

DAVIE POLICE PENSION PLAN

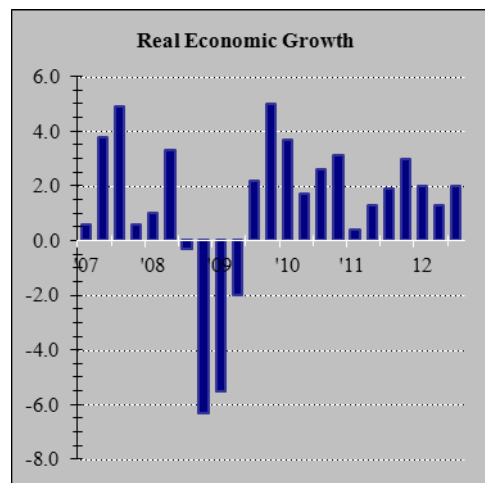
**PERFORMANCE REVIEW
SEPTEMBER 2012**



ECONOMIC ENVIRONMENT

Good News at Quarter-End Overshadows Weak Economic Gains

Good news on many fronts sent investors scurrying into global stock markets: 1) the September US jobs report detailed an unexpected reduction in unemployment; 2) statistics on new housing starts, existing



home sales and home prices were all meaningfully up; 3) the Fed initiated QE3, further lowering mortgage rates, leading to lower borrowing rates for small businesses; 4) manufacturing and new order levels increased; 5) consumer confidence jumped to a near-term high; 6) many foreign governments and especially the European Central Bank (ECB) instituted programs to ramp up regional economies, which will help the US economy through increased trade; and 7) core inflation remained tame, providing a temporary underpinning to QE3.

Probably the most important events of the quarter were actions taken by the ECB. On July 26th, President Draghi announced that the ECB would do “whatever it takes” to save the euro. In early September, Draghi introduced an open-ended but conditional bond buying program to help reduce the borrowing costs of financially strapped member countries. Key is that each debtor country becomes obligated to enact specific austerity measures. These announcements went a long way toward reducing uncertainty. Investors cheered and parked their legitimate concerns about the impending US fiscal cliff, the ongoing Eurozone recession and China’s economic slowdown.

The consensus estimates for US domestic GDP growth during the third quarter were a bit better than the first half figures, with most economists looking for figures at or a bit above 2%. Toward the end of September, the Bureau of Economic Analysis’ latest estimate of 2nd quarter real

GDP growth was revised downward from 1.7% to 1.3%. The final 1st quarter number was 2.0%.

The job rolls swelled by 114,000 in September and the Bureau of Labor Statistics also revised the July and August employment numbers upward. The gains led to a drop in the national unemployment rate from the steady 8+% rate through August to 7.8% in September.

Housing was another hopeful sector as of July, the latest available reporting month. S&P/Case-Shiller reported a 1.6% price increase in its 20-City Composite where fifteen of the surveyed cities saw price increases. July represented the third straight month of price gains and provided homeowners with average prices equal to their values in 2003. The rate of foreclosures was also slowing, indicating a possible clearing of the worst of the housing problems.

Manufacturing also boosted the economy in September. The Manufacturing Index expanded to 51.5 from 49.6 in the prior month and represented the 40th consecutive month of growth. The New Orders Index surged to 52.3 from August’s 47.1 level. Net-net, the manufacturing part of the economy was faring better than many had thought.

The Conference Board’s Consumer Confidence Index grew from 61.3 in August to 70.3 in September – a level not seen since last February. Just as relevant, the Consumer Expectation Index rose dramatically from 71.1 to 83.7. For the moment, at least, the average American expects a brighter economic future.

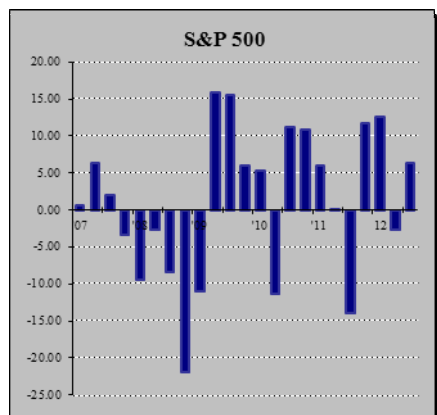
Near the end of the quarter, the Fed announced a third round of quantitative easing (QE3). Under this stimulus program, it will begin to purchase \$40 billion of US Agency mortgage obligations each month. The program will continue until the labor market substantially improves. Operation Twist also remains in force; this program features a maturity extension (via the selling of shorter maturities and the buying of longer maturities) from within the Fed’s security portfolio. The central bank will also keep interbank lending rates near zero until 2015.

EQUITY MARKET

Good Gains

The US market pushed aside an anemic domestic economy and a global slowdown. Instead, investors took heart from positive steps by the European Central Bank (ECB) and the Federal Reserve Bank.

Accordingly, stocks advanced approximately 5% or more across the board. There was only a modest difference between the performances of



large-cap vs. small-cap stocks and between value vs. growth. The broadest index, the Russell 3000, rose 6.2%. The bellwether S&P 500 gained a comparable 6.3%. The Russell 1000, representing large-cap companies, also climbed 6.3%. The Russell 2000 Small Cap Index grew 5.2%. Russell 1000 Value was up 6.5%, while its growth counterpart added 6.1%. However, REITs paused after a

long string of outperforming quarters; the S&P US REIT Index gained just 0.1%.

Sector results were almost uniformly positive. Energy was the top performer, up 10.2%, directly related to rising oil prices. Computer Technology gained 8.3%, propelled by Apple and Google. Services rose a solid 8.1%. Financials weren't far behind, posting a 7.2% advance; news of the Fed's QE3 program helped to buoy the results. Utilities, long a winning sector, added only 3.9%, as investors turned away from their defensive, high dividend posture. Finally, the small-sized Transportation sector was in the loss column suffering from higher oil prices.

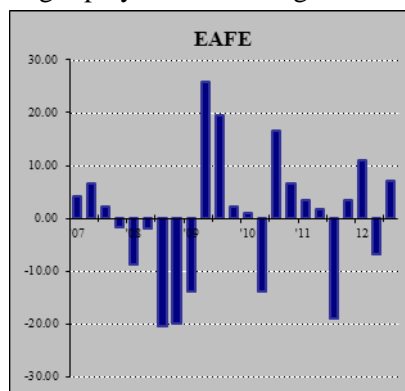
The S&P dividend rate dropped slightly to 2.0% due to price gains. The S&P P/E ratio increased from 18.0x to 19.1x, also reflecting higher prices. As of quarter-end, 34% of stock holdings had P/E ratios above 20x, well short of a market bubble.

INTERNATIONAL EQUITIES

Healthy Turnaround With ECB Help

Performance by the MSCI EAFE Index of developed countries benefited immeasurably from the ECB President's announcement "to do what it takes" to keep the Euro afloat and help stabilize the interest rate debt of faltering Eurozone countries. The EAFE Index returned 7.0%. Excluding the troubled Japanese market, the return would have been 9.1%.

Within Europe, financially robust Germany led the pack among the larger players. Its index gained 13.9%. France and the UK, the other two



European majors, each gained over 7%. Returns among the PIIGS components varied widely. Portugal was the best performer, gaining 13.1%. Spain followed, rising 11.5%; the Spanish government aided its market by temporarily easing concerns about bankruptcy. Italy provided a 7.6% result. Not surprisingly, Greece was flat (+0.3%). Ireland, with the largest overhang of home mortgage

delinquencies, lost 1.5%. Overall, EAFE Europe returned a very respectable 8.7%.

The EAFE Far East return was a meager 1.5%. This was mostly attributable to Japan, where the market was down 0.8%. There were several reasons for that country's poor showing, including a rapidly rising yen that held down exports, and the effects of restrictive Japanese bank lending. It is noteworthy that Japan's central bank took action to cut lending rates further.

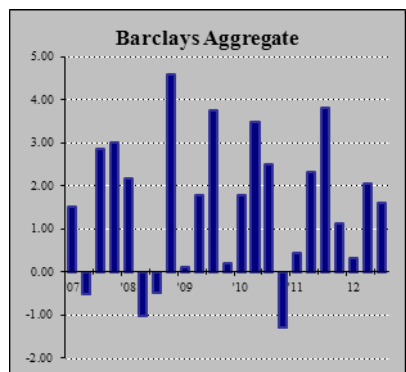
Other countries in the region did much better. Hong Kong climbed 12.5% and Singapore gained 10.6%. Australia, a separate EAFE segment, advanced 10.5%. Israel, a relatively new country in the index, added 6.4%. This gain took place in spite of growing tensions between Israel and Iran regarding the latter's atomic bomb development.

Regaining its role as market leader, the MSCI Emerging Market Index (EM) returned 7.9%. That result was higher than either the US or developed markets. The BRIC countries experienced wide-ranging results. Brazil only advanced 4.8%. Russia was up almost twice as much or 9.4% as rising auto sales and increased bank lending helped to lift its market. India was THE big winner, rocketing up 15.4%. Key to this market gain was government reform, allowing foreign retailers and airlines to obtain a foothold in that. Bringing up the rear was China, with a 4.7% return. Although China's booming economy is slowing, Chinese GDP probably remains in an enviable range above 6%.

BOND MARKET

U.S. Corporates and European Treasuries Advanced

The Barclays Aggregate Index chugged along, gaining 1.6%. The small gain included much higher performance in the credit sectors. However, since US Government debt represents over 41% of the index and



Government-backed mortgage instruments (MBS) comprise an additional 30% of the index, the strong credit returns were muted. Treasuries returned only 0.6% and MBS gained a low 1.1%, thus a low Aggregate return was the outcome.

Performance was negligible all along the Treasury yield curve. 1-3 Year Treasuries earned 0.3%. Seven-to-ten year paper performed

slightly better, 1.0%. Twenty+ year maturities were essentially flat for the quarter (+0.1%). The Government-backed mortgage component (GNMAs) earned 1.1%. The yield curve slope remained virtually unchanged because the only form of available return was from very low income yield. Just as relevant was the investor's search for higher yield, which was found mostly in corporate credits.

The U.S. Credit sector generated a 3.5% gain, much higher than that of Treasuries. Financial institutions, in particular, provided a healthy 5.1% return. From a credit quality perspective, single A bonds (the lowest

investment grade) averaged a 3.7% return. Commercial Mortgage-Backed Securities (CMBS), a small component of the index that has had significant volatility since 2008, has roared back from its 2009 lows as commercial real estate has come alive. The CMBS Index saw a 3.8% return, essentially matching the high of investment grade corporates.

Lower credit quality bonds bested investment grades, as they have for several quarters. This time, however, returns from BA credit down to single B credit quality were the same, or 4.4%. CAA credits earned a slightly higher 4.8%. Investing in the lowest-rated or CA-D bond segment would have brought a handsome 9.3% return.

At quarter-end, the Aggregate Index yielded an unprecedented low of 1.61% (yield-to-worst), with an average maturity of 6.7-years, and a modified adjusted duration of 4.85-years. Total assets of the combined index are currently valued close to \$17 trillion.

Sovereign risk returns among the G-6 countries (excluding US Treasuries) averaged 3.8% in US dollar terms. Italian and French sovereigns outperformed, returning 7.2% and 5.0%, respectively; those outsized results were again attributable to the announced ECB buying program.

Emerging market debt had a respectable 6.8% return. The majority of countries listed in the EM Index returned more than that. The five top performers were a mixed group. Argentina (+20.0%) bounced back from the Repsol nationalization during the prior quarter. Ivory Coast again surprised on the upside: +15.3%. Croatia, another ECB beneficiary, surged 14.2%. Venezuela, aided by higher oil prices, added 13.1%.

CASH EQUIVALENTS

Nothing New In This Space

The Federal Reserve has actually made matters worse for money market investors. Chairman Bernanke's latest (QE3) program of mortgage buybacks with no definite termination date has forced short-term interest rates to historic lows. The return on 1-3 month Treasuries was a paltry 0.02%, well below inflation. Under such circumstances, the only reason to hold money market instruments is for presumed safety.

MARKET SUMMARY

ECONOMIC STATISTICS

	CURRENT QTR	LAST QTR
GDP	2.0	1.3
Unemployment	7.8	8.2
CPI All Items Year/Year	1.99	1.66
Fed Funds Rate	0.25	0.25
Industrial Capacity	78.3	78.8
US Dollars per Euro	1.29	1.27

MAJOR INDEX QUARTER RETURNS

INDEX		PERFORMANCE
Russell 3000	6.2	
S&P 500	6.3	
Russell Mid	5.6	
Russell 2000	5.2	
MSCI EAFE	7.0	
MSCI Emg Mkts	7.9	
NCREIF ODCE	0.0	
Barclays Agg	1.6	
90 Day Tbills	0.0	

EQUITY RETURN DISTRIBUTIONS

	QUARTER			TRAILING YEAR		
	VAL	COR	GRO	VAL	COR	GRO
LC	6.5	6.3	6.1	30.9	30.1	29.2
MC	5.8	5.6	5.3	29.2	28.0	26.7
SC	5.7	5.2	4.8	32.6	31.9	31.2

MARKET SUMMARY

- * GDP for the third quarter was 2.0%.
- * The US unemployment rate decreased to 7.8% over the third quarter.
- * Global equity markets rallied, led by the emerging int'l markets, followed by developed int'l then US markets.
- * CPI increased 1.99% year over year.
- * The US dollar weakened relative to the Euro.

INVESTMENT RETURN

On September 30th, 2012, the Town of Davie Police Pension Fund was valued at \$93,496,354, representing an increase of \$6,412,243 from the June quarter's ending value of \$87,084,111. Last quarter, the Fund posted net contributions equaling \$2,104,825 plus a net investment gain equaling \$4,307,418. Total net investment return was the result of income receipts, which totaled \$560,974 and net realized and unrealized capital gains of \$3,746,444.

For the cumulative period since September 2007, the fund has recorded net contributions totaling \$13.5 million, and recorded net investment gains of \$15.8 million. For the period since September 2007, if the total fund returned a compounded nominal rate of 7.9% it would have been valued at \$110.0 million or \$16.5 million more than the actual value as of September 30th, 2012.

RELATIVE PERFORMANCE

Total Fund

For the third quarter, the Composite account returned 4.9%, which ranked in the 43rd percentile of the Public Fund universe. Over the trailing twelve-month period, this portfolio returned 18.3%, ranking in the 45th percentile. Since September 2007, the portfolio returned 3.7% annualized and ranked in the 17th percentile.

Large Cap Equity

The large cap equity portfolio gained 6.3% last quarter; that return was equal to the S&P 500 Index's return of 6.3% and ranked in the 51st percentile of the Large Cap universe. Over the trailing twelve-month period, this component returned 26.3%, 3.9% below the benchmark's 30.2% return, and ranked in the 73rd percentile. Since September 2007, this component returned 1.6% annualized and

ranked in the 49th percentile. For comparison, the S&P 500 returned an annualized 1.0% over the same period.

Mid Cap Equity

The mid cap equity component returned 5.4% in the third quarter, equal to the S&P 400 Index's return of 5.4% and ranked in the 40th percentile of the Mid Cap universe. Over the trailing twelve-month period, this segment returned 28.5%, equal to the benchmark's 28.5% performance, ranking in the 34th percentile. Since September 2007, this component returned 3.9% annualized and ranked in the 34th percentile. For comparison, the S&P 400 returned an annualized 3.8% over the same period.

Small Cap Equity

The small cap equity segment returned 8.0% last quarter; that return was 2.8% greater than the Russell 2000 Index's return of 5.2% and ranked in the 11th percentile of the Small Cap universe. Over the trailing year, this component returned 38.0%; that return was 6.1% above the benchmark's 31.9% return, and ranked in the 12th percentile.

International Equity

The international equity assets gained 7.1% during the third quarter, 0.1% above the MSCI EAFE Index's return of 7.0% and ranked in the 64th percentile of the International Equity universe. Over the trailing year, the international equity portfolio returned 14.1%; that return was 0.2% less than the benchmark's 14.3% performance, and ranked in the 74th percentile. Since September 2007, this component returned -5.0% on an annualized basis and ranked in the 82nd percentile. For comparison, the MSCI EAFE Index returned an annualized -4.8% during the same period.

Real Estate

In the third quarter, the real estate portion of the portfolio gained 2.7%, which was 0.1% below the NCREIF NFI-ODCE Index's return of 2.8%. Over the trailing twelve-month period, this component returned 11.7%, which was 0.1% greater than the benchmark's 11.6% return.

Fixed Income

In the third quarter, the fixed income component gained 2.8%, which was 1.2% above the Custom Fixed Income Index's return of 1.6% and ranked in the 12th percentile of the Core Fixed Income universe. Over the trailing year, this component returned 8.4%, which was 3.2% above the benchmark's 5.2% performance, ranking in the 10th percentile. Since September 2007, this component returned 7.8% on an annualized basis and ranked in the 15th percentile. The Custom Fixed Income Index returned an annualized 6.3% during the same time frame.

ASSET ALLOCATION

On September 30th, 2012, large cap equities comprised 34.9% of the total portfolio (\$32.7 million), while mid cap equities totaled 7.1% (\$6.6 million). The account's small cap equity segment was valued at \$7.2 million, representing 7.7% of the portfolio, while the international equity component's \$8.8 million totaled 9.5%. The real estate segment totaled 3.6% of the portfolio's value and the fixed income component made up 33.5% (\$31.3 million). The remaining 3.7% was comprised of cash & equivalents (\$3.5 million).

EXECUTIVE SUMMARY**PERFORMANCE SUMMARY**

	Quarter	FYTD	1 Year	-----Annualized-----	
				3 Years	5 Years
Total Gross/Fees	4.9	18.3	18.3	9.6	3.7
<i>PUBLIC FUND RANK</i>	(44)	(45)	(45)	(37)	(17)
Total Net/Fees	4.8	17.8	17.8	9.2	3.2
SHADOW INDEX	4.3	18.0	18.0	9.4	2.8
Large Cap Equity	6.3	26.3	26.3	12.0	1.6
<i>LARGE CAP RANK</i>	(51)	(73)	(73)	(65)	(49)
S&P 500	6.3	30.2	30.2	13.2	1.0
RUSSELL 1000G	6.1	29.2	29.2	14.7	3.2
RUSSELL 1000V	6.5	30.9	30.9	11.8	-0.9
Mid Cap Equity	5.4	28.5	28.5	14.4	3.9
<i>MID CAP RANK</i>	(40)	(34)	(34)	(42)	(34)
S&P 400	5.4	28.5	28.5	14.3	3.8
Small Cap Equity	8.0	38.0	38.0	----	----
<i>SMALL CAP RANK</i>	(11)	(12)	(12)	----	----
RUSSELL 2000	5.2	31.9	31.9	13.0	2.2
International Equity	7.1	14.1	14.1	2.2	-5.0
<i>INTERNATIONAL EQUITY RANK</i>	(64)	(74)	(74)	(83)	(82)
MSCI EAFE	7.0	14.3	14.3	2.6	-4.8
Real Estate	2.7	11.7	11.7	----	----
NCREIF ODCE	2.8	11.6	11.6	12.2	-1.1
Fixed Income	2.8	8.4	8.4	7.0	7.8
<i>CORE FIXED INCOME RANK</i>	(12)	(10)	(10)	(56)	(15)
CUSTOM FX INDEX	1.6	5.2	5.2	6.2	6.3
BARCLAYS AGG	1.6	5.2	5.2	6.2	6.5
GOV/CREDIT	1.7	5.7	5.7	6.5	6.6

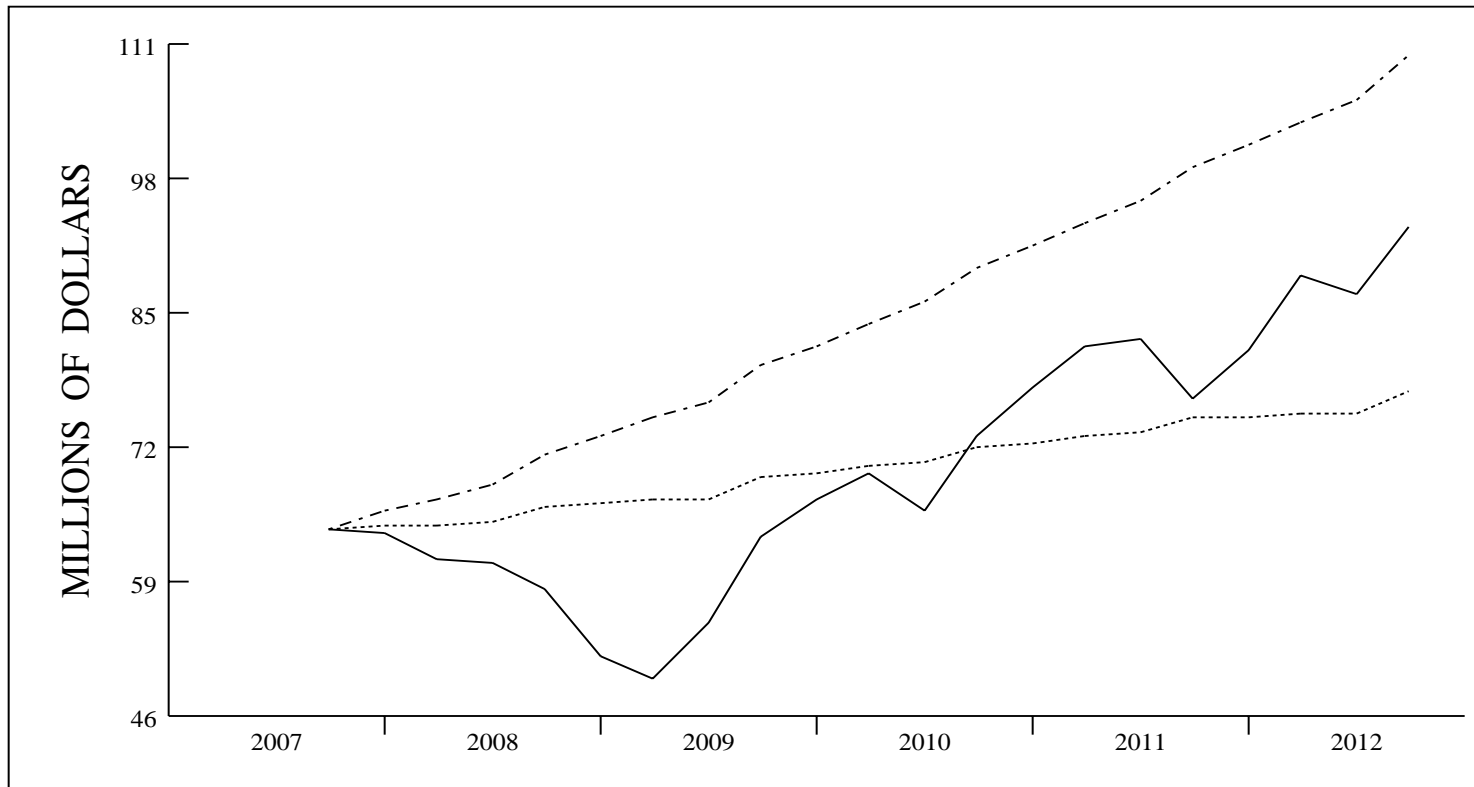
ASSET ALLOCATION

Large Cap Equity	34.9%	\$ 32,674,994
Mid Cap Equity	7.1%	6,634,574
Small Cap	7.7%	7,200,315
Int'l Equity	9.5%	8,839,322
Real Estate	3.6%	3,360,934
Fixed Income	33.5%	31,292,377
Cash	3.7%	3,493,839
Total Portfolio	100.0%	\$ 93,496,354

INVESTMENT RETURN

Market Value 6/2012	\$ 87,084,111
Contribs / Withdrawals	2,104,825
Income	560,974
Capital Gains / Losses	3,746,444
Market Value 9/2012	\$ 93,496,354

INVESTMENT GROWTH

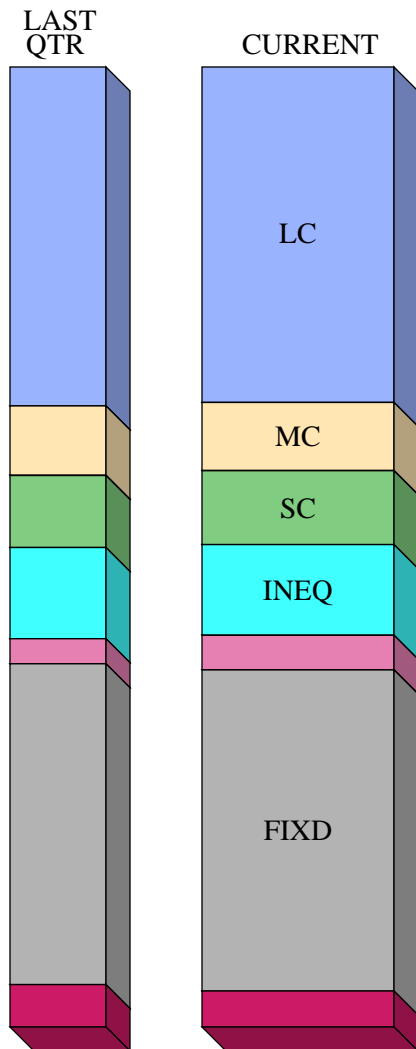


— ACTUAL RETURN
 - - - 7.9%
 . . . 0.0%

VALUE ASSUMING
 7.9% RETURN
 \$ 109,971,836

	LAST QUARTER	PERIOD 9/07 - 9/12
BEGINNING VALUE	\$ 87,084,111	\$ 64,224,940
NET CONTRIBUTIONS	2,104,825	13,482,913
<u>INVESTMENT RETURN</u>	<u>4,307,418</u>	<u>15,788,501</u>
ENDING VALUE	\$ 93,496,354	\$ 93,496,354
INCOME	560,974	9,200,317
<u>CAPITAL GAINS (LOSSES)</u>	<u>3,746,444</u>	<u>6,588,184</u>
INVESTMENT RETURN	4,307,418	15,788,501

ASSET ALLOCATION













	<u>VALUE</u>	<u>PERCENT</u>	<u>TARGET</u>	<u>DIFFERENCE</u> + / -
LARGE CAP EQUITY	\$ 32,674,994	34.9%	35.0%	-0.1%
MID CAP EQUITY	6,634,574	7.1%	7.5%	-0.4%
SMALL CAP EQUITY	7,200,315	7.7%	7.5%	0.2%
INTERNATIONAL EQUITY	8,839,322	9.5%	12.5%	-3.0%
REAL ESTATE	3,360,934	3.6%	5.0%	-1.4%
FIXED INCOME	31,292,377	33.5%	32.5%	1.0%
CASH & EQUIVALENT	3,493,839	3.7%	0.0%	3.7%
<u>TOTAL FUND</u>	<u>\$ 93,496,354</u>	<u>100.0%</u>		

MANAGER PERFORMANCE SUMMARY











Name	(Universe)	Quarter	FYTD	1 Year	3 Years	5 Years
Total Portfolio	(Public Fund)	4.9 (44)	18.3 (45)	18.3 (45)	9.6 (37)	3.7 (17)
<i>Shadow Index</i>		4.3 ---	18.0 ---	18.0 ---	9.4 ---	2.8 ---
Garcia Hamilton Equity	(LC Growth)	6.6 (39)	27.0 (58)	27.0 (58)	13.6 (45)	3.2 (34)
<i>Russell 1000 Growth</i>		6.1 ---	29.2 ---	29.2 ---	14.7 ---	3.2 ---
Buckhead Equity	(LC Value)	6.0 (54)	25.5 (77)	25.5 (77)	10.2 (76)	-0.2 (66)
<i>Russell 1000 Value</i>		6.5 ---	30.9 ---	30.9 ---	11.8 ---	-0.9 ---
RhumbLine	(Mid Cap)	5.4 (40)	28.5 (34)	28.5 (34)	14.4 (42)	3.9 (34)
<i>S&P 400</i>		5.4 ---	28.5 ---	28.5 ---	14.3 ---	3.8 ---
TAMRO	(Small Cap)	7.9 (13)	37.3 (15)	37.3 (15)	--- ---	--- ---
<i>Russell 2000</i>		5.2 ---	31.9 ---	31.9 ---	13.0 ---	2.2 ---
Johnston	(Intl Eq)	7.1 (62)	14.0 (74)	14.0 (74)	--- ---	--- ---
SSgA	(Intl Eq)	7.0 (67)	14.1 (74)	14.1 (74)	2.4 (81)	-4.9 (80)
<i>MSCI EAFE</i>		7.0 ---	14.3 ---	14.3 ---	2.6 ---	-4.8 ---
American Core Realty Fund, LLC		2.6 ---	11.6 ---	11.6 ---	--- ---	--- ---
UBS Trumbull Property Fund		--- ---	--- ---	--- ---	--- ---	--- ---
<i>NCREIF NFI-ODCE Index</i>		2.8 ---	11.6 ---	11.6 ---	12.2 ---	-1.1 ---
Buckhead Fixed	(Core Fixed)	2.1 (54)	6.1 (73)	6.1 (73)	6.1 (93)	7.1 (52)
Garcia Hamilton Fixed	(Core Fixed)	3.4 (3)	10.5 (3)	10.5 (3)	7.9 (22)	8.5 (3)
<i>Custom Fixed Income Index</i>		1.6 ---	5.2 ---	5.2 ---	6.2 ---	6.3 ---

MANAGER VALUE ADDED

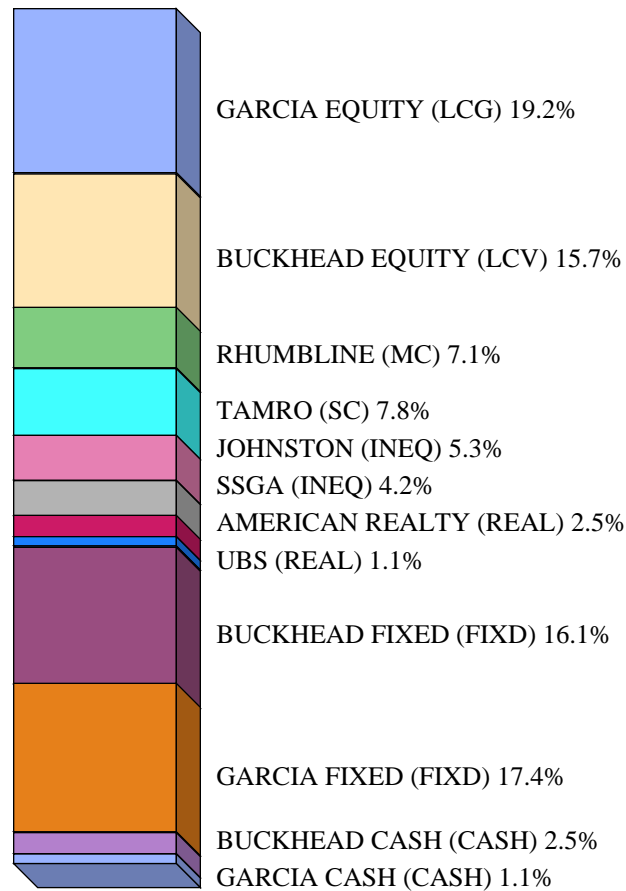
Most Recent Quarter

Manager	Benchmark	Value Added Vs. Benchmark
Garcia Equity	Russell 1000G	0.5 
Buckhead Equity	Russell 1000V	-0.5 
RhumbLine	S&P 400	-0.1 
TAMRO	Russell 2000	2.6 
Johnston	MSCI EAFE	0.1 
SSgA	MSCI EAFE	0.0 
American Realty	NCREIF ODCE	-0.2 
Buckhead Fixed	Custom FX Index	0.5 
Garcia Fixed	Custom FX Index	1.8 
Total Portfolio	Shadow Index	0.6 

Trailing Twelve Months

Manager	Benchmark	Value Added Vs. Benchmark
Garcia Equity	Russell 1000G	-2.2 
Buckhead Equity	Russell 1000V	-5.4 
RhumbLine	S&P 400	0.0 
TAMRO	Russell 2000	5.4 
Johnston	MSCI EAFE	-0.3 
SSgA	MSCI EAFE	-0.2 
American Realty	NCREIF ODCE	0.0 
Buckhead Fixed	Custom FX Index	1.0 
Garcia Fixed	Custom FX Index	5.4 
Total Portfolio	Shadow Index	0.3 

MANAGER ALLOCATION SUMMARY

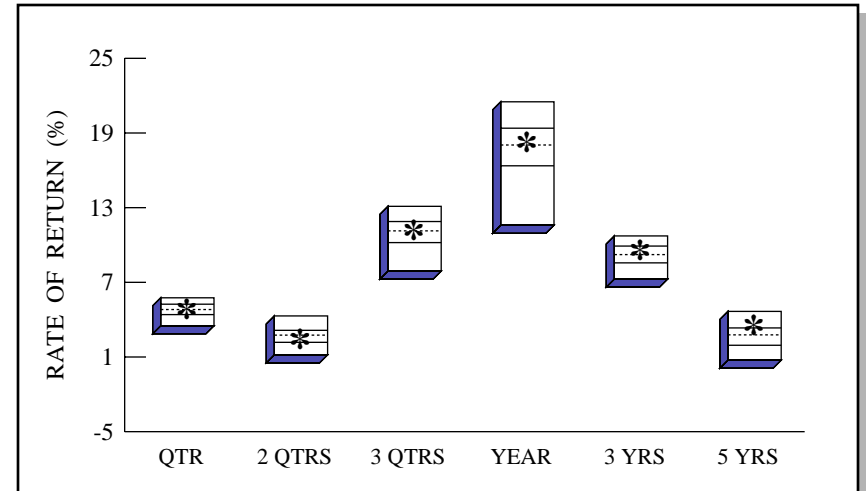
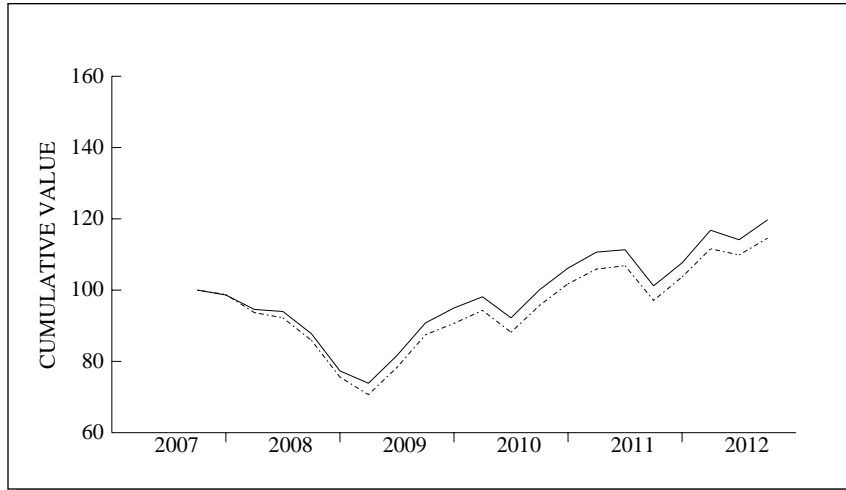


Name	Market Value	Percent
Garcia Equity (LCG)	\$17,971,991	19.2
Buckhead Equity (LCV)	\$14,703,003	15.7
RhumbLine (MC)	\$6,634,574	7.1
TAMRO (SC)	\$7,331,737	7.8
Johnston (INEQ)	\$4,948,132	5.3
SSgA (INEQ)	\$3,891,190	4.2
American Realty (REAL)	\$2,335,704	2.5
UBS (REAL)	\$1,025,230	1.1
Buckhead Fixed (FIXD)	\$15,027,850	16.1
Garcia Fixed (FIXD)	\$16,264,527	17.4
Buckhead Cash (CASH)	\$2,308,247	2.5
Garcia Cash (CASH)	\$1,054,168	1.1
Total	\$93,496,354	100.0

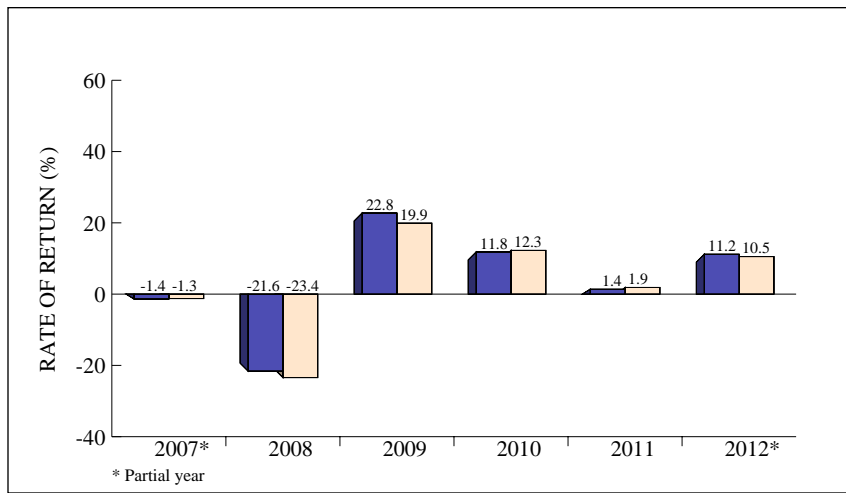
INVESTMENT RETURN SUMMARY - ONE QUARTER

Name	Quarter Total Return	Market Value June 30th, 2012	Net Cashflow	Net Investment Return	Market Value September 30th, 2012
Buckhead (BAL)	3.7	30,332,855	571,500	1,134,745	32,039,100
Garcia Hamilton (BAL)	4.9	33,095,228	565,051	1,630,407	35,290,686
RhumbLine (MC)	5.4	6,295,630	0	338,944	6,634,574
TAMRO (SC)	7.9	6,810,892	-15,312	536,157	7,331,737
Johnston (INEQ)	7.1	4,628,172	-10,186	330,146	4,948,132
SSgA (INEQ)	7.0	3,638,269	0	252,921	3,891,190
American Realty (REAL)	2.6	2,283,065	-6,230	58,869	2,335,704
UBS (REAL)	---	0	1,000,000	25,230	1,025,230
Total Fund	4.9	87,084,111	2,104,825	4,307,418	93,496,354

TOTAL RETURN COMPARISONS



Public Fund Universe



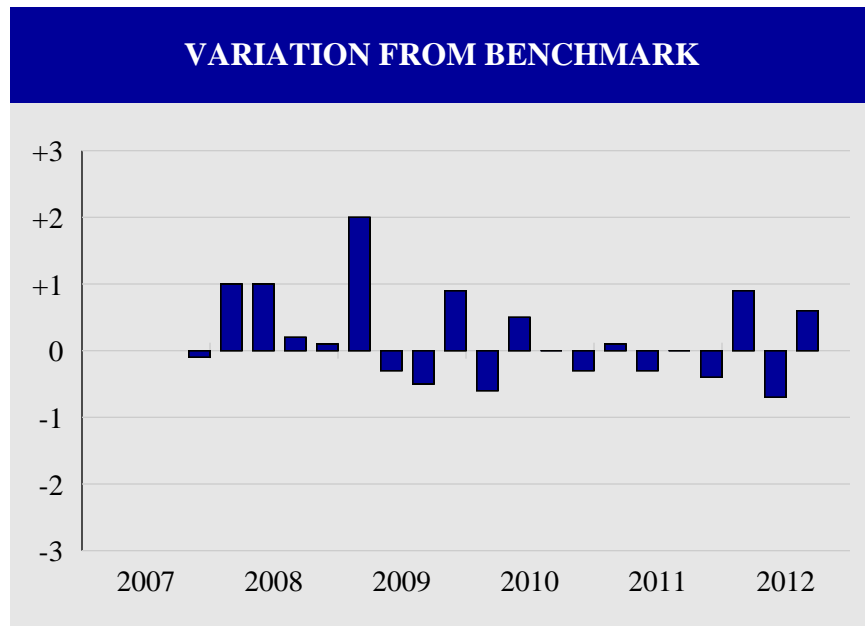
* Partial year

	QTR	2QTRS	3QTRS	YEAR	-----ANNUALIZED-----	
					3 YRS	5 YRS
RETURN	4.9	2.5	11.2	18.3	9.6	3.7
(RANK)	(44)	(66)	(48)	(45)	(37)	(17)
5TH %ILE	5.8	4.3	13.1	21.5	10.7	4.7
25TH %ILE	5.2	3.1	11.9	19.4	9.9	3.3
MEDIAN	4.8	2.8	11.1	18.0	9.2	2.8
75TH %ILE	4.4	2.2	10.2	16.4	8.6	1.9
95TH %ILE	3.5	1.2	7.9	11.6	7.3	0.8
Sh Idx	4.3	2.7	10.5	18.0	9.4	2.8

Public Fund Universe

TOTAL PORTFOLIO QUARTERLY PERFORMANCE SUMMARY

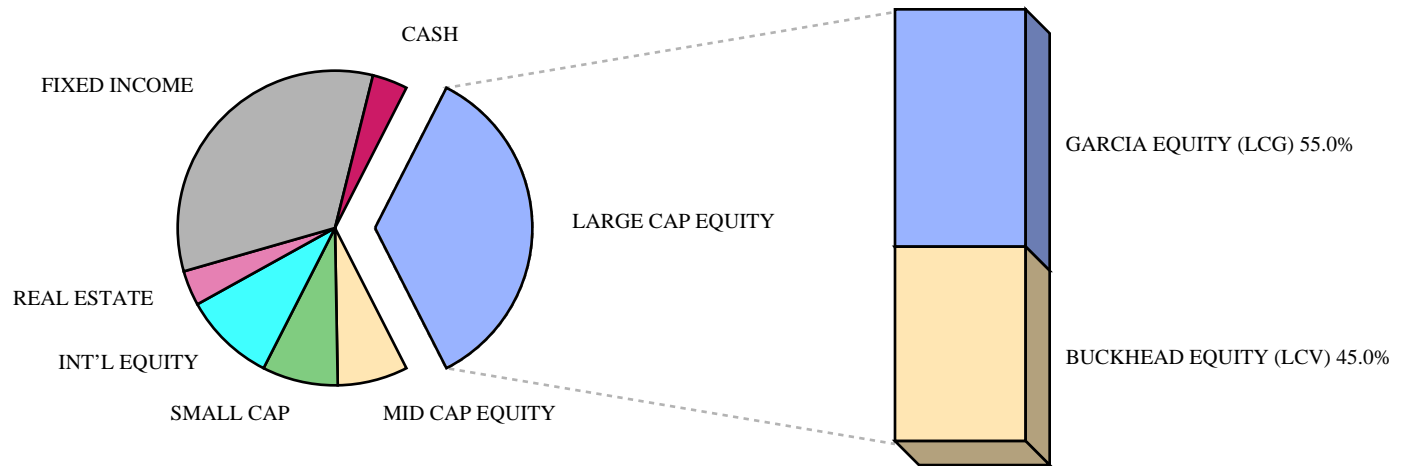
COMPARATIVE BENCHMARK: SHADOW INDEX



RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
12/07	-1.4	-1.3	-0.1
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

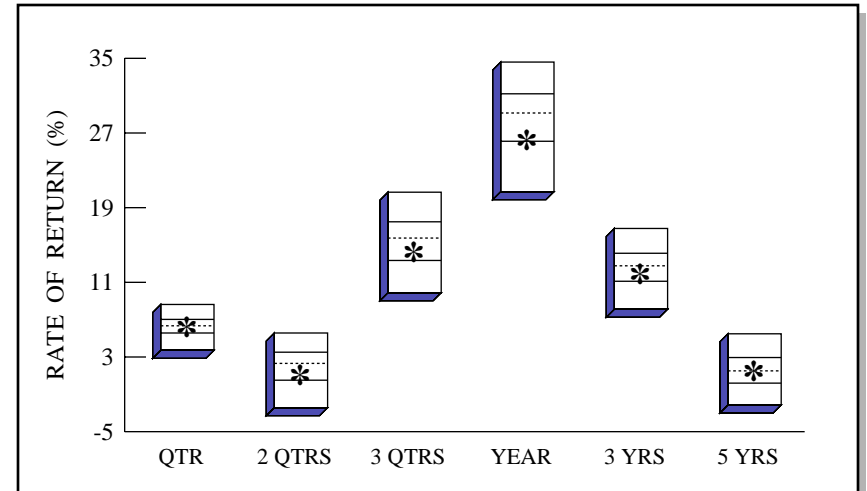
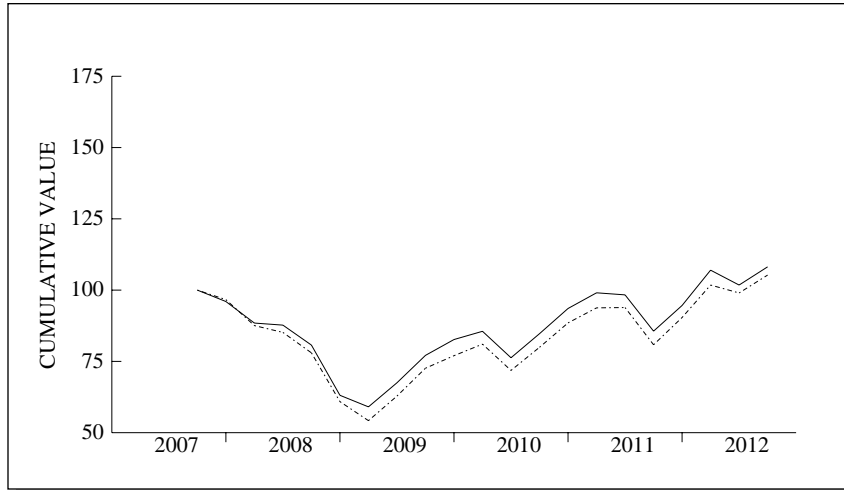
Total Quarters Observed	20
Quarters At or Above the Benchmark	12
Quarters Below the Benchmark	8
Batting Average	.600

LARGE CAP EQUITY MANAGER SUMMARY

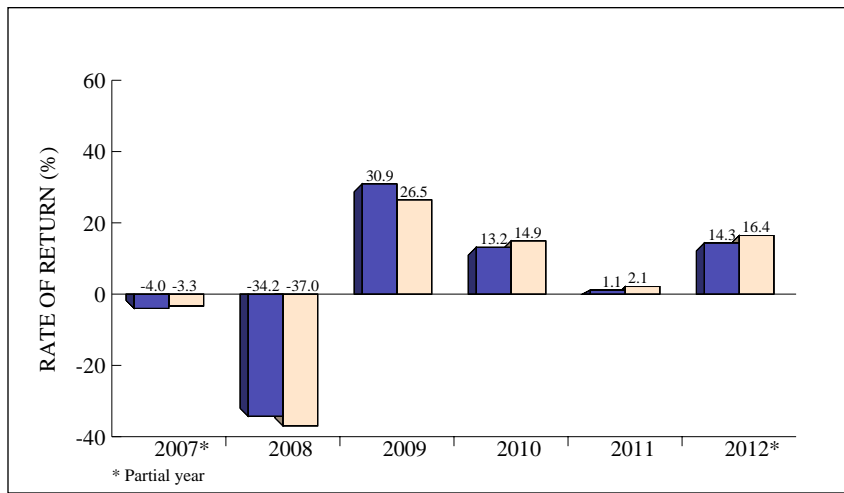


MANAGER	(UNIVERSE)	COMPONENT RETURNS AND RANKINGS					MARKET VALUE
		QTR	FYTD	1 YEAR	3 YEARS	5 YEARS	
GARCIA EQUITY	(Large Cap Growth)	6.6 (39)	27.0 (58)	27.0 (58)	13.6 (45)	3.2 (34)	\$17,971,991
<i>Russell 1000 Growth</i>		<i>6.1 ----</i>	<i>29.2 ----</i>	<i>29.2 ----</i>	<i>14.7 ----</i>	<i>3.2 ----</i>	<i>----</i>
BUCKHEAD EQUITY	(Large Cap Value)	6.0 (54)	25.5 (77)	25.5 (77)	10.2 (76)	-0.2 (66)	\$14,703,003
<i>Russell 1000 Value</i>		<i>6.5 ----</i>	<i>30.9 ----</i>	<i>30.9 ----</i>	<i>11.8 ----</i>	<i>-0.9 ----</i>	<i>----</i>
TOTAL	(Large Cap)	6.3 (51)	26.3 (73)	26.3 (73)	12.0 (65)	1.6 (49)	\$32,674,994
<i>S&P 500</i>		<i>6.3 ----</i>	<i>30.2 ----</i>	<i>30.2 ----</i>	<i>13.2 ----</i>	<i>1.0 ----</i>	<i>----</i>

LARGE CAP EQUITY RETURN COMPARISONS



Large Cap Universe

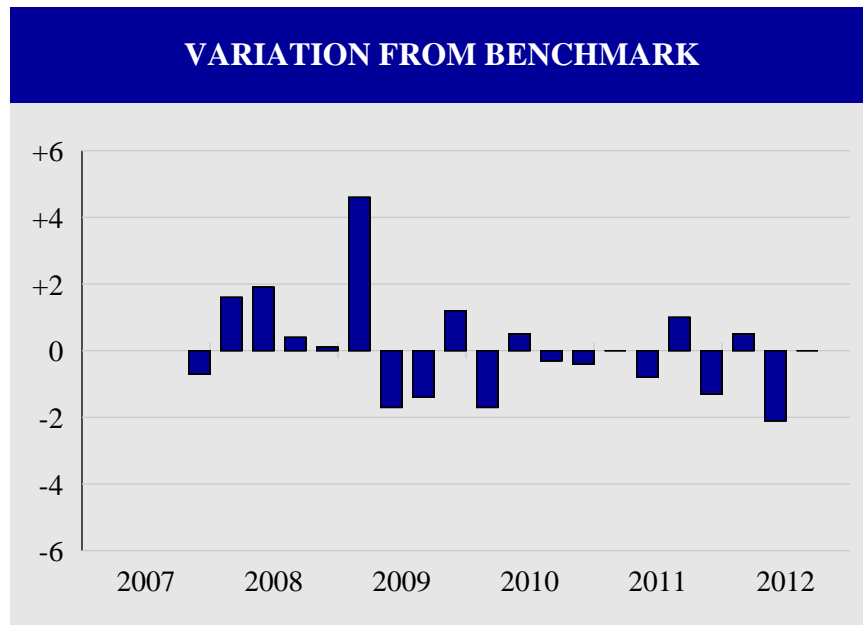


	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	6.3	1.1	14.3	26.3	12.0	1.6
(RANK)	(51)	(68)	(64)	(73)	(65)	(49)
5TH %ILE	8.6	5.6	20.7	34.6	16.8	5.5
25TH %ILE	7.0	3.5	17.5	31.2	14.1	2.9
MEDIAN	6.3	2.3	15.7	29.2	12.8	1.5
75TH %ILE	5.6	0.5	13.3	26.1	11.1	0.2
95TH %ILE	3.7	-2.4	9.9	20.7	8.1	-2.1
S&P 500	6.3	3.4	16.4	30.2	13.2	1.0

Large Cap Universe

LARGE CAP EQUITY QUARTERLY PERFORMANCE SUMMARY

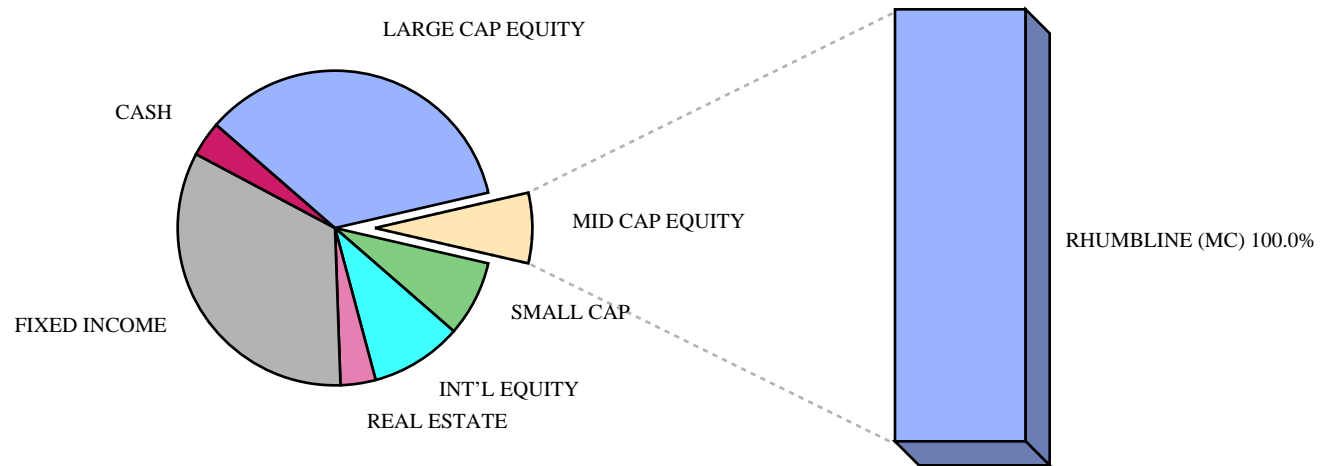
COMPARATIVE BENCHMARK: S&P 500



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

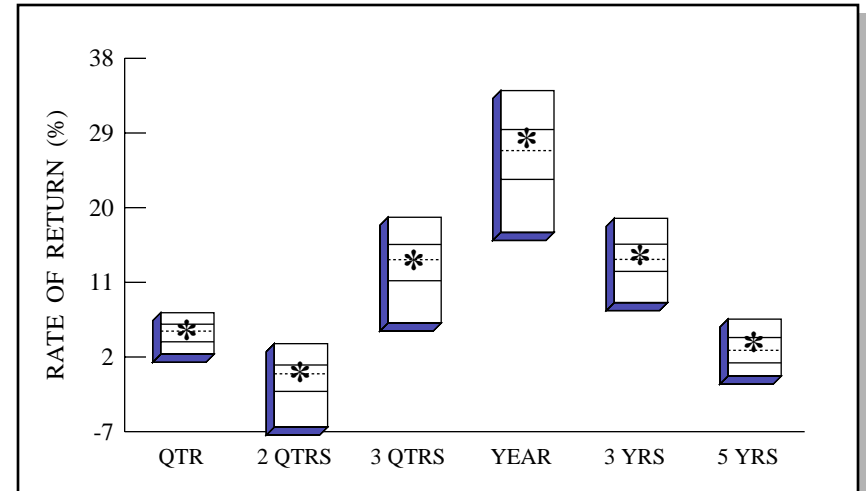
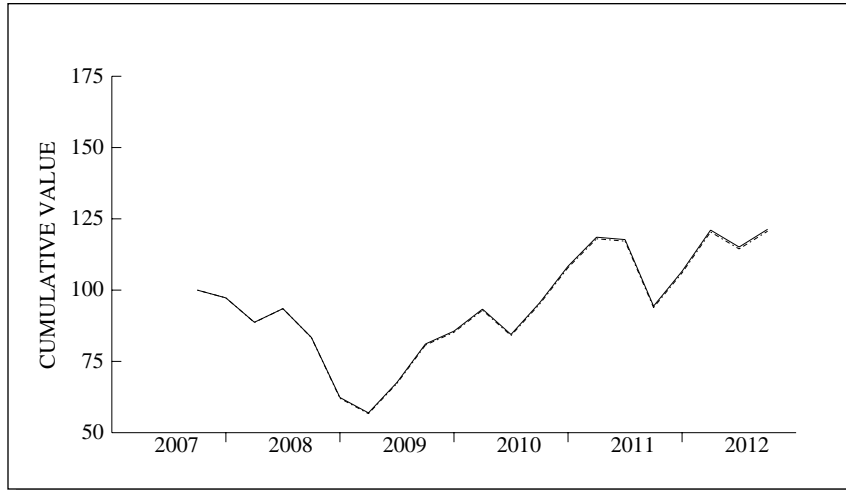
RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
12/07	-4.0	-3.3	-0.7
3/08	-7.8	-9.4	1.6
6/08	-0.8	-2.7	1.9
9/08	-8.0	-8.4	0.4
12/08	-21.8	-21.9	0.1
3/09	-6.4	-11.0	4.6
6/09	14.2	15.9	-1.7
9/09	14.2	15.6	-1.4
12/09	7.2	6.0	1.2
3/10	3.6	5.3	-1.7
6/10	-10.9	-11.4	0.5
9/10	11.0	11.3	-0.3
12/10	10.4	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

MID CAP EQUITY MANAGER SUMMARY

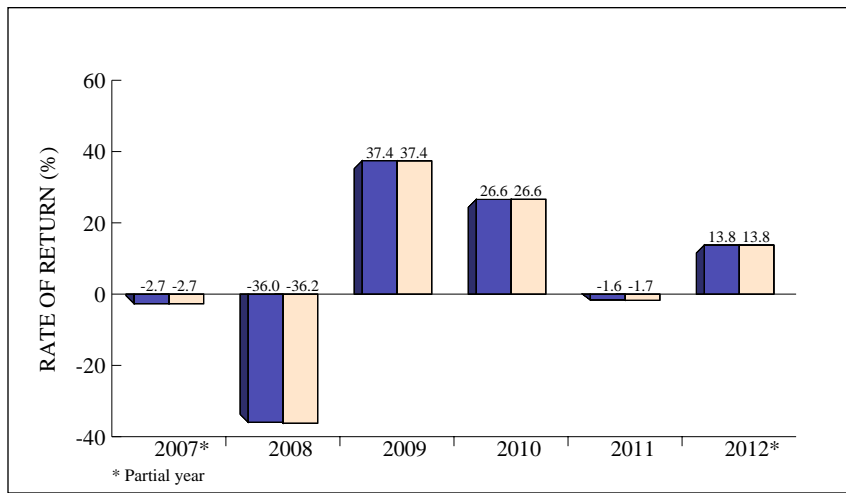


MANAGER	(UNIVERSE)	COMPONENT RETURNS AND RANKINGS					MARKET VALUE
		QTR	FYTD	1 YEAR	3 YEARS	5 YEARS	
RHUMBLINE	(Mid Cap)	5.4 (40)	28.5 (34)	28.5 (34)	14.4 (42)	3.9 (34)	\$6,634,574
<i>S&P 400</i>		<i>5.4 ---</i>	<i>28.5 ---</i>	<i>28.5 ---</i>	<i>14.3 ---</i>	<i>3.8 ---</i>	<i>---</i>
TOTAL	(Mid Cap)	5.4 (40)	28.5 (34)	28.5 (34)	14.4 (42)	3.9 (34)	\$6,634,574
<i>S&P 400</i>		<i>5.4 ---</i>	<i>28.5 ---</i>	<i>28.5 ---</i>	<i>14.3 ---</i>	<i>3.8 ---</i>	<i>---</i>

MID CAP EQUITY RETURN COMPARISONS



Mid Cap Universe

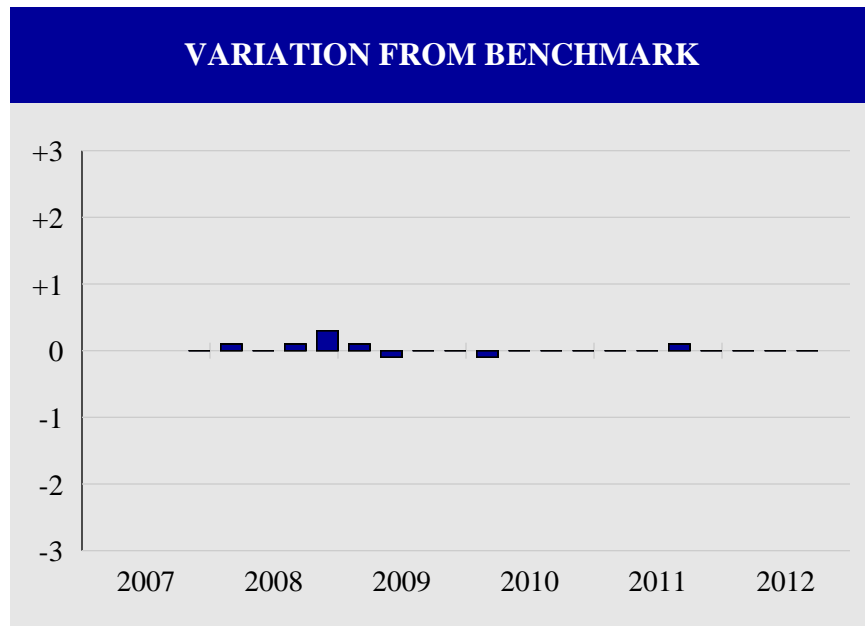


	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	5.4	0.2	13.8	28.5	14.4	3.9
(RANK)	(40)	(45)	(50)	(34)	(42)	(34)
5TH %ILE	7.3	3.6	18.8	34.1	18.7	6.6
25TH %ILE	6.0	1.0	15.6	29.4	15.6	4.4
MEDIAN	5.1	0.0	13.7	26.9	13.8	2.8
75TH %ILE	3.8	-2.2	11.2	23.4	12.3	1.3
95TH %ILE	2.3	-6.4	6.1	17.0	8.6	-0.3
S&P 400	5.4	0.2	13.8	28.5	14.3	3.8

Mid Cap Universe

MID CAP EQUITY QUARTERLY PERFORMANCE SUMMARY

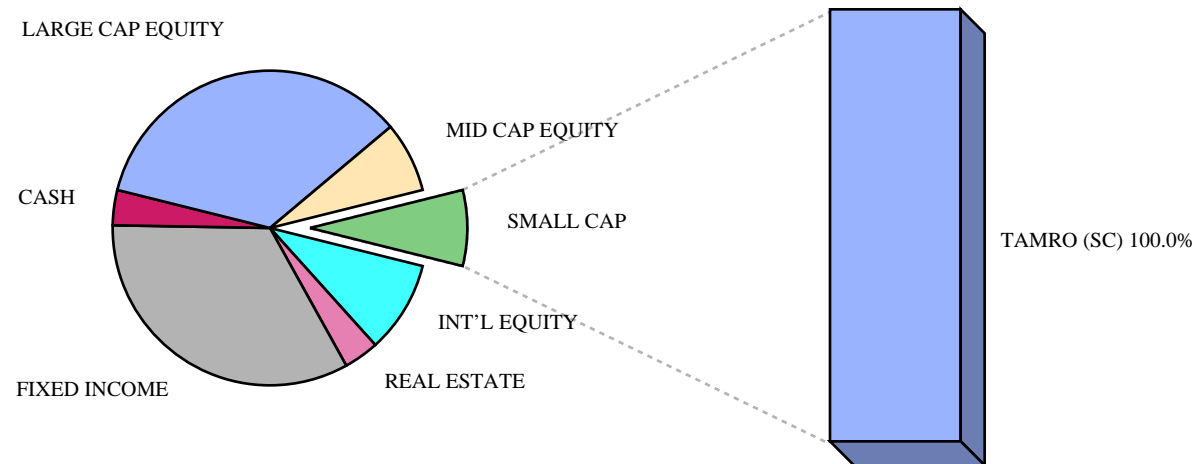
COMPARATIVE BENCHMARK: S&P 400



RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
12/07	-2.7	-2.7	0.0
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

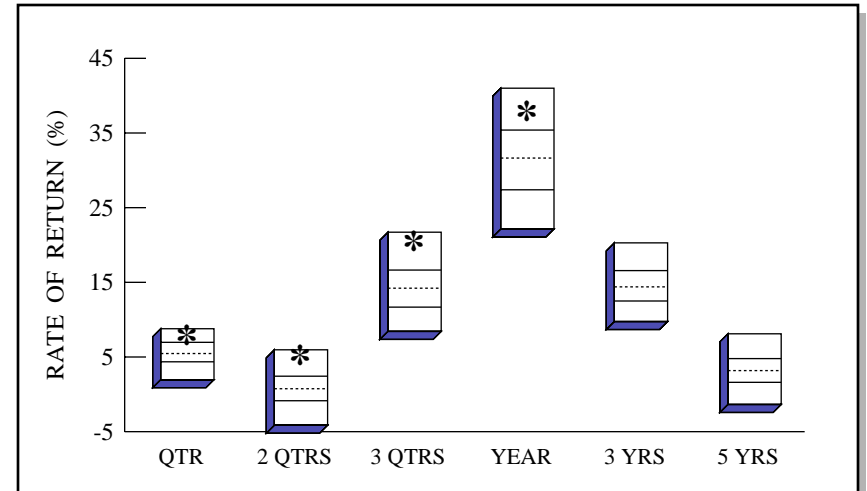
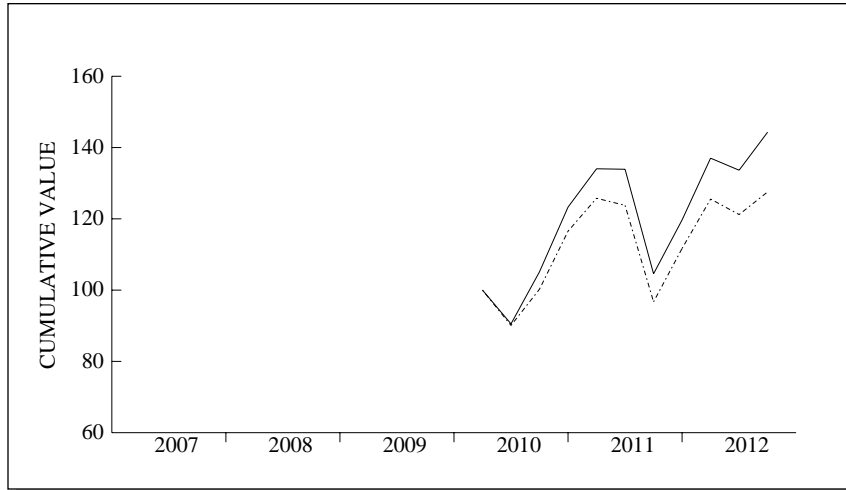
Total Quarters Observed	20
Quarters At or Above the Benchmark	18
Quarters Below the Benchmark	2
Batting Average	.900

SMALL CAP EQUITY MANAGER SUMMARY

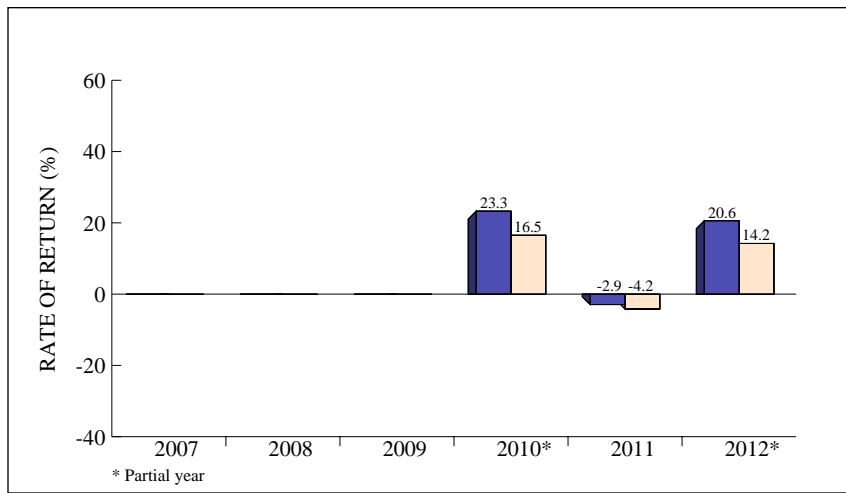


MANAGER	(UNIVERSE)	COMPONENT RETURNS AND RANKINGS					MARKET VALUE
		QTR	FYTD	1 YEAR	3 YEARS	5 YEARS	
TAMRO	(Small Cap)	8.0 (11)	38.0 (12)	38.0 (12)	----	----	\$7,200,315
<i>Russell 2000</i>		<i>5.2 ---</i>	<i>31.9 ---</i>	<i>31.9 ---</i>	<i>13.0 ---</i>	<i>2.2 ---</i>	----
TOTAL	(Small Cap)	8.0 (11)	38.0 (12)	38.0 (12)	----	----	\$7,200,315
<i>Russell 2000</i>		<i>5.2 ---</i>	<i>31.9 ---</i>	<i>31.9 ---</i>	<i>13.0 ---</i>	<i>2.2 ---</i>	----

SMALL CAP EQUITY RETURN COMPARISONS



Small Cap Universe

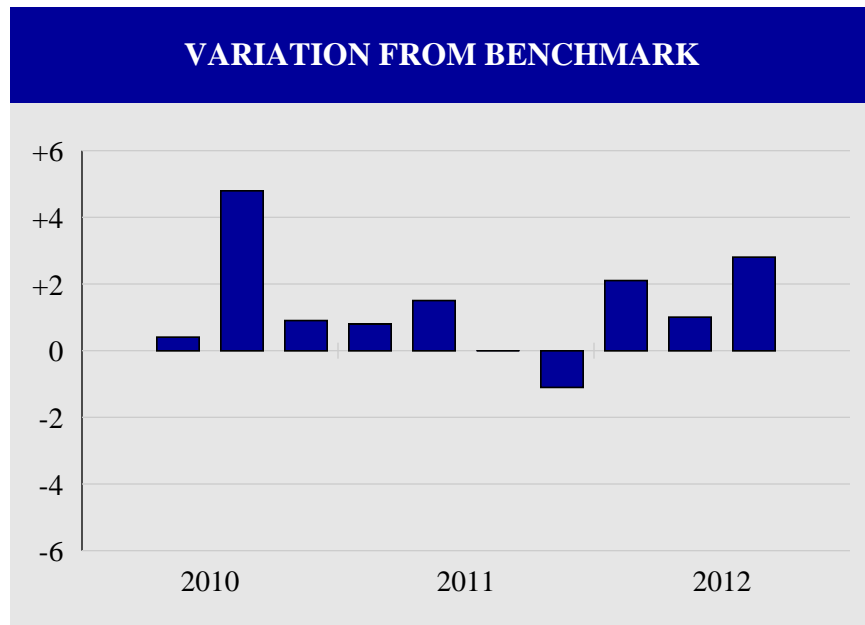


	QTR	2QTRS	3QTRS	YEAR	-----ANNUALIZED-----	
					3 YRS	5 YRS
RETURN	8.0	5.3	20.6	38.0	----	----
(RANK)	(11)	(9)	(8)	(12)	----	----
5TH %ILE	8.8	6.0	21.7	41.0	20.3	8.1
25TH %ILE	7.0	2.4	16.6	35.4	16.6	4.8
MEDIAN	5.5	0.7	14.2	31.7	14.4	3.2
75TH %ILE	4.4	-0.8	11.7	27.4	12.5	1.6
95TH %ILE	2.0	-4.1	8.4	22.1	9.8	-1.4
Russ 2000	5.2	1.6	14.2	31.9	13.0	2.2

Small Cap Universe

SMALL CAP EQUITY QUARTERLY PERFORMANCE SUMMARY

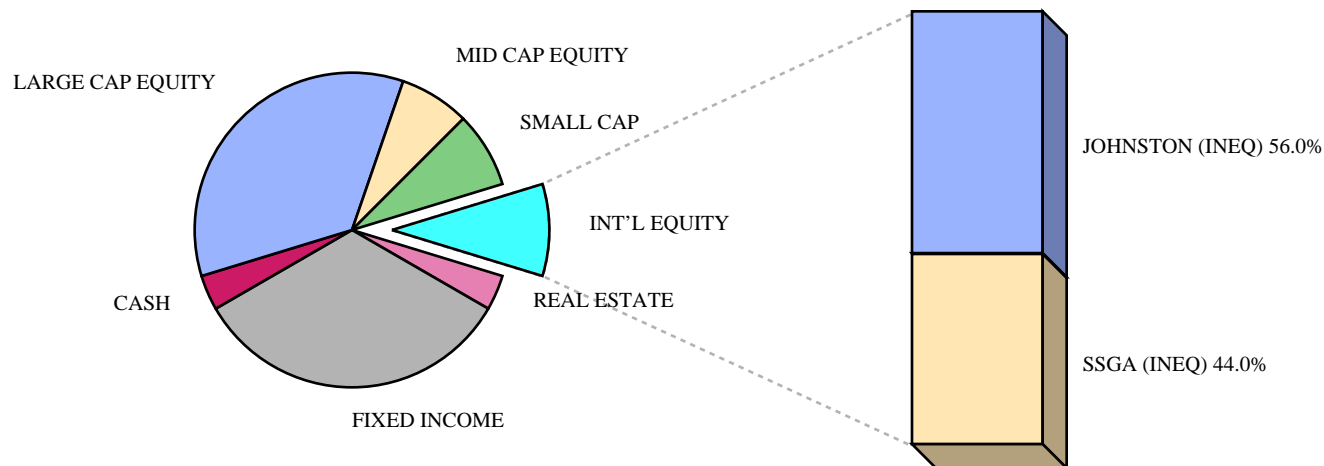
COMPARATIVE BENCHMARK: RUSSELL 2000



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

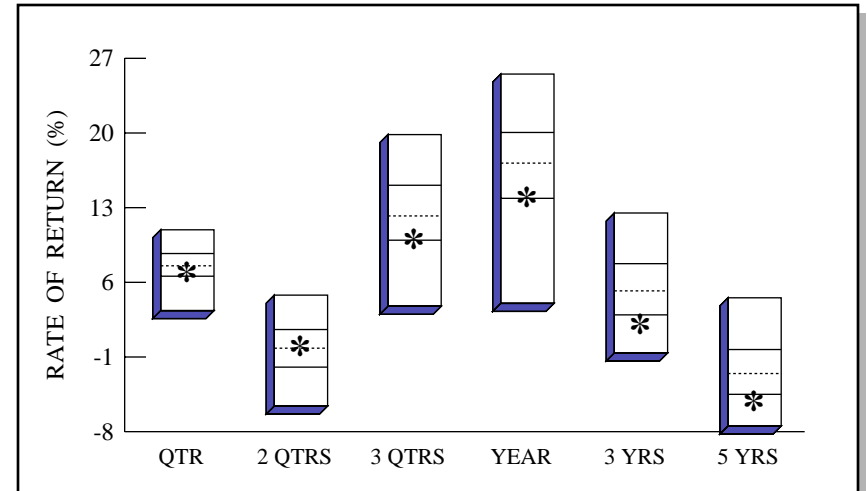
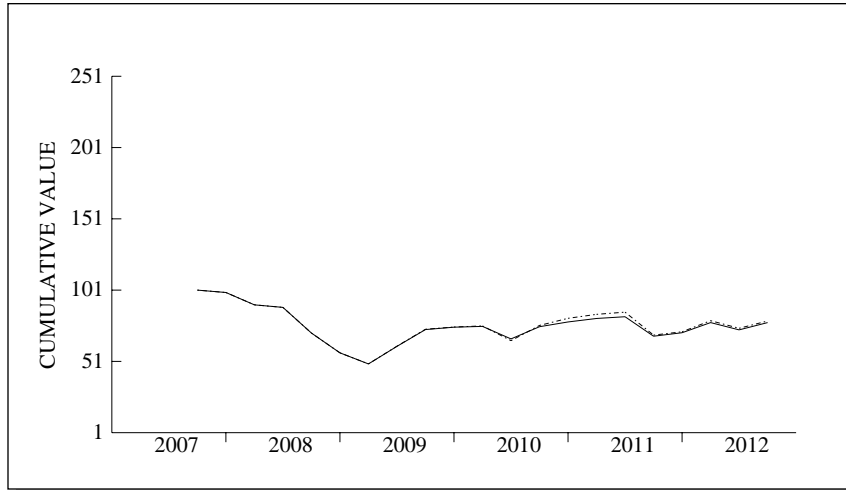
Total Quarters Observed	10
Quarters At or Above the Benchmark	9
Quarters Below the Benchmark	1
Batting Average	.900

INTERNATIONAL EQUITY MANAGER SUMMARY

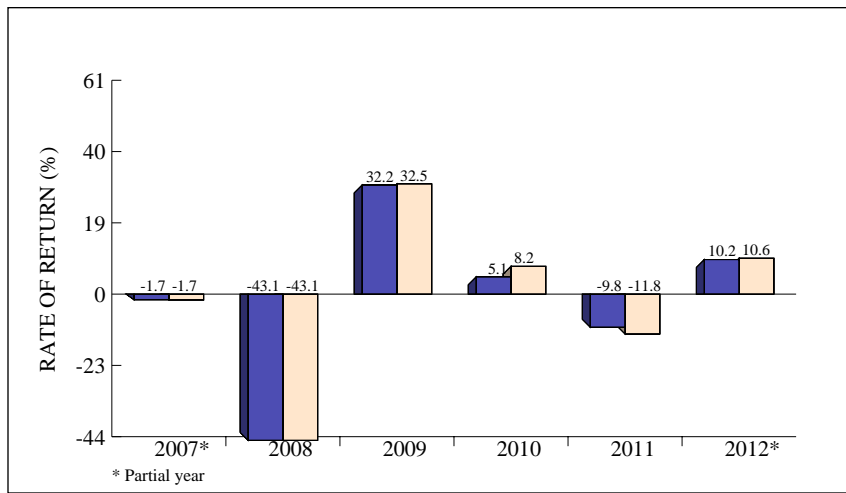


MANAGER	(UNIVERSE)	COMPONENT RETURNS AND RANKINGS					MARKET VALUE
		QTR	FYTD	1 YEAR	3 YEARS	5 YEARS	
JOHNSTON	(International Equity)	7.1 (62)	14.0 (74)	14.0 (74)	----	----	\$4,948,132
SSGA	(International Equity)	7.0 (67)	14.1 (74)	14.1 (74)	2.4 (81)	-4.9 (80)	\$3,891,190
<i>MSCI EAFE</i>		<i>7.0</i> ---	<i>14.3</i> ---	<i>14.3</i> ---	<i>2.6</i> ---	<i>-4.8</i> ---	---
TOTAL	(International Equity)	7.1 (64)	14.1 (74)	14.1 (74)	2.2 (83)	-5.0 (82)	\$8,839,322
<i>MSCI EAFE</i>		<i>7.0</i> ---	<i>14.3</i> ---	<i>14.3</i> ---	<i>2.6</i> ---	<i>-4.8</i> ---	---

INTERNATIONAL EQUITY RETURN COMPARISONS



International Equity Universe

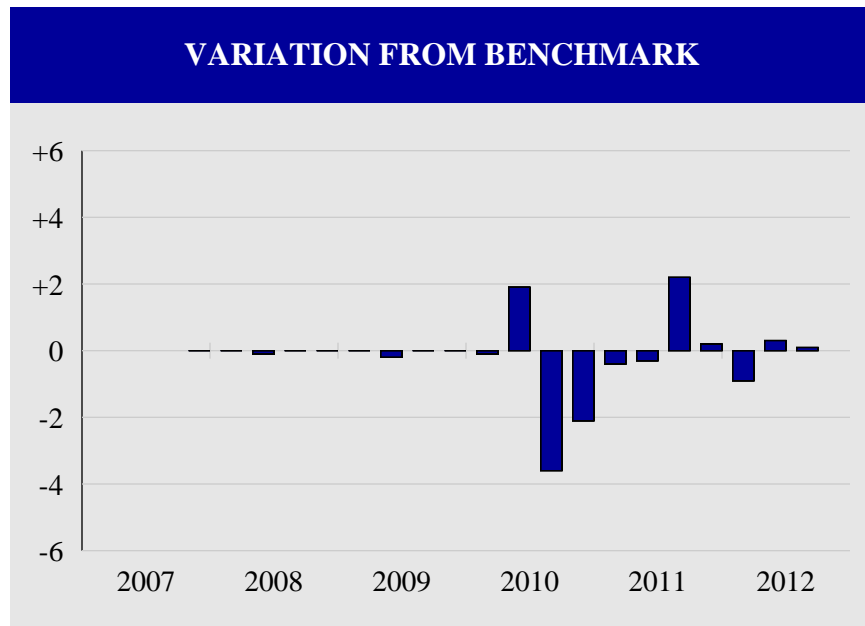


	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	7.1	0.1	10.2	14.1	2.2	-5.0
(RANK)	(64)	(46)	(74)	(74)	(83)	(82)
5TH %ILE	10.9	4.8	19.9	25.5	12.5	4.6
25TH %ILE	8.7	1.6	15.1	20.1	7.8	-0.3
MEDIAN	7.6	-0.2	12.2	17.2	5.2	-2.6
75TH %ILE	6.6	-2.0	10.0	13.9	3.0	-4.5
95TH %ILE	3.3	-5.6	3.8	4.0	-0.6	-7.5
MSCI EAFE	7.0	-0.3	10.6	14.3	2.6	-4.8

International Equity Universe

INTERNATIONAL EQUITY QUARTERLY PERFORMANCE SUMMARY

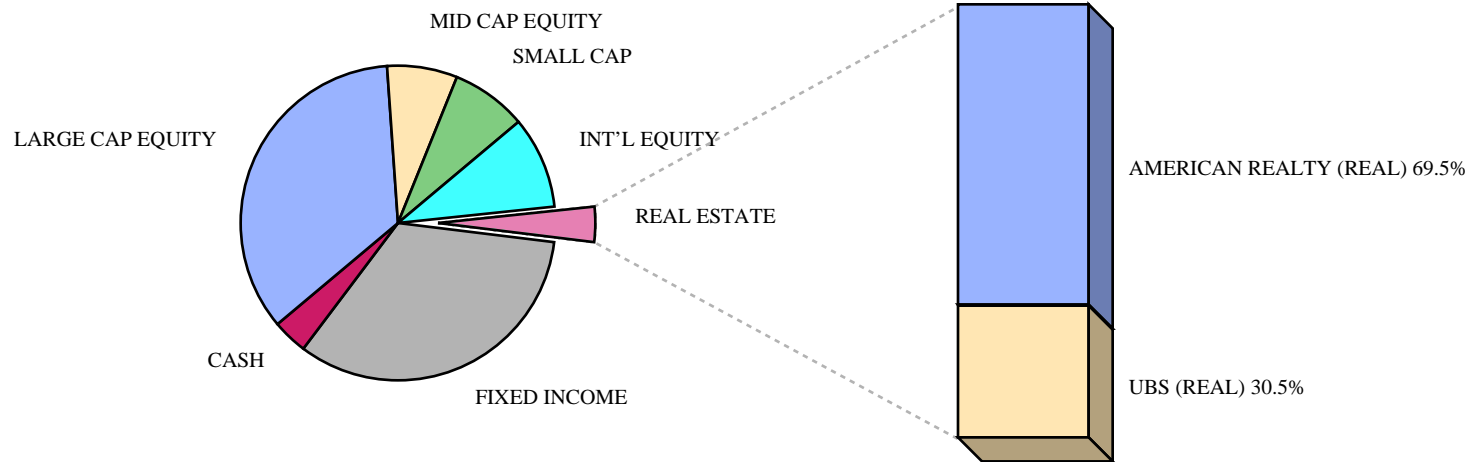
COMPARATIVE BENCHMARK: MSCI EAFE



RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
12/07	-1.7	-1.7	0.0
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

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

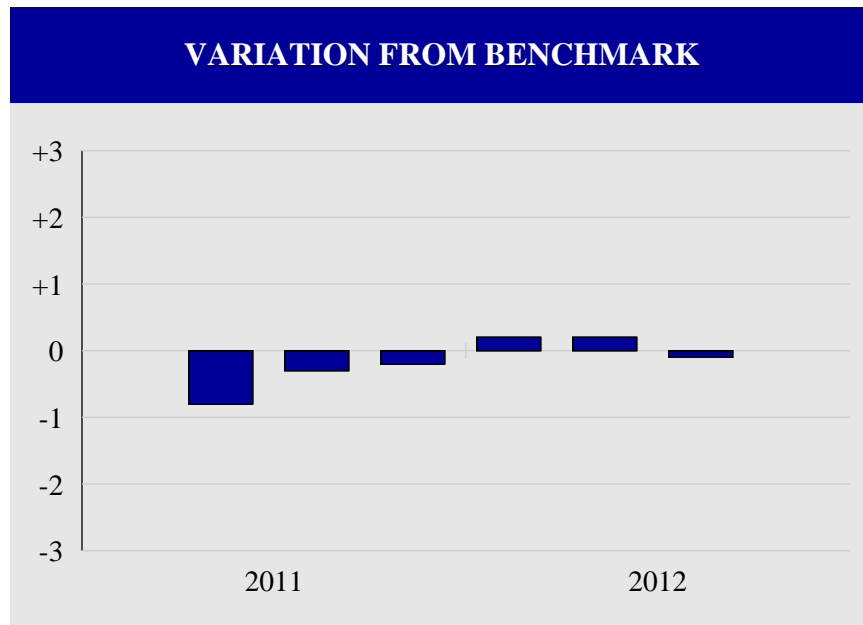
REAL ESTATE MANAGER SUMMARY



MANAGER	(UNIVERSE)	COMPONENT RETURNS AND RANKINGS					MARKET VALUE
		QTR	FYTD	1 YEAR	3 YEARS	5 YEARS	
AMERICAN REALTY		2.6 ---	11.6 ---	11.6 ---	---- --	---- --	\$2,335,704
UBS		-----	---- --	---- --	---- --	---- --	\$1,025,230
<i>NCREIF NFI-ODCE Index</i>		2.8 ---	11.6 ---	11.6 ---	12.2 ---	-1.1 ---	---
TOTAL		2.7 ---	11.7 ---	11.7 ---	---- --	---- --	\$3,360,934
<i>NCREIF NFI-ODCE Index</i>		2.8 ---	11.6 ---	11.6 ---	12.2 ---	-1.1 ---	---

REAL ESTATE QUARTERLY PERFORMANCE SUMMARY

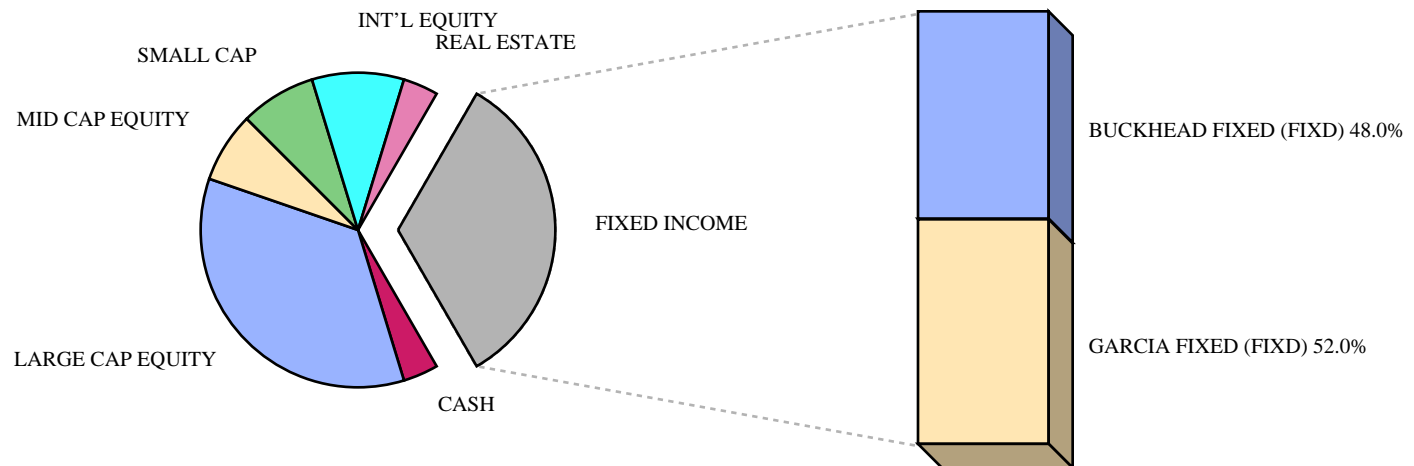
COMPARATIVE BENCHMARK: NCREIF NFI-ODCE INDEX



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

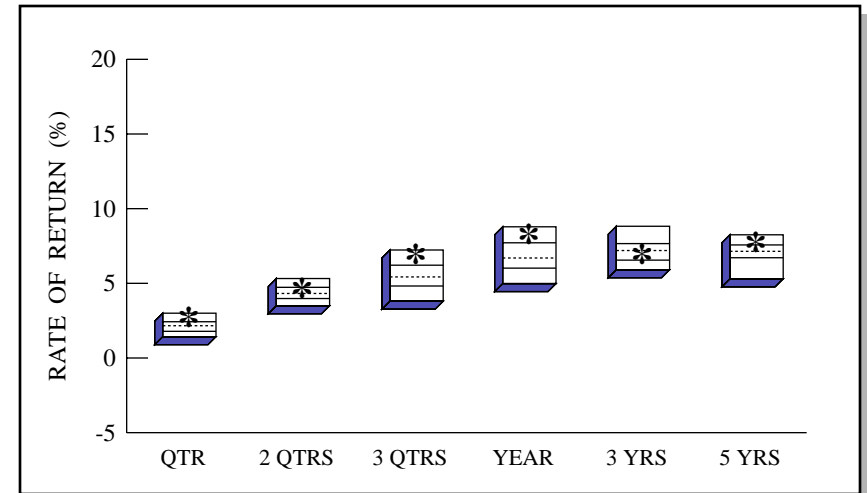
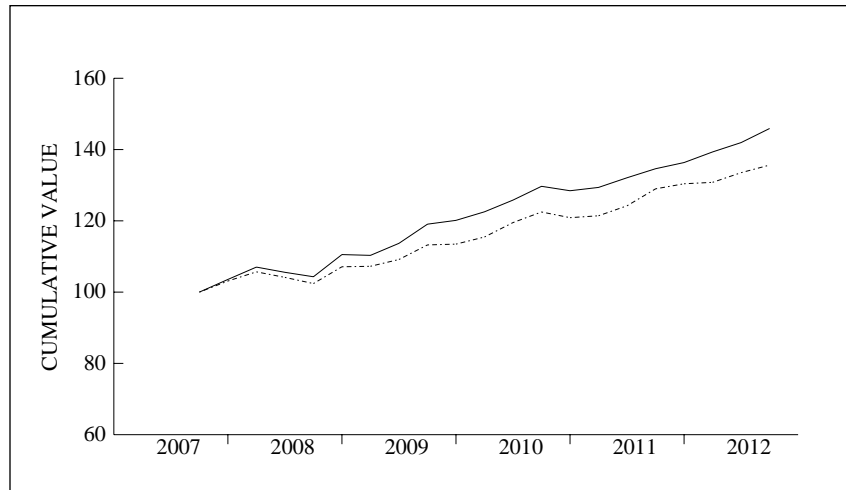
Total Quarters Observed	6
Quarters At or Above the Benchmark	2
Quarters Below the Benchmark	4
Batting Average	.333

FIXED INCOME MANAGER SUMMARY

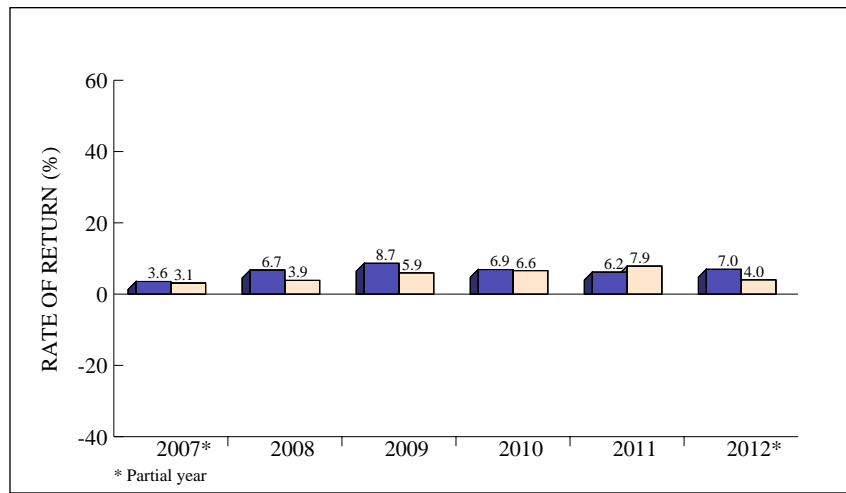


MANAGER	(UNIVERSE)	COMPONENT RETURNS AND RANKINGS					MARKET VALUE
		QTR	FYTD	1 YEAR	3 YEARS	5 YEARS	
BUCKHEAD FIXED	(Core Fixed Income)	2.1 (54)	6.1 (73)	6.1 (73)	6.1 (93)	7.1 (52)	\$15,027,850
GARCIA FIXED	(Core Fixed Income)	3.4 (3)	10.5 (3)	10.5 (3)	7.9 (22)	8.5 (3)	\$16,264,527
<i>Custom Fixed Income Index</i>		<i>1.6 ---</i>	<i>5.2 ---</i>	<i>5.2 ---</i>	<i>6.2 ---</i>	<i>6.3 ---</i>	<i>---</i>
TOTAL	(Core Fixed Income)	2.8 (12)	8.4 (10)	8.4 (10)	7.0 (56)	7.8 (15)	\$31,292,377
<i>Custom Fixed Income Index</i>		<i>1.6 ---</i>	<i>5.2 ---</i>	<i>5.2 ---</i>	<i>6.2 ---</i>	<i>6.3 ---</i>	<i>---</i>

FIXED INCOME RETURN COMPARISONS



Core Fixed Income Universe

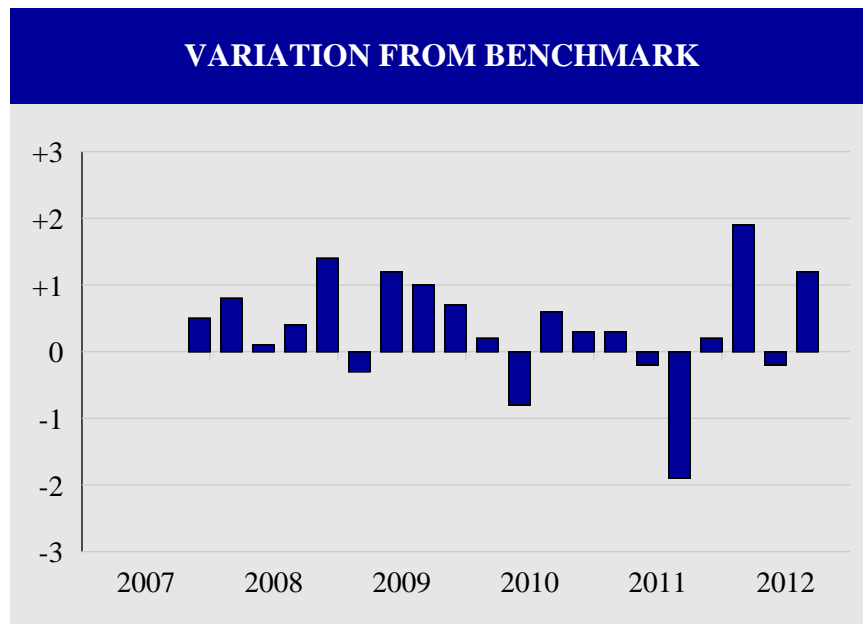


	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	2.8	4.7	7.0	8.4	7.0	7.8
(RANK)	(12)	(26)	(9)	(10)	(56)	(15)
5TH %ILE	3.0	5.3	7.2	8.8	8.8	8.3
25TH %ILE	2.4	4.7	6.2	7.7	7.7	7.6
MEDIAN	2.2	4.3	5.4	6.7	7.2	7.2
75TH %ILE	1.8	4.0	4.8	6.0	6.6	6.7
95TH %ILE	1.4	3.5	3.8	5.0	5.9	5.3
Fixed Idx	1.6	3.7	4.0	5.2	6.2	6.3

Core Fixed Income Universe

FIXED INCOME QUARTERLY PERFORMANCE SUMMARY

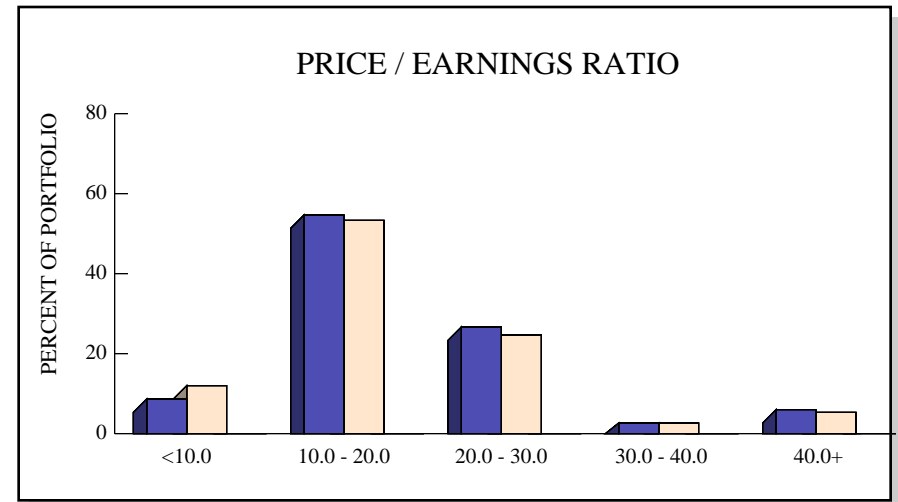
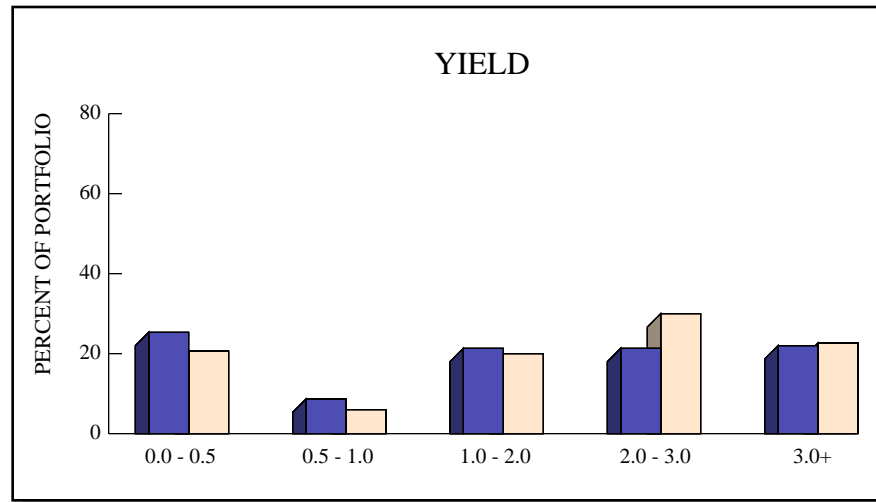
COMPARATIVE BENCHMARK: CUSTOM FIXED INCOME INDEX



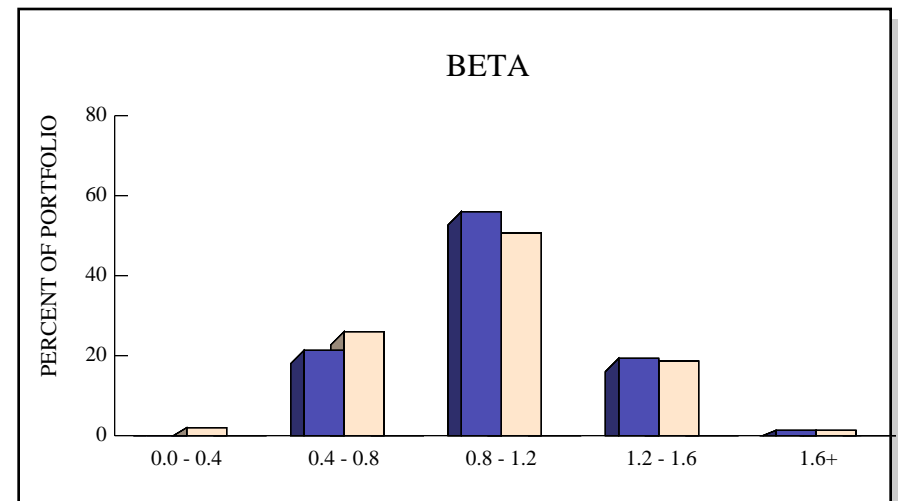
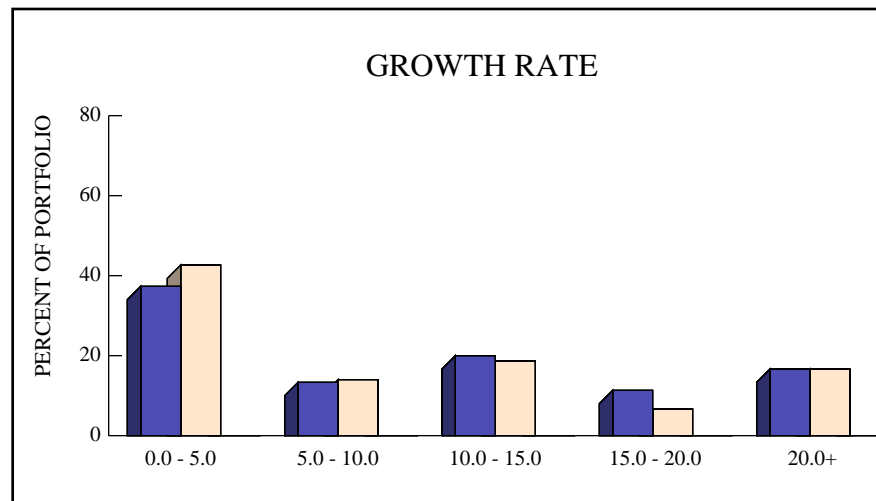
Total Quarters Observed	20
Quarters At or Above the Benchmark	15
Quarters Below the Benchmark	5
Batting Average	.750

RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
12/07	3.6	3.1	0.5
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

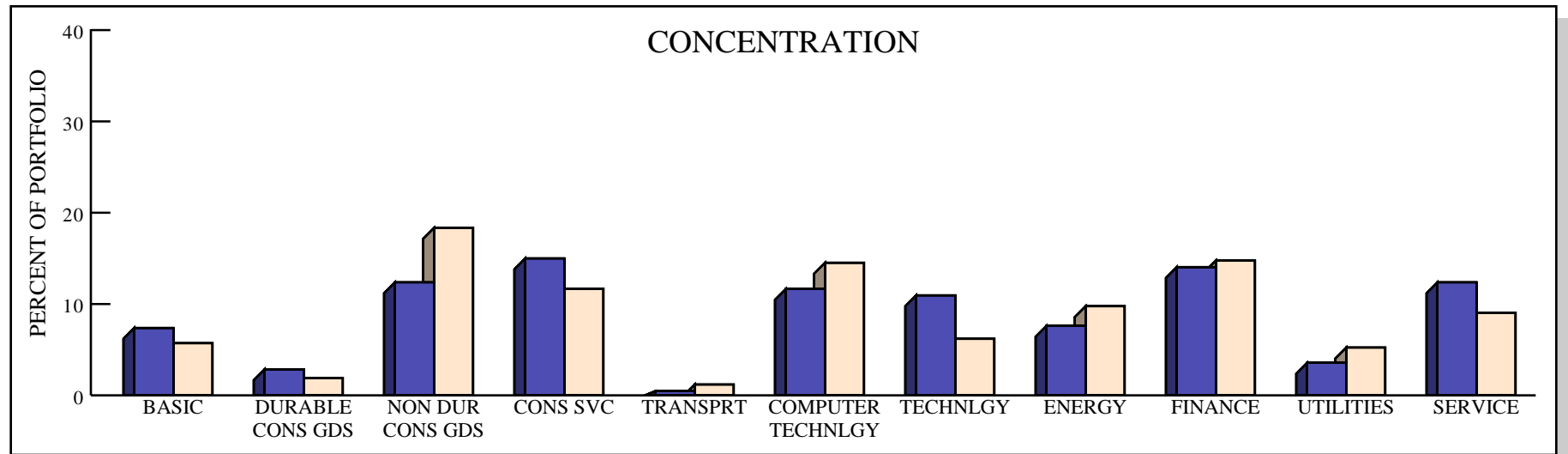
STOCK CHARACTERISTICS



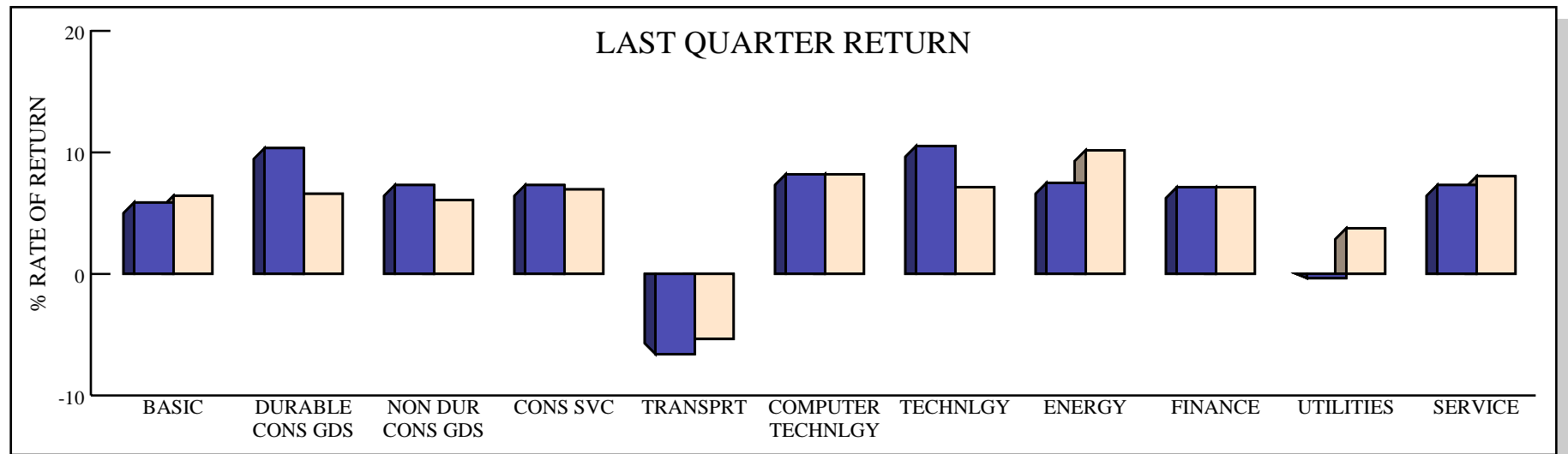
	YIELD	GROWTH	P/E	BETA
PORTFOLIO	1.9%	10.1%	19.5	1.01
S&P 500	2.0%	9.3%	19.1	1.00



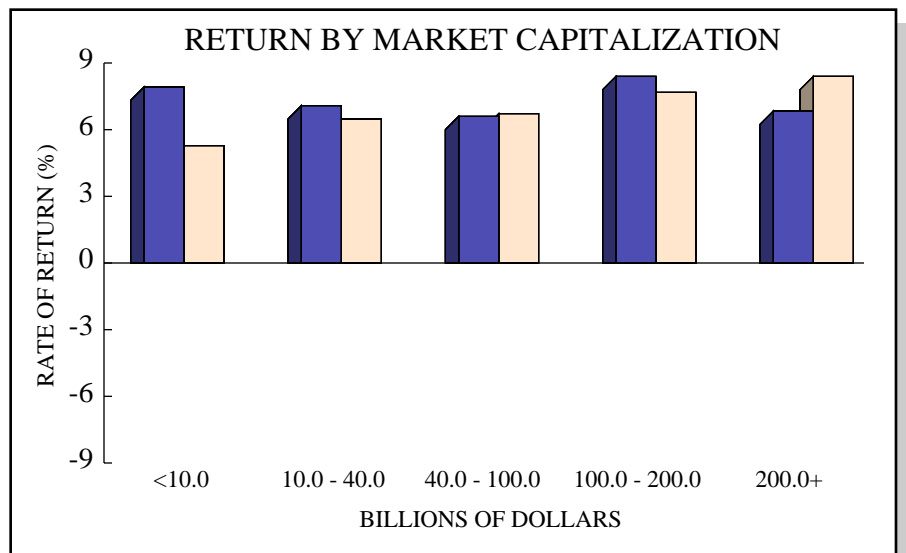
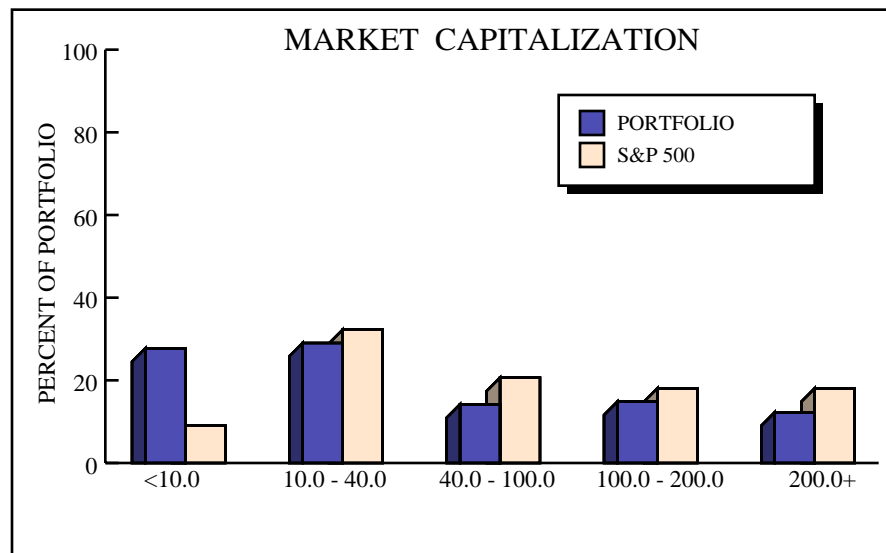
STOCK INDUSTRY ANALYSIS



■ PORTFOLIO ■ S&P 500



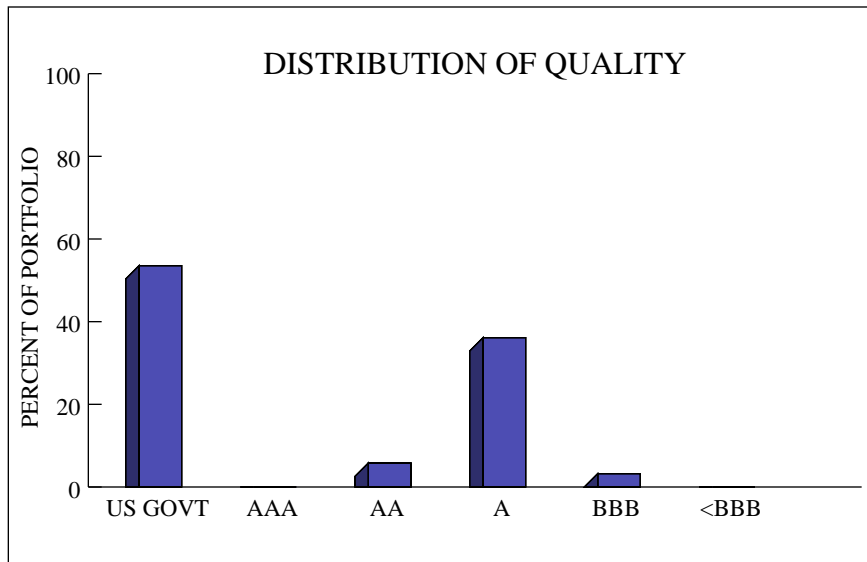
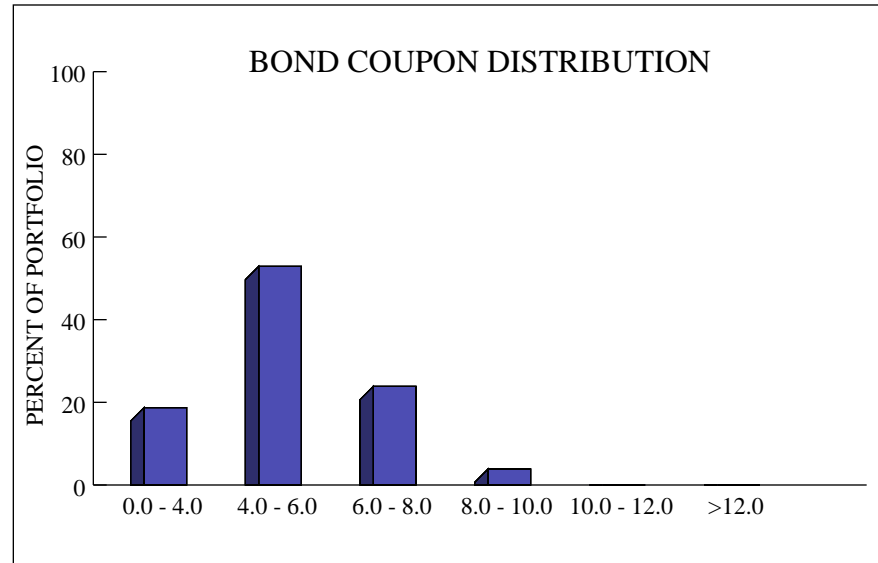
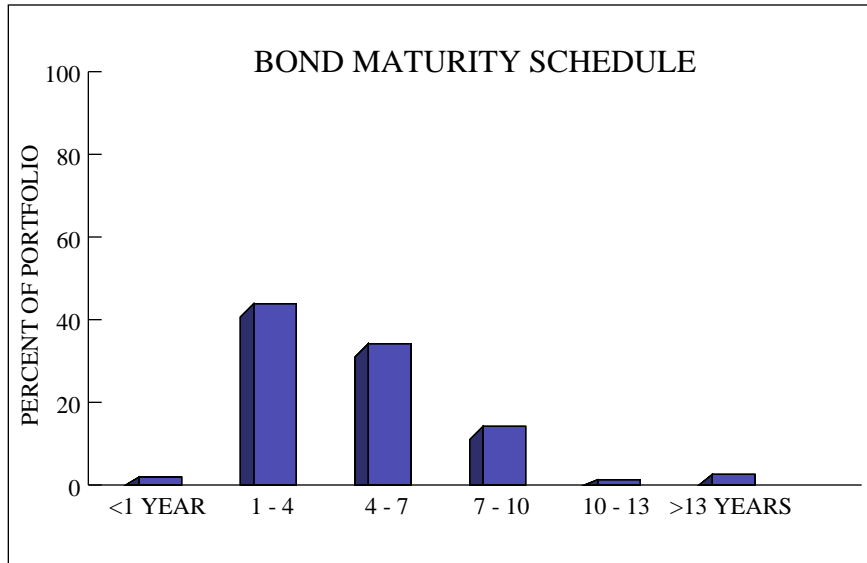
TOP TEN HOLDINGS



TOP TEN EQUITY HOLDINGS

RANK	NAME	VALUE	% EQUITY	RETURN	INDUSTRY SECTOR	MKT CAP
1	MICROSOFT CORP	\$ 1,093,819	2.74%	-2.0%	Computer Tech	\$ 249.7 B
2	APPLE INC	967,527	2.43%	14.3%	Computer Tech	625.5 B
3	INTL BUSINESS MACHINES CORP	845,151	2.12%	6.4%	Service	237.1 B
4	QUALCOMM INC	747,255	1.87%	12.6%	Technology	106.4 B
5	BAXTER INTERNATIONAL INC	650,627	1.63%	13.9%	Technology	33.0 B
6	GENERAL ELECTRIC CO	561,618	1.41%	9.7%	Basic	240.6 B
7	COCA-COLA CO/THE	557,950	1.40%	-2.3%	NonDur Cons Goods	170.8 B
8	EXPRESS SCRIPTS HOLDING CO	522,292	1.31%	12.3%	Consumer Service	50.8 B
9	EXXON MOBIL CORP	517,607	1.30%	7.4%	Energy	422.1 B
10	ALLSTATE CORP	511,563	1.28%	13.4%	Finance	19.2 B

BOND CHARACTERISTICS



	PORTFOLIO	BARCLAYS AGG
No. of Securities	148	7,999
Duration	4.77	4.85
YTM	2.06	1.61
Average Coupon	5.22	3.67
Avg Maturity / WAL	5.28	6.73
Average Quality	AAA-AA	USG-AAA

COMPLIANCE REPORT

Total Fund:

Portfolio Value: \$93,496,354

<i>Performance</i>	<i>Qtr</i>	<i>1 Year</i>	<i>3 Year</i>	<i>5 Year</i>	<i>Compliance</i>
Total Fund	4.9%	18.3%	9.6%	3.7%	-
Shadow Index	4.3%	18.0%	9.4%	2.8%	-
Total Excess	0.6%	0.3%	0.2%	0.9%	YES
Large Cap Equity Return	6.3%	26.3%	12.0%	1.6%	-
S&P 500 Index	6.3%	30.2%	13.2%	1.0%	-
Equity Excess	0.0%	-3.9%	-1.2%	0.6%	YES
Large Cap Equity Rank	(51)	(73)	(65)	(49)	YES
Mid Cap Equity Return	5.4%	28.5%	14.4%	3.9%	-
S&P 400 Index	5.4%	28.5%	14.3%	3.8%	-
Equity Excess	0.0%	0.0%	0.1%	0.1%	YES
Mid Cap Equity Rank	(40)	(34)	(42)	(34)	YES
Small Cap Equity Return	8.0%	38.0%	n/a	n/a	-
Russell 2000 Index	5.2%	31.9%	13.0%	2.2%	-
Equity Excess	2.8%	6.1%	n/a	n/a	-
Small Cap Equity Rank	(11)	(12)	n/a	n/a	-
Int'l Equity Return	7.1%	14.1%	2.2%	-5.0%	-
EAFE Index	7.0%	14.3%	2.6%	-4.8%	-
Int'l Equity Excess	0.1%	-0.2%	-0.4%	-0.2%	NO
Int'l Equity Rank	(64)	(74)	(83)	(82)	NO
Real Estate Return	2.7%	11.7%	n/a	n/a	-
NCREIF ODCE	2.8%	11.6%	12.2%	-1.1%	-
Real Estate Excess	-0.1%	0.1%	n/a	n/a	-
Fixed Income Return	2.8%	8.4%	7.0%	7.8%	-
Barclays Aggregate Index	1.6%	5.2%	6.2%	6.5%	-
Fixed Excess	1.2%	3.2%	0.8%	1.3%	YES
Fixed Rank	(12)	(10)	(56)	(15)	YES

<i>Asset Allocation</i>	<i>Actual</i>	<i>Target</i>	<i>Minimum</i>	<i>Maximum</i>	<i>Compliance</i>
Domestic Equity	49.7%	50.0%	40.0%	60.0%	YES
Int'l Equity	9.5%	12.5%	7.5%	17.5%	YES
Real Estate	3.6%	5.0%	2.5%	7.5%	YES
Fixed	33.5%	32.5%	25.0%	40.0%	YES
Cash	3.7%	-	-	-	-

COMPLIANCE REPORT**Total Fund:****Portfolio Value: \$93,496,354**

<i>By manager</i>	<i>Actual</i>	<i>Target</i>	<i>Minimum</i>	<i>Maximum</i>	<i>Compliance</i>
Buckhead Capital Management	34.3%	33.5%	27.0%	40.0%	YES
Garcia Hamilton	37.7%	34.0%	28.0%	40.0%	YES
Rhumblin - Mid Cap	7.1%	7.5%	5.0%	10.0%	YES
TAMRO - Small Cap	7.8%	7.5%	5.0%	10.0%	YES
Johnston	5.3%	7.5%	5.0%	10.0%	YES
SSgA - EAFE Index Fund	4.2%	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	45.9%	50%	40%	70%	YES
Fixed	46.9%	50%	30%	50%	YES
Cash	7.2%	-	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	3.7%	14.3%	8.0%	3.1%	-
Equity Return	6.0%	25.5%	10.2%	-0.2%	-
Russell 1000 V Index Return	6.5%	30.9%	11.8%	-0.9%	-
Equity Excess Russell 1000 V	-0.5%	-5.4%	-1.6%	0.7%	YES
LCV Equity Rank	(54)	(77)	(76)	(66)	NO
Fixed Return	2.1%	6.1%	6.1%	7.1%	-
Barclays Aggregate Index	1.6%	5.2%	6.2%	6.5%	-
Fixed Excess	0.5%	0.9%	-0.1%	0.6%	YES
Core Fixed Rank	(54)	(73)	(93)	(52)	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%	2.2%	YES
Risk/Beta	1.3	0.95	YES
5 year operating history	100%	100%	YES
Market Capitalization Minimum	\$.100 B	2.97 B	YES
Atwood Oceanics Inc.,	-	-	-
Market Capitalization less than \$5 B	15%	2.9%	YES
% in one stock	5.0%	3.8%	YES
General Electric Co.	-	-	-
<i>Fixed:</i>			
Corporate bonds	A	A	YES
% 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	50.9%	50%	40%	70%	YES
Fixed	46.1%	50%	30%	50%	YES
Cash	3.0%	-	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	4.9%	18.4%	10.9%	5.2%	-
Equity Return	6.6%	27.0%	13.6%	3.2%	-
Russell 1000 G Index Return	6.1%	29.2%	14.7%	3.2%	-
Equity Excess Russell 1000 G	0.5%	-2.2%	-1.1%	0.0%	YES
LCG Equity Rank	(39)	(58)	(45)	(34)	YES
Fixed Return	3.4%	10.5%	7.9%	8.5%	-
Barclays Aggregate Index	1.6%	5.2%	6.2%	6.5%	-
Fixed Excess	1.8%	5.3%	1.7%	2.0%	YES
Core Fixed Rank	(3)	(3)	(22)	(3)	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	1.00	YES
5 year operating history	100%	100%	YES
Market Capitalization Minimum	\$.100 B	2.6 B	YES
Cinemark Holdings Inc.,	-	-	-
Market Capitalization less than \$5 B	15%	3.2%	YES
% in one stock	5.0%	5.4%	NO
Apple Inc.	-	-	-
<i>Fixed:</i>			
Corporate bonds	A	A	YES
% in one non-USG bond	5%	4.9%	YES

Tamro - Small Cap

Portfolio Value: \$7,331,737

<i>Performance</i>	<i>Qtr</i>	<i>1 year</i>	<i>3 year</i>	<i>5 year</i>	<i>Compliance</i>
Total Return	7.9%	37.3%	n/a	n/a	-
Equity Return	8.0%	38.0%	n/a	n/a	-
Russell 2000 Index Return	5.2%	31.9%	13.0%	10.2%	-
Equity Excess Russell 2000	2.8%	6.1%	n/a	n/a	-
Small Cap Equity Rank	(11)	(12)	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	1.14	YES
Market Capitalization Minimum	\$.100 B	\$.268 B	YES
Rosetta Stone Inc.	-	-	-
% in one stock	5.0%	2.9%	YES
Colfax Corp.	-	-	-

APPENDIX - MAJOR MARKET INDEX RETURNS

Domestic Equity	Style	QTR	FYTD	1 Year	3 years	5 Years
Russell 3000	Broad Equity	6.2	30.2	30.2	13.3	1.3
S&P 500	Large Cap Core	6.3	30.2	30.2	13.2	1.0
Russell 1000	Large Cap Core	6.3	30.1	30.1	13.3	1.2
Russell 1000 Growth	Large Cap Growth	6.1	29.2	29.2	14.7	3.2
Russell 1000 Value	Large Cap Value	6.5	30.9	30.9	11.8	-0.9
Russell Mid Cap	Midcap	5.6	28.0	28.0	14.3	2.2
Russell Mid Cap Growth	Midcap Growth	5.3	26.7	26.7	14.7	2.5
Russell Mid Cap Value	Midcap Value	5.8	29.2	29.2	13.9	1.7
Russell 2000	Small Cap	5.2	31.9	31.9	13.0	2.2
Russell 2000 Growth	Small Cap Growth	4.8	31.2	31.2	14.2	2.9
Russell 2000 Value	Small Cap Value	5.7	32.6	32.6	11.7	1.3
International Equity	Style	QTR	FYTD	1 Year	3 years	5 Years
MSCI EAFE	Developed Markets Equity	7.0	14.3	14.3	2.6	-4.8
MSCI EAFE Growth	Developed Markets Growth	6.4	15.2	15.2	4.7	-3.9
MSCI EAFE Value	Developed Markets Value	7.6	13.3	13.3	0.5	-5.7
MSCI All Country World Ex US	Foreign Equity	7.5	15.0	15.0	3.6	-3.7
MSCI Emerging Markets	Emerging Markets Equity	7.9	17.3	17.3	5.9	-1.0
Domestic Fixed Income	Style	QTR	FYTD	1 Year	3 years	5 Years
Barclays Aggregate Index	Core Fixed Income	1.6	5.2	5.2	6.2	6.5
Barclays Gov/Credit	Gov/Credit	1.7	5.7	5.7	6.5	6.6
Barclays Capital Gov't Bond	Treasuries	0.6	2.9	2.9	5.1	6.0
Barclays Capital Credit Bond	Corporate Bonds	3.7	10.6	10.6	8.8	8.4
Intermediate Aggregate	Core Intermediate	1.4	4.3	4.3	5.3	6.0
Intermediate Gov/Credit	Gov / Credit Intermediate	1.4	4.4	4.4	5.2	5.7
ML/BoA 1-3 Year Treasury	Short Term Treasuries	0.3	0.6	0.6	1.4	2.8
CSFB High Yield	High Yield Bonds	4.3	17.9	17.9	12.5	8.6
Alternative Assets	Style	QTR	FYTD	1 Year	3 years	5 Years
Barclays Global Ex-US	International Treasuries	2.7	3.1	3.1	1.1	4.5
NCREIF NFI-ODCE Index	Real Estate	2.8	11.6	11.6	12.2	-1.1
HFRI FOF Composite	Hedge Funds	2.4	2.9	2.9	0.9	-1.5
DJCS Tremont Hedge Fund Index	Hedge Funds	2.1	3.0	3.0	2.8	0.7

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
SEPTEMBER 2012

INVESTMENT RETURN

On September 30th, 2012, the Town of Davie Police Pension Fund's Garcia Hamilton portfolio was valued at \$35,290,686, representing an increase of \$2,195,458 from the June quarter's ending value of \$33,095,228. Last quarter, the Fund posted net contributions equaling \$565,051 plus a net investment gain equaling \$1,630,407. Total net investment return was the result of income receipts, which totaled \$213,802 and net realized and unrealized capital gains of \$1,416,605.

For the cumulative period since September 2007, the fund has recorded net withdrawals totaling \$514,325 and posted net investment gains of \$7.8 million. For the period since September 2007, if the total fund returned a compounded nominal rate of 7.9% it would have been valued at \$40.4 million or \$5.1 million more than the actual value as of September 30th, 2012.

RELATIVE PERFORMANCE

Total Fund

In the third quarter, the Garcia Hamilton portfolio gained 4.9%, which ranked in the 37th percentile of the Balanced Fund universe. Over the trailing twelve-month period, the portfolio returned 18.4%, which ranked in the 71st percentile. Since September 2007, the portfolio returned 5.2% per annum and ranked in the 12th percentile.

Large Cap Equity

For the third quarter, the large cap equity segment returned 6.6%, which was 0.5% above the Russell 1000 Growth Index's return of 6.1% and ranked in the 39th percentile of the Large Cap Growth universe. Over the trailing year, this segment returned 27.0%, which was 2.2% less than the benchmark's 29.2% return, and ranked in the 58th percentile. Since September 2007, this component returned

3.2% on an annualized basis and ranked in the 34th percentile. The Russell 1000 Growth returned an annualized 3.2% over the same time frame.

Fixed Income

In the third quarter, the fixed income component returned 3.4%, which was 1.8% greater than the Custom Fixed Income Index's return of 1.6% and ranked in the 3rd percentile of the Core Fixed Income universe. Over the trailing twelve-month period, this component returned 10.5%, which was 5.3% greater than the benchmark's 5.2% return, ranking in the 3rd percentile. Since September 2007, this component returned 8.5% per annum and ranked in the 3rd percentile. The Custom Fixed Income Index returned an annualized 6.3% over the same time frame.

ASSET ALLOCATION

At the end of the third quarter, large cap equities comprised 50.9% of the total portfolio (\$18.0 million), while the portfolio's fixed income component totaled 46.1% (\$16.3 million) and cash & equivalent comprised the remaining 3.0% (\$1.1 million).

ANALYSIS

Equity

At the end of the last quarter, the equity component of the Garcia Hamilton portfolio was invested across all eleven industry sectors depicted in our analysis. Relative to the Russell 1000 Growth, the Basic, Durable Consumer Goods, Consumer Service, Technology, and Energy sectors were given more weight, while the Non Durable Consumer Goods, Computer Technology, Finance, and Utilities sectors were notably lighter.

The stock portfolio's small performance boost, relative to the benchmark, came mainly from the Durable Consumer Goods, Non Durable Consumer Goods, Consumer Service, and Technology sectors. All four of these sectors returned above the benchmark and represented significant positions within the portfolio. In contrast, poor stock selection in the Finance sector hurt the portfolio as its return was significantly lower than the benchmark. The Energy sector pulled the total portfolio return down as well, offsetting some of the previous gains. Overall, however, the portfolio beat the Russell 1000 Growth index by 50 basis points.

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 bond: American Express. This was the only BBB rated bond in our analysis.

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 BBB, giving the portfolio an overall average quality rating of AAA-AA. The average maturity of the portfolio was 5.4 years, less than the Barclays Aggregate Index's 6.7-year maturity. The average coupon was 6.2%.

EXECUTIVE SUMMARY**PERFORMANCE SUMMARY**

	Quarter	FYTD	-----Annualized-----		
			1 Year	3 Years	5 Years
Total Gross/Fees	4.9	18.4	18.4	10.9	5.2
<i>BALANCED FUND RANK</i>	(37)	(71)	(71)	(10)	(12)
Total Net/Fees	4.8	17.9	17.9	10.4	4.7
SHADOW INDEX	3.8	16.5	16.5	10.8	4.6
Large Cap Equity	6.6	27.0	27.0	13.6	3.2
<i>LARGE CAP GROWTH RANK</i>	(39)	(58)	(58)	(45)	(34)
RUSSELL 1000G	6.1	29.2	29.2	14.7	3.2
S&P 500	6.3	30.2	30.2	13.2	1.0
Fixed Income	3.4	10.5	10.5	7.9	8.5
<i>CORE FIXED INCOME RANK</i>	(3)	(3)	(3)	(22)	(3)
CUSTOM FX INDEX	1.6	5.2	5.2	6.2	6.3
BARCLAYS AGG	1.6	5.2	5.2	6.2	6.5
GOV/CREDIT	1.7	5.7	5.7	6.5	6.6

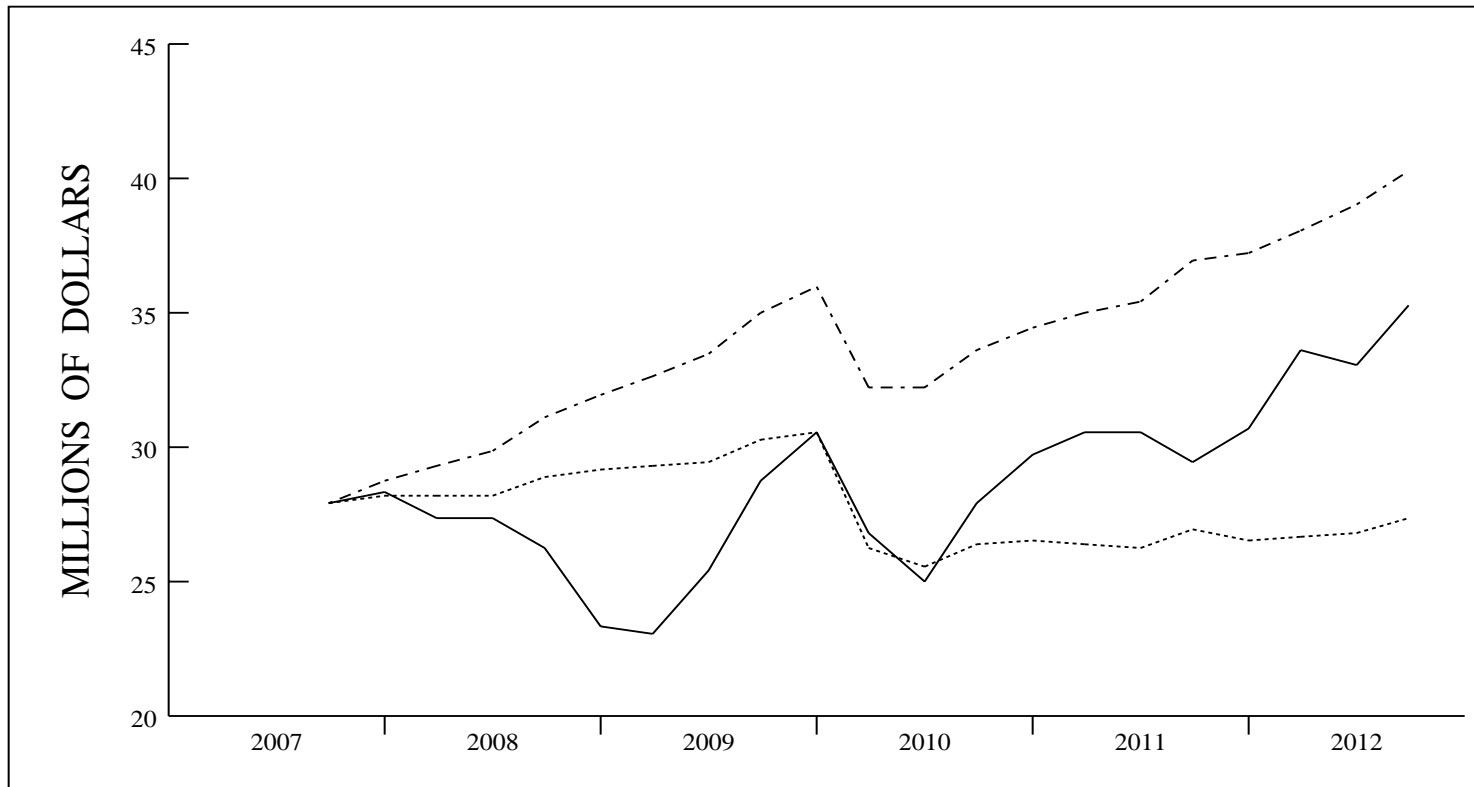
ASSET ALLOCATION

Large Cap Equity	50.9%	\$ 17,971,991
Fixed Income	46.1%	16,264,527
Cash	3.0%	1,054,168
Total Portfolio	100.0%	\$ 35,290,686

INVESTMENT RETURN

Market Value 6/2012	\$ 33,095,228
Contribs / Withdrawals	565,051
Income	213,802
Capital Gains / Losses	1,416,605
Market Value 9/2012	\$ 35,290,686

INVESTMENT GROWTH

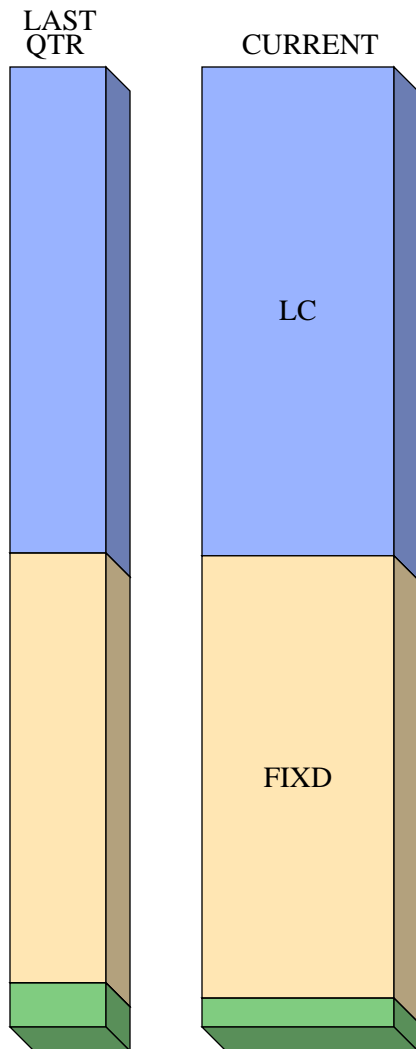


— ACTUAL RETURN
 - - - 7.9%
 . . . 0.0%

VALUE ASSUMING
 7.9% RETURN
 \$ 40,354,273

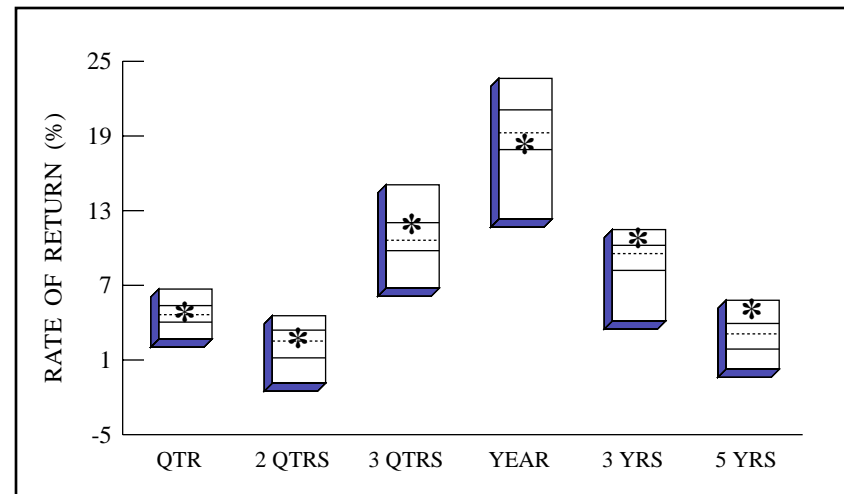
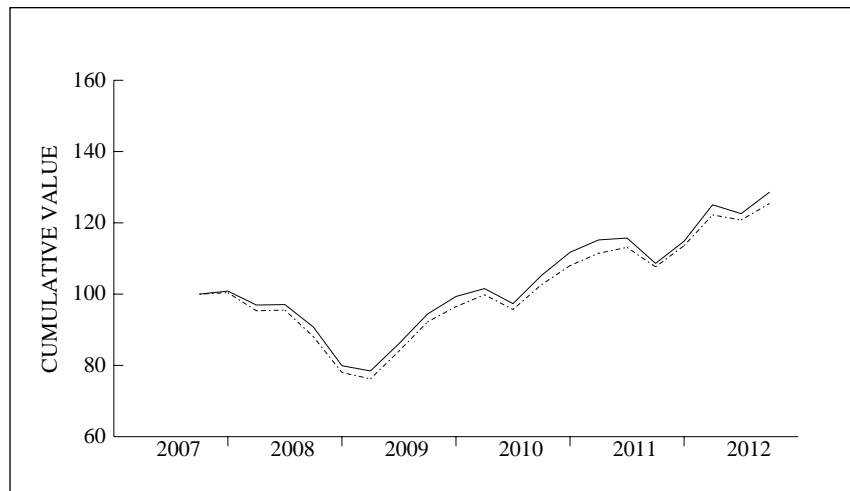
	LAST QUARTER	PERIOD 9/07 - 9/12
BEGINNING VALUE	\$ 33,095,228	\$ 28,001,740
NET CONTRIBUTIONS	565,051	-514,325
INVESTMENT RETURN	1,630,407	7,803,271
ENDING VALUE	\$ 35,290,686	\$ 35,290,686
INCOME	213,802	4,233,614
CAPITAL GAINS (LOSSES)	1,416,605	3,569,657
INVESTMENT RETURN	1,630,407	7,803,271

ASSET ALLOCATION



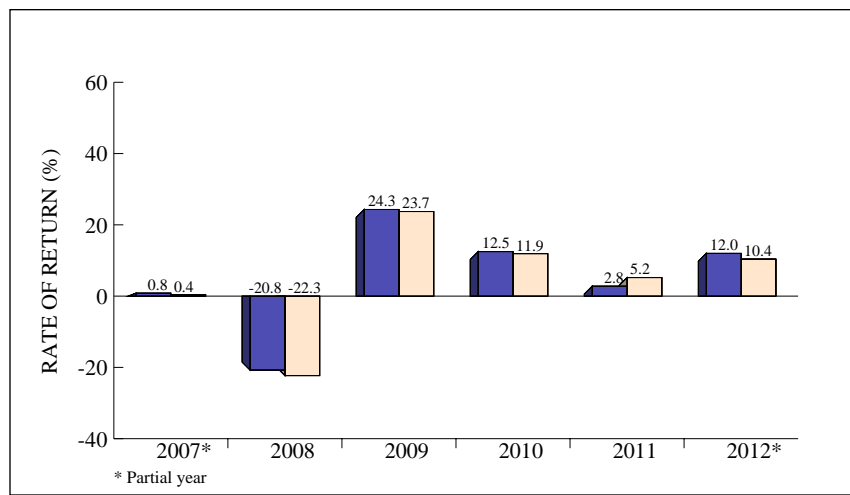
	<u>VALUE</u>	<u>PERCENT</u>	<u>TARGET</u>	<u>MIN</u>	<u>MAX</u>
LARGE CAP EQUITY	\$ 17,971,991	50.9%	50.0%	40.0%	70.0%
FIXED INCOME	16,264,527	46.1%	50.0%	30.0%	50.0%
CASH & EQUIVALENT	1,054,168	3.0%	0.0%	0.0%	10.0%
<u>TOTAL FUND</u>	<u>\$ 35,290,686</u>	<u>100.0%</u>			

TOTAL RETURN COMPARISONS



■ ——— PORTFOLIO
■ - - - - SHADOW INDEX

Balanced Fund Universe

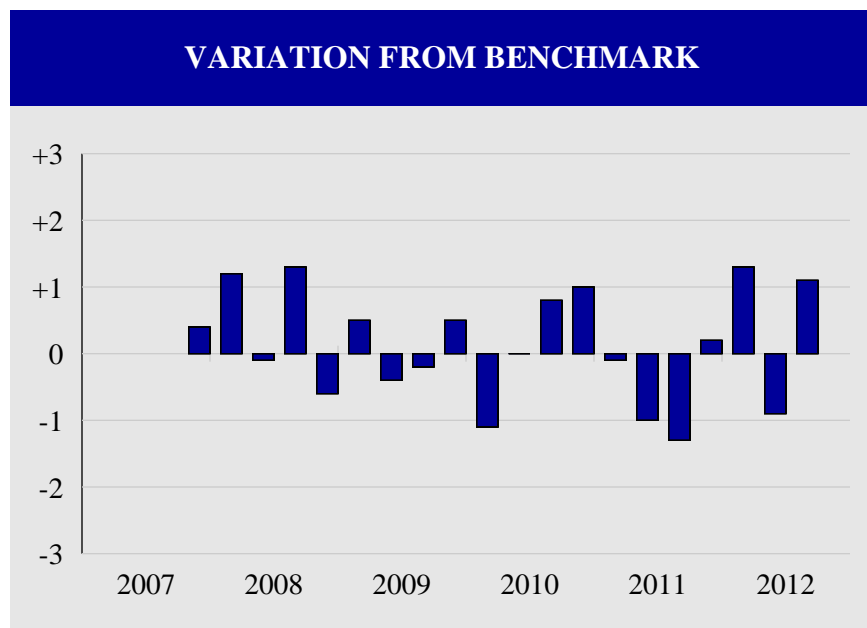


	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	4.9	2.9	12.0	18.4	10.9	5.2
(RANK)	(37)	(43)	(27)	(71)	(10)	(12)
5TH %ILE	6.7	4.6	15.1	23.6	11.5	5.8
25TH %ILE	5.4	3.4	12.0	21.1	10.2	3.9
MEDIAN	4.6	2.5	10.6	19.3	9.5	3.1
75TH %ILE	4.1	1.2	9.8	17.9	8.2	1.9
95TH %ILE	2.7	-0.9	6.8	12.3	4.1	0.3
<i>Sh Idx</i>	3.8	2.6	10.4	16.5	10.8	4.6

Balanced Fund Universe

TOTAL PORTFOLIO QUARTERLY PERFORMANCE SUMMARY

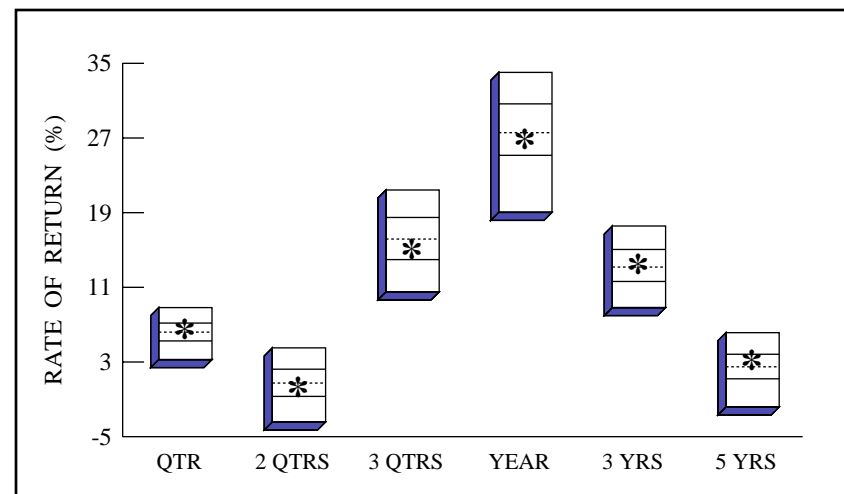
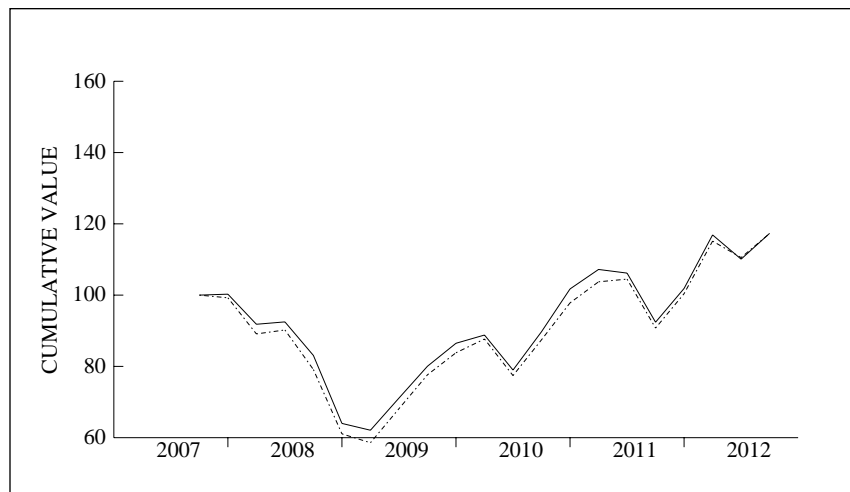
COMPARATIVE BENCHMARK: SHADOW INDEX



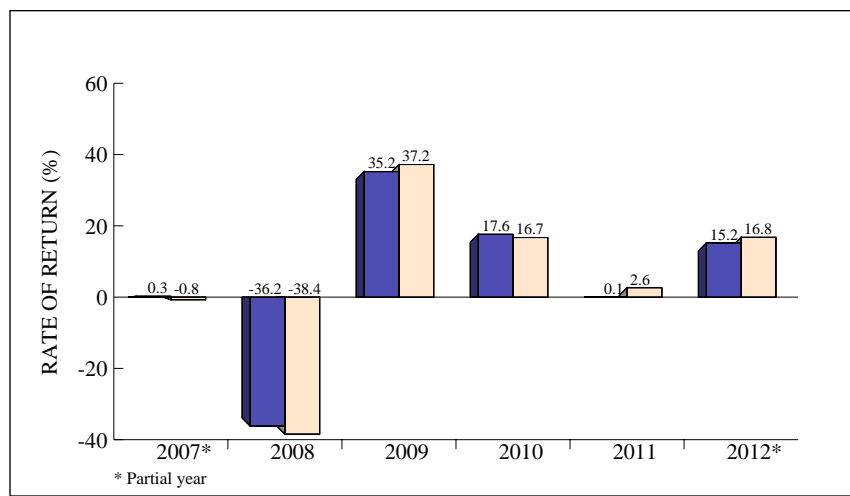
Total Quarters Observed	20
Quarters At or Above the Benchmark	11
Quarters Below the Benchmark	9
Batting Average	.550

RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
12/07	0.8	0.4	0.4
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

LARGE CAP EQUITY RETURN COMPARISONS



Large Cap Growth Universe

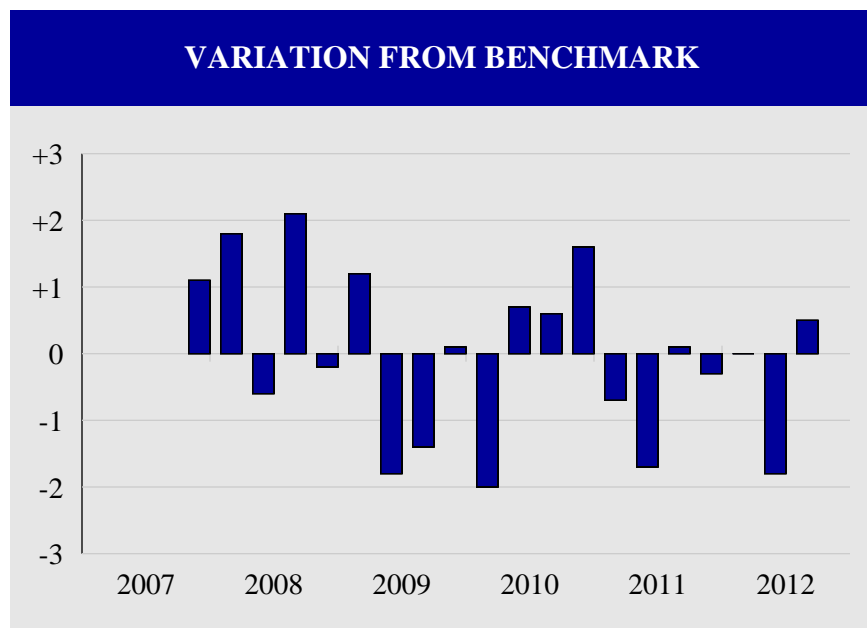


	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	6.6	0.4	15.2	27.0	13.6	3.2
(RANK)	(39)	(56)	(64)	(58)	(45)	(34)
5TH %ILE	8.8	4.5	21.4	34.0	17.6	6.1
25TH %ILE	7.2	2.2	18.5	30.7	15.1	3.8
MEDIAN	6.2	0.7	16.2	27.6	13.2	2.5
75TH %ILE	5.3	-0.7	14.0	25.2	11.6	1.2
95TH %ILE	3.3	-3.4	10.5	19.0	8.8	-1.8
Russ 1000G	6.1	1.9	16.8	29.2	14.7	3.2

Large Cap Growth Universe

LARGE CAP EQUITY QUARTERLY PERFORMANCE SUMMARY

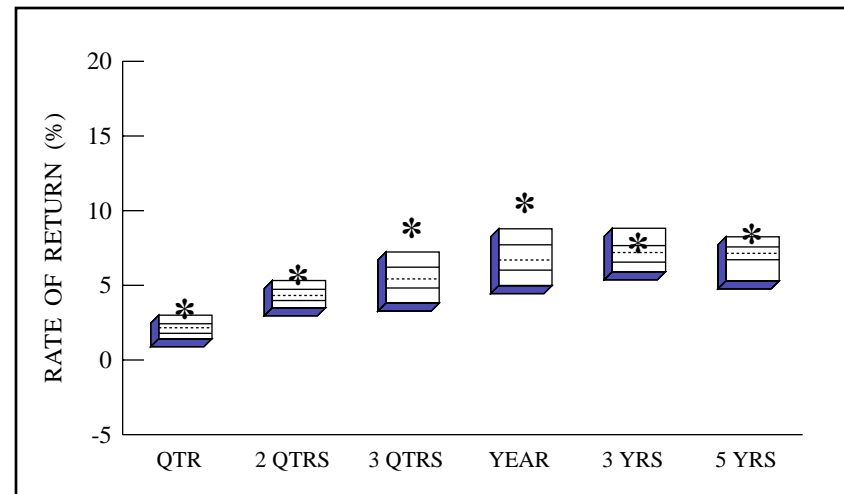
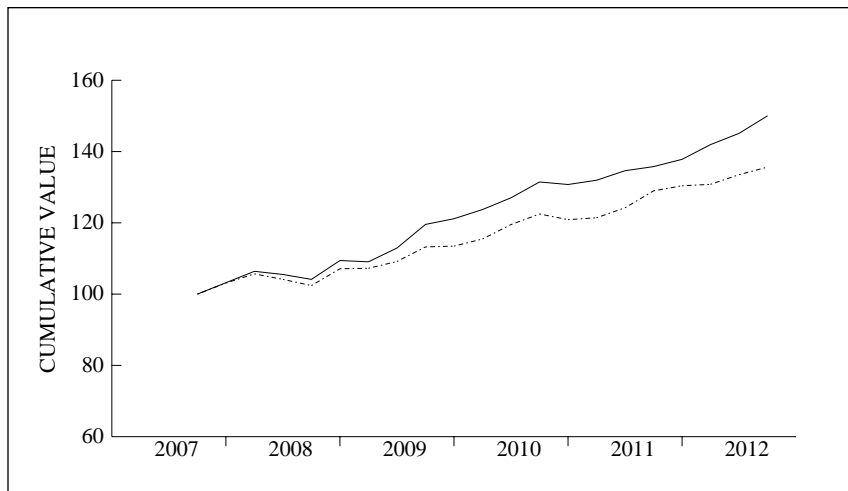
COMPARATIVE BENCHMARK: RUSSELL 1000 GROWTH



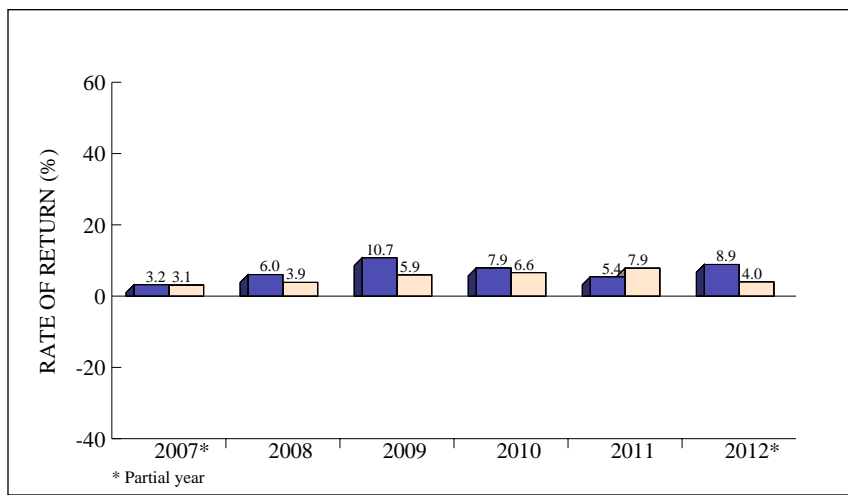
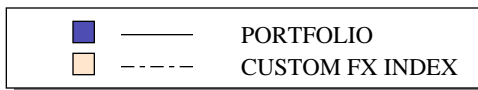
Total Quarters Observed	20
Quarters At or Above the Benchmark	11
Quarters Below the Benchmark	9
Batting Average	.550

RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
12/07	0.3	-0.8	1.1
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

FIXED INCOME RETURN COMPARISONS



Core Fixed Income Universe

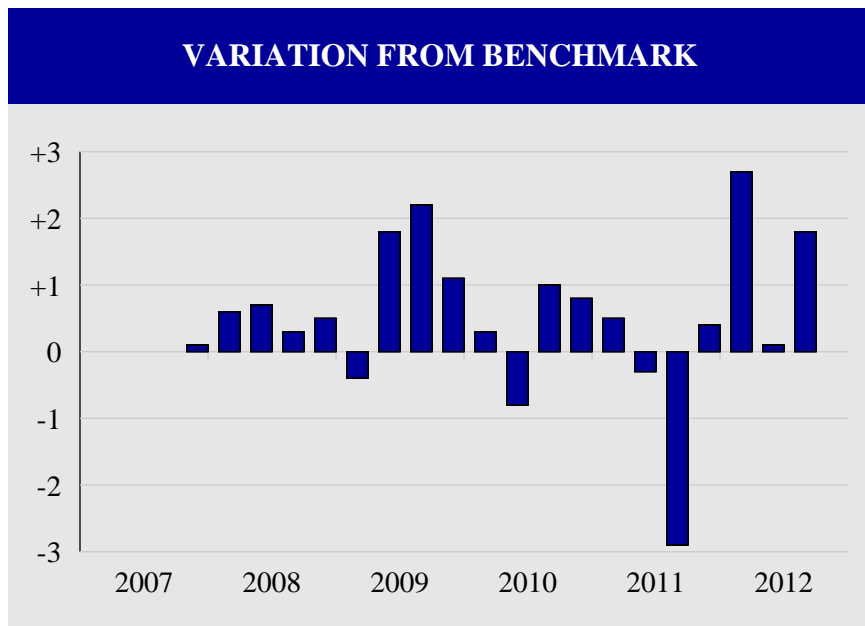


	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	3.4	5.7	8.9	10.5	7.9	8.5
(RANK)	(3)	(3)	(2)	(3)	(22)	(3)
5TH %ILE	3.0	5.3	7.2	8.8	8.8	8.3
25TH %ILE	2.4	4.7	6.2	7.7	7.7	7.6
MEDIAN	2.2	4.3	5.4	6.7	7.2	7.2
75TH %ILE	1.8	4.0	4.8	6.0	6.6	6.7
95TH %ILE	1.4	3.5	3.8	5.0	5.9	5.3
Fixed Idx	1.6	3.7	4.0	5.2	6.2	6.3

Core Fixed Income Universe

FIXED INCOME QUARTERLY PERFORMANCE SUMMARY

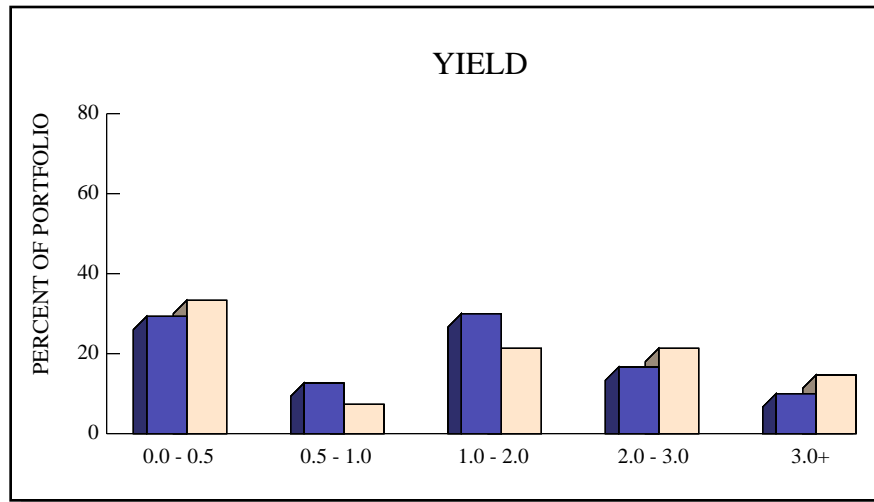
COMPARATIVE BENCHMARK: CUSTOM FIXED INCOME INDEX



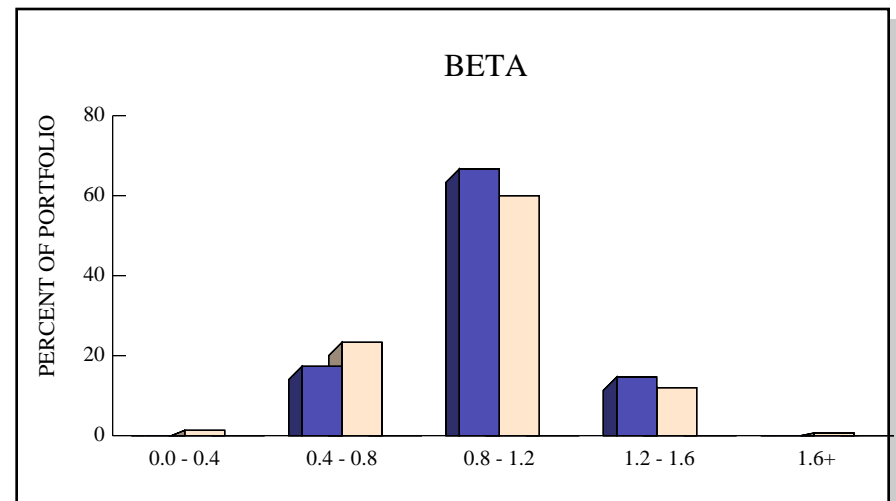
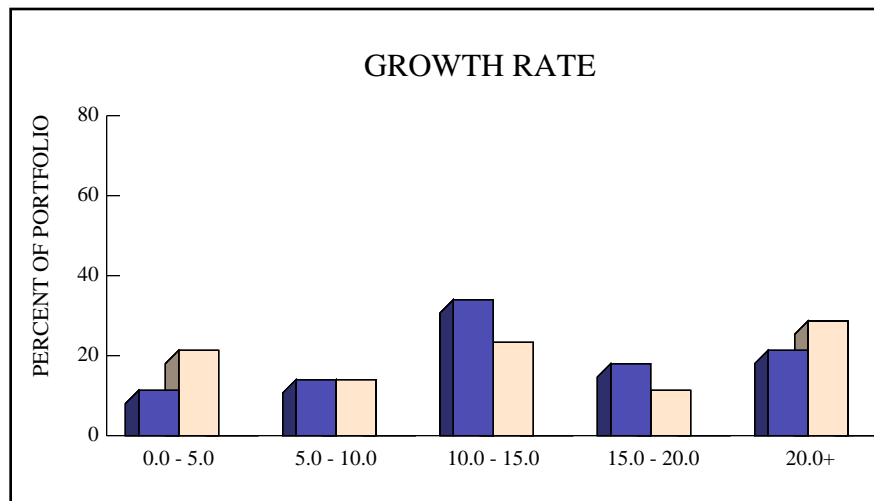
Total Quarters Observed	20
Quarters At or Above the Benchmark	16
Quarters Below the Benchmark	4
Batting Average	.800

RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
12/07	3.2	3.1	0.1
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

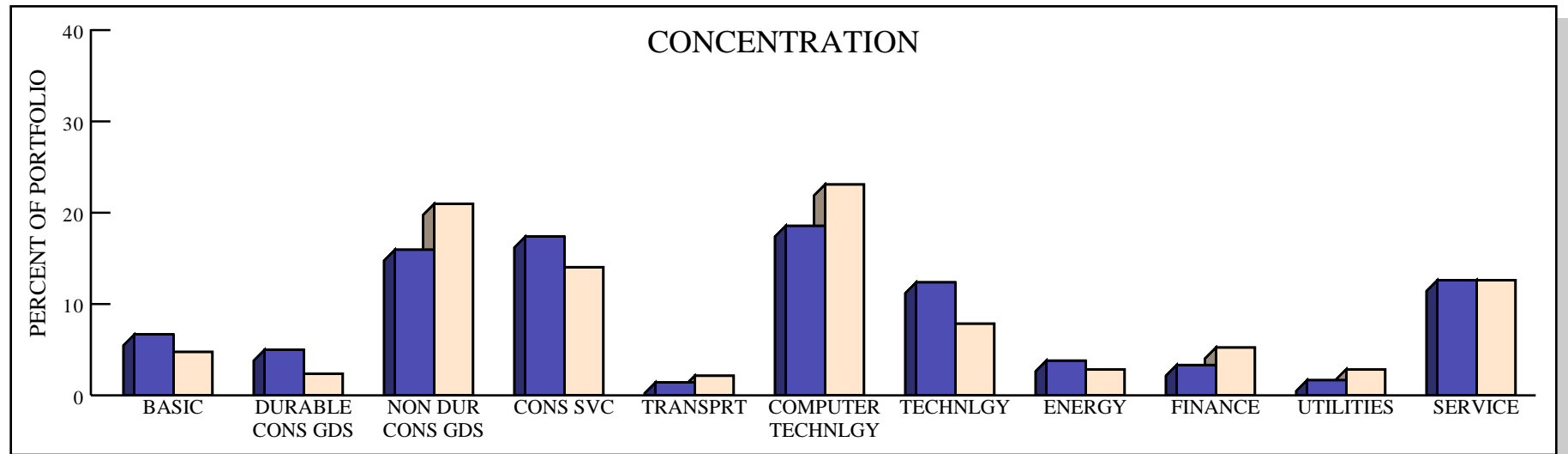
STOCK CHARACTERISTICS



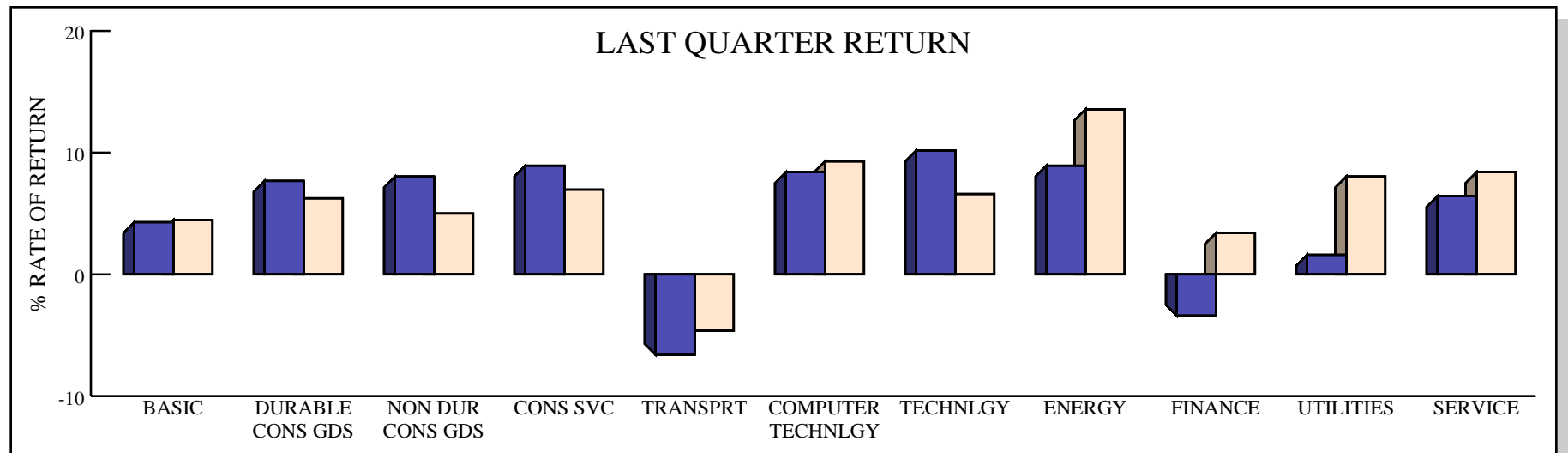
	YIELD	GROWTH	P/E	BETA
PORTFOLIO	1.4%	16.8%	20.5	1.00
RUSSELL 1000G	1.5%	17.0%	22.3	0.95



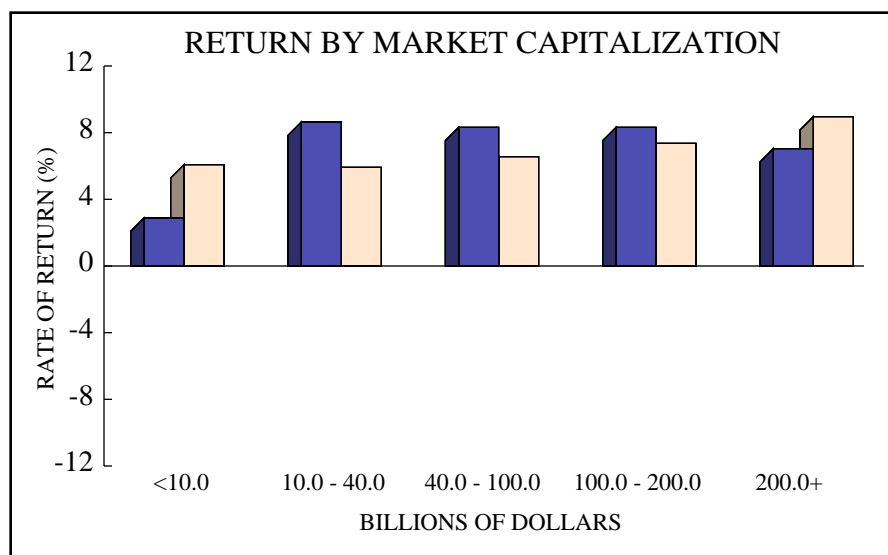
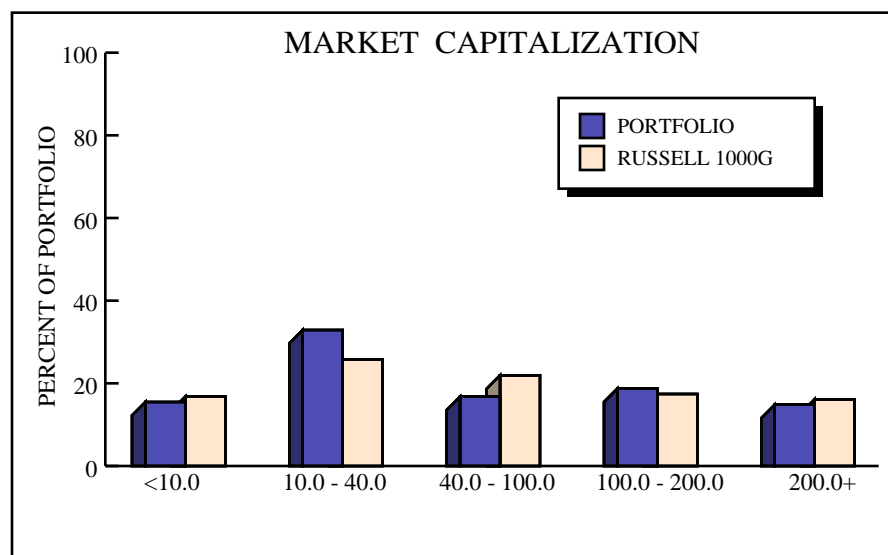
STOCK INDUSTRY ANALYSIS



■ PORTFOLIO ■ RUSSELL 1000 GROWTH



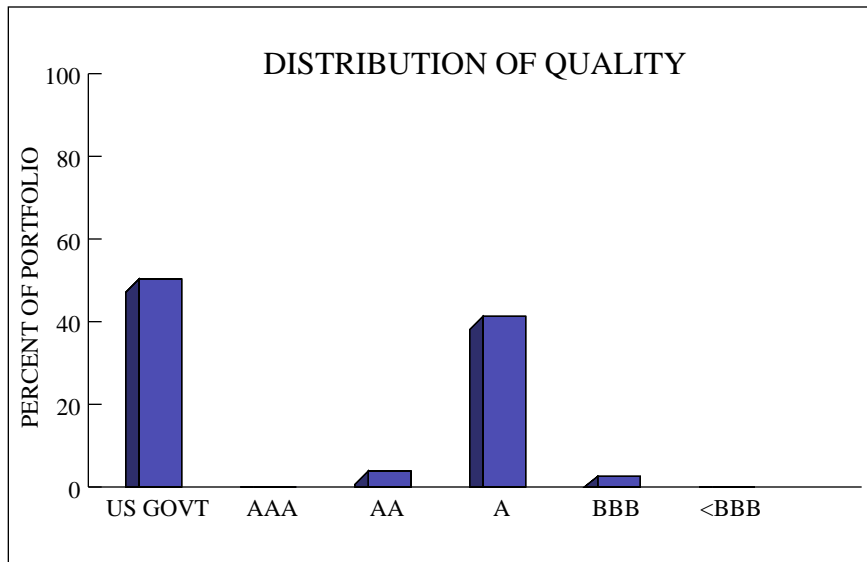
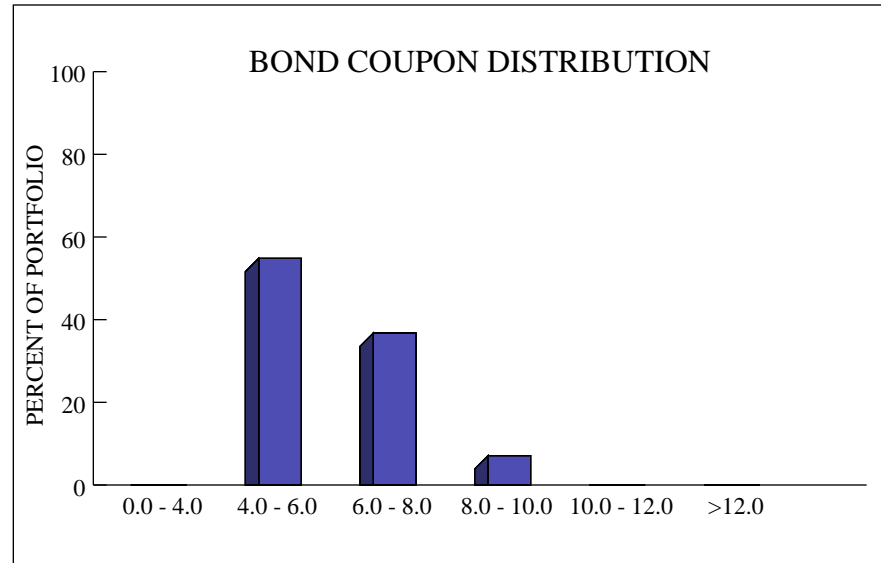
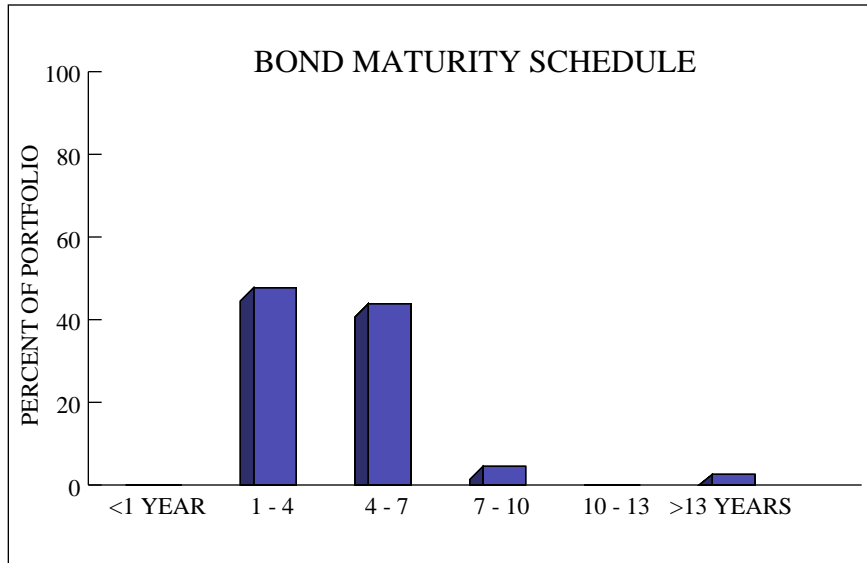
TOP TEN HOLDINGS



TOP TEN EQUITY HOLDINGS

RANK	NAME	VALUE	% EQUITY	RETURN	INDUSTRY SECTOR	MKT CAP
1	APPLE INC	\$ 967,527	5.38%	14.3%	Computer Tech	\$ 625.5 B
2	INTL BUSINESS MACHINES CORP	845,151	4.70%	6.4%	Service	237.1 B
3	QUALCOMM INC	747,255	4.16%	12.6%	Technology	106.4 B
4	MICROSOFT CORP	668,561	3.72%	-2.0%	Computer Tech	249.7 B
5	COCA-COLA CO/THE	557,950	3.10%	-2.3%	NonDur Cons Goods	170.8 B
6	ROPER INDUSTRIES INC	487,142	2.71%	11.6%	Durable Cons Goods	10.7 B
7	GOOGLE INC-CL A	482,880	2.69%	30.1%	Computer Tech	197.7 B
8	WALT DISNEY CO/THE	482,597	2.69%	8.1%	Consumer Service	93.8 B
9	AMERICAN TOWER CORP	460,680	2.56%	2.1%	Service	28.2 B
10	NORDSTROM INC	437,246	2.43%	11.5%	Consumer Service	11.1 B

BOND CHARACTERISTICS



	PORTFOLIO	BARCLAYS AGG
No. of Securities	33	7,999
Duration	4.37	4.85
YTM	2.31	1.61
Average Coupon	6.17	3.67
Avg Maturity / WAL	5.38	6.73
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
SEPTEMBER 2012

INVESTMENT RETURN

On September 30th, 2012, the Town of Davie Police Pension Fund's Buckhead Capital portfolio was valued at \$32,039,100, representing an increase of \$1,706,245 from the June quarter's ending value of \$30,332,855. Last quarter, the Fund posted net contributions equaling \$571,500 plus a net investment gain equaling \$1,134,745. Total net investment return was the result of income receipts, which totaled \$283,253 and net realized and unrealized capital gains of \$851,492.

For the cumulative period since September 2007, the fund has recorded net contributions totaling \$1.1 million, and recorded net investment gains of \$4.6 million. For the period since September 2007, if the total fund returned a compounded nominal rate of 7.9% it would have been valued at \$39.8 million or \$7.8 million more than the actual value as of September 30th, 2012.

RELATIVE PERFORMANCE

Total Fund

During the third quarter, the Buckhead Capital account returned 3.7%, which ranked in the 81st percentile of the Balanced Fund universe. Over the trailing twelve-month period, the portfolio returned 14.3%, which ranked in the 93rd percentile. Since September 2007, the portfolio returned 3.1% annualized and ranked in the 53rd percentile.

Large Cap Equity

The large cap equity segment returned 6.0% last quarter; that return was 0.5% below the Russell 1000 Value Index's return of 6.5% and ranked in the 54th percentile of the Large Cap Value universe. Over the trailing year, the large cap equity portfolio returned 25.5%, 5.4% less than the benchmark's 30.9% performance, and ranked in the 77th

percentile. Since September 2007, this component returned -0.2% annualized and ranked in the 66th percentile. For comparison, the Russell 1000 Value returned an annualized -0.9% over the same period.

Fixed Income

In the third quarter, the fixed income segment returned 2.1%, which was 0.5% greater than the Custom Fixed Income Index's return of 1.6% and ranked in the 54th percentile of the Core Fixed Income universe. Over the trailing year, this component returned 6.1%, which was 0.9% above the benchmark's 5.2% performance, and ranked in the 73rd percentile. Since September 2007, this component returned 7.1% per annum and ranked in the 52nd percentile. The Custom Fixed Income Index returned an annualized 6.3% during the same time frame.

ASSET ALLOCATION

At the end of the third quarter, large cap equities comprised 45.9% of the total portfolio (\$14.7 million), while fixed income totaled 46.9% (\$15.0 million) and cash & equivalent comprised the remaining 7.2% (\$2.3 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 Consumer Service, Computer Technology, Technology, and Service sectors were overweight. Conversely, the Basic, Non Durable Consumer Goods, Energy, Finance and Utilities sectors were underweight. The Durable Consumer Goods and Transportation sectors were not utilized.

The portfolio's performance was 50 basis points below the benchmark, which was the likely effect of trouble encountered in the Consumer Service, Technology, and Service sectors, which underperformed relative to their counterpart benchmarks and combined with their heavier allocations, placed a drag on the stock return. In addition, the manager's stock picks from the Basic, Non Durable Consumer Goods, Energy, and Utilities sectors performed relatively weakly, which hampered the fund's total performance.

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: XL Group Plc, Pitney Bowes, Citigroup Inc, Goldman Sachs Group, and Hewlett Packard.

At the end of the quarter, USG rated securities comprised approximately 55% 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 5.2 years, less than the Barclays Aggregate Index's 6.7-year maturity. The average coupon was 4.2%.

EXECUTIVE SUMMARY

PERFORMANCE SUMMARY

	Quarter	FYTD	1 Year	-----Annualized-----	
				3 Years	5 Years
Total Gross/Fees	3.7	14.3	14.3	8.0	3.1
<i>BALANCED FUND RANK</i>	(81)	(93)	(93)	(80)	(53)
Total Net/Fees	3.6	13.9	13.9	7.6	2.7
<i>SHADOW INDEX</i>	3.7	16.2	16.2	8.6	2.4
Large Cap Equity	6.0	25.5	25.5	10.2	-0.2
<i>LARGE CAP VALUE RANK</i>	(54)	(77)	(77)	(76)	(66)
RUSSELL 1000V	6.5	30.9	30.9	11.8	-0.9
S&P 500	6.3	30.2	30.2	13.2	1.0
Fixed Income	2.1	6.1	6.1	6.1	7.1
<i>CORE FIXED INCOME RANK</i>	(54)	(73)	(73)	(93)	(52)
CUSTOM FX INDEX	1.6	5.2	5.2	6.2	6.3
BARCLAYS AGG	1.6	5.2	5.2	6.2	6.5
GOV/CREDIT	1.7	5.7	5.7	6.5	6.6

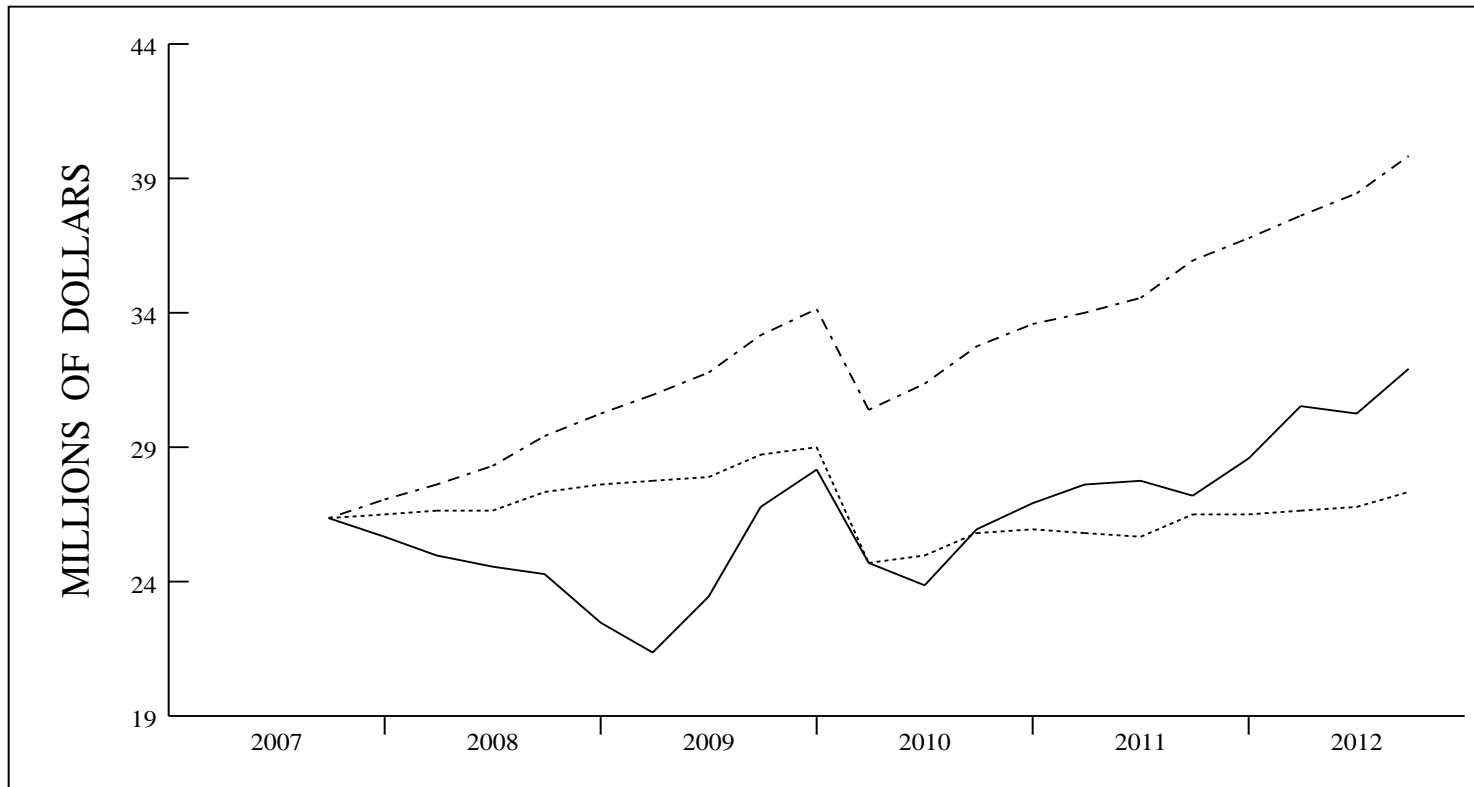
ASSET ALLOCATION

Large Cap Equity	45.9%	\$ 14,703,003
Fixed Income	46.9%	15,027,850
Cash	7.2%	2,308,247
Total Portfolio	100.0%	\$ 32,039,100

INVESTMENT RETURN

Market Value 6/2012	\$ 30,332,855
Contribs / Withdrawals	571,500
Income	283,253
Capital Gains / Losses	851,492
Market Value 9/2012	\$ 32,039,100

INVESTMENT GROWTH

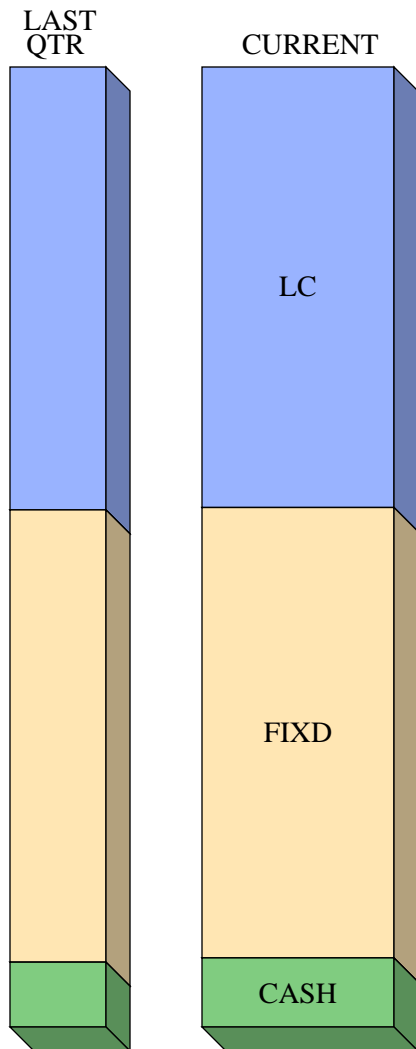


— ACTUAL RETURN
 - - - 7.9%
 . . . 0.0%

VALUE ASSUMING
 7.9% RETURN
 \$ 39,846,769

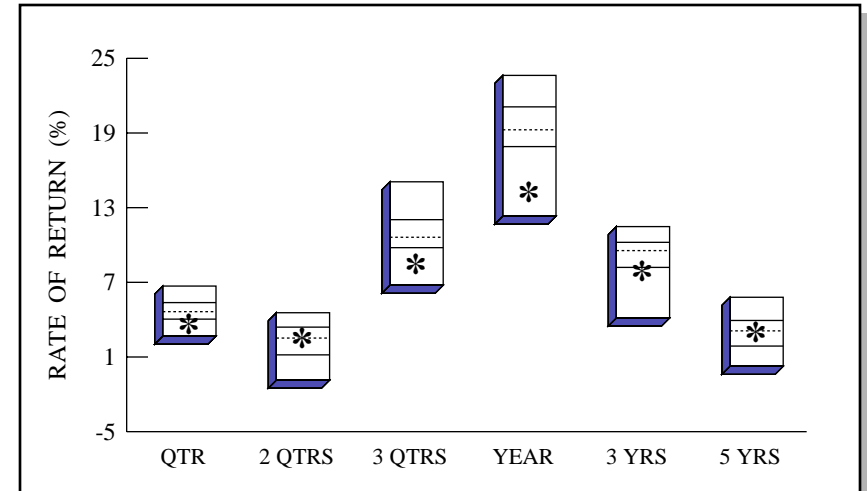
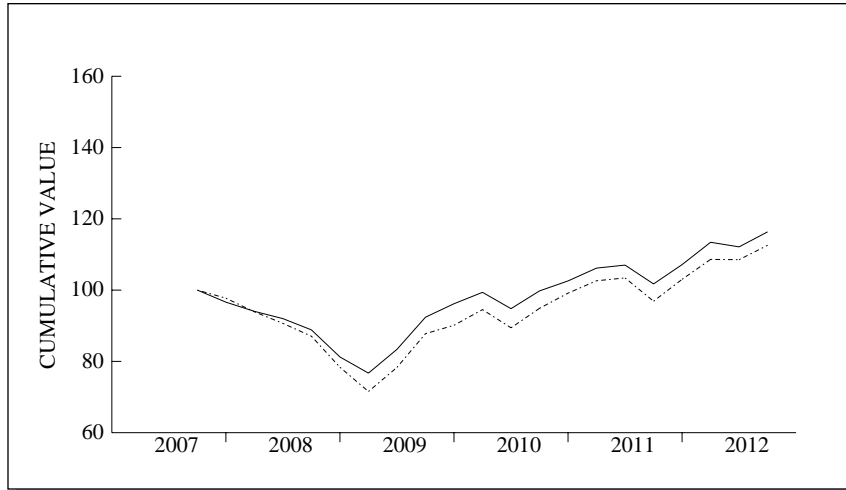
	LAST QUARTER	PERIOD 9/07 - 9/12
BEGINNING VALUE	\$ 30,332,855	\$ 26,415,151
NET CONTRIBUTIONS	571,500	1,050,344
INVESTMENT RETURN	1,134,745	4,573,605
ENDING VALUE	\$ 32,039,100	\$ 32,039,100
INCOME	283,253	4,669,456
CAPITAL GAINS (LOSSES)	851,492	- 95,851
INVESTMENT RETURN	1,134,745	4,573,605

ASSET ALLOCATION

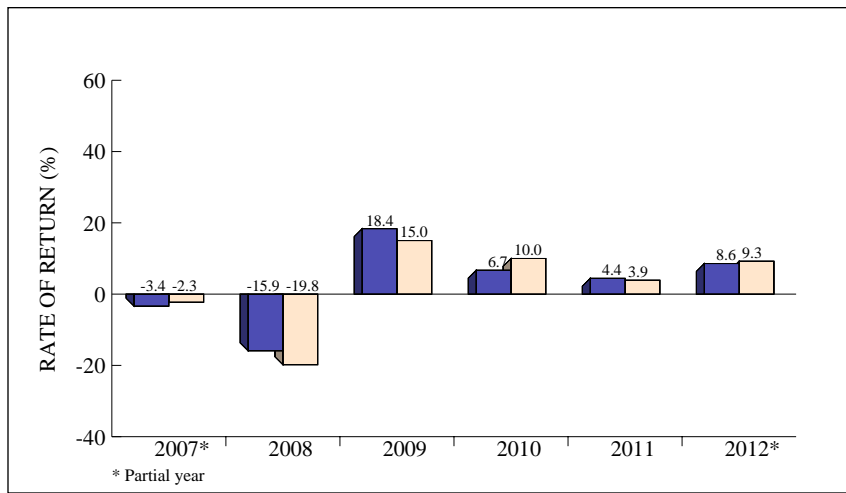


	<u>VALUE</u>	<u>PERCENT</u>	<u>TARGET</u>	<u>MIN</u>	<u>MAX</u>
LARGE CAP EQUITY	\$ 14,703,003	45.9%	50.0%	40.0%	70.0%
FIXED INCOME	15,027,850	46.9%	50.0%	30.0%	50.0%
CASH & EQUIVALENT	2,308,247	7.2%	0.0%	0.0%	10.0%
<u>TOTAL FUND</u>	<u>\$ 32,039,100</u>	<u>100.0%</u>			

TOTAL RETURN COMPARISONS



Balanced Fund Universe

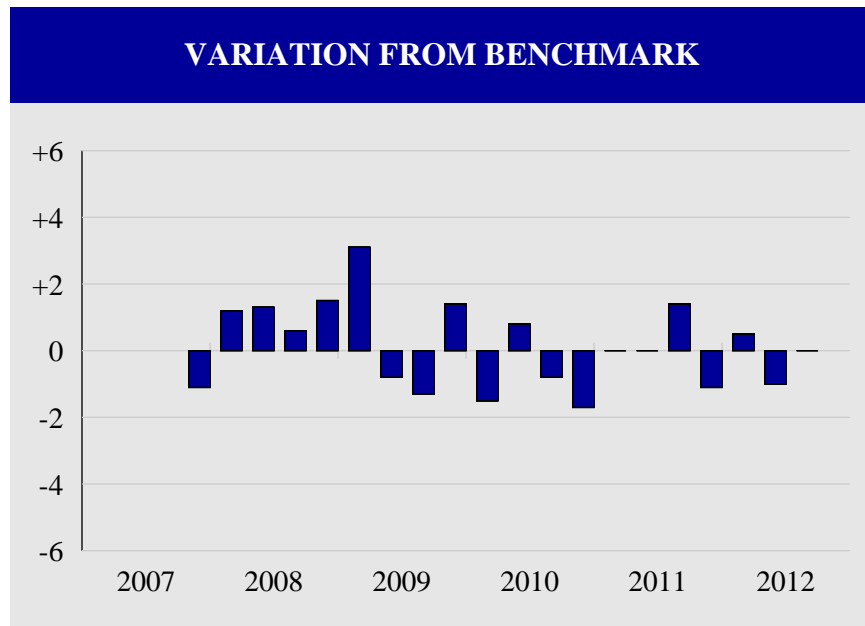


	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	3.7	2.6	8.6	14.3	8.0	3.1
(RANK)	(81)	(50)	(85)	(93)	(80)	(53)
5TH %ILE	6.7	4.6	15.1	23.6	11.5	5.8
25TH %ILE	5.4	3.4	12.0	21.1	10.2	3.9
MEDIAN	4.6	2.5	10.6	19.3	9.5	3.1
75TH %ILE	4.1	1.2	9.8	17.9	8.2	1.9
95TH %ILE	2.7	-0.9	6.8	12.3	4.1	0.3
<i>Sh Idx</i>	<i>3.7</i>	<i>3.7</i>	<i>9.3</i>	<i>16.2</i>	<i>8.6</i>	<i>2.4</i>

Balanced Fund Universe

TOTAL PORTFOLIO QUARTERLY PERFORMANCE SUMMARY

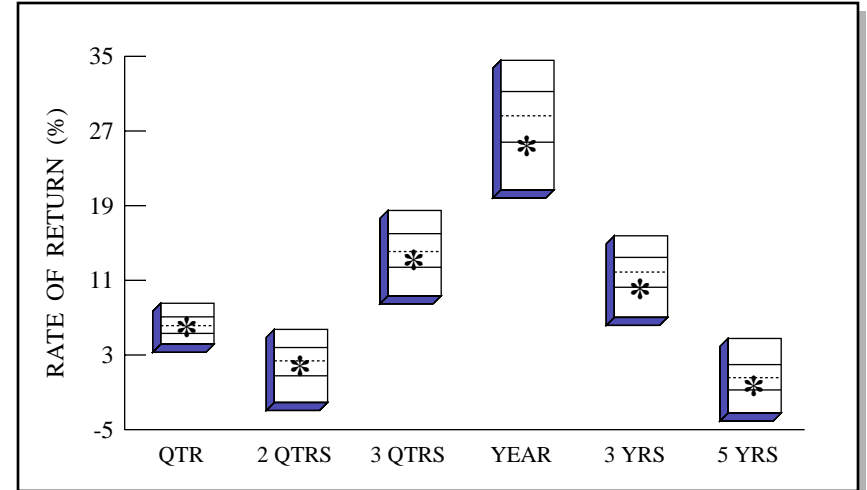
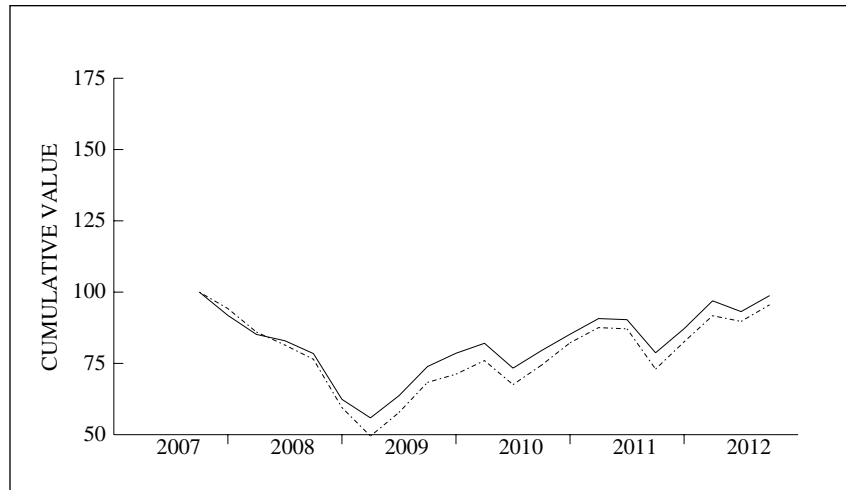
COMPARATIVE BENCHMARK: SHADOW INDEX



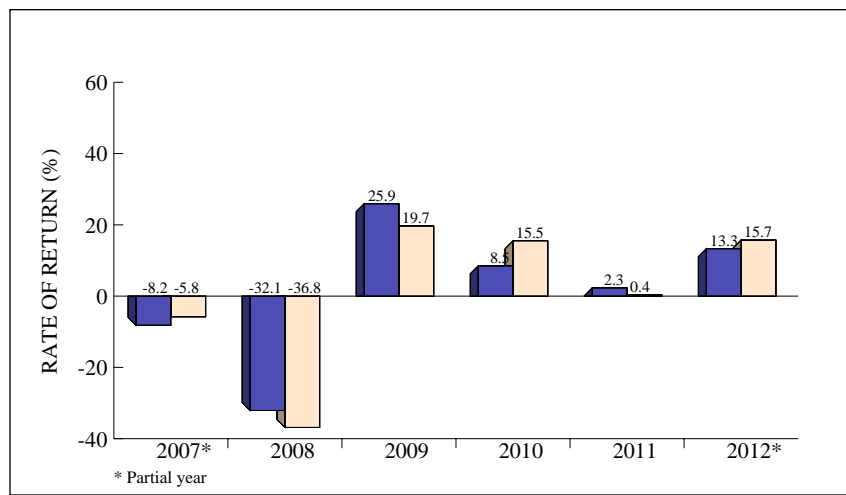
Total Quarters Observed	20
Quarters At or Above the Benchmark	12
Quarters Below the Benchmark	8
Batting Average	.600

RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
12/07	-3.4	-2.3	-1.1
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

LARGE CAP EQUITY RETURN COMPARISONS



Large Cap Value Universe

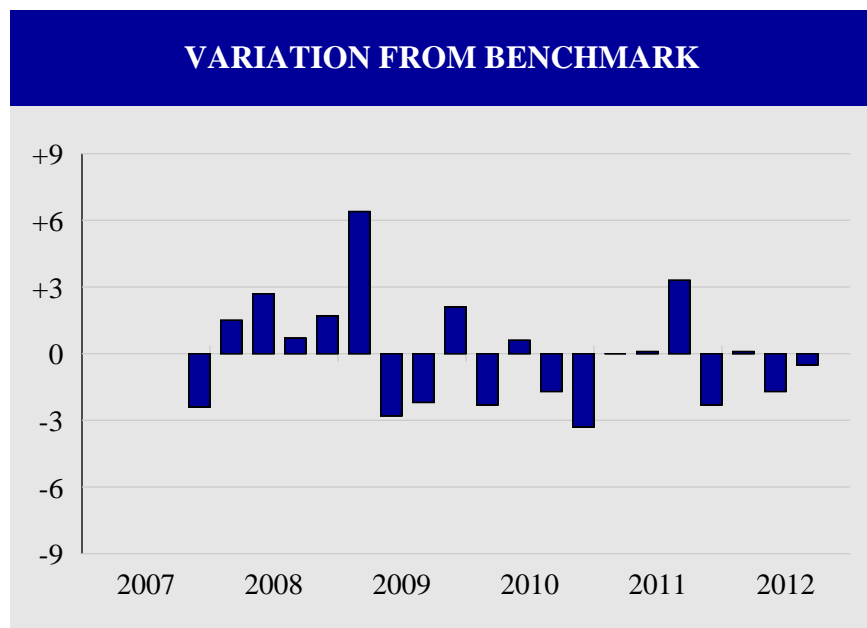


	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	6.0	1.9	13.3	25.5	10.2	-0.2
(RANK)	(54)	(60)	(64)	(77)	(76)	(66)
5TH %ILE	8.6	5.7	18.5	34.6	15.8	4.8
25TH %ILE	7.1	3.8	16.0	31.2	13.5	2.0
MEDIAN	6.1	2.4	14.1	28.6	11.9	0.6
75TH %ILE	5.3	0.8	12.4	25.8	10.3	-0.8
95TH %ILE	4.1	-2.1	9.4	20.7	7.0	-3.2
Russ 1000V	6.5	4.2	15.7	30.9	11.8	-0.9

Large Cap Value Universe

LARGE CAP EQUITY QUARTERLY PERFORMANCE SUMMARY

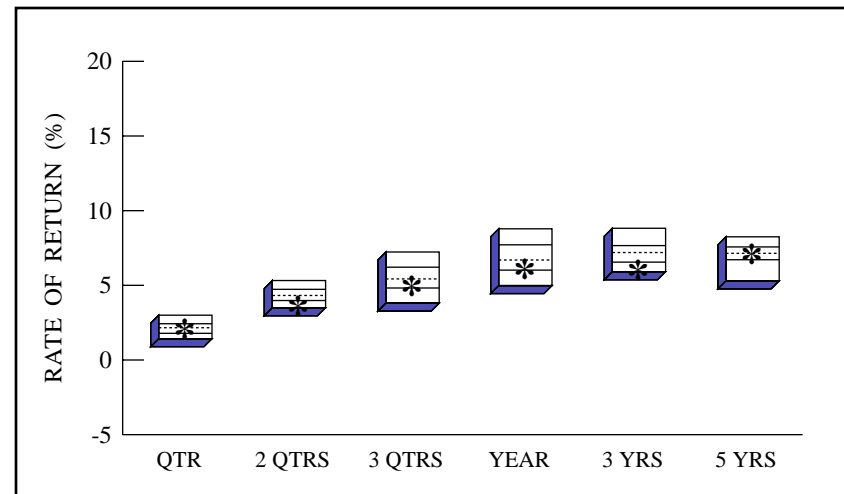
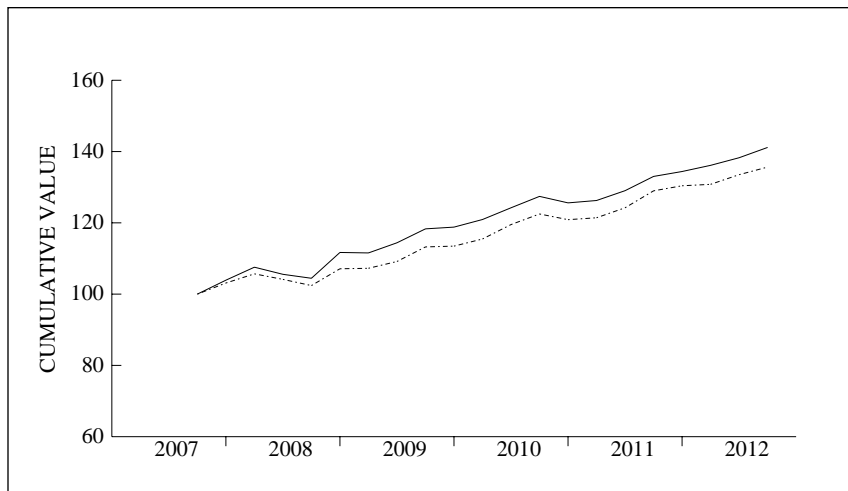
COMPARATIVE BENCHMARK: RUSSELL 1000 VALUE



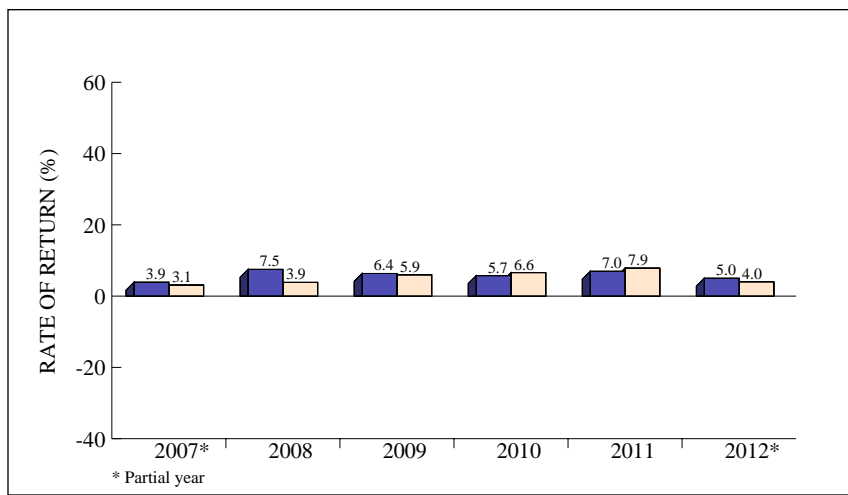
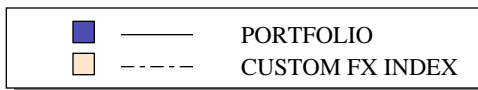
Total Quarters Observed	20
Quarters At or Above the Benchmark	11
Quarters Below the Benchmark	9
Batting Average	.550

RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
12/07	-8.2	-5.8	-2.4
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

FIXED INCOME RETURN COMPARISONS



Core Fixed Income Universe

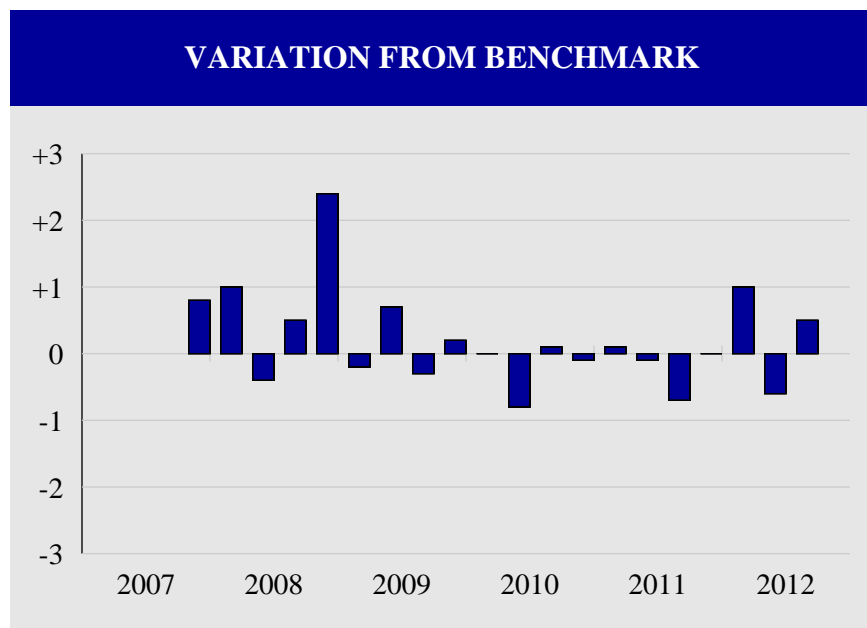


	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	2.1	3.7	5.0	6.1	6.1	7.1
(RANK)	(54)	(94)	(64)	(73)	(93)	(52)
5TH %ILE	3.0	5.3	7.2	8.8	8.8	8.3
25TH %ILE	2.4	4.7	6.2	7.7	7.7	7.6
MEDIAN	2.2	4.3	5.4	6.7	7.2	7.2
75TH %ILE	1.8	4.0	4.8	6.0	6.6	6.7
95TH %ILE	1.4	3.5	3.8	5.0	5.9	5.3
Fixed Idx	1.6	3.7	4.0	5.2	6.2	6.3

Core Fixed Income Universe

FIXED INCOME QUARTERLY PERFORMANCE SUMMARY

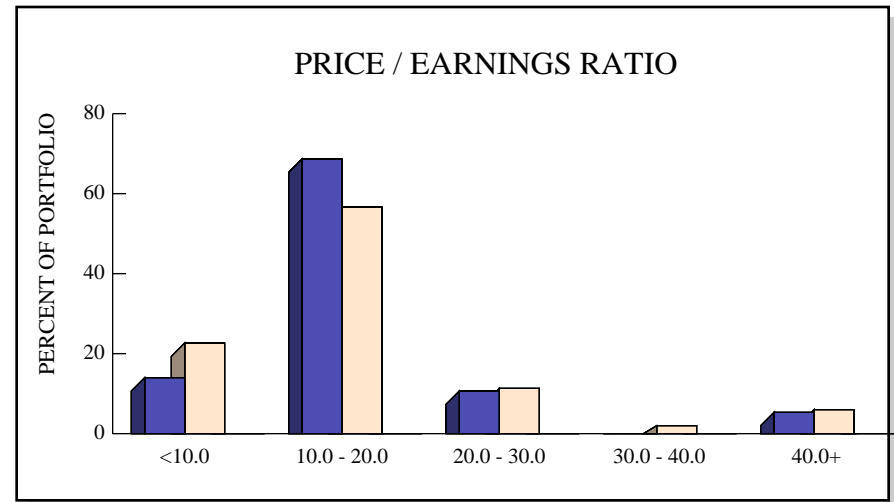
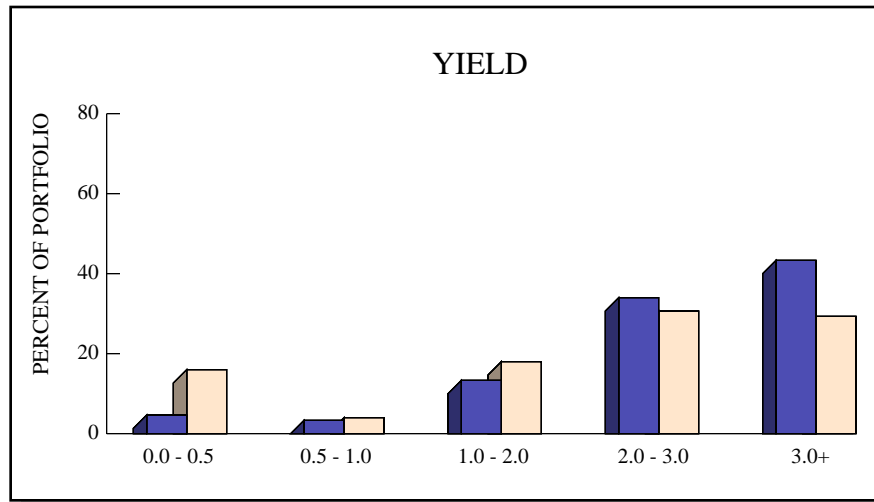
COMPARATIVE BENCHMARK: CUSTOM FIXED INCOME INDEX



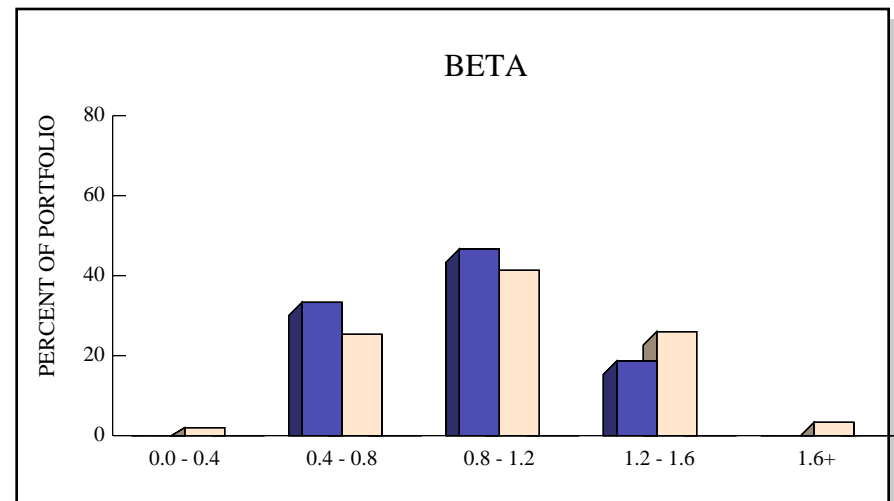
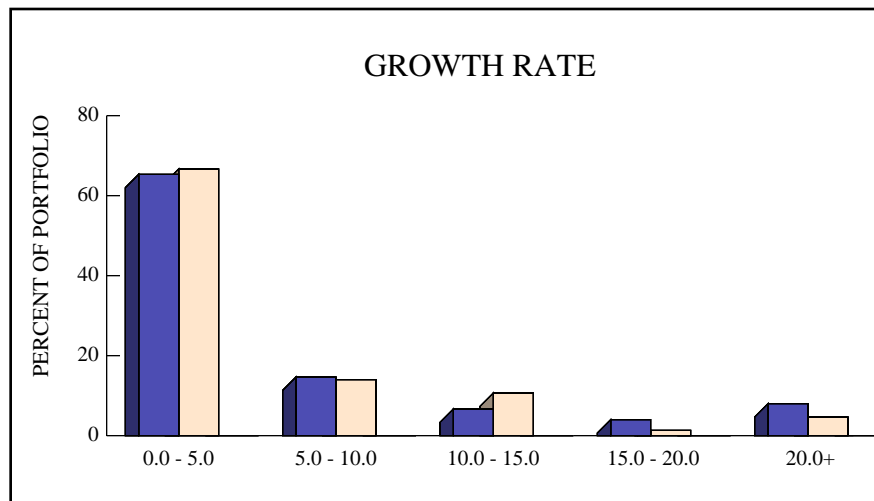
RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
12/07	3.9	3.1	0.8
3/08	3.5	2.5	1.0
6/08	-1.9	-1.5	-0.4
9/08	-1.1	-1.6	0.5
12/08	7.0	4.6	2.4
3/09	-0.1	0.1	-0.2
6/09	2.5	1.8	0.7
9/09	3.4	3.7	-0.3
12/09	0.4	0.2	0.2
3/10	1.8	1.8	0.0
6/10	2.7	3.5	-0.8
9/10	2.6	2.5	0.1
12/10	-1.4	-1.3	-0.1
3/11	0.5	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

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

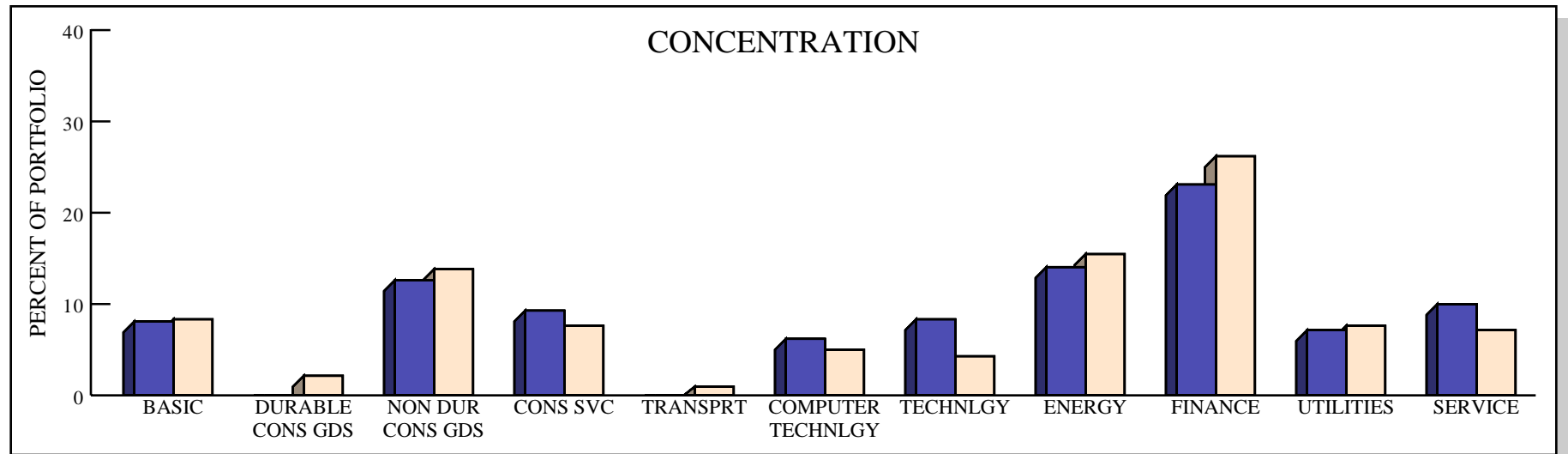
STOCK CHARACTERISTICS



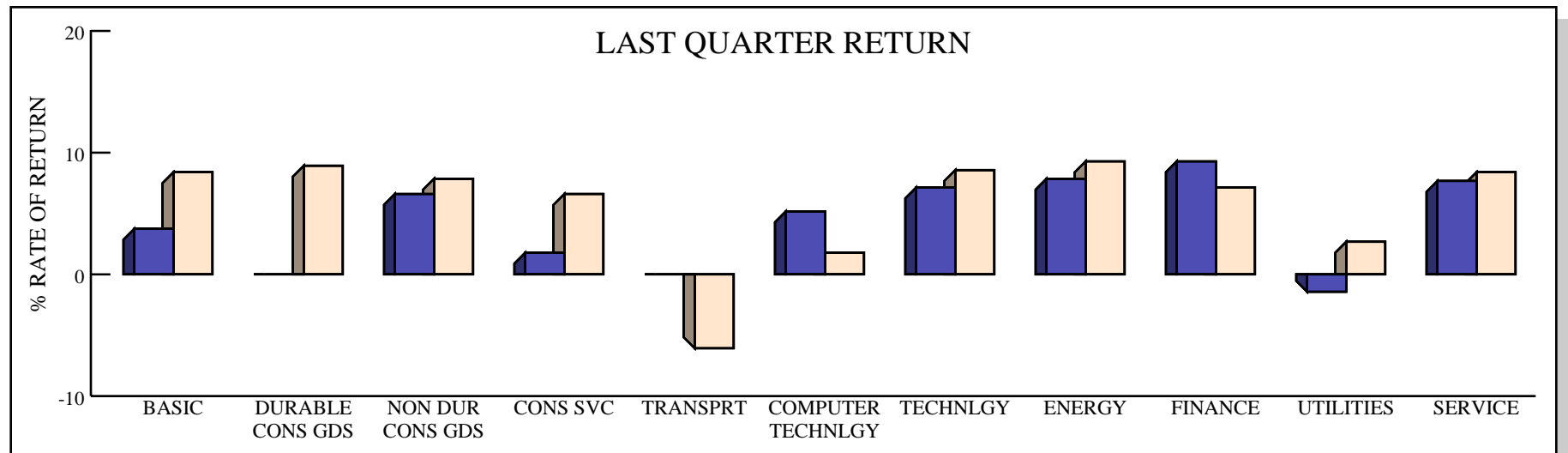
	YIELD	GROWTH	P/E	BETA
PORTFOLIO	3.1%	1.8%	17.1	0.95
RUSSELL 1000V	2.4%	0.9%	16.5	1.02



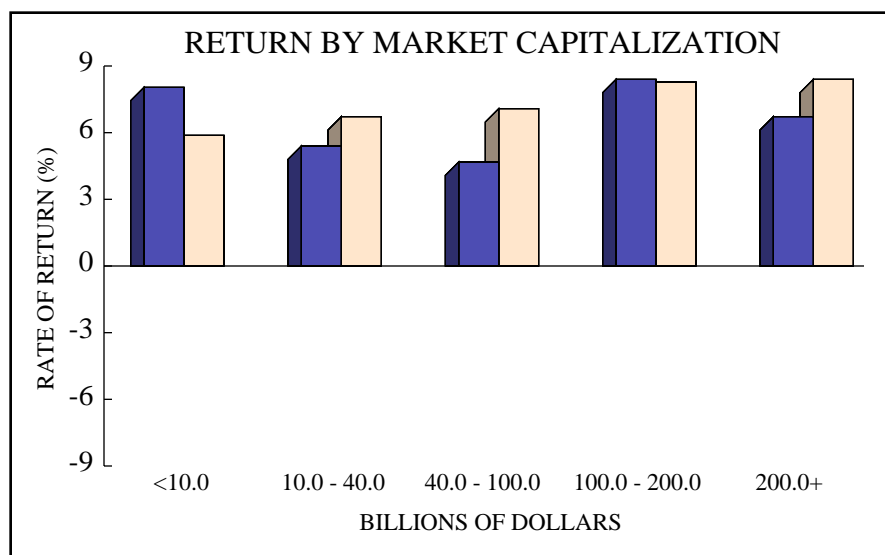
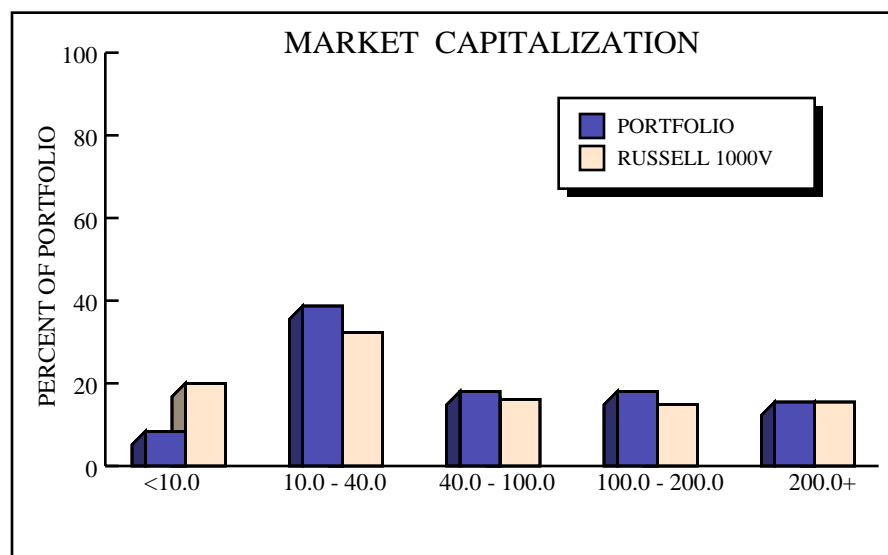
STOCK INDUSTRY ANALYSIS



■ PORTFOLIO ■ RUSSELL 1000 VALUE



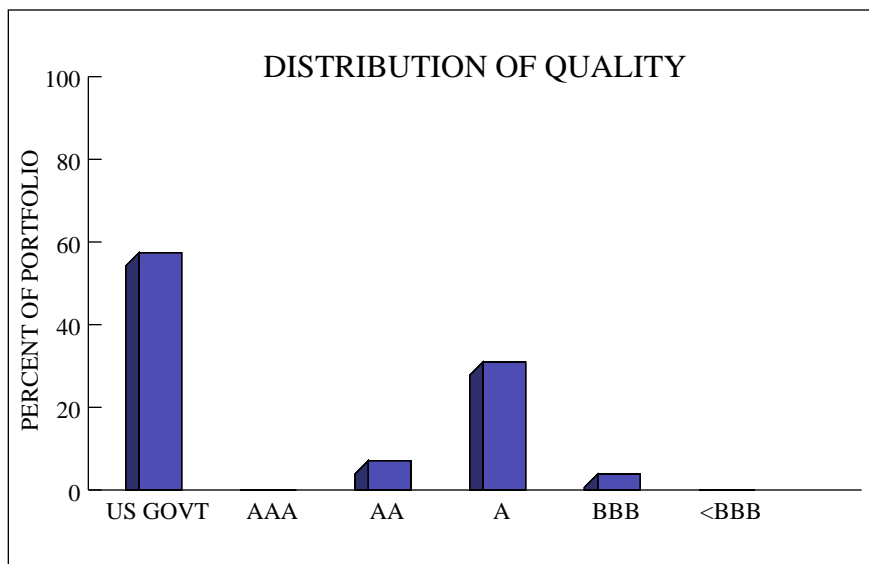
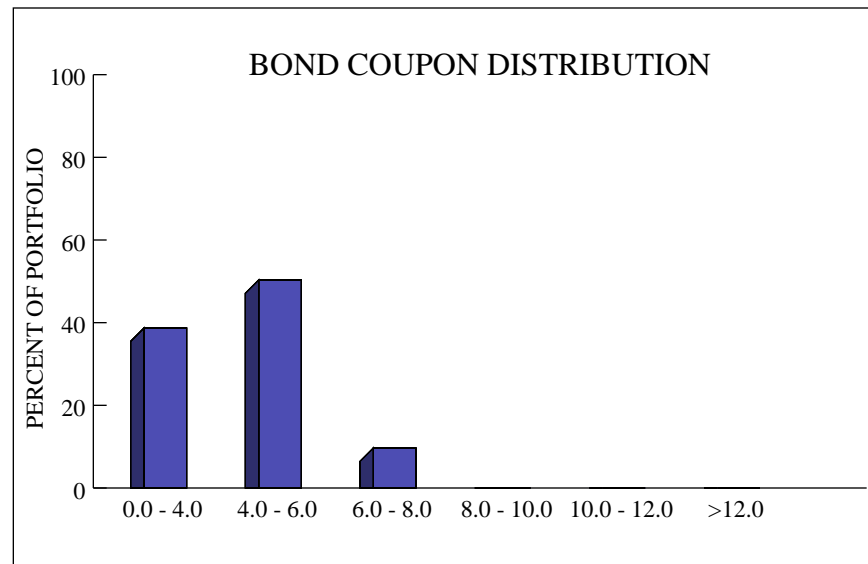
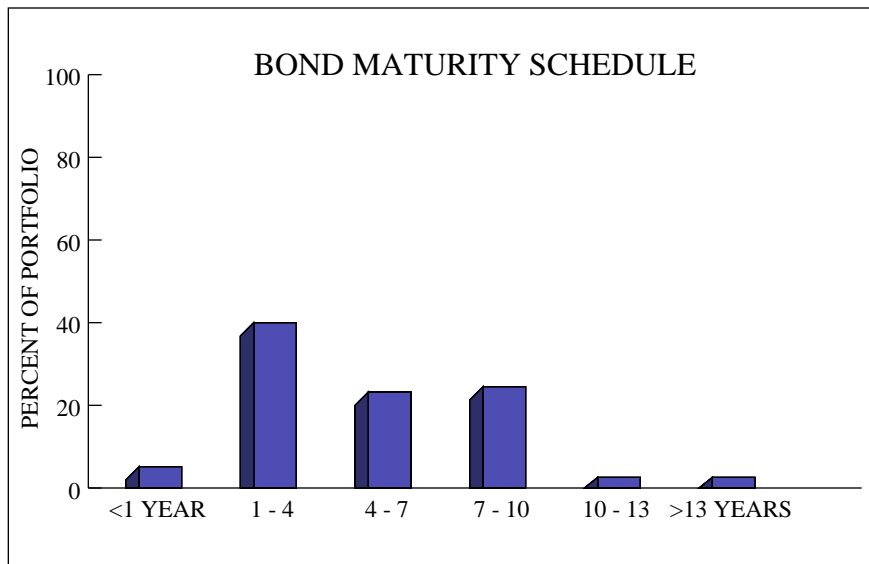
TOP TEN HOLDINGS



TOP TEN EQUITY HOLDINGS

RANK	NAME	VALUE	% EQUITY	RETURN	INDUSTRY SECTOR	MKT CAP
1	GENERAL ELECTRIC CO	\$ 561,618	3.82%	9.7%	Basic	\$ 240.6 B
2	EXXON MOBIL CORP	517,607	3.52%	7.4%	Energy	422.1 B
3	ALLSTATE CORP	511,563	3.48%	13.4%	Finance	19.2 B
4	PEPSICO INC	494,328	3.36%	0.9%	NonDur Cons Goods	110.1 B
5	CISCO SYSTEMS INC	486,127	3.31%	11.6%	Computer Tech	101.0 B
6	CONOCOPHILLIPS	476,309	3.24%	3.5%	Energy	69.4 B
7	AT&T INC	472,947	3.22%	6.9%	Service	217.5 B
8	COMCAST CORP-CLASS A	430,492	2.93%	12.3%	Service	75.6 B
9	PFIZER INC	426,774	2.90%	8.9%	NonDur Cons Goods	185.6 B
10	MICROSOFT CORP	425,258	2.89%	-2.0%	Computer Tech	249.7 B

BOND CHARACTERISTICS



	PORTFOLIO	BARCLAYS AGG
No. of Securities	116	7,999
Duration	5.42	4.85
YTM	1.66	1.61
Average Coupon	4.20	3.67
Avg Maturity / WAL	5.17	6.73
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
RHUMBLINE
PERFORMANCE REVIEW
SEPTEMBER 2012

INVESTMENT RETURN

On September 30th, 2012, the Town of Davie Police Pension Fund's RhumbLine portfolio was valued at \$6,634,574, representing an increase of \$338,944 from the June quarter's ending value of \$6,295,630. Last quarter, the Fund posted no net contributions or withdrawals, while posting \$338,944 in net investment returns. Since there were no income receipts for the third quarter, the portfolio's net investment return was the result of net realized and unrealized capital gains totaling \$338,944.

For the cumulative period since September 2007, the portfolio has posted net contributions totaling \$599,884, and recorded net investment gains totaling \$1.2 million. For the period since September 2007, if the fund had returned a compounded nominal rate of 7.9% it would have been valued at \$7.7 million or \$1.1 million more than the actual value as of September 30th, 2012.

RELATIVE PERFORMANCE

During the third quarter, the RhumbLine portfolio returned 5.4%, which was equal to the S&P 400 Index's return of 5.4% and ranked in the 40th percentile of the Mid Cap universe. Over the trailing twelve-month period, the portfolio returned 28.5%, which was equal to the benchmark's 28.5% performance, and ranked in the 34th percentile. Since September 2007, the portfolio returned 3.9% per annum and ranked in the 34th percentile. For comparison, the S&P 400 returned an annualized 3.8% 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	5.4	28.5	28.5	14.4	3.9
<i>MID CAP RANK</i>	(40)	(34)	(34)	(42)	(34)
Total Net/Fees	5.4	28.4	28.4	14.3	3.8
S&P 400	5.4	28.5	28.5	14.3	3.8
Mid Cap Equity	5.4	28.5	28.5	14.4	3.9
<i>MID CAP RANK</i>	(40)	(34)	(34)	(42)	(34)
S&P 400	5.4	28.5	28.5	14.3	3.8

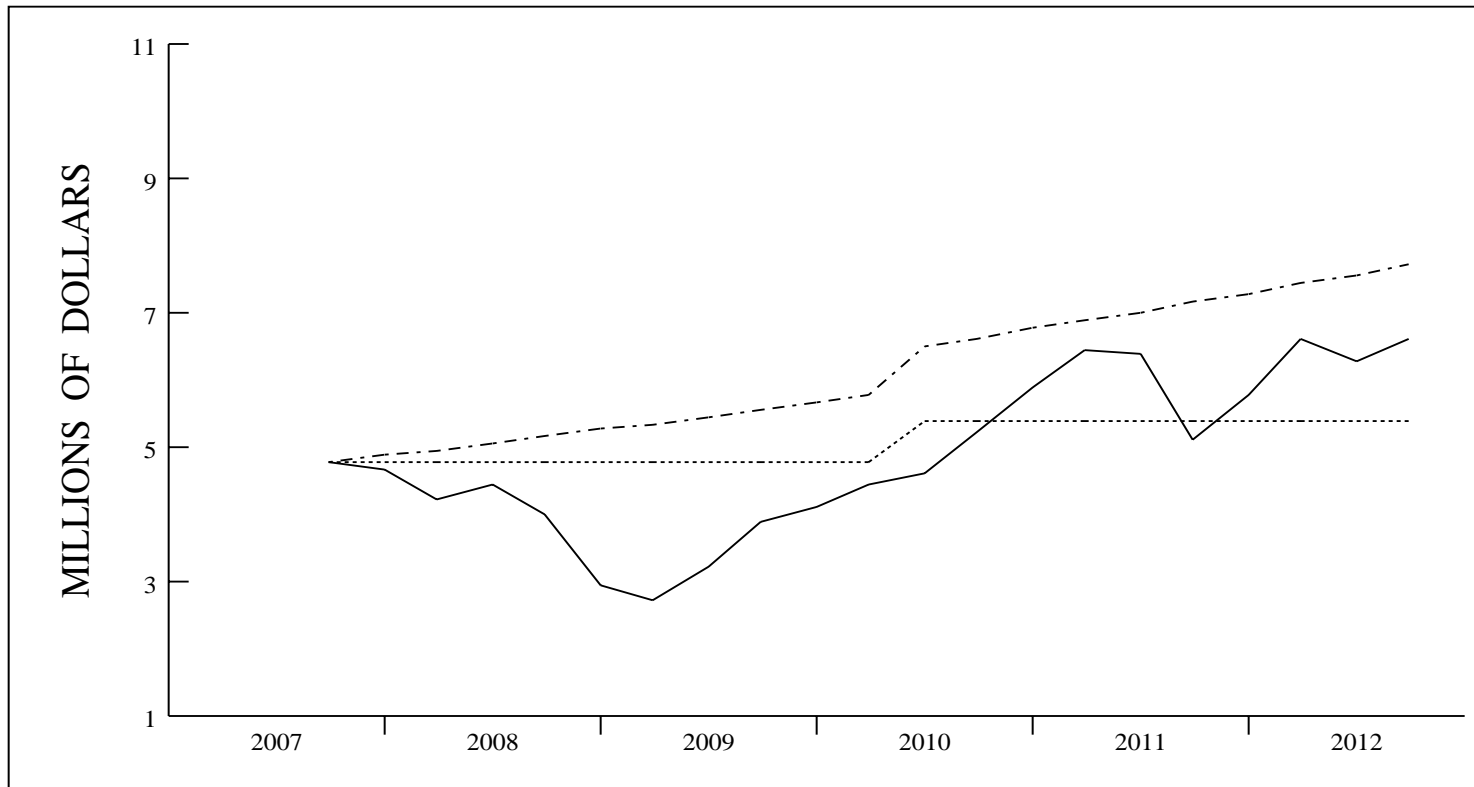
ASSET ALLOCATION

Mid Cap Equity	100.0%	\$ 6,634,574
Total Portfolio	100.0%	\$ 6,634,574

INVESTMENT RETURN

Market Value 6/2012	\$ 6,295,630
Contribs / Withdrawals	0
Income	0
Capital Gains / Losses	338,944
Market Value 9/2012	\$ 6,634,574

INVESTMENT GROWTH

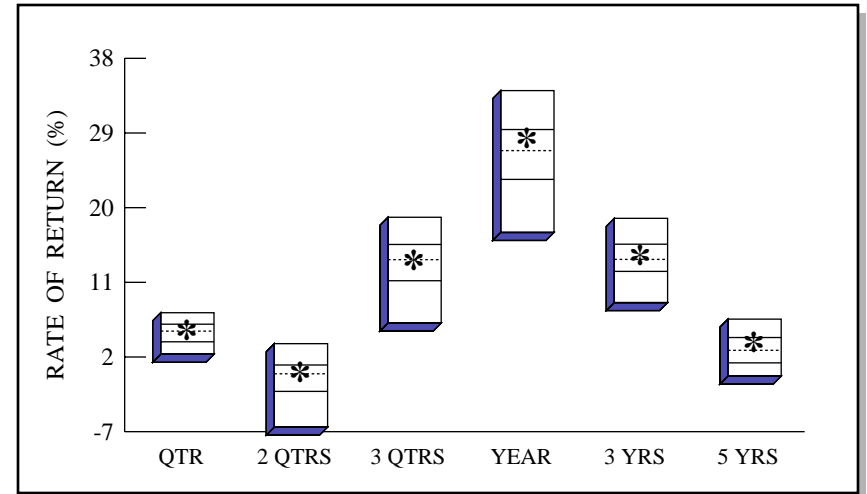
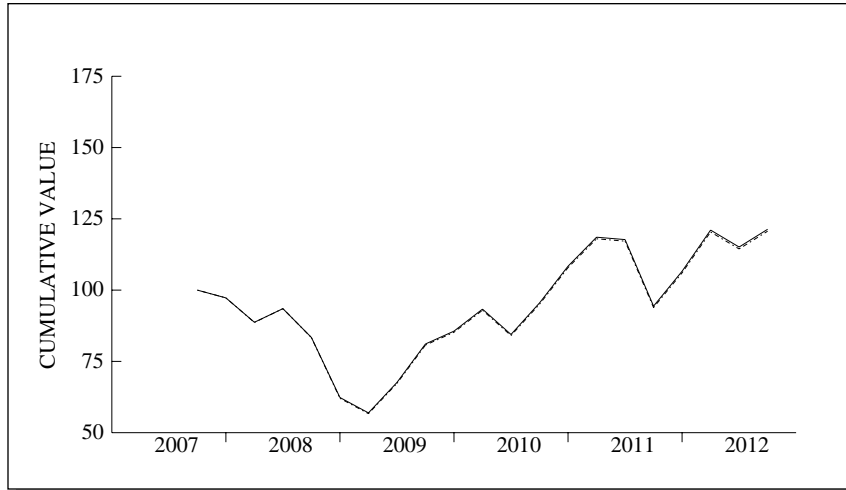


— ACTUAL RETURN
 - - - 7.9%
 . . . 0.0%

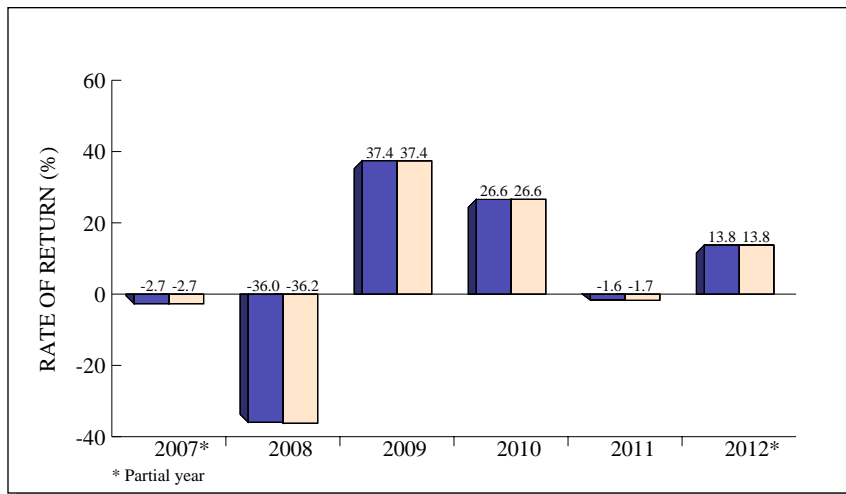
VALUE ASSUMING
 7.9% RETURN
 \$ 7,744,828

	LAST QUARTER	PERIOD 9/07 - 9/12
BEGINNING VALUE	\$ 6,295,630	\$ 4,804,118
NET CONTRIBUTIONS	0	599,884
INVESTMENT RETURN	338,944	1,230,572
ENDING VALUE	\$ 6,634,574	\$ 6,634,574
INCOME	0	0
CAPITAL GAINS (LOSSES)	338,944	1,230,572
INVESTMENT RETURN	338,944	1,230,572

TOTAL RETURN COMPARISONS



Mid Cap Universe

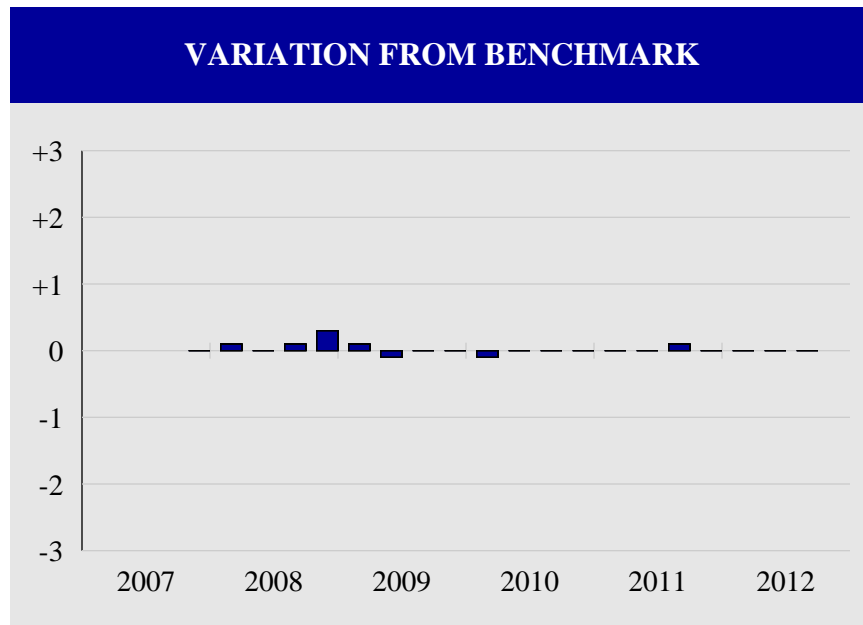


	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	5.4	0.2	13.8	28.5	14.4	3.9
(RANK)	(40)	(45)	(50)	(34)	(42)	(34)
5TH %ILE	7.3	3.6	18.8	34.1	18.7	6.6
25TH %ILE	6.0	1.0	15.6	29.4	15.6	4.4
MEDIAN	5.1	0.0	13.7	26.9	13.8	2.8
75TH %ILE	3.8	-2.2	11.2	23.4	12.3	1.3
95TH %ILE	2.3	-6.4	6.1	17.0	8.6	-0.3
S&P 400	5.4	0.2	13.8	28.5	14.3	3.8

Mid Cap Universe

TOTAL PORTFOLIO QUARTERLY PERFORMANCE SUMMARY

COMPARATIVE BENCHMARK: S&P 400



RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
12/07	-2.7	-2.7	0.0
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

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

TOWN OF DAVIE POLICE PENSION FUND
TAMRO
PERFORMANCE REVIEW
SEPTEMBER 2012

INVESTMENT RETURN

On September 30th, 2012, the Town of Davie Police Pension Fund's TAMRO portfolio was valued at \$7,331,737, representing an increase of \$520,845 from the June quarter's ending value of \$6,810,892. Last quarter, the Fund posted withdrawals totaling \$15,312, which partially offset the portfolio's net investment return of \$536,157. Income receipts totaling \$16,426 plus net realized and unrealized capital gains of \$519,731 combined to produce the portfolio's net investment return.

For the cumulative period since March 2010, the fund has recorded net contributions totaling \$271,355, and recorded net investment gains of \$2.3 million. For the period since March 2010, if the total fund had returned a compounded nominal rate of 7.9% it would have been valued at \$6.1 million or \$1.2 million less than the actual value as of September 30th, 2012.

RELATIVE PERFORMANCE

Total Fund

In the third quarter, the Tamro portfolio returned 7.9%, which was 2.7% above the Russell 2000 Index's return of 5.2% and ranked in the 13th percentile of the Small Cap universe. Over the trailing twelve-month period, this portfolio returned 37.3%, which was 5.4% greater than the benchmark's 31.9% return, ranking in the 15th percentile. Since March 2010, the account returned 15.5% per annum and ranked in the 16th percentile. For comparison, the Russell 2000 returned an annualized 10.2% over the same period.

ASSET ALLOCATION

At the end of the third quarter, small cap equities comprised 98.2% of the total portfolio (\$7.2 million), while cash & equivalents comprised the remaining 1.8% (\$131,423).

ANALYSIS

At quarter end, the Tamro portfolio was invested across ten of the eleven industry sectors depicted in our analysis. Relative to the Russell 2000 index, the Consumer Service, Technology, Finance, and Service sectors held larger allocations, while the Basic, Non Durable Consumer Goods, Computer Technology, and Utilities sectors held lighter allocations. The Transportation sector was vacant of holdings.

Favorable stock selection was the main cause for the Tamro portfolio's 280 basis point surplus relative to the Russell 2000. Of the ten utilized sectors, six surpassed their respective index counterparts. The most notable surpluses came from the Technology sector. The remaining Non Durable Consumer Goods, Energy, Finance, and Utilities sectors fell behind the benchmark, but had a minimal effect on the total portfolio.

EXECUTIVE SUMMARY

PERFORMANCE SUMMARY

	Quarter	FYTD	1 Year	-----Annualized-----	
				3 Years	Since 3/2010
Total Gross/Fees	7.9	37.3	37.3	----	15.5
<i>SMALL CAP RANK</i>	(13)	(15)	(15)	----	(16)
Total Net/Fees	7.7	36.2	36.2	----	14.5
RUSSELL 2000	5.2	31.9	31.9	13.0	10.2
Small Cap Equity	8.0	38.0	38.0	----	15.8
<i>SMALL CAP RANK</i>	(11)	(12)	(12)	----	(14)
RUSSELL 2000	5.2	31.9	31.9	13.0	10.2

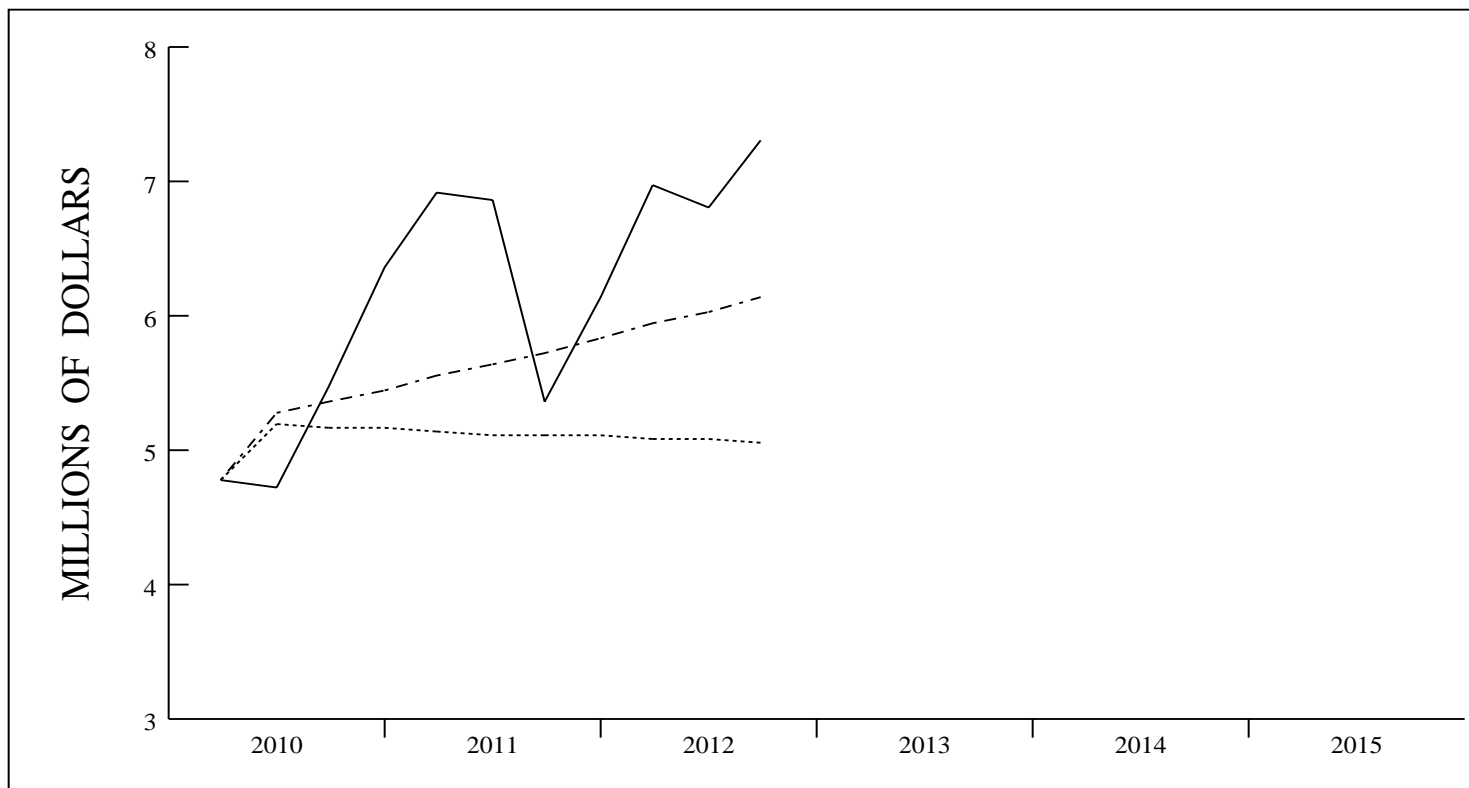
ASSET ALLOCATION

Small Cap	98.2%	\$ 7,200,315
Cash	1.8%	131,423
Total Portfolio	100.0%	\$ 7,331,737

INVESTMENT RETURN

Market Value 6/2012	\$ 6,810,892
Contribs / Withdrawals	- 15,312
Income	16,426
Capital Gains / Losses	519,731
Market Value 9/2012	\$ 7,331,737

INVESTMENT GROWTH

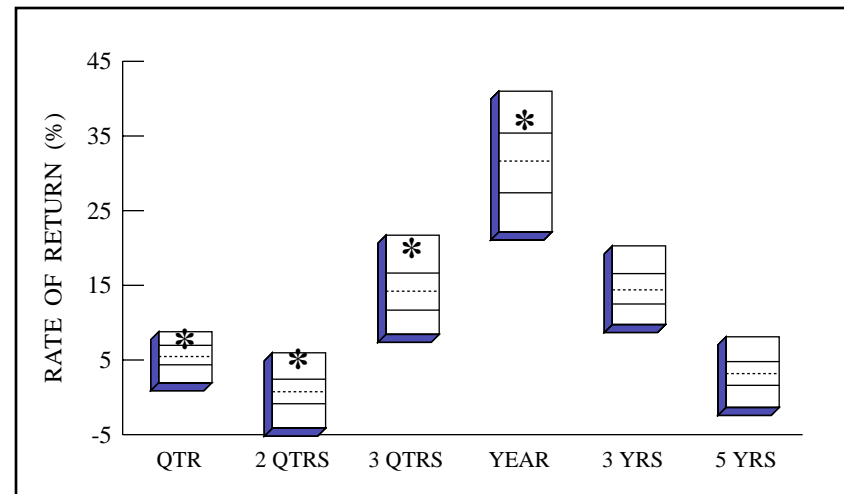
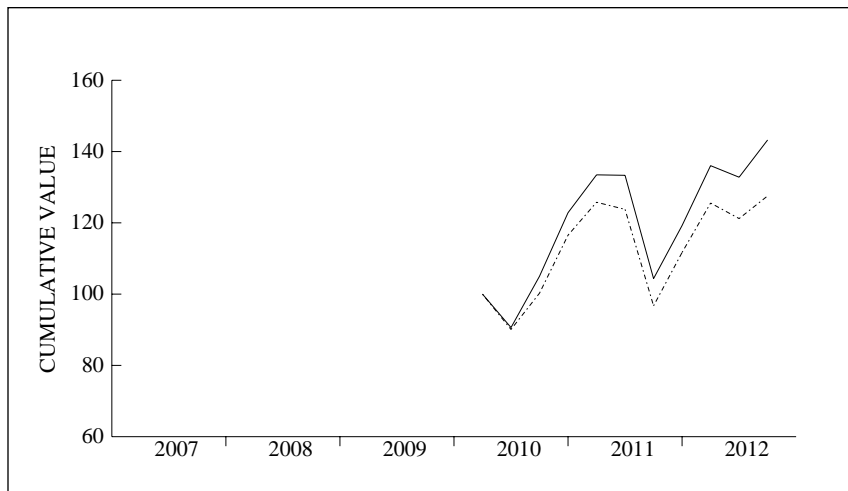


— ACTUAL RETURN
 - - - 7.9%
 . . . 0.0%

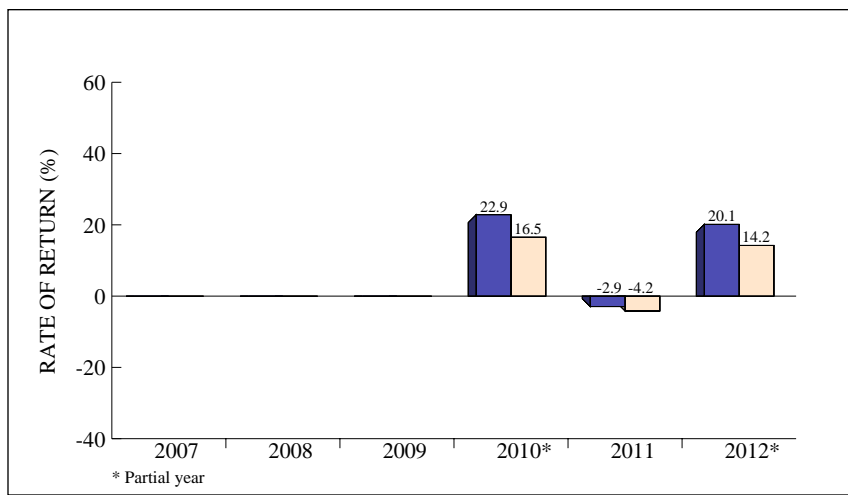
VALUE ASSUMING
 7.9% RETURN
 \$ 6,144,722

	LAST QUARTER	PERIOD 3/10 - 9/12
BEGINNING VALUE	\$ 6,810,892	\$ 4,803,861
NET CONTRIBUTIONS	- 15,312	271,355
INVESTMENT RETURN	536,157	2,256,521
ENDING VALUE	\$ 7,331,737	\$ 7,331,737
INCOME	16,426	97,860
CAPITAL GAINS (LOSSES)	519,731	2,158,661
INVESTMENT RETURN	536,157	2,256,521

TOTAL RETURN COMPARISONS



Small Cap Universe

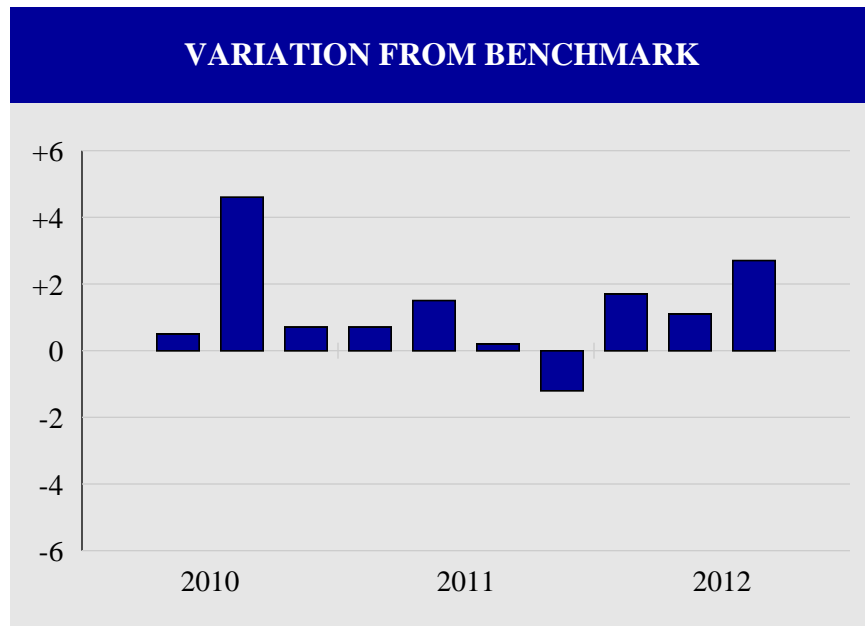


	QTR	2QTRS	3QTRS	YEAR	-----ANNUALIZED-----	
					3 YRS	5 YRS
RETURN	7.9	5.3	20.1	37.3	----	----
(RANK)	(13)	(9)	(9)	(15)	----	----
5TH %ILE	8.8	6.0	21.7	41.0	20.3	8.1
25TH %ILE	7.0	2.4	16.6	35.4	16.6	4.8
MEDIAN	5.5	0.7	14.2	31.7	14.4	3.2
75TH %ILE	4.4	-0.8	11.7	27.4	12.5	1.6
95TH %ILE	2.0	-4.1	8.4	22.1	9.8	-1.4
Russ 2000	5.2	1.6	14.2	31.9	13.0	2.2

Small Cap Universe

TOTAL PORTFOLIO QUARTERLY PERFORMANCE SUMMARY

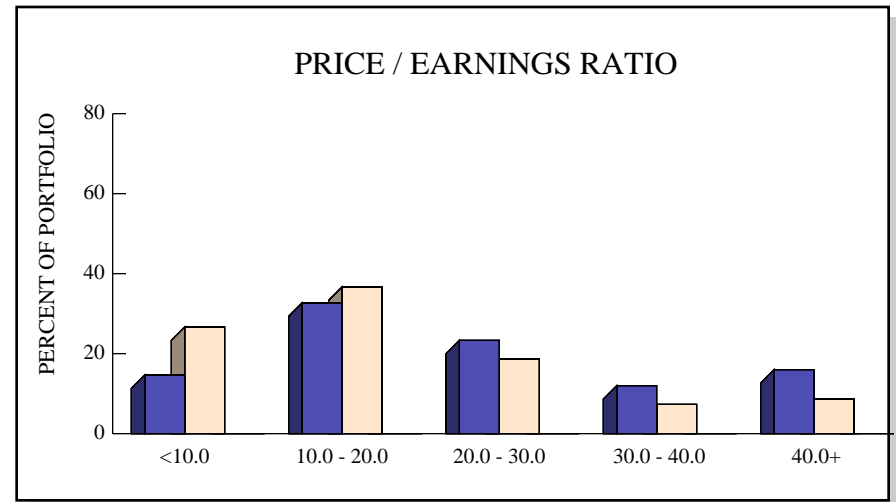
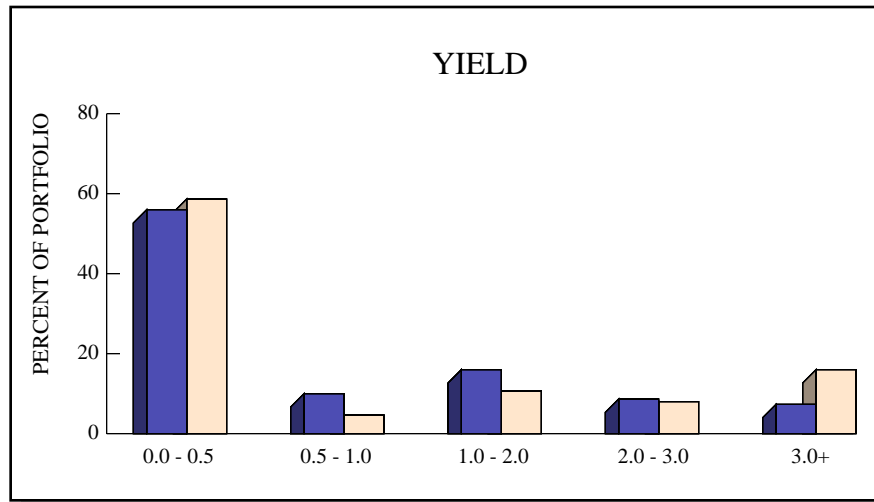
COMPARATIVE BENCHMARK: RUSSELL 2000



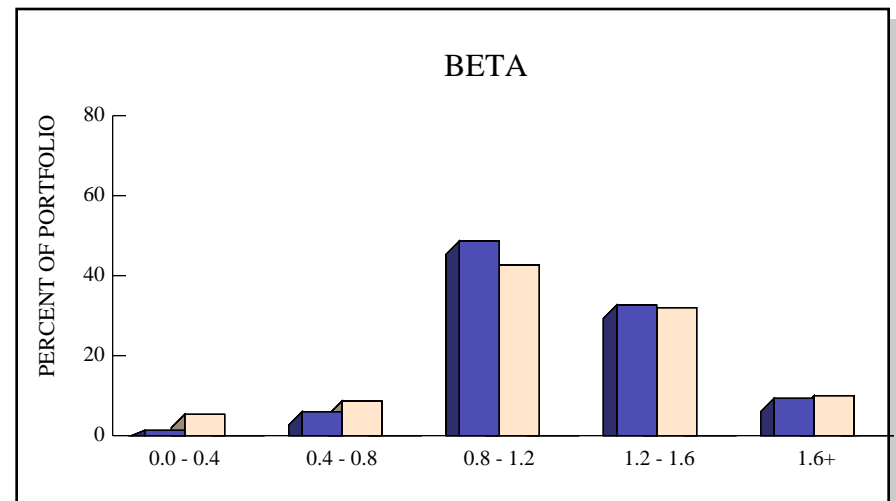
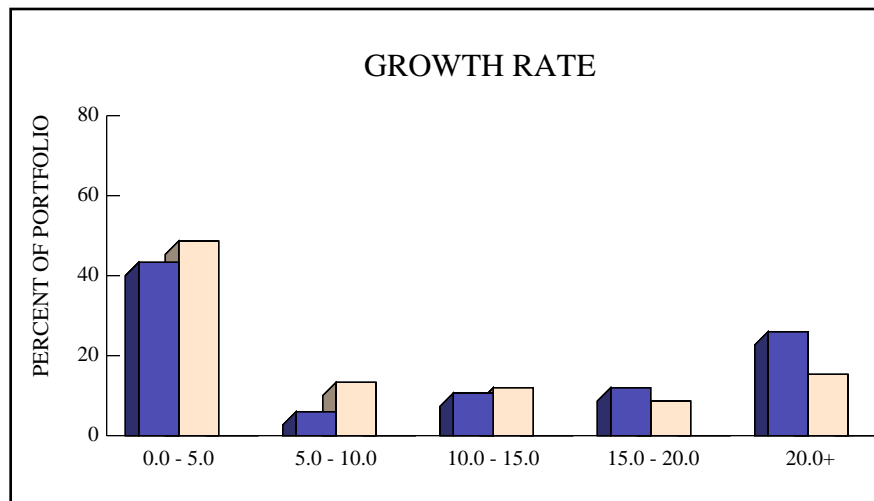
RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
6/10	-9.4	-9.9	0.5
9/10	15.9	11.3	4.6
12/10	17.0	16.3	0.7
3/11	8.6	7.9	0.7
6/11	-0.1	-1.6	1.5
9/11	-21.7	-21.9	0.2
12/11	14.3	15.5	-1.2
3/12	14.1	12.4	1.7
6/12	-2.4	-3.5	1.1
9/12	7.9	5.2	2.7

Total Quarters Observed	10
Quarters At or Above the Benchmark	9
Quarters Below the Benchmark	1
Batting Average	.900

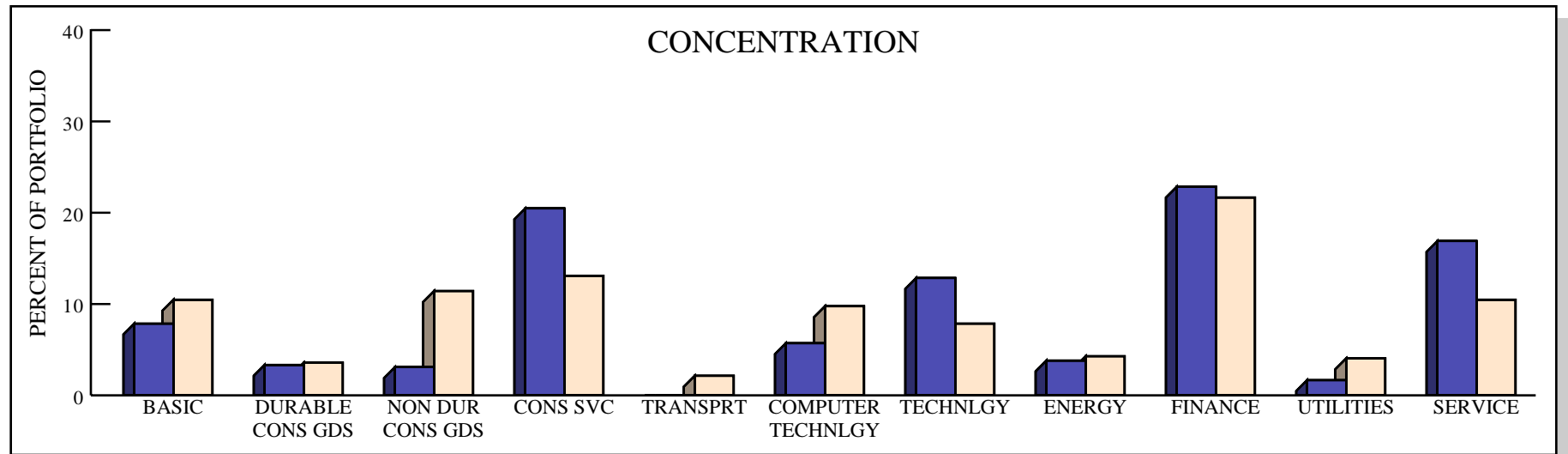
STOCK CHARACTERISTICS



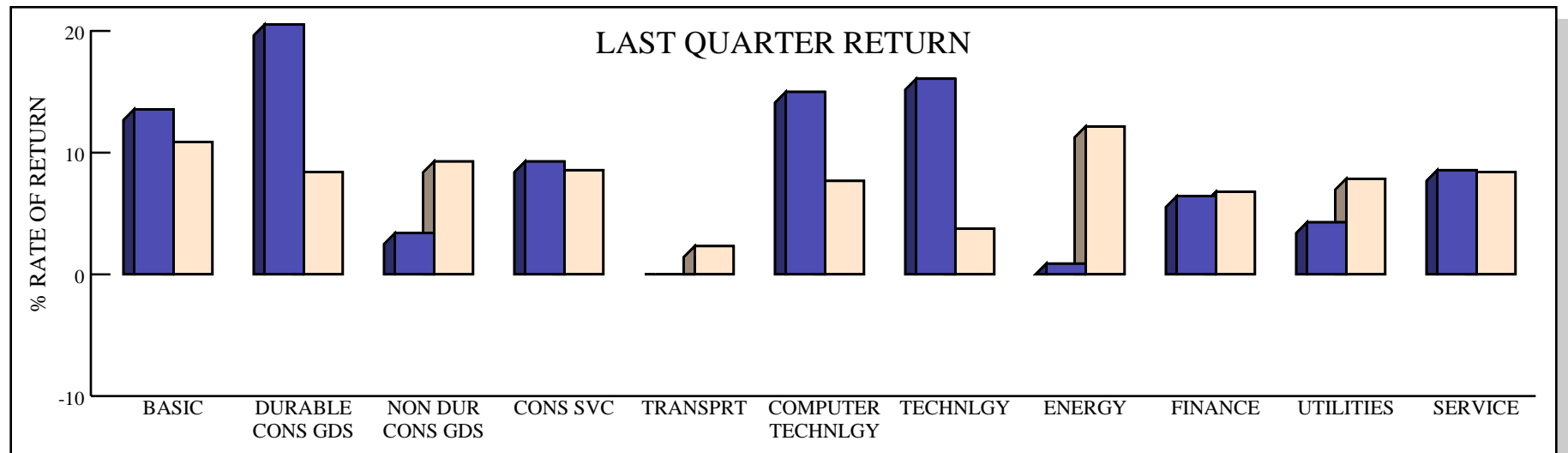
	YIELD	GROWTH	P/E	BETA
PORTFOLIO	0.9%	11.0%	22.1	1.14
RUSSELL 2000	1.4%	5.7%	16.2	1.12



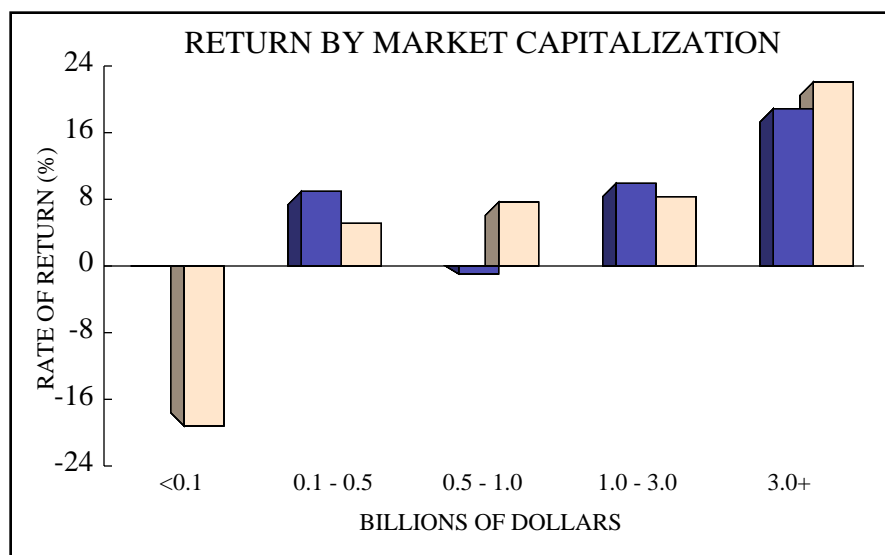
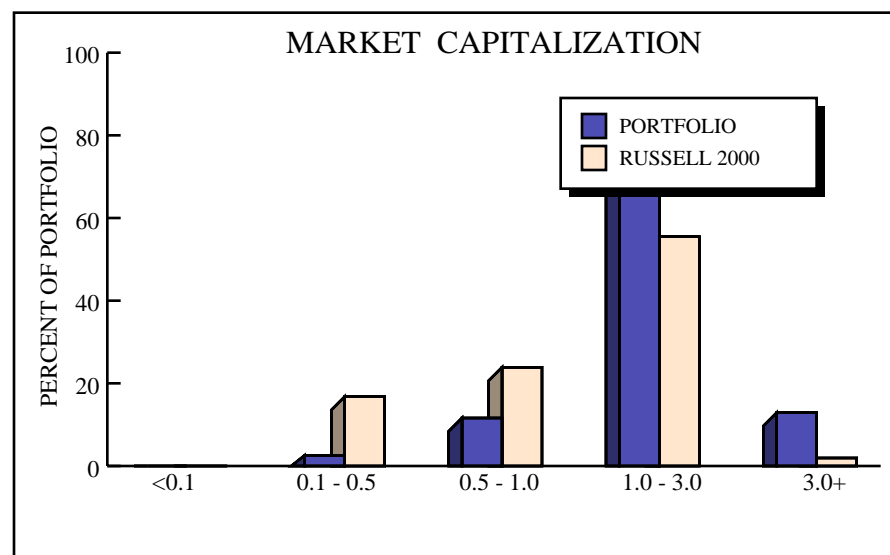
STOCK INDUSTRY ANALYSIS



■ PORTFOLIO ■ RUSSELL 2000



TOP TEN HOLDINGS



TOP TEN EQUITY HOLDINGS

RANK	NAME	VALUE	% EQUITY	RETURN	INDUSTRY SECTOR	MKT CAP
1	COLFAX CORP	\$ 210,156	2.92%	33.0%	Basic	\$ 3.4 B
2	ANALOGIC CORP	191,438	2.66%	26.2%	Technology	1.0 B
3	GRAND CANYON EDUCATION INC	184,452	2.56%	12.4%	Consumer Service	1.1 B
4	ADVISORY BOARD CO/THE	184,337	2.56%	-3.6%	Consumer Service	1.7 B
5	CORPORATE EXECUTIVE BOARD CO	179,178	2.49%	31.5%	Consumer Service	1.8 B
6	BANK OF THE OZARKS	178,175	2.47%	14.9%	Finance	1.2 B
7	WADDELL & REED FINANCIAL-A	176,466	2.45%	9.0%	Finance	2.8 B
8	COMSTOCK RESOURCES INC	174,334	2.42%	11.9%	Energy	0.9 B
9	MDC HOLDINGS INC	173,334	2.41%	18.5%	Service	1.8 B
10	ATHENAHEALTH INC	172,344	2.39%	15.9%	Service	3.3 B

TOWN OF DAVIE POLICE PENSION FUND
JOHNSTON
PERFORMANCE REVIEW
SEPTEMBER 2012

INVESTMENT RETURN

On September 30th, 2012, the Town of Davie Police Pension Fund's Johnston portfolio was valued at \$4,948,132, representing an increase of \$319,960 from the June quarter's ending value of \$4,628,172. Last quarter, the Fund posted withdrawals totaling \$10,186, which partially offset the portfolio's net investment return of \$330,146. Since there were no income receipts for the third quarter, the portfolio's net investment return figure was the product of net realized and unrealized capital gains totaling \$330,146.

For the cumulative period since March 2010, the account has posted net withdrawals totaling \$90,997 and recorded net investment gains totaling \$153,745. Since March 2010, if the portfolio returned a compounded nominal rate of 7.9% it would have been valued at \$5.8 million or \$860,986 more than its actual value as of September 30th, 2012.

RELATIVE PERFORMANCE

In the third quarter, the Johnston portfolio returned 7.1%, which was 0.1% greater than the MSCI EAFE Index's return of 7.0% and ranked in the 62nd percentile of the International Equity universe. Over the trailing twelve-month period, the portfolio returned 14.0%, which was 0.3% below the benchmark's 14.3% return, ranking in the 74th percentile. Since March 2010, the portfolio returned 1.2% per annum and ranked in the 79th percentile. The MSCI EAFE Index returned an annualized 1.8% over the same time frame.

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	7.1	14.0	14.0	----	1.2
<i>INTERNATIONAL EQUITY RANK</i>	(62)	(74)	(74)	----	(79)
Total Net/Fees	6.9	13.1	13.1	----	0.4
MSCI EAFE	7.0	14.3	14.3	2.6	1.8
International Equity	7.1	14.0	14.0	----	1.2
<i>INTERNATIONAL EQUITY RANK</i>	(62)	(74)	(74)	----	(79)
MSCI EAFE	7.0	14.3	14.3	2.6	1.8

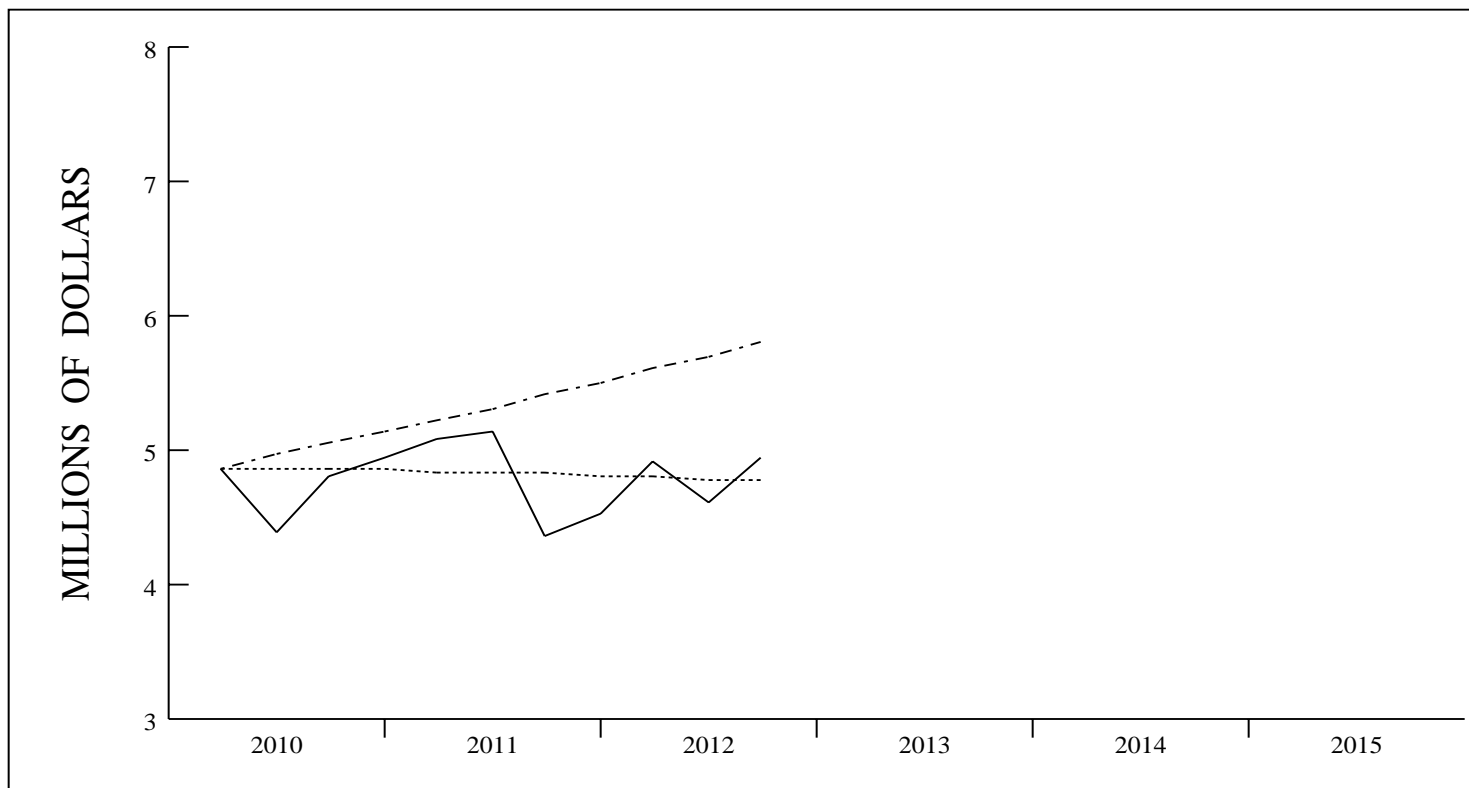
ASSET ALLOCATION

Int'l Equity	100.0%	\$ 4,948,132
Total Portfolio	100.0%	\$ 4,948,132

INVESTMENT RETURN

Market Value 6/2012	\$ 4,628,172
Contribs / Withdrawals	- 10,186
Income	0
Capital Gains / Losses	330,146
Market Value 9/2012	\$ 4,948,132

INVESTMENT GROWTH

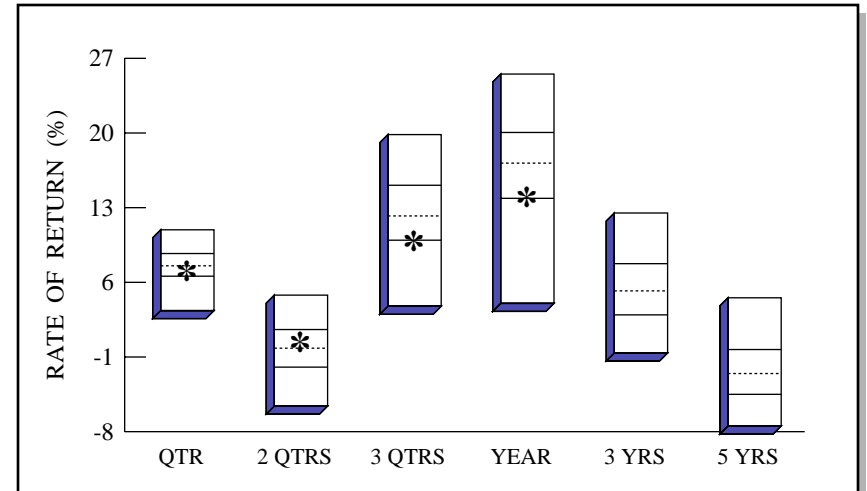
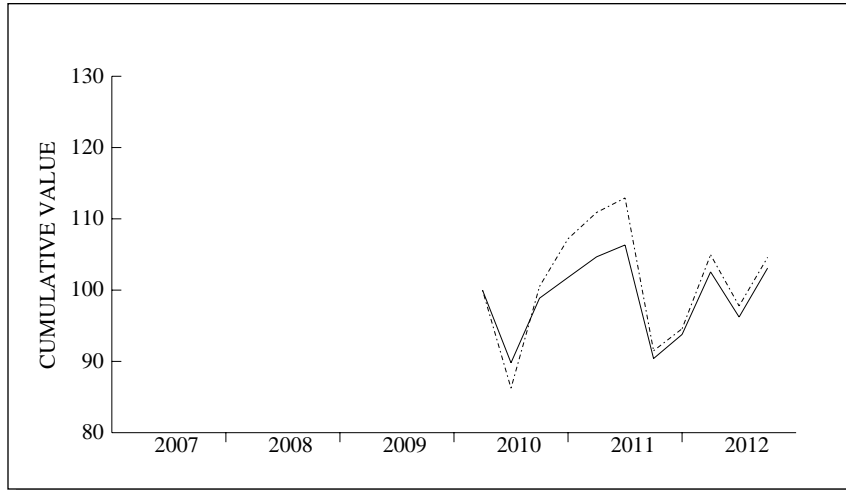


——— ACTUAL RETURN
 - - - - - 7.9%
 0.0%

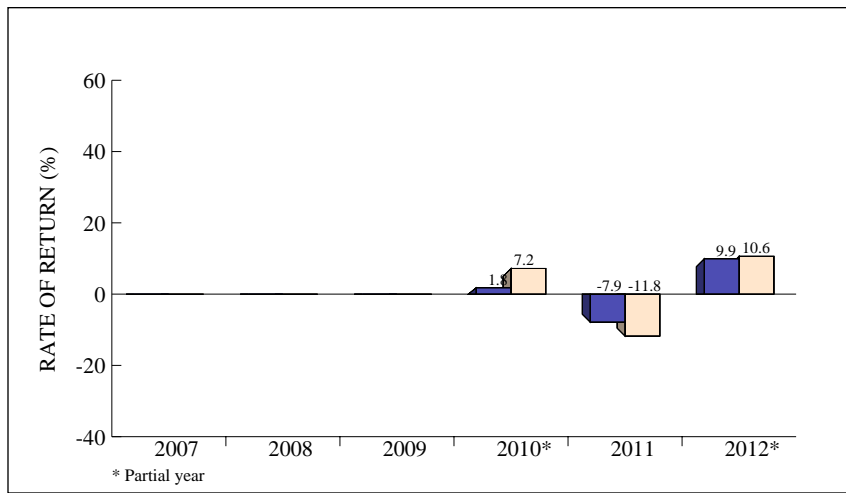
VALUE ASSUMING
 7.9% RETURN
 \$ 5,809,118

	LAST QUARTER	PERIOD 3/10 - 9/12
BEGINNING VALUE	\$ 4,628,172	\$ 4,885,384
NET CONTRIBUTIONS	- 10,186	- 90,997
<u>INVESTMENT RETURN</u>	<u>330,146</u>	<u>153,745</u>
ENDING VALUE	\$ 4,948,132	\$ 4,948,132
INCOME	0	0
<u>CAPITAL GAINS (LOSSES)</u>	<u>330,146</u>	<u>153,745</u>
INVESTMENT RETURN	330,146	153,745

TOTAL RETURN COMPARISONS



International Equity Universe

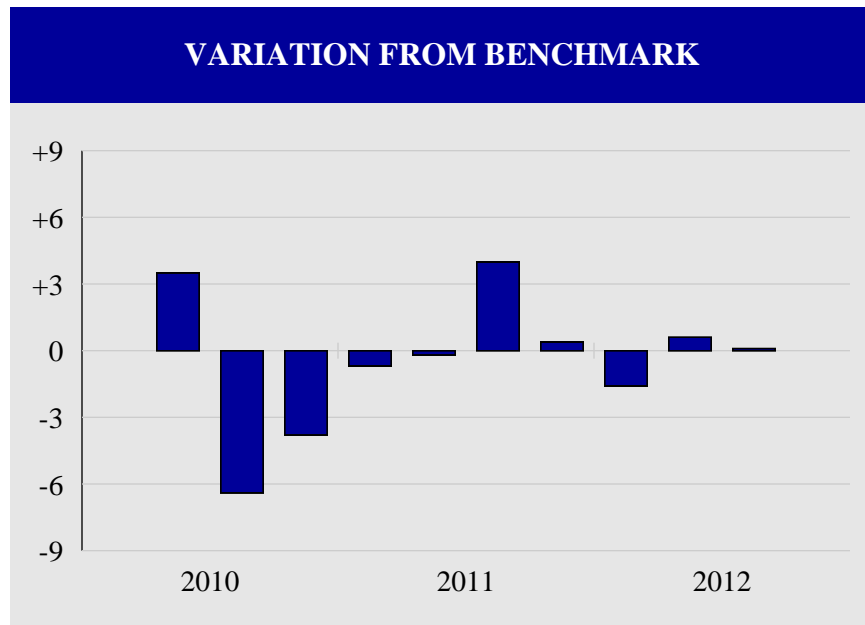


	<u>QTR</u>	<u>2QTRS</u>	<u>3QTRS</u>	<u>YEAR</u>	-----ANNUALIZED-----	
					<u>3 YRS</u>	<u>5 YRS</u>
RETURN	7.1	0.5	9.9	14.0	----	----
(RANK)	(62)	(41)	(76)	(74)	----	----
5TH %ILE	10.9	4.8	19.9	25.5	12.5	4.6
25TH %ILE	8.7	1.6	15.1	20.1	7.8	-0.3
MEDIAN	7.6	-0.2	12.2	17.2	5.2	-2.6
75TH %ILE	6.6	-2.0	10.0	13.9	3.0	-4.5
95TH %ILE	3.3	-5.6	3.8	4.0	-0.6	-7.5
MSCI EAFE	7.0	-0.3	10.6	14.3	2.6	-4.8

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

Total Quarters Observed	10
Quarters At or Above the Benchmark	5
Quarters Below the Benchmark	5
Batting Average	.500

TOWN OF DAVIE POLICE PENSION FUND
SSGA
PERFORMANCE REVIEW
SEPTEMBER 2012

INVESTMENT RETURN

On September 30th, 2012, the Town of Davie Police Pension Fund's SSgA portfolio was valued at \$3,891,190, representing an increase of \$252,921 from the June quarter's ending value of \$3,638,269. Last quarter, the Fund posted no net contributions or withdrawals, while posting \$252,921 in net investment returns. Since there were no income receipts for the third quarter, the portfolio's net investment return was the result of net realized and unrealized capital gains totaling \$252,921.

For the cumulative period since September 2007, the portfolio has posted net contributions totaling \$342 and net investment losses totaling \$1.1 million. For the period since September 2007, if the fund had returned a compounded nominal rate of 7.9% it would have been valued at \$7.3 million or \$3.4 million more than the actual value as of September 30th, 2012.

RELATIVE PERFORMANCE

For the third quarter, the SSgA portfolio returned 7.0%, which was equal to the MSCI EAFE Index's return of 7.0% and ranked in the 67th percentile of the International Equity universe. Over the trailing year, this portfolio returned 14.1%, which was 0.2% less than the benchmark's 14.3% return, and ranked in the 74th percentile. Since September 2007, the portfolio returned -4.9% annualized and ranked in the 80th percentile. For comparison, the MSCI EAFE Index returned an annualized -4.8% over the same period.

ASSET ALLOCATION

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

EXECUTIVE SUMMARY

PERFORMANCE SUMMARY

	Quarter	FYTD	1 Year	-----Annualized-----	
				3 Years	5 Years
Total Gross/Fees	7.0	14.1	14.1	2.4	-4.9
<i>INTERNATIONAL EQUITY RANK</i>	(67)	(74)	(74)	(81)	(80)
Total Net/Fees	6.9	13.8	13.8	2.2	-5.2
MSCI EAFE	7.0	14.3	14.3	2.6	-4.8
International Equity	7.0	14.1	14.1	2.4	-4.9
<i>INTERNATIONAL EQUITY RANK</i>	(67)	(74)	(74)	(81)	(80)
MSCI EAFE	7.0	14.3	14.3	2.6	-4.8

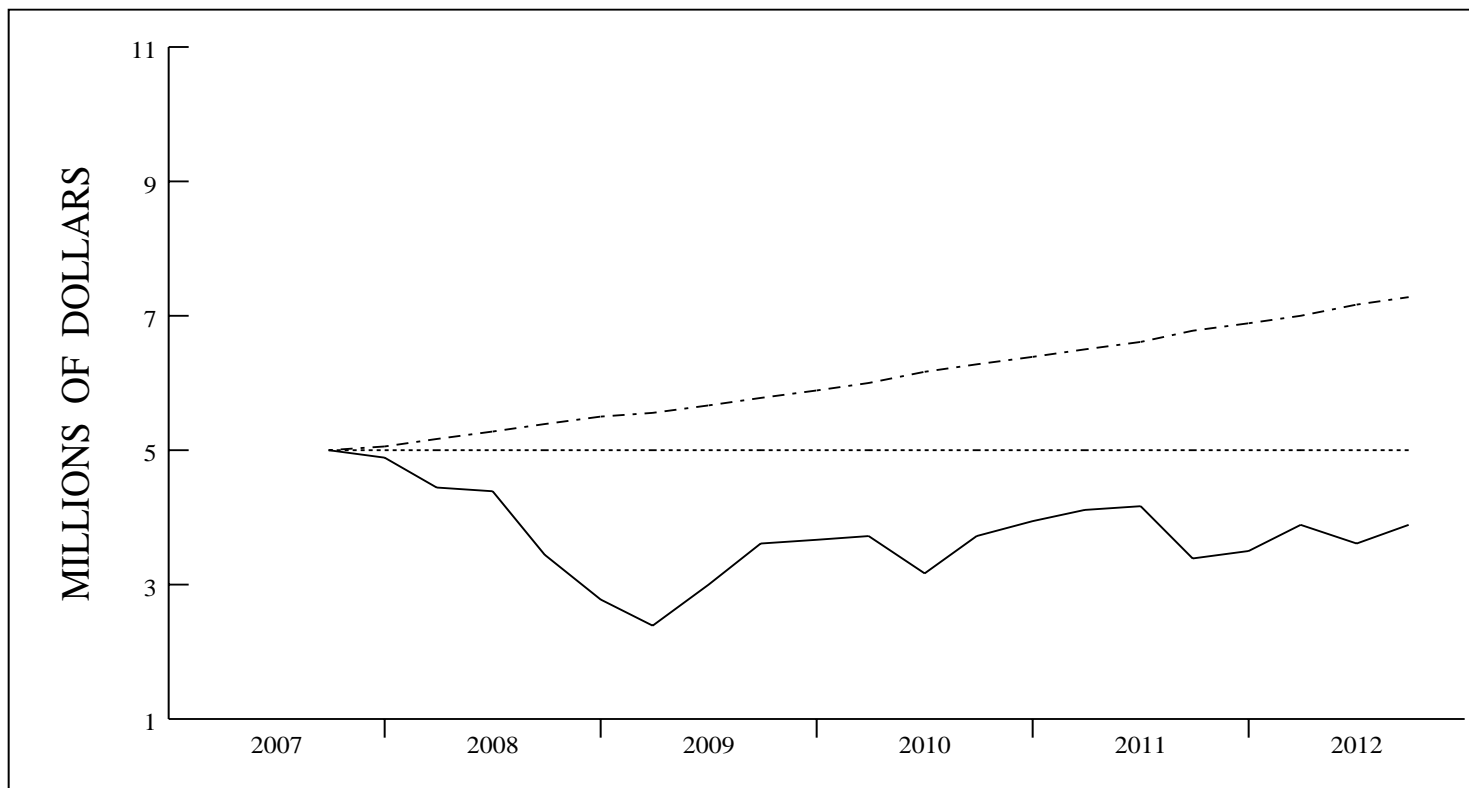
ASSET ALLOCATION

Int'l Equity	100.0%	\$ 3,891,190
Total Portfolio	100.0%	\$ 3,891,190

INVESTMENT RETURN

Market Value 6/2012	\$ 3,638,269
Contribs / Withdrawals	0
Income	0
Capital Gains / Losses	252,921
Market Value 9/2012	\$ 3,891,190

INVESTMENT GROWTH

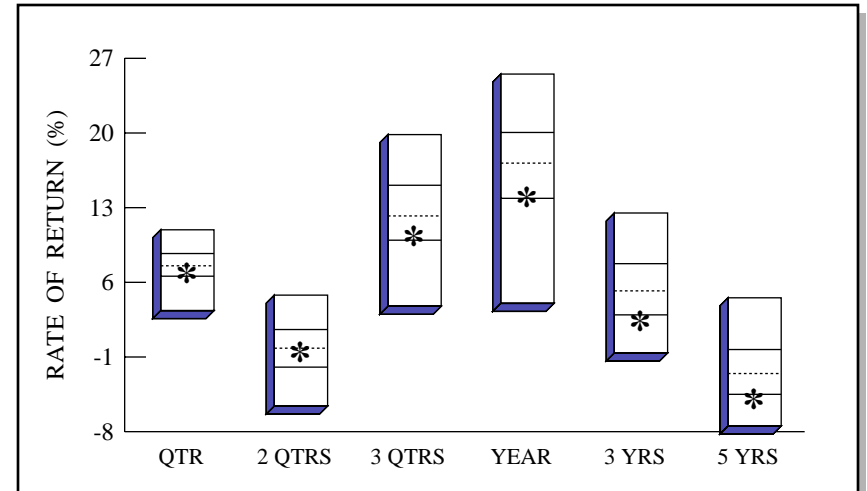
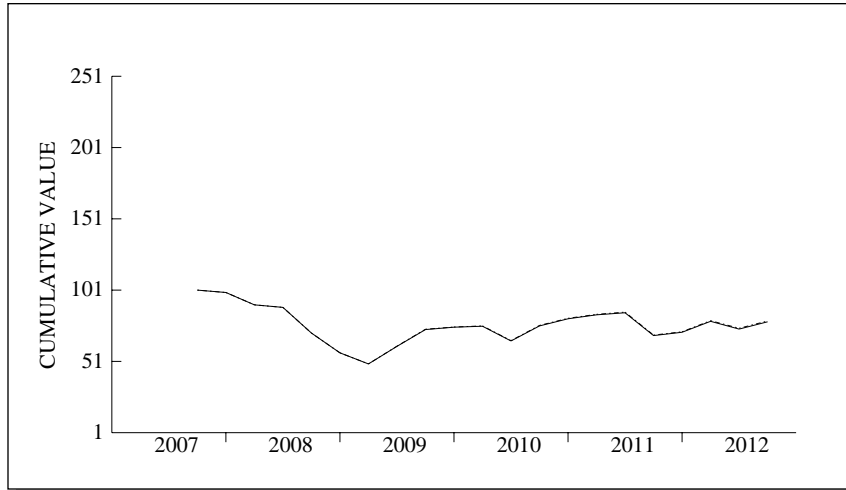


— ACTUAL RETURN
 - - - 7.9%
 . . . 0.0%

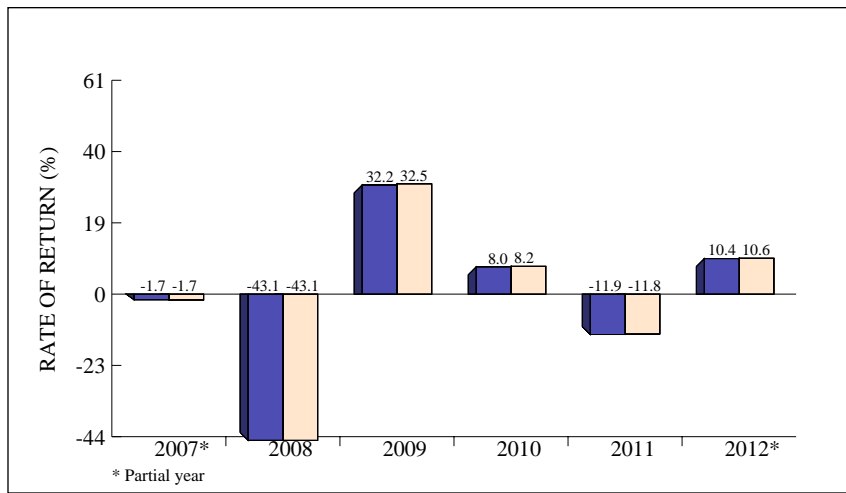
VALUE ASSUMING
 7.9% RETURN
 \$ 7,318,902

	LAST QUARTER	PERIOD 9/07 - 9/12
BEGINNING VALUE	\$ 3,638,269	\$ 5,003,931
NET CONTRIBUTIONS	0	342
<u>INVESTMENT RETURN</u>	<u>252,921</u>	<u>- 1,113,083</u>
ENDING VALUE	\$ 3,891,190	\$ 3,891,190
INCOME	0	0
<u>CAPITAL GAINS (LOSSES)</u>	<u>252,921</u>	<u>- 1,113,083</u>
INVESTMENT RETURN	252,921	- 1,113,083

TOTAL RETURN COMPARISONS



International Equity Universe



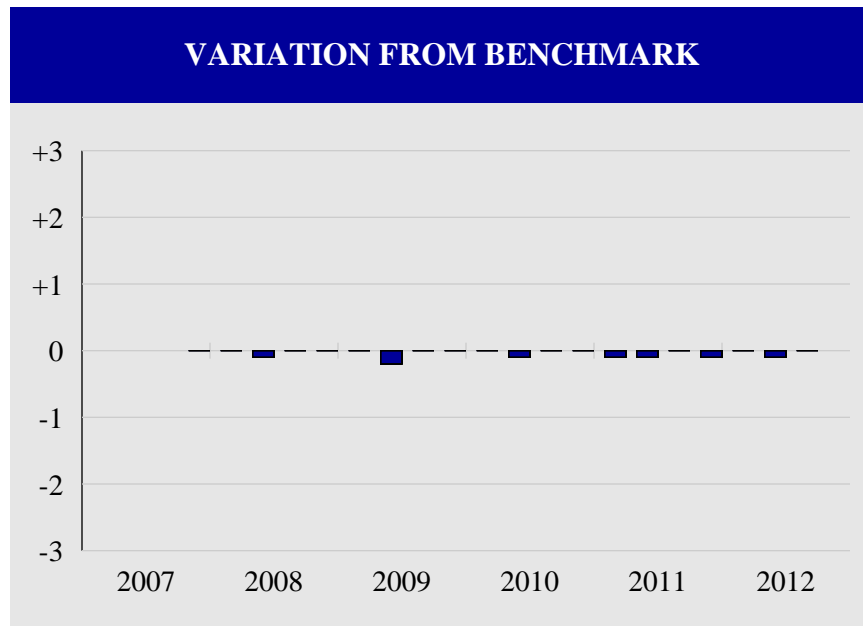
* Partial year

	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	7.0	-0.5	10.4	14.1	2.4	-4.9
(RANK)	(67)	(55)	(72)	(74)	(81)	(80)
5TH %ILE	10.9	4.8	19.9	25.5	12.5	4.6
25TH %ILE	8.7	1.6	15.1	20.1	7.8	-0.3
MEDIAN	7.6	-0.2	12.2	17.2	5.2	-2.6
75TH %ILE	6.6	-2.0	10.0	13.9	3.0	-4.5
95TH %ILE	3.3	-5.6	3.8	4.0	-0.6	-7.5
MSCI EAFE	7.0	-0.3	10.6	14.3	2.6	-4.8

International Equity Universe

TOTAL PORTFOLIO QUARTERLY PERFORMANCE SUMMARY

COMPARATIVE BENCHMARK: MSCI EAFE



RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
12/07	-1.7	-1.7	0.0
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

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
SEPTEMBER 2012

INVESTMENT RETURN

On September 30th, 2012, the Town of Davie Police Pension Fund's American Core Realty Fund, LLC portfolio was valued at \$2,335,704, representing an increase of \$52,639 from the June quarter's ending value of \$2,283,065. Last quarter, the Fund posted withdrawals totaling \$6,230, which partially offset the portfolio's net investment return of \$58,869. Income receipts totaling \$34,246 plus net realized and unrealized capital gains of \$24,623 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 \$331,012. 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 \$2.2 million or \$119,243 less than the actual value as of September 30th, 2012.

RELATIVE PERFORMANCE

In the third quarter, the American Core Realty Fund, LLC portfolio gained 2.6%, which was 0.2% less than the NCREIF NFI-ODCE Index's return of 2.8%. Over the trailing twelve-month period, the portfolio returned 11.6%, which was equal to the benchmark's 11.6% return. Since March 2011, the account returned 12.6% on an annualized basis, while the NCREIF NFI-ODCE Index returned an annualized 13.4% 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	2.6	11.6	11.6	----	12.6
Total Net/Fees	2.3	10.3	10.3	----	11.4
NCREIF ODCE	2.8	11.6	11.6	12.2	13.4
Real Estate	2.6	11.6	11.6	----	12.6
NCREIF ODCE	2.8	11.6	11.6	12.2	13.4

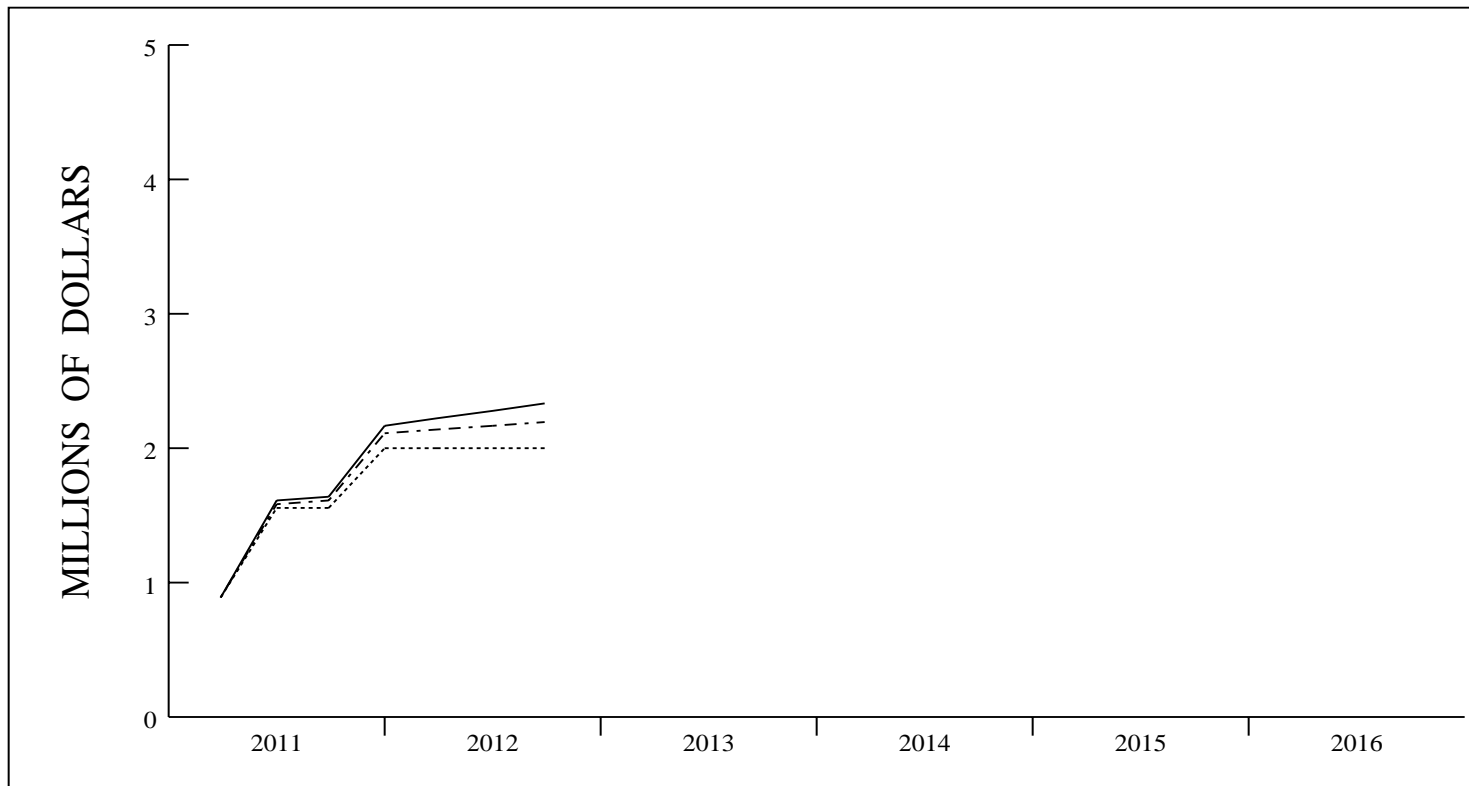
ASSET ALLOCATION

Real Estate	100.0%	\$ 2,335,704
Total Portfolio	100.0%	\$ 2,335,704

INVESTMENT RETURN

Market Value 6/2012	\$ 2,283,065
Contribs / Withdrawals	- 6,230
Income	34,246
Capital Gains / Losses	24,623
Market Value 9/2012	\$ 2,335,704

INVESTMENT GROWTH



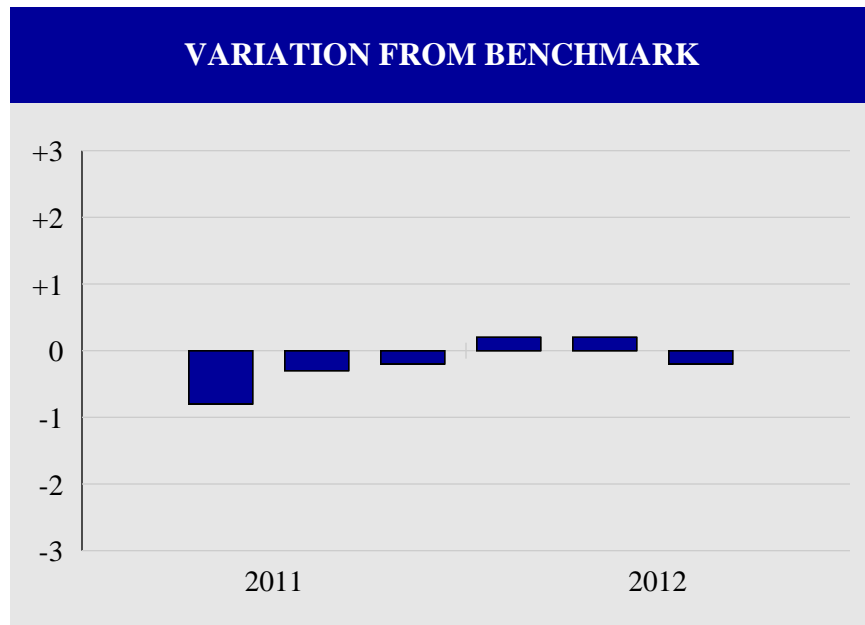
— ACTUAL RETURN
 - - - 7.9%
 0.0%

VALUE ASSUMING
 7.9% RETURN
 \$ 2,216,461

	LAST QUARTER	PERIOD 3/11 - 9/12
BEGINNING VALUE	\$ 2,283,065	\$ 892,274
NET CONTRIBUTIONS	- 6,230	1,112,418
<u>INVESTMENT RETURN</u>	<u>58,869</u>	<u>331,012</u>
ENDING VALUE	\$ 2,335,704	\$ 2,335,704
INCOME	34,246	170,065
CAPITAL GAINS (LOSSES)	<u>24,623</u>	<u>160,947</u>
INVESTMENT RETURN	58,869	331,012

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

Total Quarters Observed	6
Quarters At or Above the Benchmark	2
Quarters Below the Benchmark	4
Batting Average	.333