

STATE OF TEXAS }  
COUNTIES OF POTTER }  
AND RANDALL }  
CITY OF AMARILLO }

On this the 17<sup>th</sup> day of November 2010, members of the Firemen's Relief and Retirement Fund Board of Trustees of Amarillo, Texas met in regular session at City Hall, 509 East Seventh Avenue, Amarillo, Texas, with the following members and guests present:

<u>MEMBERS</u>	<u>PRESENT</u>	<u>HELD SINCE APPOINTMENT</u>	<u>ATTENDED SINCE APPOINTMENT</u>
DEBRA MCCARTT, MAYOR	NO	65	0
JOE NEELY, CHAIRMAN	YES	174	150
JEFF GREENLEE, VICE CHAIRMAN	YES	108	102
DEAN FRIGO, SECRETARY	YES	242	224
DAVID PRESTON, CIV. MEM.	YES	189	147
JOE HOWELL, CIV. MEM.	YES	158	126
TONY ROBINSON, FIREMAN	YES	83	76

Also present: Bobby Martinez (Amarillo National Bank), Kelly Bevis (Wells Fargo Advisors), Stephen Wheeler (Wells Fargo Advisors), Michelle Bonner, Finance Director, and Andrea Rains, Recording Secretary.

ITEM 1. Mr. Neely presented the minutes from the last regular monthly meeting held October 20<sup>th</sup>, 2010 for approval. There were no questions or comments. Mr. Robinson motioned to approve the minutes as written. Mr. Preston seconded the motion and it carried unanimously.

ITEM 2. Ms. Bonner presented the Investment Resolution as follows:

Maturities

10/15/10	\$700,000.00 Par Value	
	5.15% Coupon – Maturity Date: 10/15/2010	
	General Elec Cap Corp	
	Total Proceeds:	\$ 700,000.00
	Total Costs:	\$ 711,606.00
	Net Gain (Loss):	(\$ 11,606.00)

Purchases

10/20/10	\$875,000 Par Value	
	1.625% Coupon – Maturity Date: 10/15/2015	
	MDY/S&P – Baa1/A- YTM: 1.69%	
	Raytheon Co	
	Total Costs:	\$ 872,252.50

Motion was made by Mr. Robinson, seconded by Mr. Howell, and carried unanimously to approve the investment resolution as presented.

ITEM 3. Mr. Frigo presented the Fund's summary of revenue and expenditures at October 31<sup>st</sup>, 2010 and reported a total market value of \$112,469,534.29. He reviewed total employer/employee contributions of approximately \$535 thousand and explained that total receipts exceeded total disbursements by about \$148 thousand. He reported net unrealized appreciation on investments was \$2,815,752.49 and that the Fund had received accrued income of \$405,430.91 for the month. Overall, Mr. Frigo stated that this report was good news for the Fund.

ITEM 4. The Board acknowledged receipt of the written Investment Report prepared by Luther King Capital Management.

ITEM 5. Mr. Wheeler and Ms. Bevis presented the Fund's Investment Performance Review at September 30, 2010. Mr. Wheeler reviewed the performance of the capital markets ending the same quarter. Ms. Bevis, reviewing the performance summary of the Fund, reported that the Fund had returns of 6.86% versus that of the market of 8.31% for the latest quarter. She further reviewed returns of 5.39% versus 5.30% for the latest year to date, 10.36% versus 9.55% for the latest 1-year period, 0.42% versus -2.03% for the latest 3-year period, 4.72% versus 2.76% for the latest 5-year period and 3.20% versus 2.07% for the latest 10-year period. On a risk-adjusted basis, Ms. Bevis stated that the Fund is taking less risk and receiving more return than that of the market and further stated that the Fund had a Sharpe Ratio of 0.52 versus 0.42 of the Policy for the latest quarter. She reported that, on a universe comparison, the Fund ranked in the 78<sup>th</sup> percentile for the latest quarter and in the 37<sup>th</sup>, 25<sup>th</sup>, 24<sup>th</sup>, 28<sup>th</sup>, 35<sup>th</sup>, and 76<sup>th</sup> percentiles for the latest year-to-date, 1-year, 3-year, 5-year, 7-year and 10-year periods respectively. Ms. Bevis stated that the Fund had a good quarter overall; that Luther King is taking an acceptable amount of risk and adding value to the Portfolio.

ITEM 6. Mr. Greenlee motioned to approve off-duty retirement benefits for John Edwin Andrews in the amount of \$3,271.72 monthly. Mr. Robinson seconded the motion and it unanimously carried.

ITEM 7. Retirement benefits for Charles E. Straus in the amount of \$3,714.12 monthly and a lump sum payment of \$50,620.82 was motioned for approval by Mr. Greenlee, seconded by Mr. Robinson and carried unanimously.

ITEM 8. Motion was made by Mr. Robinson, seconded by Mr. Preston and carried unanimously to approve Form 100, Change of Beneficiary, for Jeffrey S. Kimbrell.

ITEM 9. Public Comments. There were no public comments at this time.

THERE being no further business, the meeting adjourned at 10:45 a.m.

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Joe Neely, Chairman

ATTEST:

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Dean Frigo, Secretary