

**City of Hollywood Employees' Retirement Fund**  
**Preliminary Market Value Update**  
**as of January 31, 2015**

	<b>Market Value</b>	<b>Percent of Total Plan</b>	<b>Target Allocation</b>
<b><u>Domestic Equity - Large Cap</u></b>	<b>\$90,289,676</b>	<b>30.7%</b>	<b>30.0%</b>
Northern Trust	\$90,289,676	30.7%	
<b><u>Domestic Equity - Small Cap</u></b>	<b>\$41,501,950</b>	<b>14.1%</b>	<b>12.5%</b>
TSW	\$21,312,601	7.3%	
Frontier Capital	\$20,189,349	6.9%	
<b><u>International Equity</u></b>	<b>\$41,748,264</b>	<b>14.2%</b>	<b>15.0%</b>
Wellington	\$41,748,264	14.2%	
<b><u>Fixed</u></b>	<b>\$87,659,082</b>	<b>29.8%</b>	<b>32.5%</b>
Neuberger & Berman	\$45,502,795	15.5%	
Baird Advisors	\$42,156,287	14.3%	
<b><u>Real Estate</u></b>	<b>\$32,695,521</b>	<b>11.1%</b>	<b>10.0%</b>
Morgan Stanley	\$25,217,364	8.6%	
Principal	\$7,478,156	2.5%	
<b>Total Fund</b>	<b>\$293,894,492</b>	<b>100.0%</b>	<b>100.0%</b>

**City of Hollywood Employees' Retirement Fund**  
**Preliminary Performance Update**  
as of January 31, 2015

	Quarter ended December 31, 2014	1 Month ended January 31, 2015	Fiscal YTD January 31, 2015	Market Value January 31, 2015	Percent of Total Plan January 31, 2015
<b>Domestic Equity</b>					
Northern Trust S&P 500	4.93%	-3.00%	1.78%	\$90,289,676	30.7%
<i>Northern Trust - net</i>	4.92%	-3.00%	1.77%		
<i>S&amp;P 500 Index</i>	4.93%	-3.00%	1.78%		
TSW	6.02%	-1.88%	4.03%	\$21,312,601	7.3%
<i>TSW - net</i>	5.82%	-1.95%	3.76%		
<i>Russell 2500 Value Index</i>	6.09%	-2.53%	3.41%		
Frontier Capital	8.50%	-1.75%	6.60%	\$20,189,349	6.9%
<i>Frontier Capital - net</i>	8.31%	-1.81%	6.35%		
<i>Russell 2500 Growth Index</i>	7.49%	-1.54%	5.83%		
<b>International Equity</b>					
Wellington	-1.41%	0.40%	-1.02%	\$41,748,264	14.2%
<i>Wellington - net</i>	-1.59%	0.34%	-1.25%		
<i>MSCI ACWI - ex US (net)</i>	-3.87%	-0.15%	-4.01%		
<b>Fixed</b>					
Neuberger & Berman	0.52%	1.40%	1.93%	\$45,502,795	15.5%
<i>Neuberger &amp; Berman - net</i>	0.45%	1.38%	1.83%		
<i>Barclays Intermediate Gov't/Credit Index</i>	0.89%	1.66%	2.56%		
Baird Advisors	1.88%	2.32%	4.24%	\$42,156,287	14.3%
<i>Baird Advisors - net</i>	1.81%	2.30%	4.15%		
<i>Barclays Aggregate Index</i>	1.79%	2.10%	3.93%		
<b>Real Estate</b>					
Morgan Stanley	4.44%	0.00%	4.44%	\$25,217,364	8.6%
<i>Morgan Stanley - net</i>	4.23%	0.00%	4.23%		
<i>NCREIF ODCE (ew) Index</i>	3.46%	0.00%	3.46%		
Principal	2.97%	0.00%	2.97%	\$7,478,156	2.5%
<i>Principal - net</i>	2.64%	0.00%	2.97%		
<i>NCREIF Property Index</i>	3.04%	0.00%	0.00%		
<b>Total Fund</b>	<b>3.18%</b>	<b>-0.57%</b>	<b>2.59%</b>	<b>\$293,894,492</b>	<b>100.0%</b>
<b>Total Fund - net</b>	<b>3.08%</b>	<b>-0.60%</b>	<b>2.46%</b>		
<b>Policy Index**</b>	<b>2.44%</b>	<b>-0.57%</b>	<b>1.86%</b>		

<b>Asset Class</b>	<b>Market value</b>	<b>% of Plan</b>	<b>Target</b>	<b>Ranges</b>
Large Cap Equity	\$ 90,289,676	30.7%	30.0%	20-40%
Small Cap Equity	\$ 41,501,950	14.1%	12.5%	7.5-17.5%
International Equity	\$ 41,748,264	14.2%	15.0%	10-20%
Fixed Income	\$ 87,659,082	29.8%	32.5%	22.5-42.5%
Real Estate	\$ 32,695,521	11.1%	10.0%	5-15%
<b>Total Fund</b>	<b>\$ 293,894,492</b>	<b>100.0%</b>	<b>100.0%</b>	

Note: Monthly performance is preliminary and provided by investment managers. The Total Fund return is a weighted average of the returns provided.

\*\* Policy Index: (Nov 13-current) 30% S&P 500, 12.5% R2500, 15% MSCI ACWI ex US (net), 32.5% Barclays Intermediate Aggregate, 7.5% NCREIF ODCE (ew), 2.5% NCREIF NPI (May 13-Oct 13) 32.5% S&P 500, 12.5% Russell 2000, 15% MSCI ACWI ex-US, 32.5% Barclays Intermediate Aggregate, 7.5% NCREIF ODCE (ew)

**City of Hollywood Employees' Retirement Fund**  
**Preliminary Performance Update**  
**as of January 31, 2015**

	1 Month ended January 31, 2015	Calendar YTD January 31, 2015
<b><u>Domestic Equity</u></b>		
Northern Trust	-3.00%	-3.00%
<i>S&amp;P 500 Index</i>	-3.00%	-3.00%
TSW SMID	-1.88%	-1.88%
<i>Russell 2500 Value Index</i>	-2.53%	-2.53%
Frontier Capital	-1.75%	-1.75%
<i>Russell 2500 Growth Index</i>	-1.54%	-1.54%
<b><u>International Equity</u></b>		
Wellington	0.40%	0.40%
<i>MSCI ACWI ex-US Index</i>	-0.15%	-0.15%
<b><u>Fixed</u></b>		
Neuberger & Berman	1.40%	1.40%
<i>Barclays Intermediate Gov't/Credit Index</i>	1.66%	1.66%
Baird Advisors	2.32%	2.32%
<i>Barclays Aggregate Index</i>	2.10%	2.10%
<b><u>Real Estate</u></b>		
Morgan Stanley	0.00%	0.00%
<i>NCREIF ODCE (ew) Index</i>	0.00%	0.00%
Principal	0.00%	0.00%
<i>NCREIF Property Index</i>	0.00%	0.00%

**Investment Manager Fee Table  
Period Ended January 31, 2015**

<u>Manager</u>	<u>Mandate</u>	<u>Market Value</u>	<u>Fee Schedule</u>	<u>Estimated Annual Fee (\$)</u>	<u>Estimated Annual Fee (%)</u>
Northern Trust	Passive Large Cap Equity	\$ 90,289,676	3.5 bps on assets	\$ 31,601	0.04%
TSW	SMID Cap Value Equity	\$ 21,312,601	80 bps on assets	\$ 170,501	0.80%
Frontier Capital	SMID Cap Growth Equity	\$ 20,189,349	75 bps on assets	\$ 151,420	0.75%
Wellington	International Equity	\$ 41,748,264	71 bps on assets	\$ 296,413	0.71%
Neuberger & Berman	Intermediate Fixed Income	\$ 45,502,795	30 bps on first \$50MM, 20 bps on next \$50mm, 15 bps on balance	\$ 136,508	0.30%
Baird Advisors	Core Fixed Income	\$ 42,156,287	30 bps on first \$25MM, 25 bps on next \$25MM, 20 bps on next \$20MM, 15 bps on balance	\$ 117,891	0.28%
Morgan Stanley	Real Estate	\$ 25,217,364	84 basis points base fee, plus a monthly accrued performance based fee equal to 5% multiplied by NAV multiplied by comparable property NOI growth for the month	\$ 211,826	0.84%
Principal*	Real Estate	\$ 7,478,156	130 bps on assets + incentive fee	\$ 97,216	1.30%
<b>Investment Management Fees</b>		<b>\$ 293,894,492</b>		<b>\$ 1,213,376</b>	<b>0.41%</b>
Segal Rogerscasey	Investment Consulting		\$76,500 annual retainer	\$ 76,500	
Wells Fargo	Custodian	\$ 293,894,492	2 bps on first \$50MM, 1 bps on next \$75MM, 0.5 bps on balance	\$ 25,945	0.01%
<b>TOTAL FEES</b>				<b>\$ 1,315,821</b>	<b>0.45%</b>

\*Incentive fee is equal to 15% of the profits in excess of an 11% net IRR to investors.