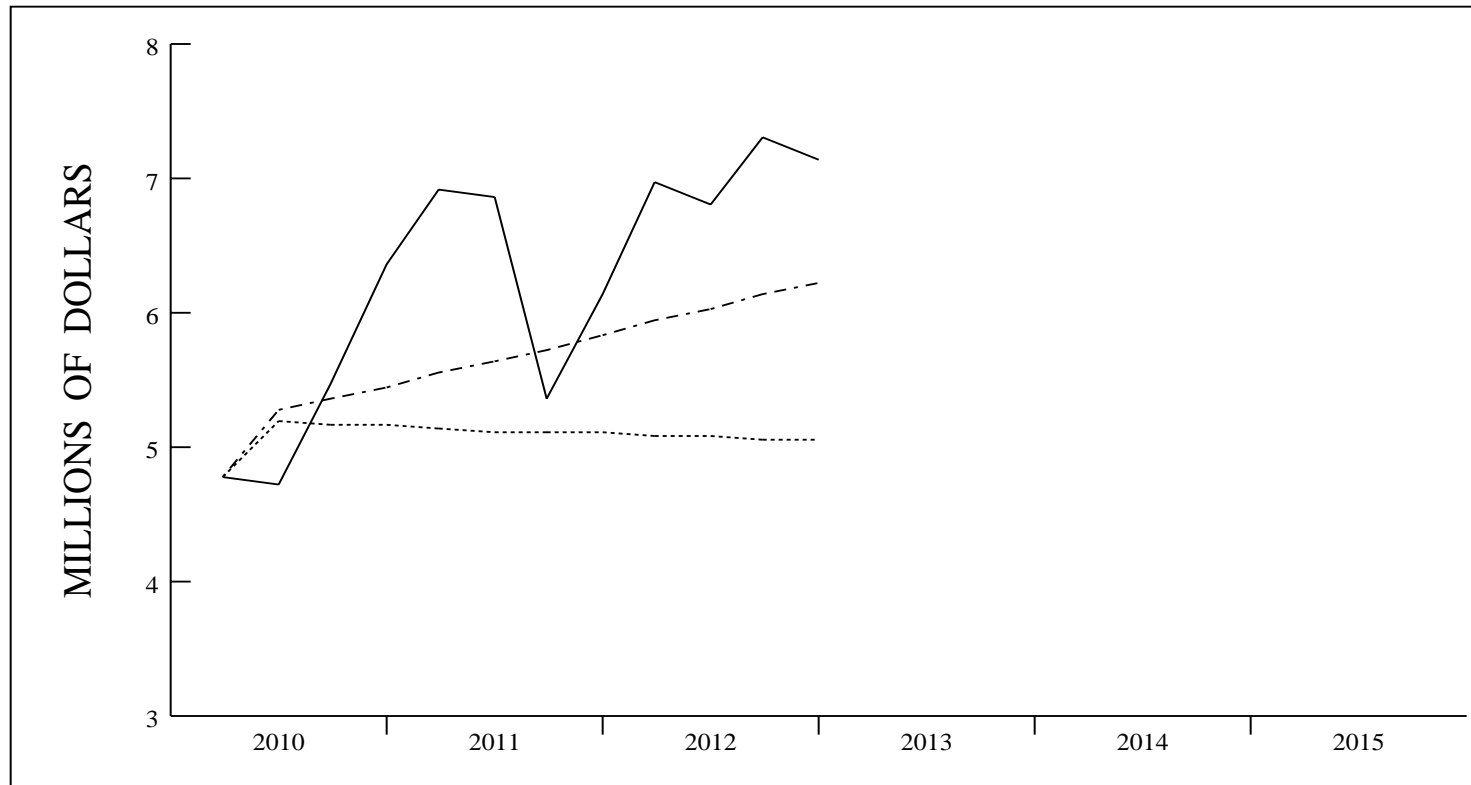
ASSET ALLOCATION

Small Cap	97.4%	\$ 6,978,295
Cash	2.6%	187,787
Total Portfolio	100.0%	\$ 7,166,082

INVESTMENT RETURN

Market Value 9/2012	\$ 7,331,737
Contribs / Withdrawals	- 16,477
Income	32,482
Capital Gains / Losses	-181,660
Market Value 12/2012	\$ 7,166,082

INVESTMENT GROWTH

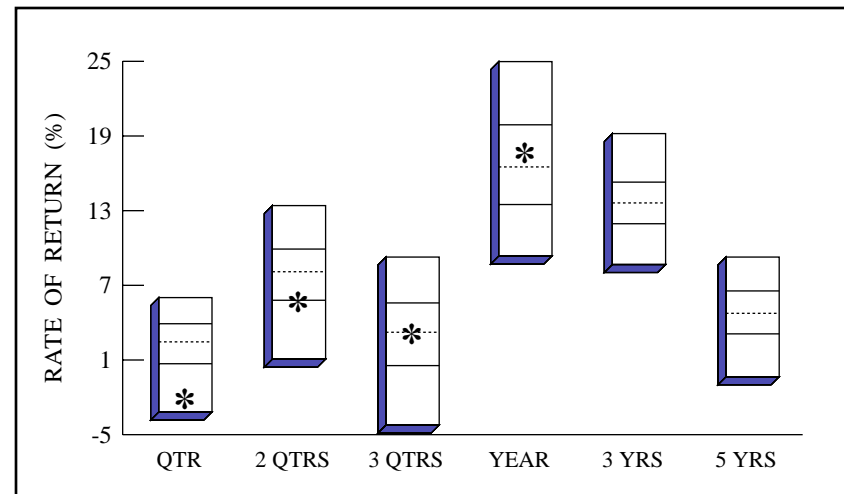
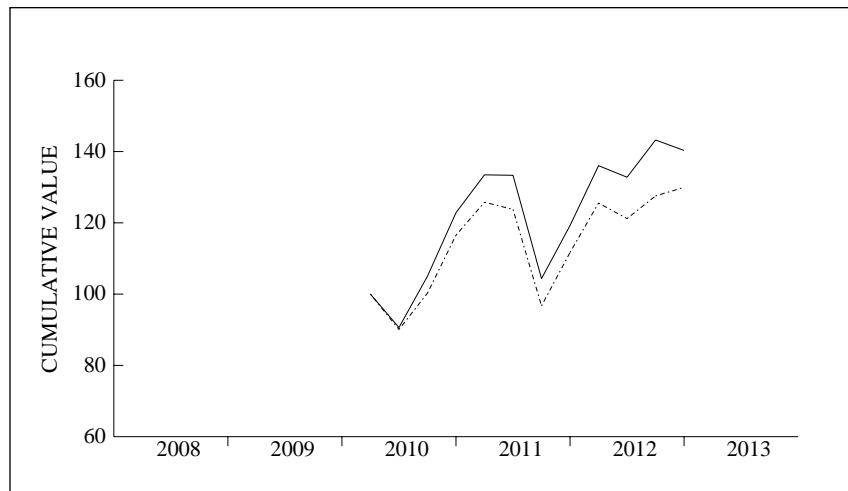


— ACTUAL RETURN
 - - - 7.9%
 . . . 0.0%

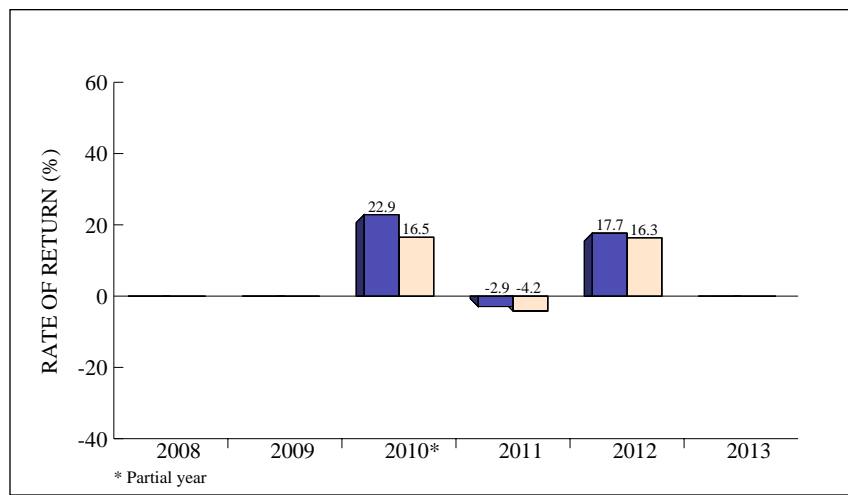
VALUE ASSUMING
 7.9% RETURN
 \$ 6,245,903

	LAST QUARTER	PERIOD 3/10 - 12/12
BEGINNING VALUE	\$ 7,331,737	\$ 4,803,861
NET CONTRIBUTIONS	- 16,477	254,878
INVESTMENT RETURN	-149,178	2,107,343
ENDING VALUE	\$ 7,166,082	\$ 7,166,082
INCOME	32,482	130,342
CAPITAL GAINS (LOSSES)	-181,660	1,977,001
INVESTMENT RETURN	-149,178	2,107,343

TOTAL RETURN COMPARISONS



Small Cap Universe

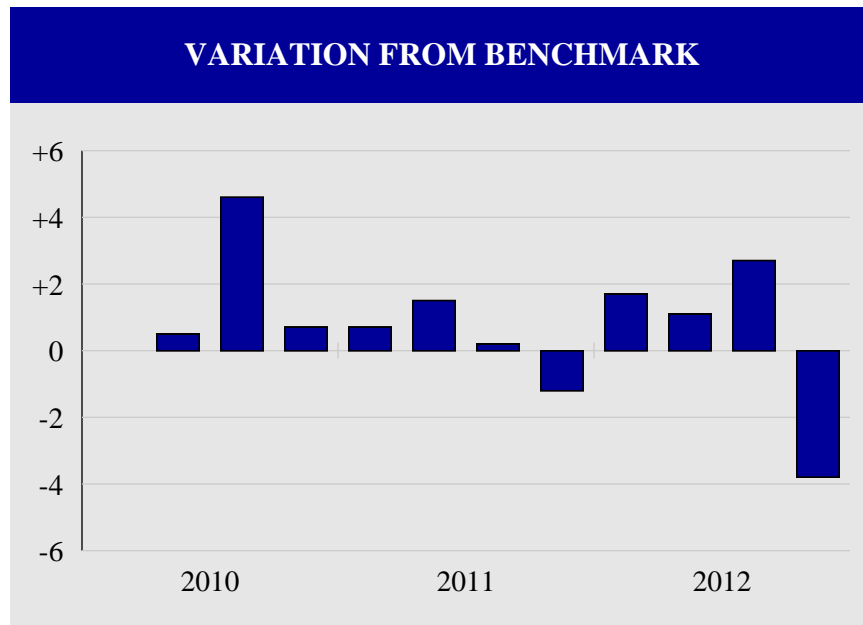


	QTR	2QTRS	3QTRS	YEAR	-----ANNUALIZED----- 3 YRS	5 YRS
RETURN	-2.0	5.7	3.1	17.7	----	----
(RANK)	(92)	(77)	(52)	(41)	----	----
5TH %ILE	6.0	13.4	9.3	25.0	19.2	9.3
25TH %ILE	3.9	9.9	5.6	19.9	15.3	6.5
MEDIAN	2.5	8.1	3.2	16.5	13.6	4.8
75TH %ILE	0.7	5.8	0.6	13.5	12.0	3.1
95TH %ILE	-3.2	1.1	-4.2	9.4	8.7	-0.3
Russ 2000	1.8	7.2	3.5	16.3	12.2	3.6

Small Cap Universe

TOTAL PORTFOLIO QUARTERLY PERFORMANCE SUMMARY

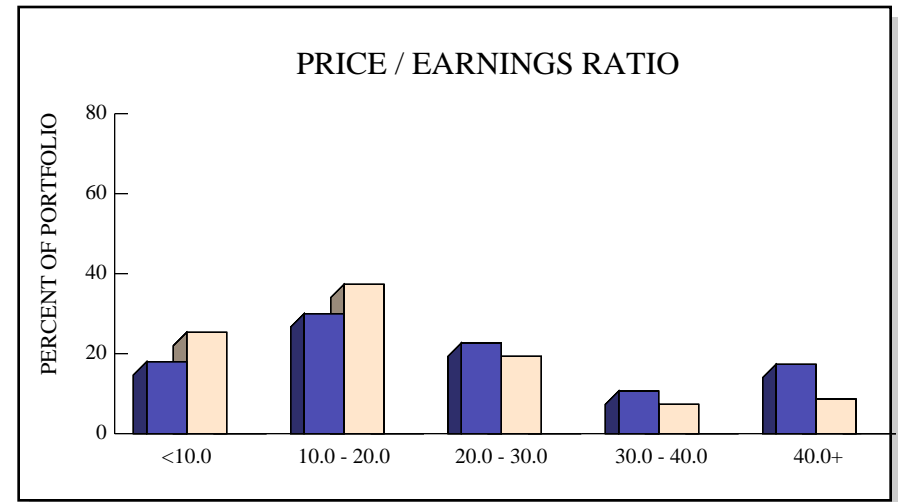
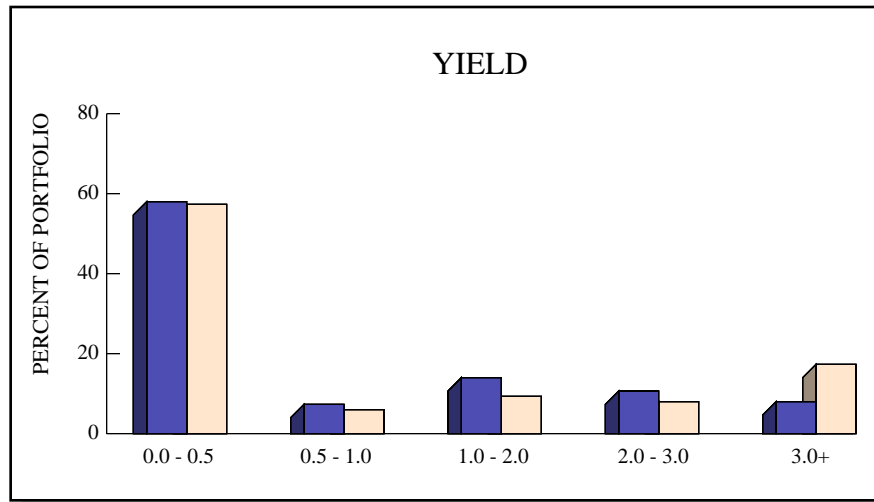
COMPARATIVE BENCHMARK: RUSSELL 2000



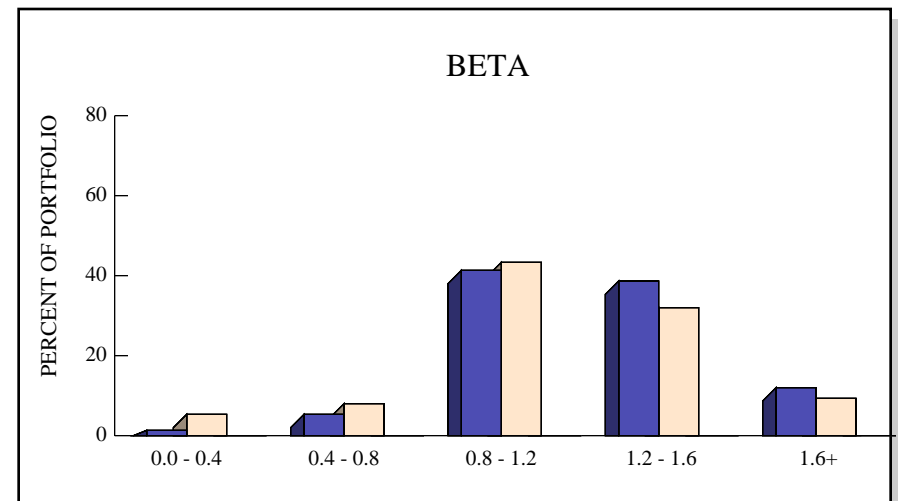
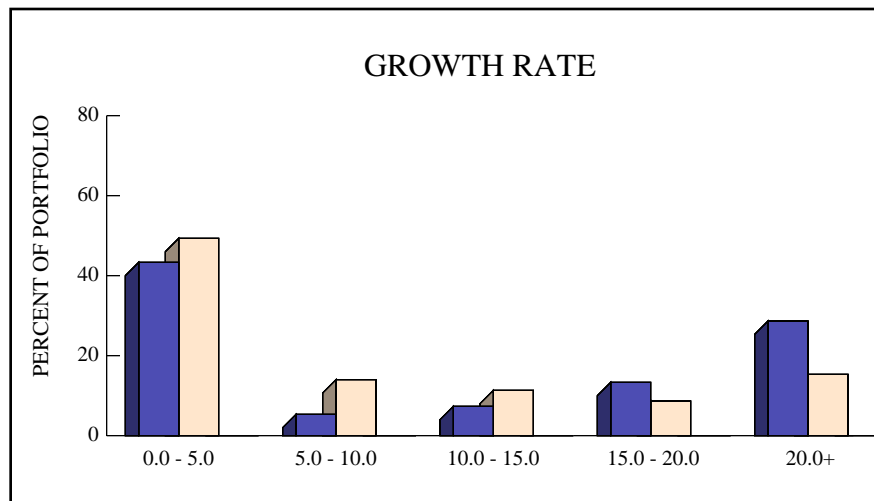
RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
6/10	-9.4	-9.9	0.5
9/10	15.9	11.3	4.6
12/10	17.0	16.3	0.7
3/11	8.6	7.9	0.7
6/11	-0.1	-1.6	1.5
9/11	-21.7	-21.9	0.2
12/11	14.3	15.5	-1.2
3/12	14.1	12.4	1.7
6/12	-2.4	-3.5	1.1
9/12	7.9	5.2	2.7
12/12	-2.0	1.8	-3.8

Total Quarters Observed	11
Quarters At or Above the Benchmark	9
Quarters Below the Benchmark	2
Batting Average	.818

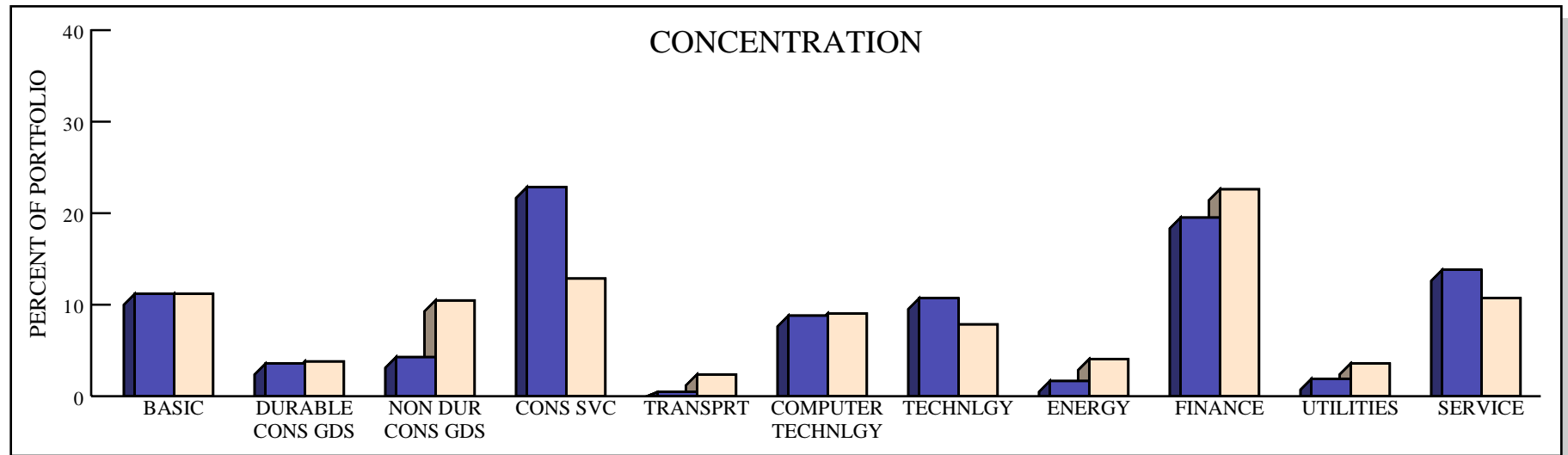
STOCK CHARACTERISTICS



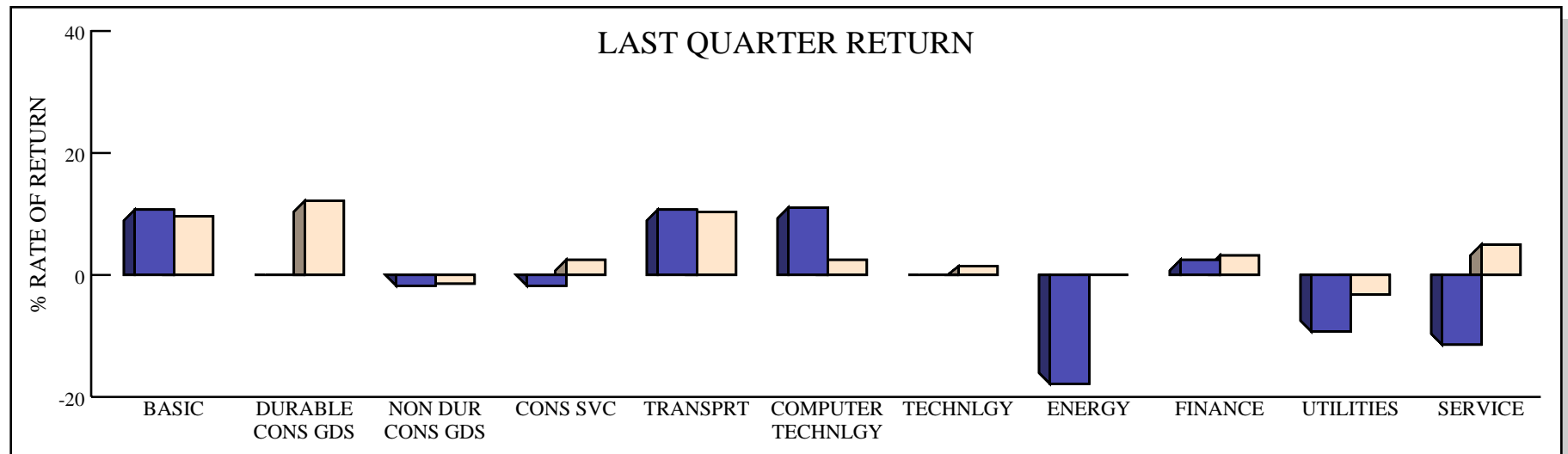
	YIELD	GROWTH	P/E	BETA
PORTFOLIO	0.9%	11.8%	23.4	1.17
RUSSELL 2000	1.4%	5.4%	16.5	1.12



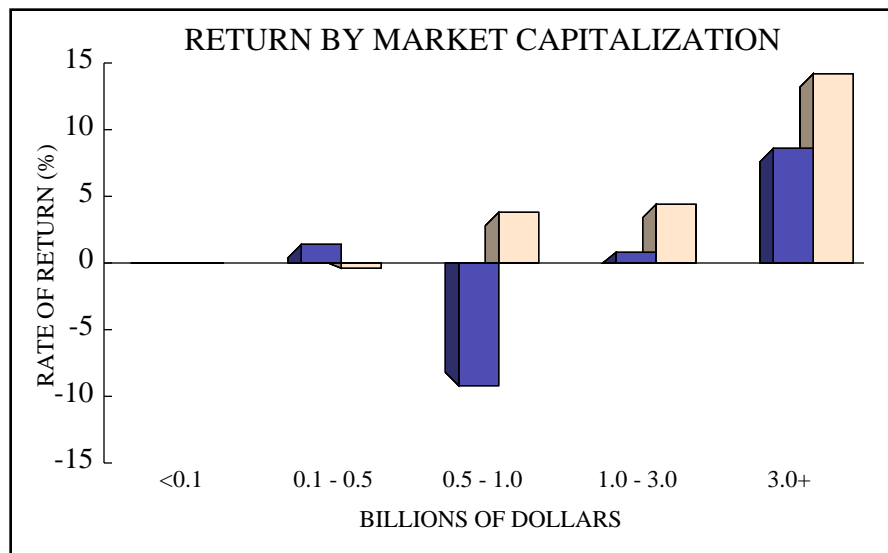
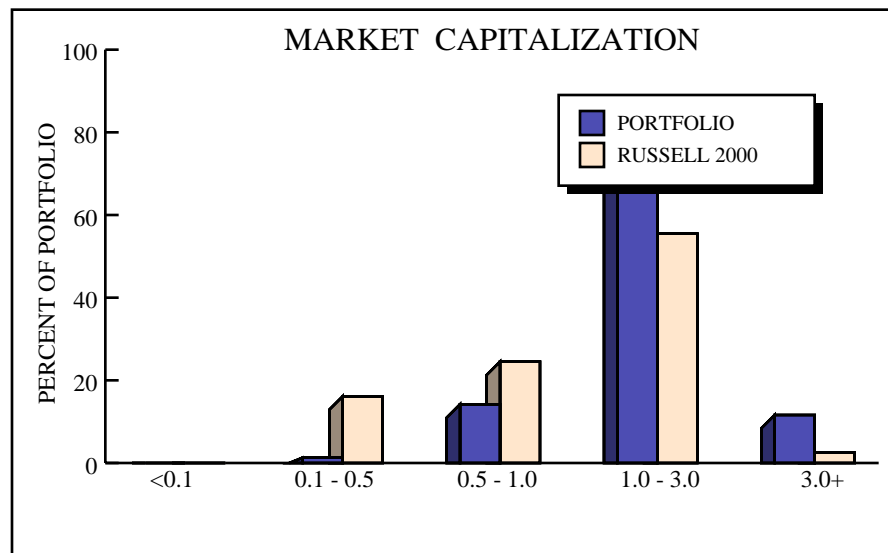
STOCK INDUSTRY ANALYSIS



■ PORTFOLIO ■ RUSSELL 2000



TOP TEN HOLDINGS



TOP TEN EQUITY HOLDINGS

RANK	NAME	VALUE	% EQUITY	RETURN	INDUSTRY SECTOR	MKT CAP
1	COLFAX CORP	\$ 189,927	2.72%	10.0%	Basic	\$ 3.8 B
2	ADVISORY BOARD CO/THE	180,329	2.58%	-2.2%	Consumer Service	1.6 B
3	BANK OF THE OZARKS	173,006	2.48%	-2.6%	Finance	1.2 B
4	CHICO'S FAS INC	172,712	2.47%	2.2%	Consumer Service	3.1 B
5	ANALOGIC CORP	172,227	2.47%	-4.8%	Technology	0.9 B
6	GRAND CANYON EDUCATION INC	167,036	2.39%	-0.3%	Consumer Service	1.0 B
7	MDC HOLDINGS INC	165,457	2.37%	-3.9%	Service	1.8 B
8	ACME PACKET INC	164,418	2.36%	29.4%	Computer Tech	1.5 B
9	WADDELL & REED FINANCIAL-A	163,898	2.35%	10.3%	Finance	3.0 B
10	REDWOOD TRUST INC	163,124	2.34%	18.3%	Finance	1.4 B

TOWN OF DAVIE POLICE PENSION FUND
JOHNSTON
PERFORMANCE REVIEW
DECEMBER 2012

INVESTMENT RETURN

On December 31st, 2012, the Town of Davie Police Pension Fund's Johnston portfolio was valued at \$5,214,635, representing an increase of \$266,503 from the September quarter's ending value of \$4,948,132. Last quarter, the Fund posted withdrawals totaling \$10,821, which partially offset the portfolio's net investment return of \$277,324. Since there were no income receipts for the fourth quarter, the portfolio's net investment return figure was the product of net realized and unrealized capital gains totaling \$277,324.

For the cumulative period since March 2010, the account has posted net withdrawals totaling \$101,818 and recorded net investment gains totaling \$431,069. Since March 2010, if the portfolio returned a compounded nominal rate of 7.9% it would have been valued at \$5.9 million or \$695,108 more than its actual value as of December 31st, 2012.

RELATIVE PERFORMANCE

For the fourth quarter, the Johnston portfolio returned 5.6%, which was 1.0% less than the MSCI EAFE Index's return of 6.6% and ranked in the 67th percentile of the International Equity universe. Over the trailing year, the portfolio returned 16.1%, which was 1.8% below the benchmark's 17.9% performance, ranking in the 79th percentile. Since March 2010, the account returned 3.1% on an annualized basis and ranked in the 80th percentile. For comparison, the MSCI EAFE Index returned an annualized 4.0% over the same period.

ASSET ALLOCATION

This account was fully invested in the Johnston International Equity Group Trust at the end of the quarter.

EXECUTIVE SUMMARY

PERFORMANCE SUMMARY

	Quarter	FYTD	1 Year	-----Annualized-----	
				3 Years	Since 3/2010
Total Gross/Fees	5.6	5.6	16.1	----	3.1
<i>INTERNATIONAL EQUITY RANK</i>	(67)	(67)	(79)	----	(80)
Total Net/Fees	5.4	5.4	15.1	----	2.3
MSCI EAFE	6.6	6.6	17.9	4.0	4.0
International Equity	5.6	5.6	16.1	----	3.1
<i>INTERNATIONAL EQUITY RANK</i>	(67)	(67)	(79)	----	(80)
MSCI EAFE	6.6	6.6	17.9	4.0	4.0

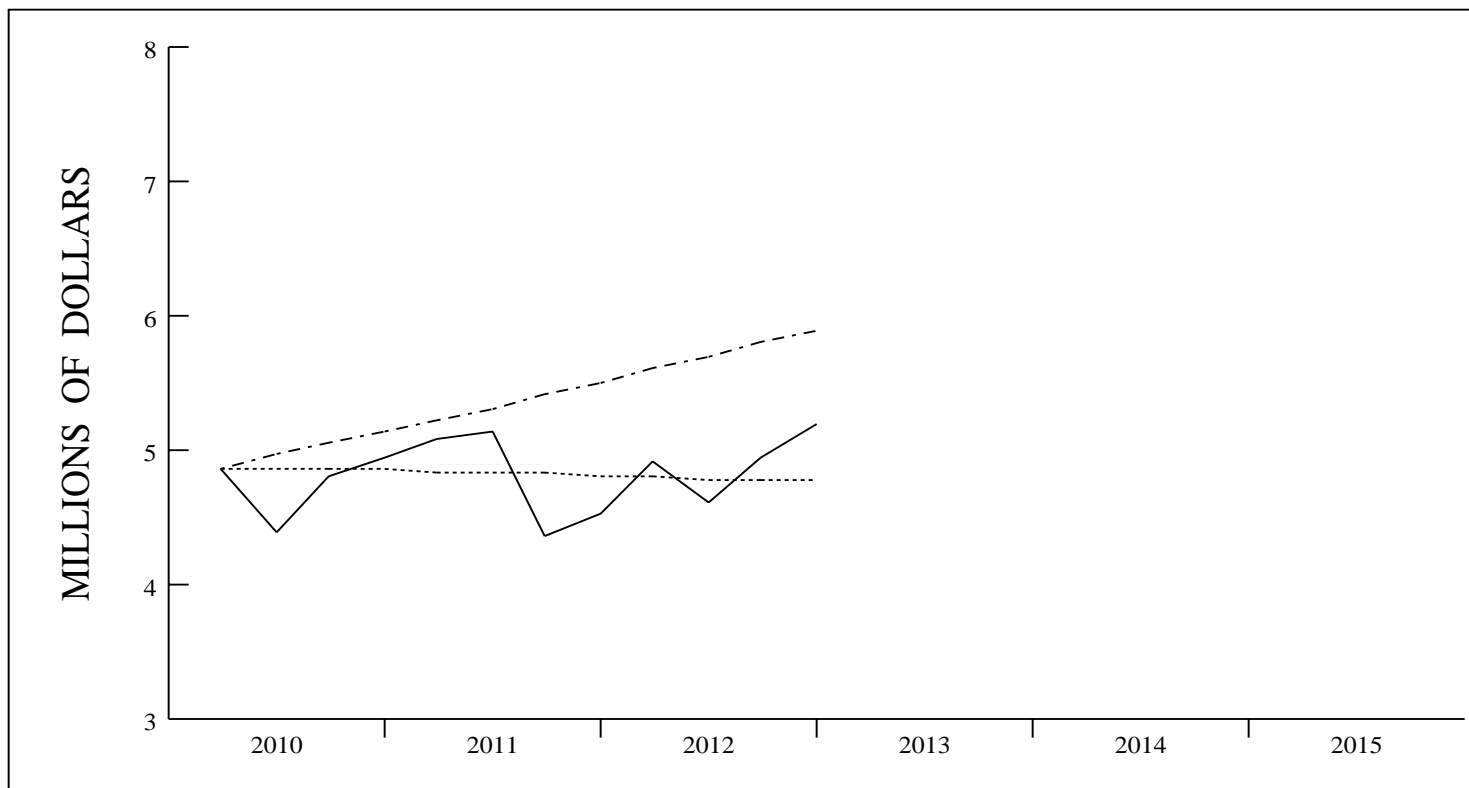
ASSET ALLOCATION

Int'l Equity	100.0%	\$ 5,214,635
Total Portfolio	100.0%	\$ 5,214,635

INVESTMENT RETURN

Market Value 9/2012	\$ 4,948,132
Contribs / Withdrawals	- 10,821
Income	0
Capital Gains / Losses	277,324
Market Value 12/2012	\$ 5,214,635

INVESTMENT GROWTH

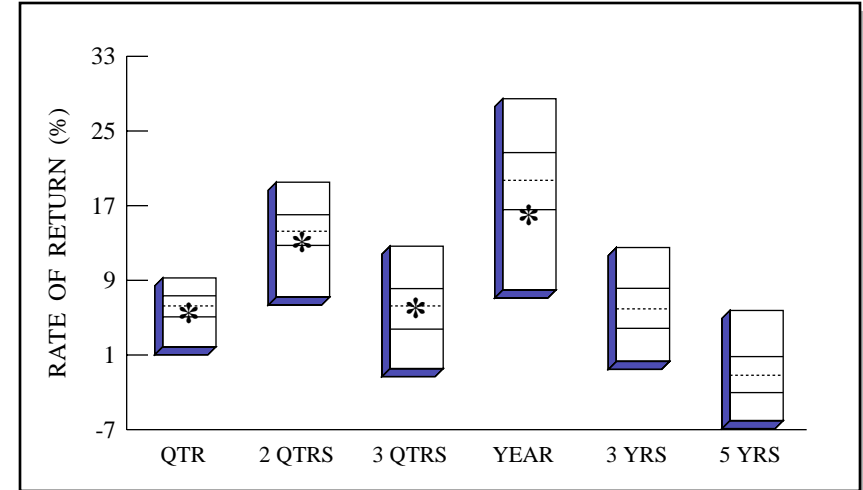
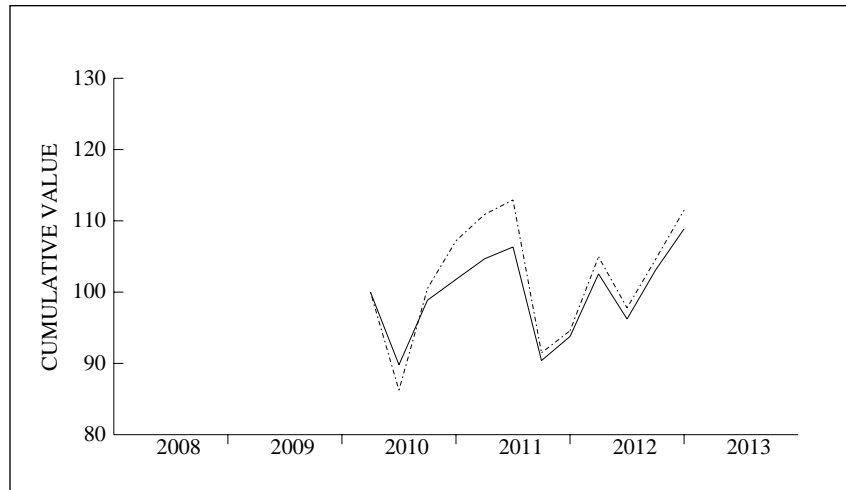


— ACTUAL RETURN
 - - - 7.9%
 0.0%

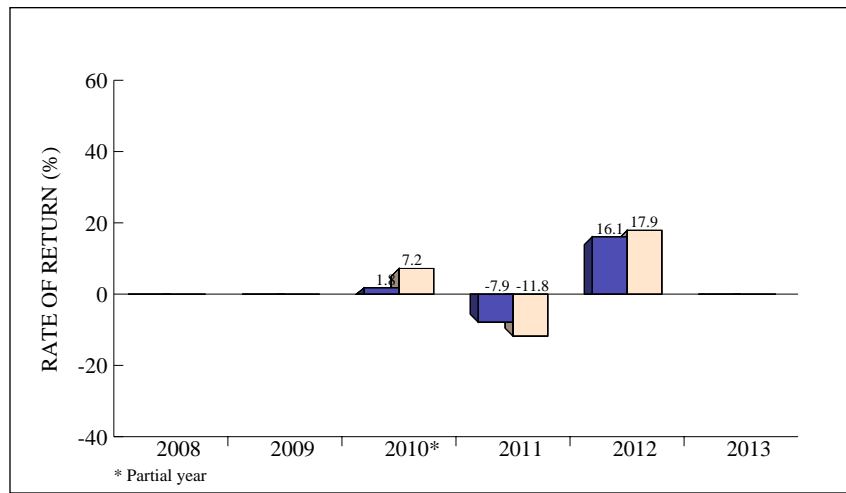
VALUE ASSUMING
 7.9% RETURN
 \$ 5,909,743

	LAST QUARTER	PERIOD 3/10 - 12/12
BEGINNING VALUE	\$ 4,948,132	\$ 4,885,384
NET CONTRIBUTIONS	- 10,821	-101,818
<u>INVESTMENT RETURN</u>	<u>277,324</u>	<u>431,069</u>
ENDING VALUE	\$ 5,214,635	\$ 5,214,635
INCOME	0	0
<u>CAPITAL GAINS (LOSSES)</u>	<u>277,324</u>	<u>431,069</u>
INVESTMENT RETURN	277,324	431,069

TOTAL RETURN COMPARISONS



International Equity Universe

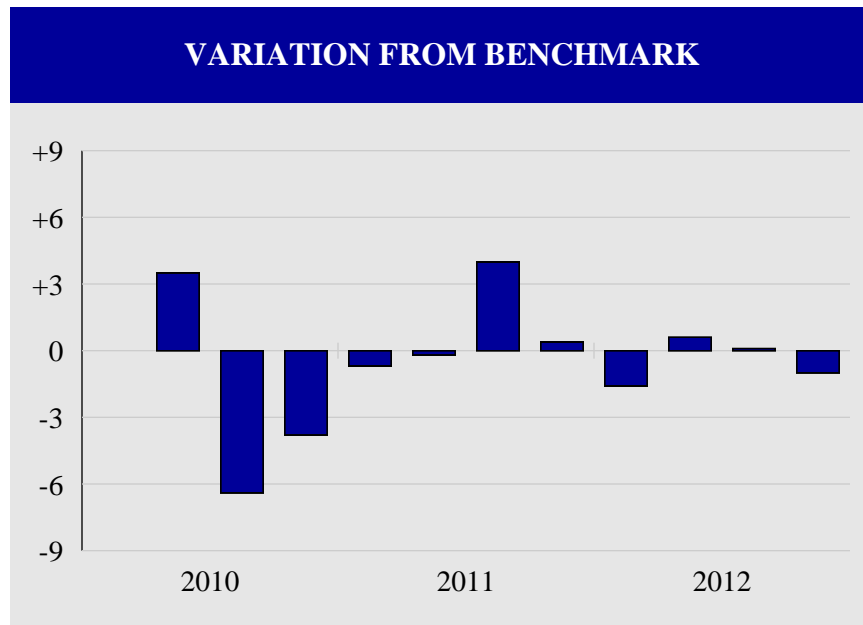


	QTR	2QTRS	3QTRS	YEAR	-----ANNUALIZED-----	
					3 YRS	5 YRS
RETURN	5.6	13.1	6.1	16.1	----	----
(RANK)	(67)	(71)	(52)	(79)	----	----
5TH %ILE	9.3	19.5	12.7	28.5	12.5	5.8
25TH %ILE	7.4	16.0	8.1	22.7	8.1	0.8
MEDIAN	6.3	14.3	6.3	19.7	6.0	-1.2
75TH %ILE	5.1	12.8	3.8	16.6	3.9	-3.0
95TH %ILE	1.9	7.2	-0.5	8.0	0.3	-6.0
MSCI EAFE	6.6	14.0	6.2	17.9	4.0	-3.2

International Equity Universe

TOTAL PORTFOLIO QUARTERLY PERFORMANCE SUMMARY

COMPARATIVE BENCHMARK: MSCI EAFE



RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
6/10	-10.2	-13.7	3.5
9/10	10.1	16.5	-6.4
12/10	2.9	6.7	-3.8
3/11	2.8	3.5	-0.7
6/11	1.6	1.8	-0.2
9/11	-15.0	-19.0	4.0
12/11	3.8	3.4	0.4
3/12	9.4	11.0	-1.6
6/12	-6.2	-6.8	0.6
9/12	7.1	7.0	0.1
12/12	5.6	6.6	-1.0

Total Quarters Observed	11
Quarters At or Above the Benchmark	5
Quarters Below the Benchmark	6
Batting Average	.455

TOWN OF DAVIE POLICE PENSION FUND
RHUMBLINE
PERFORMANCE REVIEW
DECEMBER 2012

INVESTMENT RETURN

On December 31st, 2012, the Town of Davie Police Pension Fund's RhumbLine portfolio was valued at \$6,871,416, representing an increase of \$236,842 from the September quarter's ending value of \$6,634,574. Last quarter, the Fund posted no net contributions or withdrawals, while posting \$236,842 in net investment returns. Since there were no income receipts for the fourth quarter, the portfolio's net investment return was the result of net realized and unrealized capital gains totaling \$236,842.

For the cumulative period since December 2007, the portfolio has posted net contributions totaling \$599,884, and recorded net investment gains totaling \$1.6 million. For the period since December 2007, if the fund had returned a compounded nominal rate of 7.9% it would have been valued at \$7.6 million or \$696,835 more than the actual value as of December 31st, 2012.

RELATIVE PERFORMANCE

For the fourth quarter, the RhumbLine portfolio returned 3.6%, which was equal to the S&P 400 Index's return of 3.6% and ranked in the 27th percentile of the Mid Cap universe. Over the trailing year, this portfolio returned 17.9%, which was equal to the benchmark's 17.9% return, ranking in the 33rd percentile. Since December 2007, the account returned 5.2% on an annualized basis and ranked in the 26th percentile. For comparison, the S&P 400 returned an annualized 5.1% over the same time frame.

ASSET ALLOCATION

The portfolio was fully invested in the S&P Mid-Cap 400 Pooled Index Fund at the end of the quarter.

EXECUTIVE SUMMARY

PERFORMANCE SUMMARY

	Quarter	FYTD	1 Year	-----Annualized-----	
				3 Years	5 Years
Total Gross/Fees	3.6	3.6	17.9	13.6	5.2
<i>MID CAP RANK</i>	(27)	(27)	(33)	(30)	(26)
Total Net/Fees	3.5	3.5	17.7	13.5	5.1
S&P 400	3.6	3.6	17.9	13.6	5.1
Mid Cap Equity	3.6	3.6	17.9	13.6	5.2
<i>MID CAP RANK</i>	(27)	(27)	(33)	(30)	(26)
S&P 400	3.6	3.6	17.9	13.6	5.1

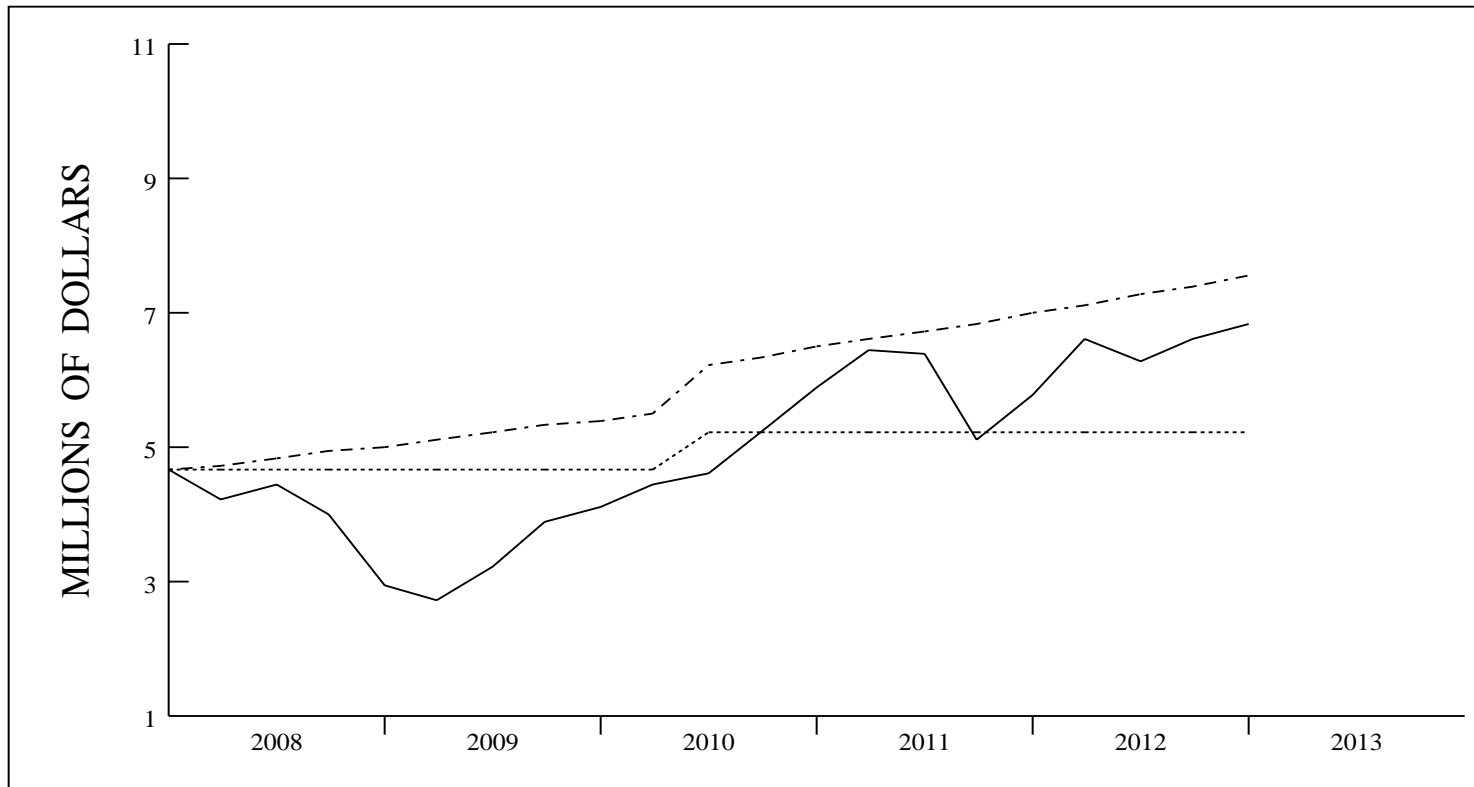
ASSET ALLOCATION

Mid Cap Equity	100.0%	\$ 6,871,416
Total Portfolio	100.0%	\$ 6,871,416

INVESTMENT RETURN

Market Value 9/2012	\$ 6,634,574
Contribs / Withdrawals	0
Income	0
Capital Gains / Losses	236,842
Market Value 12/2012	\$ 6,871,416

INVESTMENT GROWTH

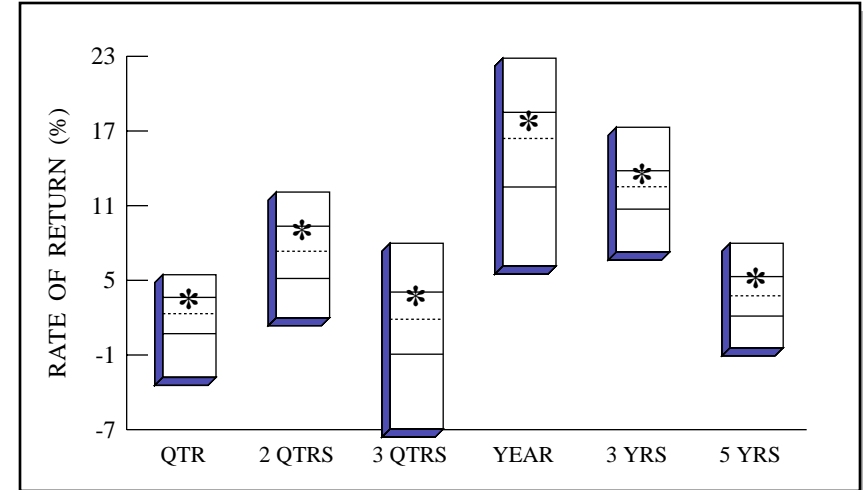
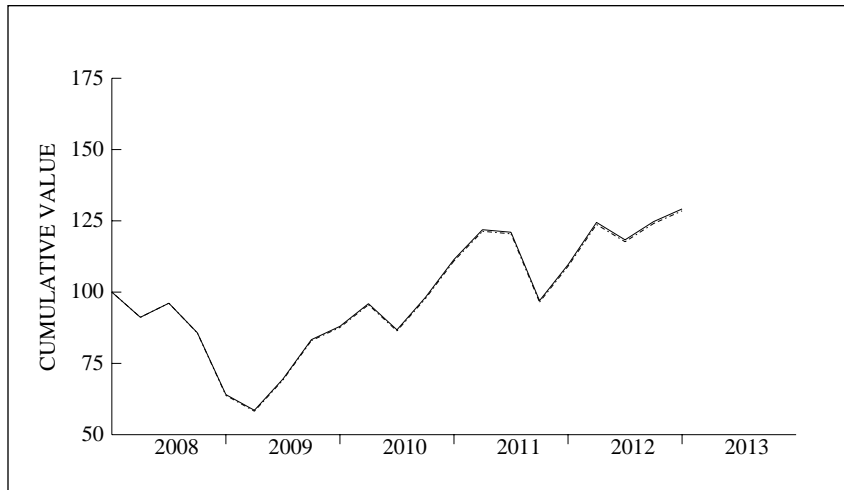


— ACTUAL RETURN
 - - - 7.9%
 . . . 0.0%

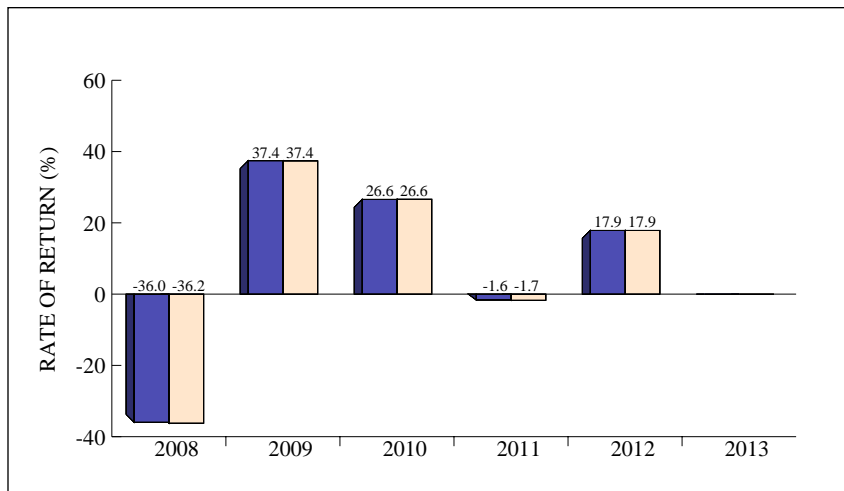
VALUE ASSUMING
 7.9% RETURN
 \$ 7,568,251

	LAST QUARTER	PERIOD 12/07 - 12/12
BEGINNING VALUE	\$ 6,634,574	\$ 4,673,956
NET CONTRIBUTIONS	0	599,884
INVESTMENT RETURN	236,842	1,597,576
ENDING VALUE	\$ 6,871,416	\$ 6,871,416
INCOME	0	0
CAPITAL GAINS (LOSSES)	236,842	1,597,576
INVESTMENT RETURN	236,842	1,597,576

TOTAL RETURN COMPARISONS



Mid Cap Universe

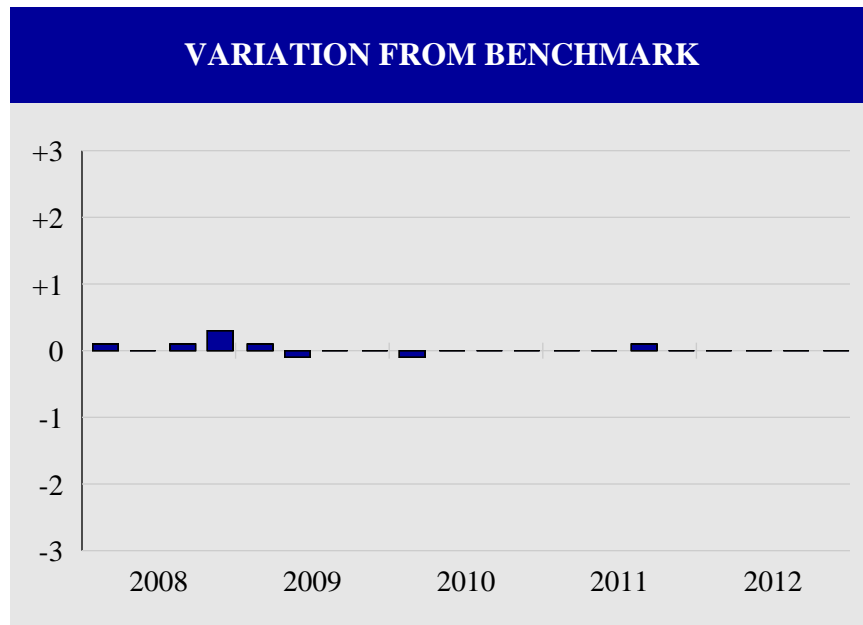


	<u>QTR</u>	<u>2QTRS</u>	<u>3QTRS</u>	<u>YEAR</u>	<u>3 YRS</u>	<u>5 YRS</u>
RETURN	3.6	9.1	3.8	17.9	13.6	5.2
(RANK)	(27)	(29)	(31)	(33)	(30)	(26)
5TH %ILE	5.5	12.1	8.0	22.9	17.3	8.0
25TH %ILE	3.6	9.4	4.1	18.5	13.8	5.3
MEDIAN	2.3	7.3	1.9	16.4	12.5	3.8
75TH %ILE	0.7	5.2	-0.9	12.5	10.7	2.1
95TH %ILE	-2.8	2.0	-7.0	6.1	7.3	-0.4
S&P 400	3.6	9.3	3.9	17.9	13.6	5.1

Mid Cap Universe

TOTAL PORTFOLIO QUARTERLY PERFORMANCE SUMMARY

COMPARATIVE BENCHMARK: S&P 400



Total Quarters Observed	20
Quarters At or Above the Benchmark	18
Quarters Below the Benchmark	2
Batting Average	.900

RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
3/08	-8.8	-8.9	0.1
6/08	5.4	5.4	0.0
9/08	-10.8	-10.9	0.1
12/08	-25.3	-25.6	0.3
3/09	-8.6	-8.7	0.1
6/09	18.7	18.8	-0.1
9/09	20.0	20.0	0.0
12/09	5.6	5.6	0.0
3/10	9.0	9.1	-0.1
6/10	-9.6	-9.6	0.0
9/10	13.1	13.1	0.0
12/10	13.5	13.5	0.0
3/11	9.4	9.4	0.0
6/11	-0.7	-0.7	0.0
9/11	-19.8	-19.9	0.1
12/11	13.0	13.0	0.0
3/12	13.5	13.5	0.0
6/12	-4.9	-4.9	0.0
9/12	5.4	5.4	0.0
12/12	3.6	3.6	0.0

TOWN OF DAVIE POLICE PENSION FUND
SSGA
PERFORMANCE REVIEW
DECEMBER 2012

INVESTMENT RETURN

On December 31st, 2012, the Town of Davie Police Pension Fund's SSgA portfolio was valued at \$4,147,429, representing an increase of \$256,239 from the September quarter's ending value of \$3,891,190. Last quarter, the Fund posted no net contributions or withdrawals, while posting \$256,239 in net investment returns. Since there were no income receipts for the fourth quarter, the portfolio's net investment return was the result of net realized and unrealized capital gains totaling \$256,239.

For the cumulative period since December 2007, the portfolio has posted net contributions totaling \$342 and net investment losses totaling \$772,876. For the period since December 2007, if the fund had returned a compounded nominal rate of 7.9% it would have been valued at \$7.2 million or \$3.0 million more than the actual value as of December 31st, 2012.

RELATIVE PERFORMANCE

For the fourth quarter, the SSgA portfolio returned 6.6%, which was equal to the MSCI EAFE Index's return of 6.6% and ranked in the 42nd percentile of the International Equity universe. Over the trailing year, this portfolio returned 17.7%, which was 0.2% below the benchmark's 17.9% return, ranking in the 66th percentile. Since December 2007, the account returned -3.4% on an annualized basis and ranked in the 81st percentile. For comparison, the MSCI EAFE Index returned an annualized -3.2% over the same time frame.

ASSET ALLOCATION

The portfolio was fully invested in the MSCI EAFE Index SL Fund at the end of the quarter.

EXECUTIVE SUMMARY

PERFORMANCE SUMMARY

				-----Annualized-----	
	Quarter	FYTD	1 Year	3 Years	5 Years
Total Gross/Fees	6.6	6.6	17.7	3.9	-3.4
<i>INTERNATIONAL EQUITY RANK</i>	(42)	(42)	(66)	(76)	(81)
Total Net/Fees	6.5	6.5	17.4	3.6	-3.6
MSCI EAFE	6.6	6.6	17.9	4.0	-3.2
International Equity	6.6	6.6	17.7	3.9	-3.4
<i>INTERNATIONAL EQUITY RANK</i>	(42)	(42)	(66)	(76)	(81)
MSCI EAFE	6.6	6.6	17.9	4.0	-3.2

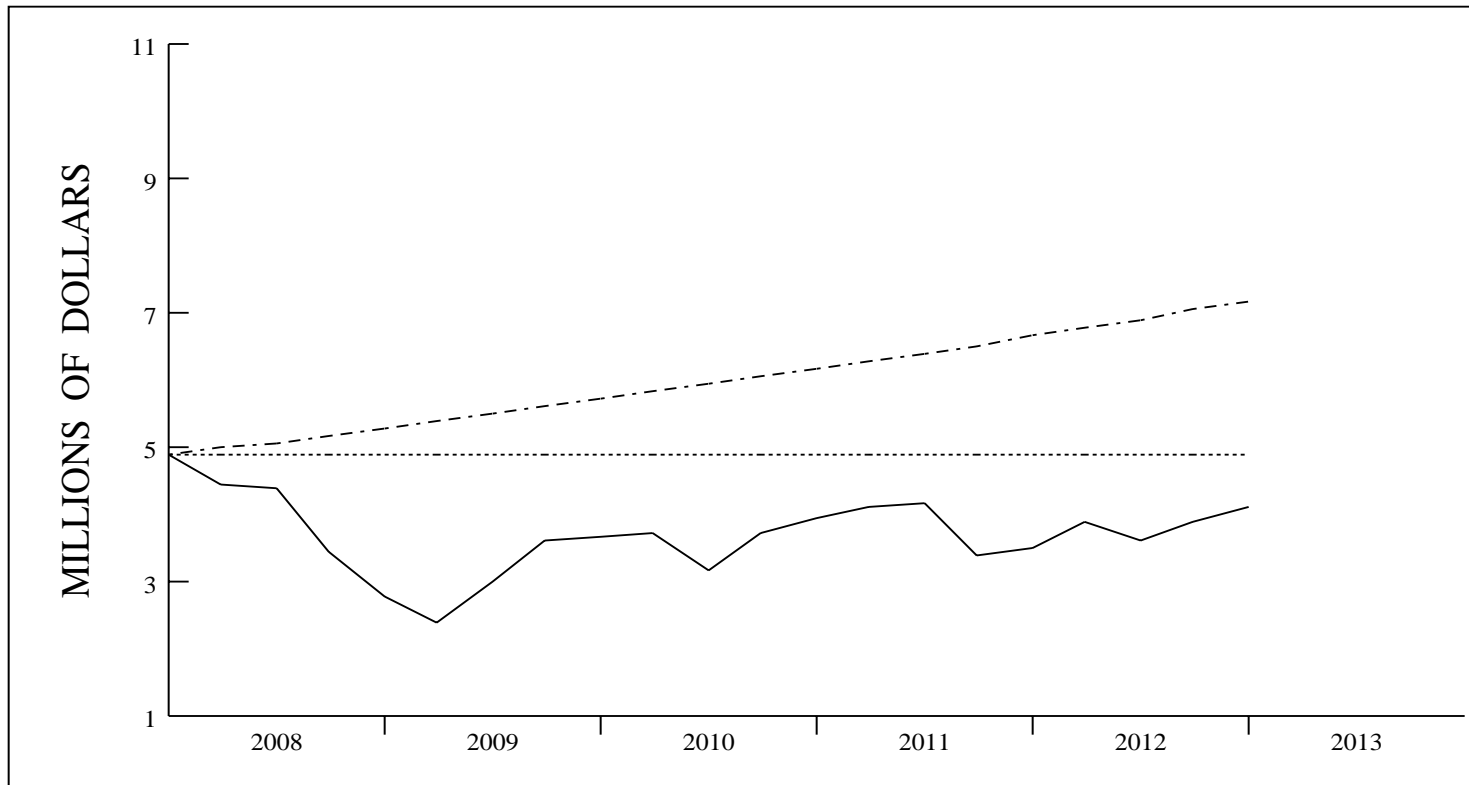
ASSET ALLOCATION

Int'l Equity	100.0%	\$ 4,147,429
Total Portfolio	100.0%	\$ 4,147,429

INVESTMENT RETURN

Market Value 9/2012	\$ 3,891,190
Contribs / Withdrawals	0
Income	0
Capital Gains / Losses	256,239
Market Value 12/2012	\$ 4,147,429

INVESTMENT GROWTH

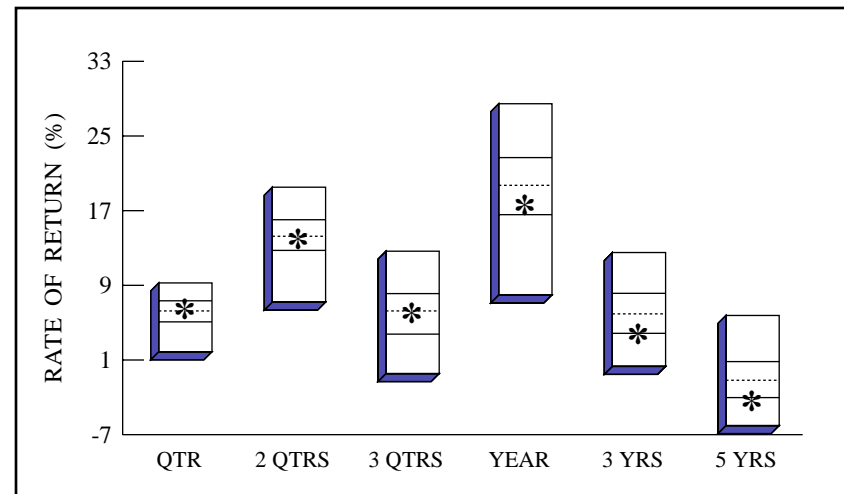
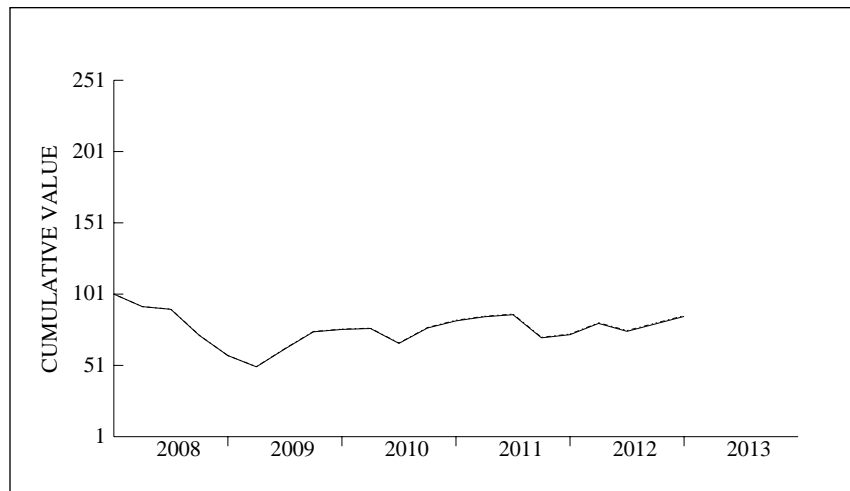


— ACTUAL RETURN
 - - - 7.9%
 . . . 0.0%

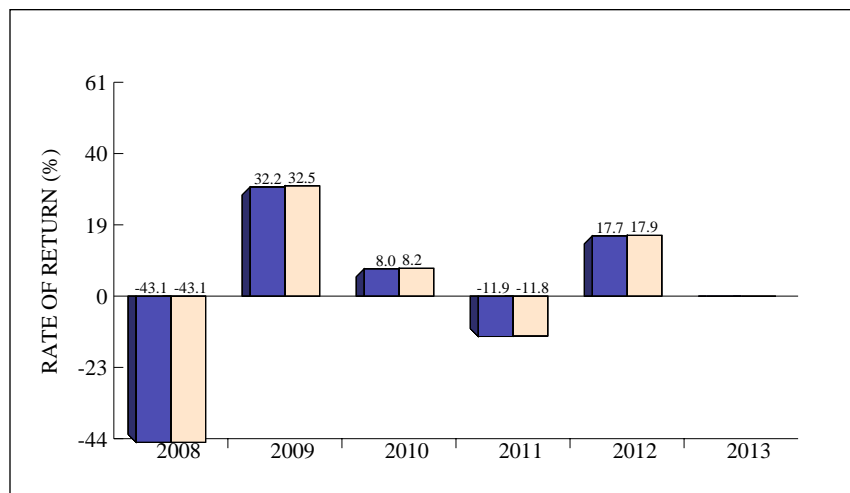
VALUE ASSUMING
 7.9% RETURN
 \$ 7,196,104

	LAST QUARTER	PERIOD 12/07 - 12/12
BEGINNING VALUE	\$ 3,891,190	\$ 4,919,963
NET CONTRIBUTIONS	0	342
INVESTMENT RETURN	256,239	-772,876
ENDING VALUE	\$ 4,147,429	\$ 4,147,429
INCOME	0	0
CAPITAL GAINS (LOSSES)	256,239	-772,876
INVESTMENT RETURN	256,239	-772,876

TOTAL RETURN COMPARISONS



International Equity Universe

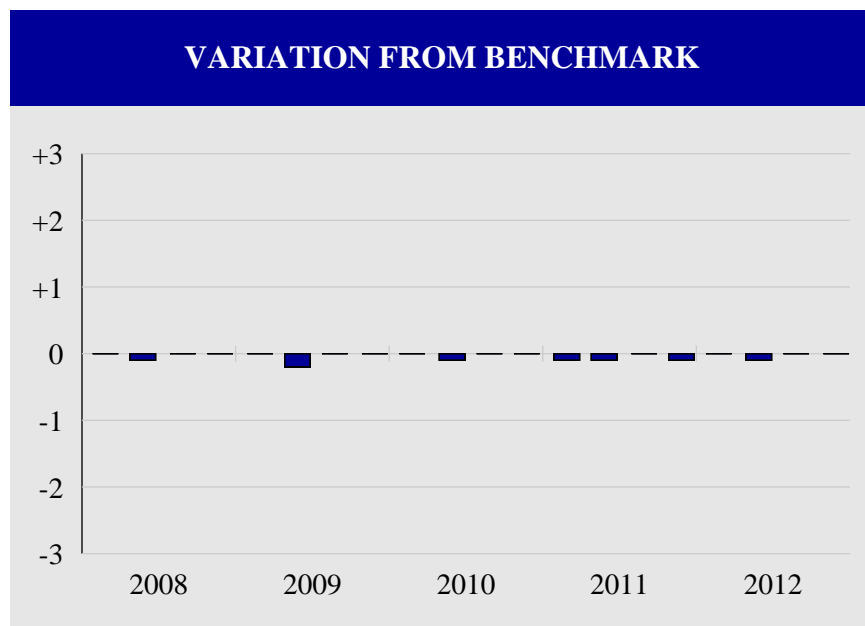


	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	6.6	14.0	6.1	17.7	3.9	-3.4
(RANK)	(42)	(56)	(53)	(66)	(76)	(81)
5TH %ILE	9.3	19.5	12.7	28.5	12.5	5.8
25TH %ILE	7.4	16.0	8.1	22.7	8.1	0.8
MEDIAN	6.3	14.3	6.3	19.7	6.0	-1.2
75TH %ILE	5.1	12.8	3.8	16.6	3.9	-3.0
95TH %ILE	1.9	7.2	-0.5	8.0	0.3	-6.0
MSCI EAFE	6.6	14.0	6.2	17.9	4.0	-3.2

International Equity Universe

TOTAL PORTFOLIO QUARTERLY PERFORMANCE SUMMARY

COMPARATIVE BENCHMARK: MSCI EAFE



RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
3/08	-8.8	-8.8	0.0
6/08	-2.0	-1.9	-0.1
9/08	-20.5	-20.5	0.0
12/08	-19.9	-19.9	0.0
3/09	-13.9	-13.9	0.0
6/09	25.7	25.9	-0.2
9/09	19.5	19.5	0.0
12/09	2.2	2.2	0.0
3/10	0.9	0.9	0.0
6/10	-13.8	-13.7	-0.1
9/10	16.5	16.5	0.0
12/10	6.7	6.7	0.0
3/11	3.4	3.5	-0.1
6/11	1.7	1.8	-0.1
9/11	-19.0	-19.0	0.0
12/11	3.3	3.4	-0.1
3/12	11.0	11.0	0.0
6/12	-6.9	-6.8	-0.1
9/12	7.0	7.0	0.0
12/12	6.6	6.6	0.0

Total Quarters Observed	20
Quarters At or Above the Benchmark	13
Quarters Below the Benchmark	7
Batting Average	.650

TOWN OF DAVIE POLICE PENSION FUND
AMERICAN CORE REALTY FUND, LLC
PERFORMANCE REVIEW
DECEMBER 2012

INVESTMENT RETURN

On December 31st, 2012, the Town of Davie Police Pension Fund's American Core Realty Fund, LLC portfolio was valued at \$2,387,595, representing an increase of \$51,891 from the September quarter's ending value of \$2,335,704. Last quarter, the Fund posted withdrawals totaling \$6,544, which partially offset the portfolio's net investment return of \$58,435. Income receipts totaling \$35,035 plus net realized and unrealized capital gains of \$23,400 combined to produce the portfolio's net investment return.

For the cumulative period since March 2011, the fund has recorded net contributions totaling \$1.1 million, and recorded net investment gains of \$389,447. For the period since March 2011, if the total fund had returned a compounded nominal rate of 7.9% it would have been valued at \$2.3 million or \$135,164 less than the actual value as of December 31st, 2012.

RELATIVE PERFORMANCE

In the fourth quarter, the American Core Realty Fund, LLC portfolio gained 2.5%, which was 0.2% greater than the NCREIF NFI-ODCE Index's return of 2.3%. Over the trailing twelve-month period, the portfolio returned 11.3%, which was 0.4% above the benchmark's 10.9% return. Since March 2011, the account returned 12.3% on an annualized basis, while the NCREIF NFI-ODCE Index returned an annualized 12.9% over the same time frame.

ASSET ALLOCATION

This account was fully invested in the American Core Realty Fund, LLC at the end of the quarter.

EXECUTIVE SUMMARY

PERFORMANCE SUMMARY

	Quarter	FYTD	1 Year	-----Annualized-----	
				3 Years	Since 3/2011
Total Gross/Fees	2.5	2.5	11.3	----	12.3
Total Net/Fees	2.2	2.2	10.1	----	11.1
NCREIF ODCE	2.3	2.3	10.9	14.4	12.9
Real Estate	2.5	2.5	11.3	----	12.3
NCREIF ODCE	2.3	2.3	10.9	14.4	12.9

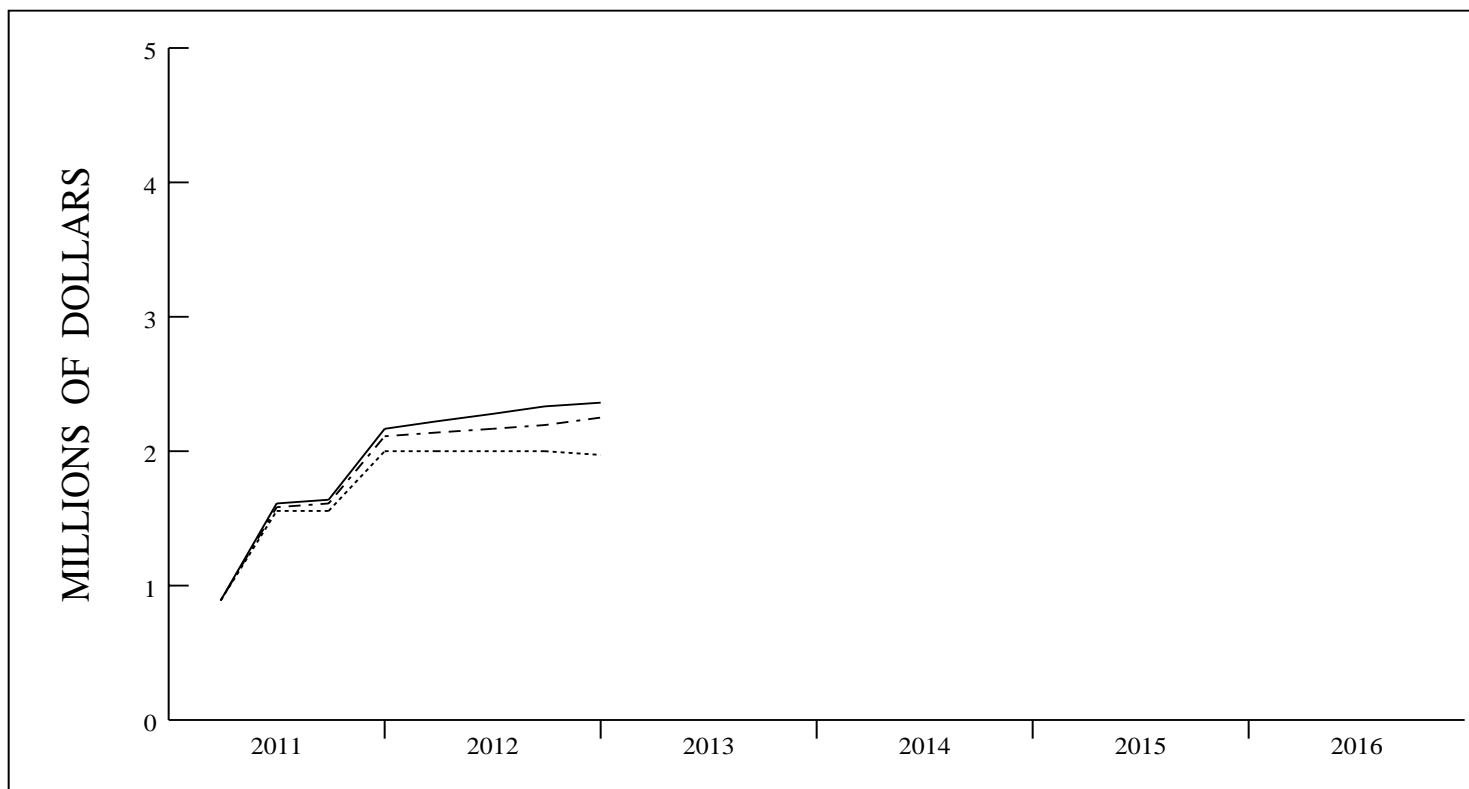
ASSET ALLOCATION

Real Estate	100.0%	\$ 2,387,595
Total Portfolio	100.0%	\$ 2,387,595

INVESTMENT RETURN

Market Value 9/2012	\$ 2,335,704
Contribs / Withdrawals	- 6,544
Income	35,035
Capital Gains / Losses	23,400
Market Value 12/2012	\$ 2,387,595

INVESTMENT GROWTH



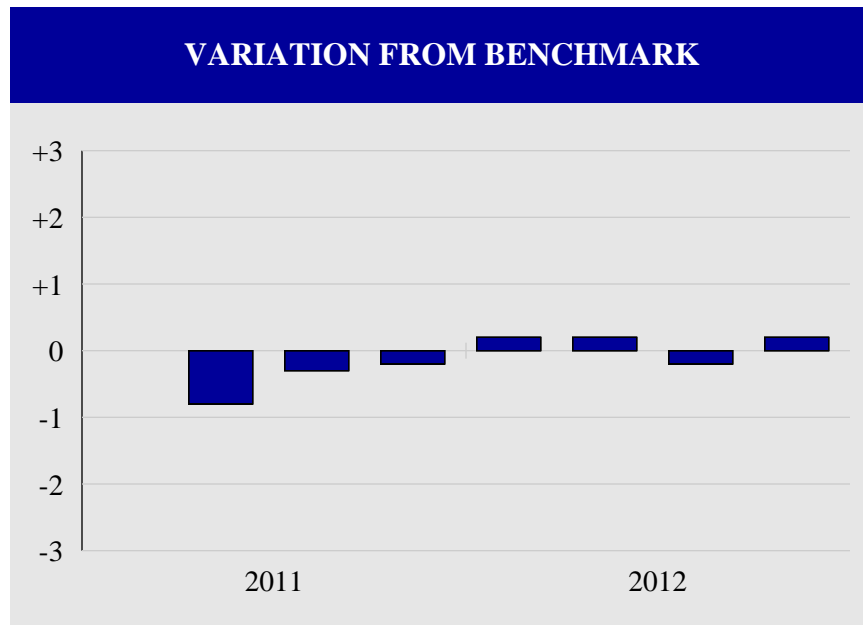
— ACTUAL RETURN
 - - - 7.9%
 0.0%

VALUE ASSUMING
 7.9% RETURN
 \$ 2,252,431

	LAST QUARTER	PERIOD 3/11 - 12/12
BEGINNING VALUE	\$ 2,335,704	\$ 892,274
NET CONTRIBUTIONS	- 6,544	1,105,874
INVESTMENT RETURN	58,435	389,447
ENDING VALUE	\$ 2,387,595	\$ 2,387,595
INCOME	35,035	205,100
CAPITAL GAINS (LOSSES)	23,400	184,347
INVESTMENT RETURN	58,435	389,447

TOTAL PORTFOLIO QUARTERLY PERFORMANCE SUMMARY

COMPARATIVE BENCHMARK: NCREIF NFI-ODCE INDEX



RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
6/11	3.8	4.6	-0.8
9/11	3.2	3.5	-0.3
12/11	2.8	3.0	-0.2
3/12	3.0	2.8	0.2
6/12	2.7	2.5	0.2
9/12	2.6	2.8	-0.2
12/12	2.5	2.3	0.2

Total Quarters Observed	7
Quarters At or Above the Benchmark	3
Quarters Below the Benchmark	4
Batting Average	.429

TOWN OF DAVIE POLICE PENSION FUND
UBS TRUMBULL PROPERTY FUND
PERFORMANCE REVIEW
DECEMBER 2012

INVESTMENT RETURN

On December 31st, 2012, the Town of Davie Police Pension Fund's UBS Trumbull Property Fund was valued at \$1,042,104, representing an increase of \$16,874 from the September quarter's ending value of \$1,025,230. Last quarter, the Fund posted no net contributions or withdrawals, while posting \$16,874 in net investment returns. Since there were no income receipts for the fourth quarter, the portfolio's net investment return was the result of net realized and unrealized capital gains totaling \$16,874.

For the cumulative period since September 2012, the portfolio has posted net investment gains totaling \$16,874. Since September 2012, if the account had earned a compounded nominal rate of 7.9% it would have been valued at \$1.0 million or \$2,801 more than the actual value as of December 31st, 2012.

RELATIVE PERFORMANCE

For the fourth quarter, the UBS Trumbull Property Fund returned 1.9%, which was 0.4% below the NCREIF NFI-ODCE Index's return of 2.3%.

ASSET ALLOCATION

This account was fully invested in the UBS Trumbull Property Fund at the end of the quarter.

EXECUTIVE SUMMARY

PERFORMANCE SUMMARY

	Quarter	FYTD	1 Year	3 Years*	Since 9/2012
Total Portfolio	1.9	1.9	----	----	1.9
NCREIF ODCE	2.3	2.3	10.9	14.4	2.3
Real Estate	1.9	1.9	----	----	1.9
NCREIF ODCE	2.3	2.3	10.9	14.4	2.3

* Annualized Return

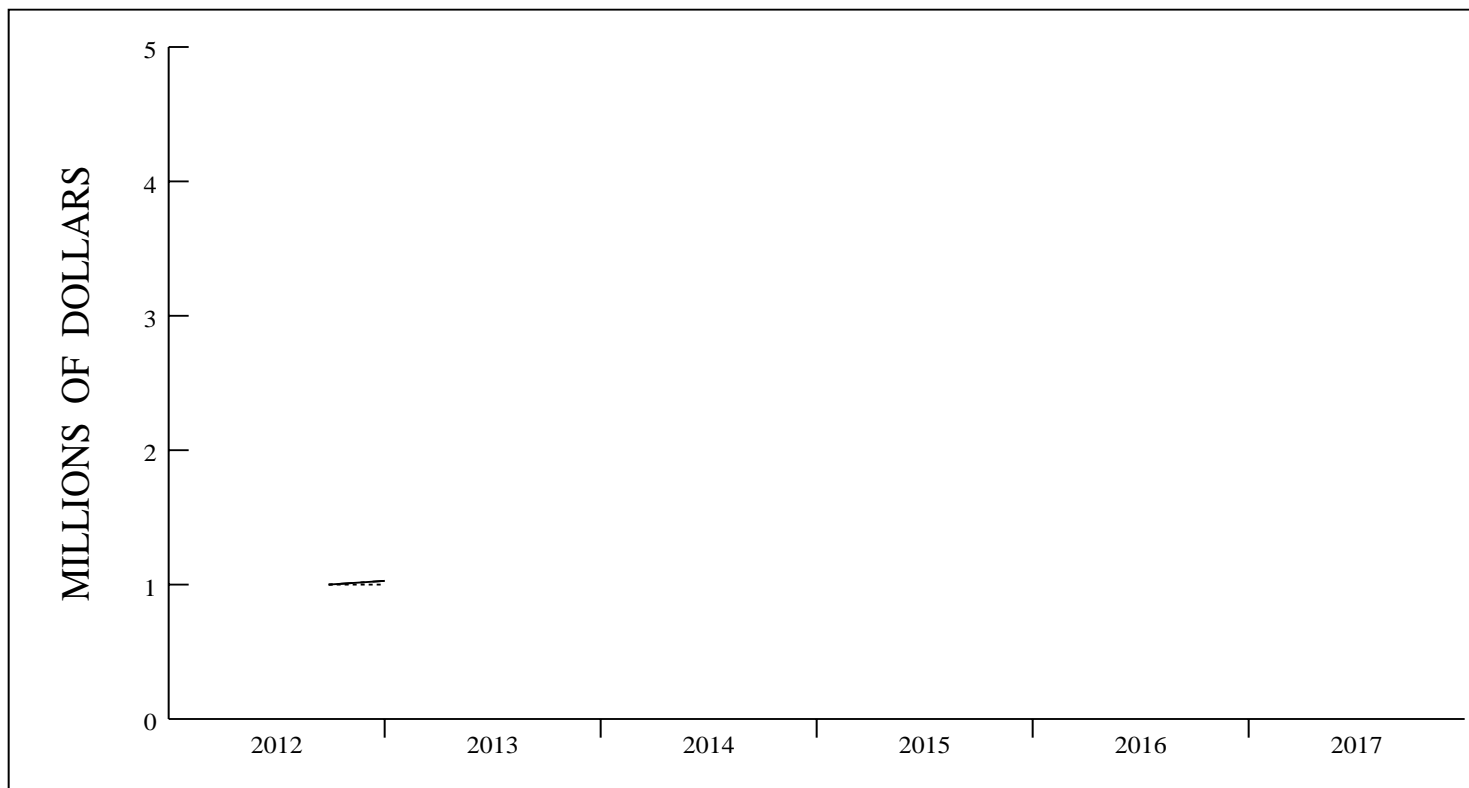
ASSET ALLOCATION

Real Estate	100.0%	\$ 1,042,104
Total Portfolio	100.0%	\$ 1,042,104

INVESTMENT RETURN

Market Value 9/2012	\$ 1,025,230
Contribs / Withdrawals	0
Income	0
Capital Gains / Losses	16,874
Market Value 12/2012	\$ 1,042,104

INVESTMENT GROWTH



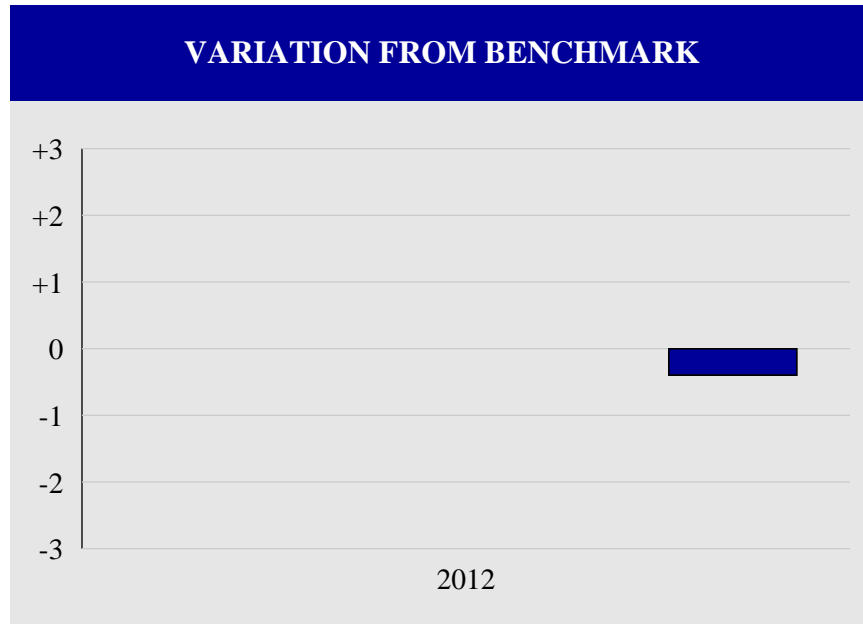
——	ACTUAL RETURN
-----	7.9%
.....	0.0%

VALUE ASSUMING 7.9% RETURN
\$ 1,044,905

	LAST QUARTER	PERIOD 9/12 - 12/12
BEGINNING VALUE	\$ 1,025,230	\$ 1,025,230
NET CONTRIBUTIONS	0	0
<u>INVESTMENT RETURN</u>	<u>16,874</u>	<u>16,874</u>
ENDING VALUE	\$ 1,042,104	\$ 1,042,104
INCOME	0	0
<u>CAPITAL GAINS (LOSSES)</u>	<u>16,874</u>	<u>16,874</u>
INVESTMENT RETURN	16,874	16,874

TOTAL PORTFOLIO QUARTERLY PERFORMANCE SUMMARY

COMPARATIVE BENCHMARK: NCREIF NFI-ODCE INDEX



RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
12/12	1.9	2.3	-0.4

Total Quarters Observed	1
Quarters At or Above the Benchmark	0
Quarters Below the Benchmark	1
Batting Average	.000