

City of Hollywood Employees' Retirement Fund
Preliminary Market Value Update
as of March 31, 2014

	Market Value	Percent of Total Plan	Target Allocation
<u>Domestic Equity - Large Cap</u>	\$92,439,874	32.8%	30.0%
Northern Trust	\$92,439,874	32.8%	
<u>Domestic Equity - Small Cap</u>	\$40,127,197	14.3%	12.5%
TSW	\$20,801,555	7.4%	
Frontier	\$19,325,642	6.9%	
<u>International Equity</u>	\$42,264,498	15.0%	15.0%
Wellington	\$42,264,498	15.0%	
<u>Fixed</u>	\$77,419,927	27.5%	32.5%
Neuberger & Berman	\$38,852,721	13.8%	
Baird Advisors	\$38,567,206	13.7%	
<u>Real Estate</u>	\$29,234,423	10.4%	10.0%
Morgan Stanley	\$22,661,010	8.1%	
Principal	\$6,573,413	2.3%	
Total Fund	\$281,485,919	100.0%	100.0%

City of Hollywood Employees' Retirement Fund
Preliminary Performance Update
as of March 31, 2014

	Quarter ended December 31, 2013	1 Month ended January 31, 2014	1 Month ended February 28, 2014	1 Month ended March 31, 2014	Quarter ended March 31, 2014	Fiscal YTD March 31, 2014	Market Value March 31, 2014	Percent of Total Plan March 31, 2014
Domestic Equity								
Northern Trust S&P 500	10.50%	-3.46%	4.57%	0.84%	1.80%	12.49%	\$92,439,874	32.8%
<i>Northern Trust - net</i>	<i>10.50%</i>	<i>-3.46%</i>	<i>4.57%</i>	<i>0.84%</i>	<i>1.79%</i>	<i>12.48%</i>		
<i>S&P 500 Index</i>	<i>10.51%</i>	<i>-3.46%</i>	<i>4.57%</i>	<i>0.84%</i>	<i>1.80%</i>	<i>12.50%</i>		
TSW	N/A	-2.89%	5.14%	1.71%	3.85%	N/A	\$20,801,555	7.4%
<i>TSW - net</i>	<i>N/A</i>	<i>-2.96%</i>	<i>5.07%</i>	<i>1.64%</i>	<i>3.64%</i>	<i>N/A</i>		
<i>Russell 2500 Value Index</i>	<i>8.83%</i>	<i>-2.67%</i>	<i>4.92%</i>	<i>1.37%</i>	<i>3.52%</i>	<i>12.66%</i>		
Frontier Capital	7.73%	0.67%	5.32%	-0.22%	5.80%	13.98%	\$19,325,642	6.9%
<i>Frontier Capital - net</i>	<i>7.67%</i>	<i>0.61%</i>	<i>5.26%</i>	<i>-0.28%</i>	<i>5.61%</i>	<i>13.70%</i>		
<i>Russell 2500 Growth Index</i>	<i>8.49%</i>	<i>-1.89%</i>	<i>5.22%</i>	<i>-2.12%</i>	<i>1.04%</i>	<i>9.62%</i>		
International Equity								
Wellington	N/A	-4.20%	4.20%	-1.10%	-1.27%	N/A	\$42,264,498	15.0%
<i>Wellington - net</i>	<i>N/A</i>	<i>-4.26%</i>	<i>4.14%</i>	<i>-1.16%</i>	<i>-1.45%</i>	<i>N/A</i>		
<i>MSCI ACWI - ex US (net)</i>	<i>4.77%</i>	<i>-4.54%</i>	<i>5.02%</i>	<i>0.26%</i>	<i>0.51%</i>	<i>5.31%</i>		
Fixed								
Neuberger Berman	0.04%	0.88%	0.35%	-0.36%	0.87%	0.91%	\$38,852,721	13.8%
<i>Neuberger Berman - net</i>	<i>-0.04%</i>	<i>0.86%</i>	<i>0.33%</i>	<i>-0.39%</i>	<i>0.79%</i>	<i>0.75%</i>		
<i>Barclays Intermediate Gov't/Credit Index</i>	<i>-0.02%</i>	<i>0.92%</i>	<i>0.38%</i>	<i>-0.30%</i>	<i>1.00%</i>	<i>0.98%</i>		
Baird Advisors	-0.20%	1.75%	0.50%	-0.16%	2.10%	1.89%	\$38,567,206	13.7%
<i>Baird Advisors - net</i>	<i>-0.26%</i>	<i>1.73%</i>	<i>0.48%</i>	<i>-0.18%</i>	<i>2.02%</i>	<i>1.76%</i>		
<i>Barclays Aggregate Index</i>	<i>-0.14%</i>	<i>1.48%</i>	<i>0.53%</i>	<i>-0.17%</i>	<i>1.84%</i>	<i>1.71%</i>		
Real Estate								
Morgan Stanley	3.38%	0.00%	0.00%	2.58%	2.58%	6.05%	\$22,661,010	8.1%
<i>Morgan Stanley - net</i>	<i>2.67%</i>	<i>0.00%</i>	<i>0.00%</i>	<i>2.37%</i>	<i>2.37%</i>	<i>5.10%</i>		
<i>NCREIF ODCE (ew) Index</i>	<i>3.14%</i>	<i>0.00%</i>	<i>0.00%</i>	<i>2.45%</i>	<i>2.45%</i>	<i>5.67%</i>		
Principal*	3.00%	0.00%	0.00%	0.00%	0.00%	2.99%	\$6,573,413	2.3%
<i>Principal - net</i>	<i>2.67%</i>	<i>0.00%</i>	<i>0.00%</i>	<i>0.00%</i>	<i>0.00%</i>	<i>2.67%</i>		
<i>NCREIF Property Index</i>	<i>2.53%</i>	<i>0.00%</i>	<i>0.00%</i>	<i>0.00%</i>	<i>0.00%</i>	<i>0.00%</i>		
Total Fund	6.15%	-1.50%	2.98%	0.36%	1.70%	7.95%	\$281,485,919	100.0%
Total Fund - net	6.05%	-1.52%	2.95%	0.32%	1.60%	7.75%		
Policy Index**	5.20%	-1.61%	2.89%	0.35%	1.55%	6.83%		

Asset Class	Market value	% of Plan	Target	Ranges
Large Cap Equity	\$ 92,439,874	32.8%	30.0%	20-40%
Small Cap Equity	\$ 40,127,197	14.3%	12.5%	7.5-17.5%
International Equity	\$ 42,264,498	15.0%	15.0%	10-20%
Fixed Income	\$ 77,419,927	27.5%	32.5%	22.5-42.5%
Real Estate	\$ 29,234,423	10.4%	10.0%	5-15%
Total Fund	\$ 281,485,919	100.0%	100.0%	

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

*Market Value is as of 12/31/2013

** 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)

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as of March 31, 2014

	1 Month ended January 31, 2014	1 Month ended February 28, 2014	1 Month ended March 31, 2014	Quarter ended March 31, 2014
<u>Domestic Equity</u>				
Northern Trust	-3.46%	4.57%	0.84%	1.80%
<i>S&P 500 Index</i>	<i>-3.46%</i>	<i>4.57%</i>	<i>0.84%</i>	<i>1.80%</i>
TSW SMID	-2.89%	5.14%	0.00%	3.85%
<i>Russell 2500 Value Index</i>	<i>-2.67%</i>	<i>4.92%</i>	<i>-0.28%</i>	<i>3.52%</i>
Frontier	0.67%	5.32%	-0.22%	5.80%
<i>Russell 2500 Growth Index</i>	<i>-1.89%</i>	<i>5.22%</i>	<i>-2.12%</i>	<i>1.04%</i>
<u>International Equity</u>				
Wellington	-4.20%	4.20%	-1.10%	-1.27%
<i>MSCI ACWI ex-US Index</i>	<i>-4.54%</i>	<i>5.02%</i>	<i>0.26%</i>	<i>0.51%</i>
<u>Fixed</u>				
Neuberger & Berman	0.88%	0.35%	-0.36%	0.87%
<i>Barclays Intermediate Gov't/Credit Index</i>	<i>0.92%</i>	<i>0.38%</i>	<i>-0.30%</i>	<i>1.00%</i>
Baird Advisors	1.75%	0.50%	-0.16%	2.10%
<i>Barclays Aggregate Index</i>	<i>1.48%</i>	<i>0.53%</i>	<i>-0.17%</i>	<i>1.84%</i>
<u>Real Estate</u>				
Morgan Stanley	0.00%	0.00%	2.58%	2.58%
<i>NCREIF ODCE (ew) Index</i>	<i>0.00%</i>	<i>0.00%</i>	<i>2.45%</i>	<i>2.45%</i>
Principal	0.00%	0.00%	N/A	N/A
<i>NCREIF Property Index</i>	<i>0.00%</i>	<i>0.00%</i>	<i>N/A</i>	<i>N/A</i>

**Investment Manager Fee Table
Period Ended March 31, 2014**

<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	\$ 92,439,874	3.5 bps on assets	\$ 32,354	0.04%
Thompson Siegel & Walmsley	SMID Cap Value Equity	\$ 20,801,555	80 bps on assets	\$ 166,412	0.80%
Frontier	SMID Cap Growth Equity	\$ 19,325,642	75 bps on assets	\$ 144,942	0.75%
Wellington	International Equity	\$ 42,264,498	71 bps on assets	\$ 300,078	0.71%
Neuberger & Berman	Intermediate Fixed Income	\$ 38,852,721	30 bps on first \$50MM, 20 bps on next \$50mm, 15 bps on balance	\$ 116,558	0.30%
Baird Advisors	Core Fixed Income	\$ 38,567,206	30 bps on first \$25MM, 25 bps on next \$25MM, 20 bps on next \$20MM, 15 bps on balance	\$ 108,918	0.28%
Morgan Stanley	Real Estate	\$ 22,661,010	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	\$ 190,352	0.84%
Principal*	Real Estate	\$ 6,573,413	130 bps on assets + incentive fee	\$ 85,454	1.30%
Investment Management Fees		\$ 281,485,919		\$ 1,145,070	0.41%
Segal Rogerscasey	Investment Consulting		\$76,500 annual retainer	\$ 76,500	
Wells Fargo	Custodian	\$ 281,485,919	2 bps on first \$50MM, 1 bps on next \$75MM, 0.5 bps on balance	\$ 25,324	0.01%
TOTAL FEES				\$ 1,246,894	0.44%

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