

Anchor Capital Advisors LLC  
One Post Office Square  
Boston, MA 02109

3003  
Frank Burnette  
Morrison Fiduciary Advisors  
1405 McFarland Road  
Pittsburgh, PA 15216

**ANCHOR CAPITAL ADVISORS LLC**

PORTFOLIO SUMMARY

*The Beaver County Employees' Retirement System*

**3003**

**Frank Burnette**

December 31, 2010

<b>Security Type</b>	<b>Total Cost</b>	<b>Market Value</b>	<b>Pct. Assets</b>	<b>Yield</b>	<b>Est. Annual Income</b>
<b>Equities</b>					
<b>COMMON STOCK</b>					
Technology					
Computer Services Software And Systems	259,577.87	303,859.76	2.6	0.0	0.00
Electronic Components	340,634.86	478,575.68	4.0	0.0	0.00
Electronics Semiconductors And Components	203,953.79	291,600.00	2.5	1.3	3,888.00
	166,709.09	637,647.60	5.4	0.0	0.00
Production Technology Equipment	252,959.42	545,701.43	4.6	0.0	0.00
	<u>1,223,835.03</u>	<u>2,257,384.47</u>	<u>19.0</u>	<u>0.2</u>	<u>3,888.00</u>
Health Care					
Health Care Services Medical & Dental Instruments & Supplies	111,678.80	151,685.21	1.3	3.8	5,780.26
	255,548.65	322,464.51	2.7	2.4	7,757.56
	<u>367,227.45</u>	<u>474,149.72</u>	<u>4.0</u>	<u>2.9</u>	<u>13,537.82</u>
Consumer Discretionary					
Entertainment	99,086.98	133,585.20	1.1	0.0	0.00

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Household Furnishings	148,894.59	129,897.09	1.1	2.8	3,677.20
Diversified Retail	175,702.12	249,156.90	2.1	2.7	6,726.60
Textiles Apparel And Shoes	160,128.90	248,345.20	2.1	1.4	3,427.60
Auto Services	43,355.50	141,597.90	1.2	1.8	2,522.10
	<u>627,168.09</u>	<u>902,582.29</u>	7.6	1.8	16,353.50
Consumer Staples					
Personal Care	146,323.83	389,404.85	3.3	1.5	6,008.80
Tobacco	345,834.71	415,692.80	3.5	0.7	2,934.00
	<u>492,158.54</u>	<u>805,097.65</u>	6.8	1.1	8,942.80
Energy					
Coal	65,680.70	227,513.70	1.9	0.0	0.00
Oil Well Equipment And Services	228,734.53	447,835.60	3.8	0.0	0.00
Oil: Crude Producers	108,198.90	386,141.05	3.2	0.0	0.00
	<u>402,614.13</u>	<u>1,061,490.35</u>	8.9	0.0	0.00
Materials & Processing					
Building Materials	39,680.79	61,692.24	0.5	3.3	2,034.24
Containers And Packaging	258,169.39	297,739.00	2.5	2.7	8,080.80

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Diversified Materials And Processing	265,237.82	396,339.45	3.3	3.0	11,810.40
Gold	149,853.78	238,875.84	2.0	0.0	0.00
Paper	192,461.03	283,314.30	2.4	2.9	8,312.40
Steel	103,810.88	113,563.20	1.0	2.9	3,288.20
	<u>1,009,213.68</u>	<u>1,391,524.03</u>	<u>11.7</u>	<u>2.4</u>	<u>33,526.04</u>
Producer Durables					
Aerospace	180,196.58	357,522.05	3.0	0.0	0.00
Air Transport	210,371.15	259,542.25	2.2	0.4	1,093.60
Diversified Manufacturing Operations	145,108.85	261,048.60	2.2	1.9	5,028.80
Scientific Instruments: Gauges And Meters	127,475.42	295,395.62	2.5	1.3	3,766.20
Machinery: Industrial	61,552.86	152,118.00	1.3	0.6	972.00
Railroads	166,471.76	250,963.05	2.1	0.1	189.80
Commercial Services	614,899.88	726,910.49	6.1	1.2	8,858.56
Transportation	224,303.12	359,411.92	3.0	0.0	0.00
Miscellaneous					
	<u>1,730,379.61</u>	<u>2,662,911.98</u>	<u>22.4</u>	<u>0.7</u>	<u>19,908.96</u>
Financial Services					

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Banks: Diversified	872,853.53	1,221,813.74	10.3	1.5	18,128.32
Insurance:	273,856.05	310,195.82	2.6	3.9	12,157.92
Property-Casualty					
Real Estate	68,758.25	158,389.05	1.3	7.6	11,982.60
Investment Trusts (Reit)					
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	1,215,467.83	1,690,398.61	14.2	2.5	42,268.84
Utilities					
Utilities:	115,880.44	111,913.60	0.9	0.0	0.00
Telecommunications					
COMMON STOCK	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	7,183,944.81	11,357,452.70	95.5	1.2	138,425.96
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	7,183,944.81	11,357,452.70	95.5	1.2	138,425.96
<b>Cash &amp; Equivalents</b>					
CASH AND EQUIVALENTS	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	538,337.62	538,337.62	4.5	0.2	1,027.48
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	538,337.62	538,337.62	4.5	0.2	1,027.48
<b>TOTAL PORTFOLIO</b>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	<b>7,722,282.43</b>	<b>11,895,790.32</b>	<b>100.0</b>	<b>1.2</b>	<b>139,453.44</b>

**ANCHOR CAPITAL ADVISORS LLC**  
**PORTFOLIO APPRAISAL**  
**The Beaver County Employees' Retirement System**  
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<u>Quantity</u>	<u>Security</u>	<u>Unit Cost</u>	<u>Total Cost</u>	<u>Price</u>	<u>Market Value</u>	<u>Pct. Assets</u>	<u>Unit Income</u>	<u>Annual Income</u>	<u>Yield</u>
<b>COMMON STOCK</b>									
Technology									
Computer Services Software And Systems									
8,828.00	Digital River	29.40	<u>259,577.87</u>	34.42	<u>303,859.76</u>	2.6	0.000	<u>0.00</u>	<u>0.0</u>
			259,577.87		303,859.76	2.6		0.00	0.0
Electronic Components									
15,328.00	Benchmark Electronic	14.03	215,119.63	18.16	278,356.48	2.3	0.000	0.00	0.0
11,560.00	Herley Industries	10.86	<u>125,515.23</u>	17.32	<u>200,219.20</u>	1.7	0.000	<u>0.00</u>	<u>0.0</u>
			340,634.86		478,575.68	4.0		0.00	0.0
Electronics									
9,720.00	Park Electrochemical	20.98	<u>203,953.79</u>	30.00	<u>291,600.00</u>	2.5	0.400	<u>3,888.00</u>	<u>1.3</u>
			203,953.79		291,600.00	2.5		3,888.00	1.3
Semiconductors And Components									
29,400.00	Fairchild Semi Intl	4.74	139,426.56	15.61	458,934.00	3.9	0.000	0.00	0.0
4,160.00	Veeco Instruments Inc	6.56	<u>27,282.53</u>	42.96	<u>178,713.60</u>	1.5	0.000	<u>0.00</u>	<u>0.0</u>
			166,709.09		637,647.60	5.4		0.00	0.0
Production Technology Equipment									
4,179.00	Cymer Inc	27.81	116,208.38	45.07	188,347.53	1.6	0.000	0.00	0.0
5,210.00	Esterline Technologies	26.25	<u>136,751.04</u>	68.59	<u>357,353.90</u>	3.0	0.000	<u>0.00</u>	<u>0.0</u>
			252,959.42		545,701.43	4.6		0.00	0.0

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Quantity	Security	Unit Cost	Total Cost	Price	Market Value	Pct. Assets	Unit Income	Annual Income	Yield
	Technology Total		1,223,835.03		2,257,384.47	19.0		3,888.00	0.2
Health Care									
Health Care Services									
9,323.00	Healthcare Services Gp	11.98	111,678.80	16.27	151,685.21	1.3	0.620	5,780.26	3.8
			111,678.80		151,685.21	1.3		5,780.26	3.8
Medical & Dental Instruments & Supplies									
10,957.00	Owens & Minor Inc	23.32	255,548.65	29.43	322,464.51	2.7	0.708	7,757.56	2.4
			255,548.65		322,464.51	2.7		7,757.56	2.4
	Health Care Total		367,227.45		474,149.72	4.0		13,537.82	2.9
Consumer Discretionary									
Entertainment									
20,520.00	Lions Gate Entertainment	4.83	99,086.98	6.51	133,585.20	1.1	0.000	0.00	0.0
			99,086.98		133,585.20	1.1		0.00	0.0
Household Furnishings									
9,193.00	Hooker Furniture Corp	16.20	148,894.59	14.13	129,897.09	1.1	0.400	3,677.20	2.8
			148,894.59		129,897.09	1.1		3,677.20	2.8

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Diversified Retail									
9,090.00	Cato Corp New Cl A	19.33	<u>175,702.12</u>	27.41	<u>249,156.90</u>	<u>2.1</u>	0.740	<u>6,726.60</u>	<u>2.7</u>
			175,702.12		249,156.90	2.1		6,726.60	2.7
Textiles Apparel And Shoes									
7,790.00	Wolverine World Wide	20.56	<u>160,128.90</u>	31.88	<u>248,345.20</u>	<u>2.1</u>	0.440	<u>3,427.60</u>	<u>1.4</u>
			160,128.90		248,345.20	2.1		3,427.60	1.4
Auto Services									
6,005.00	Cooper Tire & Rubber	7.22	<u>43,355.50</u>	23.58	<u>141,597.90</u>	<u>1.2</u>	0.420	<u>2,522.10</u>	<u>1.8</u>
			43,355.50		141,597.90	1.2		2,522.10	1.8
	Consumer Discretionary Total		<u>627,168.09</u>		<u>902,582.29</u>	<u>7.6</u>		<u>16,353.50</u>	<u>1.8</u>
Consumer Staples									
Personal Care									
10,730.00	American Greetings Cp	8.03	86,164.34	22.16	237,776.80	2.0	0.560	6,008.80	2.5
6,965.00	RC2 Corp	8.64	<u>60,159.49</u>	21.77	<u>151,628.05</u>	<u>1.3</u>	0.000	<u>0.00</u>	<u>0.0</u>
			146,323.83		389,404.85	3.3		6,008.80	1.5
Tobacco									
25,475.00	Alliance One International Inc	3.91	99,498.00	4.24	108,014.00	0.9	0.000	0.00	0.0

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4,890.00	Schweitzer Mauduit Intl	50.38	246,336.71	62.92	307,678.80	2.6	0.600	2,934.00	1.0
			345,834.71		415,692.80	3.5		2,934.00	0.7
	Consumer Staples Total		492,158.54		805,097.65	6.8		8,942.80	1.1
Energy									
Coal									
3,790.00	Alpha Natural Resources Inc	17.33	65,680.70	60.03	227,513.70	1.9	0.000	0.00	0.0
			65,680.70		227,513.70	1.9		0.00	0.0
Oil Well Equipment And Services									
3,675.00	Exterran Holdings	20.26	74,454.77	23.95	88,016.25	0.7	0.000	0.00	0.0
18,570.00	Key Energy Services	4.53	84,042.25	12.98	241,038.60	2.0	0.000	0.00	0.0
1,175.00	Seacor Holdings Inc	59.78	70,237.51	101.09	118,780.75	1.0	0.000	0.00	0.0
			228,734.53		447,835.60	3.8		0.00	0.0
Oil: Crude Producers									
3,295.00	Whiting Petroleum	32.84	108,198.90	117.19	386,141.05	3.2	0.000	0.00	0.0
			108,198.90		386,141.05	3.2		0.00	0.0
	Energy Total		402,614.13		1,061,490.35	8.9		0.00	0.0

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Materials & Processing									
Building Materials									
978.00	Watsco	40.57	39,680.79	63.08	61,692.24	0.5	2.080	2,034.24	3.3
			39,680.79		61,692.24	0.5		2,034.24	3.3
Containers And Packaging									
4,810.00	Greif Brothers Class A	53.67	258,169.39	61.90	297,739.00	2.5	1.680	8,080.80	2.7
			258,169.39		297,739.00	2.5		8,080.80	2.7
Diversified Materials And Processing									
7,495.00	Barnes Group Inc	12.55	94,057.00	20.67	154,921.65	1.3	0.320	2,398.40	1.5
11,765.00	Olin Corp	14.55	171,180.82	20.52	241,417.80	2.0	0.800	9,412.00	3.9
			265,237.82		396,339.45	3.3		11,810.40	3.0
Gold									
1,722.00	SPDR Gold Trust Gold Shs	87.02	149,853.78	138.72	238,875.84	2.0	0.000	0.00	0.0
			149,853.78		238,875.84	2.0		0.00	0.0
Paper									
23,090.00	Glatfelter	8.34	192,461.03	12.27	283,314.30	2.4	0.360	8,312.40	2.9
			192,461.03		283,314.30	2.4		8,312.40	2.9

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Steel									
4,010.00	Harsco Corp	25.89	<u>103,810.88</u>	28.32	<u>113,563.20</u>	<u>1.0</u>	0.820	<u>3,288.20</u>	<u>2.9</u>
			103,810.88		113,563.20	1.0		3,288.20	2.9
	Materials & Processing Total		<u>1,009,213.68</u>		<u>1,391,524.03</u>	<u>11.7</u>		<u>33,526.04</u>	<u>2.4</u>
Producer Durables									
Aerospace									
13,015.00	AAR Corp	13.85	<u>180,196.58</u>	27.47	<u>357,522.05</u>	<u>3.0</u>	0.000	<u>0.00</u>	<u>0.0</u>
			180,196.58		357,522.05	3.0		0.00	0.0
Air Transport									
2,695.00	Alaska Air Group Inc Com	42.61	114,822.63	56.69	152,779.55	1.3	0.000	0.00	0.0
6,835.00	Skywest Inc	13.98	<u>95,548.52</u>	15.62	<u>106,762.70</u>	<u>0.9</u>	0.160	<u>1,093.60</u>	<u>1.0</u>
			210,371.15		259,542.25	2.2		1,093.60	0.4
Diversified Manufacturing Operations									
8,980.00	Kaman Corp	16.16	<u>145,108.85</u>	29.07	<u>261,048.60</u>	<u>2.2</u>	0.560	<u>5,028.80</u>	<u>1.9</u>
			145,108.85		261,048.60	2.2		5,028.80	1.9
Scientific Instruments: Gauges And Meters									
6,277.00	Littelfuse Inc	20.31	<u>127,475.42</u>	47.06	<u>295,395.62</u>	<u>2.5</u>	0.600	<u>3,766.20</u>	<u>1.3</u>
			127,475.42		295,395.62	2.5		3,766.20	1.3

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Machinery: Industrial									
4,050.00	Wooward Governor	15.20	<u>61,552.86</u>	37.56	<u>152,118.00</u>	<u>1.3</u>	0.240	<u>972.00</u>	<u>0.6</u>
			61,552.86		152,118.00	1.3		972.00	0.6
Railroads									
4,745.00	Wabtec	35.08	<u>166,471.76</u>	52.89	<u>250,963.05</u>	<u>2.1</u>	0.040	<u>189.80</u>	<u>0.1</u>
			166,471.76		250,963.05	2.1		189.80	0.1
Commercial Services									
10,045.00	ABM Industries Inc	17.33	174,121.03	26.30	264,183.50	2.2	0.560	5,625.20	2.1
10,721.00	Resources Connection Inc	16.94	181,662.83	18.59	199,303.39	1.7	0.160	1,715.36	0.9
5,060.00	Towers Watson & Co	51.21	<u>259,116.02</u>	52.06	<u>263,423.60</u>	<u>2.2</u>	0.300	<u>1,518.00</u>	<u>0.6</u>
			614,899.88		726,910.49	6.1		8,858.56	1.2
Transportation Miscellaneous									
10,228.00	Hub Group	21.93	<u>224,303.12</u>	35.14	<u>359,411.92</u>	<u>3.0</u>	0.000	<u>0.00</u>	<u>0.0</u>
			224,303.12		359,411.92	3.0		0.00	0.0
	Producer Durables Total		<u>1,730,379.61</u>		<u>2,662,911.98</u>	<u>22.4</u>		<u>19,908.96</u>	<u>0.7</u>

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Financial Services									
Banks: Diversified									
14,770.00	Columbia Banking System Inc	14.60	215,713.88	21.06	311,056.20	2.6	0.040	590.80	0.2
13,827.00	Community Bank System	18.73	258,915.91	27.77	383,975.79	3.2	0.960	13,273.92	3.5
3,135.00	Iberiabank	51.04	159,999.20	59.13	185,372.55	1.6	1.360	4,263.60	2.3
6,820.00	Signature Bank NY	34.93	<u>238,224.54</u>	50.06	<u>341,409.20</u>	<u>2.9</u>	<u>0.000</u>	<u>0.00</u>	<u>0.0</u>
			872,853.53		1,221,813.74	10.3		18,128.32	1.5
Insurance: Property-Casualty									
8,443.00	Harleysville Group Inc	32.44	<u>273,856.05</u>	36.74	<u>310,195.82</u>	<u>2.6</u>	1.440	<u>12,157.92</u>	<u>3.9</u>
			273,856.05		310,195.82	2.6		12,157.92	3.9
Real Estate Investment Trusts (Reit)									
4,755.00	Sun Communities Inc	14.46	<u>68,758.25</u>	33.31	<u>158,389.05</u>	<u>1.3</u>	2.520	<u>11,982.60</u>	<u>7.6</u>
			68,758.25		158,389.05	1.3		11,982.60	7.6
	Financial Services Total		<u>1,215,467.83</u>		<u>1,690,398.61</u>	<u>14.2</u>		<u>42,268.84</u>	<u>2.5</u>
Utilities									
Utilities: Telecommunications									
34,120.00	Incontact Inc	3.40	<u>115,880.44</u>	3.28	<u>111,913.60</u>	<u>0.9</u>	0.000	<u>0.00</u>	<u>0.0</u>
			115,880.44		111,913.60	0.9		0.00	0.0

**ANCHOR CAPITAL ADVISORS LLC**  
**PORTFOLIO APPRAISAL**  
**The Beaver County Employees' Retirement System**  
**3003**  
**Frank Burnette**  
December 31, 2010

Quantity	Security	Unit Cost	Total Cost	Price	Market Value	Pct. Assets	Unit Income	Annual Income	Yield
	Utilities Total		115,880.44		111,913.60	0.9		0.00	0.0
	COMMON STOCK Total		7,183,944.81		11,357,452.70	95.5		138,425.96	1.2
<b>CASH AND EQUIVALENTS</b>									
	Dividend Accrual		10,853.23		10,853.23	0.1	0.000	0.00	0.0
	Federated Prime Obligation Fund		277,484.39		277,484.39	2.3	0.100	277.48	0.1
	Huntington Conservative Deposit		250,000.00		250,000.00	2.1	0.300	750.00	0.3
			538,337.62		538,337.62	4.5		1,027.48	0.2
<b>TOTAL PORTFOLIO</b>			<b>7,722,282.43</b>		<b>11,895,790.32</b>	<b>100.0</b>		<b>139,453.44</b>	<b>1.2</b>

ANCHOR CAPITAL ADVISORS LLC  
**REALIZED GAINS AND LOSSES**  
*The Beaver County Employees' Retirement System*  
**3003**  
**Frank Burnette**  
*From 01-01-10 Through 12-31-10*

Open Date	Close Date	Quantity	Security	Cost Basis	Proceeds	Gain Or Loss	
						Short Term	Long Term
04-22-09	02-02-10	10,955.00	Palm Harbor Homes	35,201.70	23,245.12	-11,956.58	
04-23-09	02-02-10	13,579.00	Palm Harbor Homes	42,093.54	28,812.91	-13,280.63	
04-24-09	02-02-10	3,921.00	Palm Harbor Homes	11,980.22	8,319.86	-3,660.36	
04-22-09	02-25-10	1,270.00	Watsco	51,528.22	71,795.48	20,267.26	
04-22-09	03-24-10	9,450.00	Herley Industries	95,899.55	138,803.61	42,904.06	
04-22-09	04-01-10	0.50	Owens & Minor Inc	11.66	15.44	3.78	
04-22-09	04-28-10	2,655.00	Wooward Governor	37,399.66	88,686.39		51,286.73
04-22-09	04-28-10	2,575.00	Sybase Inc	82,697.93	111,293.73		28,595.80
04-22-09	05-13-10	5,700.00	Sybase Inc	183,059.49	366,275.80		183,216.31
04-22-09	05-21-10	1,523.00	SPDR Gold Trust Gold Shs	132,536.18	175,355.25		42,819.07
04-22-09	06-21-10	8,075.00	American Italian Pasta	255,739.29	424,495.57		168,756.28
04-22-09	07-19-10	0.46	SandRidge Energy Inc	2.74	3.04		0.30
04-22-09	07-19-10	4,565.00	Arena Resources	0.00	20,542.50		20,542.50
04-22-09	07-21-10	2,500.00	Digital River	85,012.25	63,242.93		-21,769.32
04-22-09	07-21-10	2,000.00	Esterline Technologies	52,495.60	93,875.41		41,379.81
04-13-09	07-21-10	10,000.00	Fairchild Semi Intl	47,424.00	98,132.34		50,708.34
07-31-09	07-21-10	1,500.00	Greif Brothers Class A	77,710.50	86,204.59	8,494.09	
04-22-09	07-21-10	3,000.00	Littelfuse Inc	43,612.80	98,095.04		54,482.24
04-22-09	07-21-10	2,500.00	Olin Corp	34,883.00	47,224.20		12,341.20
04-22-09	07-21-10	1,000.00	Whiting Petroleum	32,837.30	81,653.62		48,816.32
04-22-09	07-21-10	11,590.00	Capitol Bancorp	48,155.29	16,748.42		-31,406.87
04-22-09	08-18-10	21,807.00	SandRidge Energy Inc	129,587.11	99,388.08		-30,199.03
04-22-09	11-03-10	4,270.00	Sun Communities Inc	61,745.06	144,075.47		82,330.41
04-29-10	11-03-10	4,385.00	Monro Muffler Brake	162,332.70	211,854.62	49,521.92	
04-22-09	11-05-10	2,450.00	Wooward Governor	34,511.93	82,719.18		48,207.25

ANCHOR CAPITAL ADVISORS LLC  
**REALIZED GAINS AND LOSSES**  
*The Beaver County Employees' Retirement System*  
**3003**  
**Frank Burnette**  
*From 01-01-10 Through 12-31-10*

Open Date	Close Date	Quantity	Security	Cost Basis	Proceeds	Gain Or Loss	
						Short Term	Long Term
04-22-09	11-15-10	0.50	Healthcare Services Gp	5.99	0.00		-5.99
TOTAL GAINS						121,191.11	833,482.56
TOTAL LOSSES						-28,897.57	-83,381.21
						<b>1,738,463.70</b>	<b>2,580,858.60</b>
TOTAL REALIZED GAIN/LOSS						842,394.90	
NO CAPITAL GAINS DISTRIBUTIONS							

Important Notice: All cost information for securities transferred into the account has been provided to us by an outside party, therefore Anchor Capital makes no assertion as to the accuracy of realized gain and loss information that has resulted from sales of securities that were transferred into the account. An open date of 01-01-50 indicates that the original purchase date was not provided. A value of 0.00 in the cost field indicates that cost basis was not provided. In addition, a cost basis provided by Anchor Capital may differ from the 1099 reports your custodian will issue due to one or more of the following reasons: Original Issue Discount or amortization and accretion for applicable bond issues, return of principal for Limited Partnerships, REITS and other applicable securities, dividend reclassifications to return of capital, complex corporate actions, wash sales, tax lot selling. Your accountant should review these differences. Please be advised that this report is provided to assist you in the review of your portfolio only and should not be used for tax reporting purposes.

ANCHOR CAPITAL ADVISORS LLC  
**INCOME AND EXPENSES**  
*The Beaver County Employees' Retirement System*  
**3003**  
**Frank Burnette**  
*From 01-01-10 Through 12-31-10*

<u>Ex-Date</u>	<u>Pay-Date</u>	<u>Security</u>	<u>Amount</u>
<b>COMMON STOCK</b>			
01-01-10	01-01-10	Greif Brothers Class A	1,645.40
01-04-10	01-04-10	American Greetings Cp	1,242.60
01-04-10	01-04-10	Cato Corp New Cl A	1,499.85
01-04-10	01-04-10	Kaman Corp	1,257.20
01-05-10	02-01-10	ABM Industries Inc	1,356.08
01-05-10	02-05-10	Park Electrochemical	972.00
01-06-10	02-01-10	Glatfelter	2,078.10
01-06-10	01-06-10	Skywest Inc	273.40
01-11-10	01-11-10	Community Bank System	2,410.10
01-13-10	02-16-10	Harsco Corp	822.05
01-13-10	01-25-10	Sun Communities Inc	5,685.75
01-13-10	01-29-10	Watsco	1,079.04
01-15-10	01-15-10	Watson Wyatt Worldwide Inc	379.50
02-01-10	02-01-10	Wolverine World Wide	856.90
02-08-10	02-24-10	Columbia Banking System Inc	82.10
02-08-10	03-10-10	Olin Corp	2,061.00
02-10-10	03-05-10	Healthcare Services Gp	1,305.15
02-10-10	02-28-10	Wabtec	47.45
02-11-10	03-01-10	Wooward Governor	549.30
02-22-10	03-24-10	Schweitzer Mauduit Intl	733.50
02-24-10	03-10-10	Barnes Group Inc	599.60
02-26-10	03-31-10	Cooper Tire & Rubber	630.53
03-04-10	03-22-10	Cato Corp New Cl A	1,499.85
03-11-10	04-09-10	Community Bank System	3,041.94
03-11-10	03-30-10	Harleysville Group Inc	2,743.98
03-11-10	03-31-10	Owens & Minor Inc	1,935.83
03-15-10	04-01-10	Greif Brothers Class A	2,397.80
03-18-10	04-05-10	Kaman Corp	1,257.20
03-19-10	04-05-10	American Greetings Cp	1,449.70
03-29-10	04-06-10	Skywest Inc	273.40
03-29-10	04-15-10	Towers Watson & Co	379.51
03-30-10	05-03-10	Wolverine World Wide	856.90
03-31-10	05-04-10	Glatfelter	2,078.10
04-05-10	05-05-10	Park Electrochemical	972.00
04-06-10	05-03-10	ABM Industries Inc	1,356.08
04-09-10	04-23-10	Sun Communities Inc	5,685.75
04-13-10	05-17-10	Harsco Corp	822.05
04-13-10	04-30-10	Watsco	508.56
04-21-10	05-14-10	Healthcare Services Gp	1,367.30
05-06-10	06-10-10	Olin Corp	2,853.00
05-10-10	05-26-10	Columbia Banking System Inc	147.70
05-12-10	05-28-10	Hooker Furniture Corp	631.50

ANCHOR CAPITAL ADVISORS LLC  
**INCOME AND EXPENSES**  
*The Beaver County Employees' Retirement System*  
**3003**  
**Frank Burnette**  
*From 01-01-10 Through 12-31-10*

<u>Ex-Date</u>	<u>Pay-Date</u>	<u>Security</u>	<u>Amount</u>
05-13-10	05-31-10	Wabtec	47.45
05-14-10	06-01-10	Wooward Governor	390.00
05-19-10	06-23-10	Schweitzer Mauduit Intl	733.50
05-26-10	06-10-10	Barnes Group Inc	599.60
05-28-10	06-30-10	Cooper Tire & Rubber	630.53
06-04-10	06-18-10	Monro Muffler Brake	394.65
06-10-10	06-28-10	Cato Corp New Cl A	1,681.65
06-11-10	07-09-10	Community Bank System	3,318.48
06-11-10	06-30-10	Harleysville Group Inc	2,743.98
06-11-10	06-30-10	Owens & Minor Inc	1,939.39
06-16-10	07-01-10	Greif Brothers Class A	2,650.20
06-17-10	07-06-10	Kaman Corp	1,257.20
06-28-10	07-12-10	American Greetings Cp	1,449.70
06-28-10	07-06-10	Skywest Inc	273.40
06-28-10	07-15-10	Towers Watson & Co	379.50
06-29-10	08-02-10	ABM Industries Inc	1,356.08
06-29-10	08-02-10	Wolverine World Wide	856.90
07-01-10	08-02-10	Glatfelter	2,078.10
07-02-10	08-05-10	Park Electrochemical	972.00
07-09-10	07-23-10	Sun Communities Inc	5,685.75
07-13-10	08-16-10	Harsco Corp	822.05
07-13-10	07-30-10	Watsco	508.56
07-21-10	08-06-10	Healthcare Services Gp	1,429.45
08-06-10	09-10-10	Olin Corp	2,353.00
08-09-10	08-25-10	Columbia Banking System Inc	147.70
08-13-10	08-31-10	Hooker Furniture Corp	919.30
08-13-10	08-31-10	Wabtec	47.45
08-16-10	09-15-10	Resources Connection Inc	428.84
08-16-10	09-01-10	Wooward Governor	390.00
08-25-10	09-29-10	Schweitzer Mauduit Intl	733.50
08-27-10	09-10-10	Barnes Group Inc	599.60
08-31-10	09-30-10	Cooper Tire & Rubber	630.53
09-02-10	09-17-10	Monro Muffler Brake	394.65
09-09-10	09-27-10	Cato Corp New Cl A	1,681.66
09-13-10	10-11-10	Community Bank System	3,318.48
09-13-10	09-30-10	Harleysville Group Inc	3,039.48
09-13-10	09-30-10	Owens & Minor Inc	1,939.39
09-16-10	10-01-10	Greif Brothers Class A	2,020.20
09-28-10	10-29-10	Iberiabank	629.00
09-28-10	10-07-10	Skywest Inc	273.40
09-28-10	10-15-10	Towers Watson & Co	379.51
09-29-10	11-01-10	Wolverine World Wide	856.90
09-30-10	10-14-10	American Greetings Cp	1,449.70

ANCHOR CAPITAL ADVISORS LLC  
**INCOME AND EXPENSES**  
*The Beaver County Employees' Retirement System*  
**3003**  
**Frank Burnette**  
*From 01-01-10 Through 12-31-10*

<b>Ex-Date</b>	<b>Pay-Date</b>	<b>Security</b>	<b>Amount</b>
10-01-10	11-01-10	Glatfelter	2,078.10
10-05-10	11-01-10	ABM Industries Inc	1,356.08
10-05-10	11-05-10	Park Electrochemical	972.00
10-06-10	10-25-10	Kaman Corp	1,257.20
10-07-10	10-22-10	Sun Communities Inc	5,685.75
10-13-10	11-15-10	Harsco Corp	822.05
10-13-10	10-29-10	Watsco	508.56
10-20-10	11-05-10	Healthcare Services Gp	1,444.99
11-08-10	11-24-10	Columbia Banking System Inc	147.70
11-08-10	12-10-10	Olin Corp	2,353.00
11-09-10	11-26-10	Hooker Furniture Corp	919.30
11-10-10	11-30-10	Harleysville Group Inc	15,197.40
11-12-10	11-30-10	Wabtec	47.45
11-15-10	12-01-10	Wooward Governor	243.00
11-18-10	12-06-10	Littelfuse Inc	941.55
11-22-10	12-22-10	Resources Connection Inc	428.84
11-24-10	12-29-10	Schweitzer Mauduit Intl	733.50
11-26-10	12-10-10	Barnes Group Inc	599.60
11-30-10	12-30-10	Cooper Tire & Rubber	630.53
12-10-10	12-21-10	Seacor Holdings Inc	17,625.00
12-13-10	01-10-11	Community Bank System	3,318.48
12-13-10	12-31-10	Owens & Minor Inc	1,939.39
12-14-10	12-28-10	Park Electrochemical	9,720.00
12-16-10	01-03-11	Cato Corp New Cl A	1,681.65
12-16-10	01-01-11	Greif Brothers Class A	2,020.20
12-21-10	12-31-10	American Greetings Cp	1,502.20
12-22-10	01-10-11	Kaman Corp	1,257.20
12-29-10	01-28-11	Iberiabank	1,065.90
12-29-10	01-06-11	Skywest Inc	273.40
12-29-10	01-18-11	Towers Watson & Co	379.50
12-30-10	02-01-11	Wolverine World Wide	856.90
			192,261.58

**CASH AND EQUIVALENTS**

01-05-10	01-05-10	Huntington Protected Deposit	476.50
02-01-10	02-01-10	Huntington Protected Deposit	359.36
03-01-10	03-01-10	Huntington Protected Deposit	282.83
04-05-10	04-05-10	Huntington Protected Deposit	215.15
05-03-10	05-03-10	Huntington Protected Deposit	209.96
06-01-10	06-01-10	Federated Prime Obligation Fund	103.10
06-01-10	06-01-10	Federated Prime Obligation Fund	31.25
06-03-10	06-03-10	Federated Prime Obligation Fund	41.10
07-01-10	07-01-10	Federated Prime Obligation Fund	102.74

ANCHOR CAPITAL ADVISORS LLC  
**INCOME AND EXPENSES**  
*The Beaver County Employees' Retirement System*  
**3003**  
**Frank Burnette**  
*From 01-01-10 Through 12-31-10*

<u>Ex-Date</u>	<u>Pay-Date</u>	<u>Security</u>	<u>Amount</u>
07-01-10	07-01-10	Federated Prime Obligation Fund	114.69
08-02-10	08-02-10	Federated Prime Obligation Fund	98.15
08-02-10	08-02-10	Federated Prime Obligation Fund	195.09
09-01-10	09-01-10	Huntington Conservative Deposit	23.28
10-01-10	10-01-10	Huntington Conservative Deposit	23.77
11-01-10	11-01-10	Huntington Conservative Deposit	10.76
12-01-10	12-01-10	Huntington Conservative Deposit	57.23
12-01-10	12-01-10	Huntington Conservative Deposit	25.31
			2,370.27
<b>MANAGEMENT FEE EXPENSE ACCOUNTS</b>			
01-01-10	01-01-10	Anchor Management Fee	15,735.38
04-01-10	04-01-10	Anchor Management Fee	16,662.32
07-01-10	07-01-10	Anchor Management Fee	15,576.98
10-01-10	10-01-10	Anchor Management Fee	14,705.51
10-01-10	10-01-10	Anchor Management Fee	-1,881.46
			60,798.73
<b>NET INCOME</b>			<b>133,833.12</b>

PLEASE NOTE: The above interest totals have NOT been adjusted for Original Issue Discount for applicable bond issues, and the dividend totals have not been adjusted for return of principal for Limited Partnerships and other applicable securities. These adjustments should be made by your accountant.

ANCHOR CAPITAL ADVISORS LLC  
**CONTRIBUTIONS/WITHDRAWALS**  
*The Beaver County Employees' Retirement System*  
**3003**  
**Frank Burnette**  
*From 01-01-10 To 12-31-10*

<u>Tran Code</u>	<u>Trade Date</u>	<u>Settle Date</u>	<u>Security</u>	<u>Amount</u>	<u>Quantity</u>	<u>Broker Code</u>	<u>Commission</u>
<b>CONTRIBUTIONS</b>							
li	06-18-10	06-18-10	Federated Prime Obligation Fund	1,153.01			
			Received from PNC May Lending income per cust stmt/cd				
li	07-19-10	07-19-10	Federated Prime Obligation Fund	989.58			
			Rec'd from PNC July Lending income per cust stmt/cd				
li	08-17-10	08-17-10	Federated Prime Obligation Fund	1,075.86			
			Rec'd from PNC July Lending income per cust stmt/cd				
li	09-17-10	09-17-10	Huntington Conservative Deposit	385.50			
			Rec'd from PNC AUG Lending income per cust stmt/cd				
li	10-19-10	10-19-10	Huntington Conservative Deposit	801.98			
			Rec'd from PNC September Lending income per cust stmt/cd				
li	11-17-10	11-17-10	Huntington Conservative Deposit	1,024.11			
			Rec'd from PNC OCT Lending income per cust stmt/cd				
li	12-21-10	12-21-10	Huntington Conservative Deposit	1,257.87			
			Rec'd from PNC DEC Lending income per cust stmt/cd				
li	02-26-10	02-26-10	Huntington Protected Deposit	192.07			
			Received from PNC Lending income per cust stmt/cd				
li	03-18-10	03-18-10	Huntington Protected Deposit	696.47			
			Rec'd from PNC Lending for March income per cust stmt/cd				
li	04-20-10	04-20-10	Huntington Protected Deposit	840.51			
			Rec'd from PNC Mar Lending Income per cust stmt/cd				
li	05-18-10	05-18-10	Huntington Protected Deposit	728.52			
			Rec'd from PNC APR Lending Income per cust stmt/cd				
dp	02-22-10	02-22-10	Pending Receivables: Management Fees	15,735.38			
dp	05-18-10	05-18-10	Pending Receivables: Management Fees	16,662.32			
dp	08-26-10	08-26-10	Pending Receivables: Management Fees	15,576.98			
dp	11-29-10	11-29-10	Pending Receivables: Management Fees	12,824.05			
				69,944.21			
<b>WITHDRAWALS</b>							
lo	07-15-10	07-15-10	Federated Prime Obligation Fund	1,800,000.00			
			withdrawal per email from Robert Bulas of Morrison Adv/ ka				
				1,800,000.00			
<b>EXPENSE ACCOUNTS</b>							
				0.00			
<b>AFTER FEE PERFORMANCE EXPENSE ACCOUNTS</b>							
dp	01-01-10	01-01-10	Anchor Management Fee	15,735.38			
dp	04-01-10	04-01-10	Anchor Management Fee	16,662.32			

ANCHOR CAPITAL ADVISORS LLC  
**CONTRIBUTIONS/WITHDRAWALS**  
*The Beaver County Employees' Retirement System*  
**3003**  
**Frank Burnette**  
*From 01-01-10 To 12-31-10*

<u>Tran Code</u>	<u>Trade Date</u>	<u>Settle Date</u>	<u>Security</u>	<u>Amount</u>	<u>Quantity</u>	<u>Broker Code</u>	<u>Commission</u>
dp	07-01-10	07-01-10	Anchor Management Fee	15,576.98			
dp	10-01-10	10-01-10	Anchor Management Fee	14,705.51			
dp	10-01-10	10-01-10	Anchor Management Fee	-1,881.46			
				60,798.73			

**PORTFOLIO NET TOTAL** **-1,790,854.52**

**EXPENSE ACCOUNTS PAID BY CLIENT** 0.00

**AFTER FEE PERFORMANCE EXPENSE  
ACCOUNTS PAID BY CLIENT**

dp	01-01-10	01-01-10	Broker Fee Paid Outside Managed Account	1,386.04			
			Q1'10 Broker Fee Paid Outside of Managed Account				
dp	04-01-10	04-01-10	Broker Fee Paid Outside Managed Account	1,478.73			
			Q2'10 Broker Fee Paid Outside of Managed Account				
dp	07-01-10	07-01-10	Broker Fee Paid Outside Managed Account	1,370.20			
			Q3'10 Broker Fee Paid Outside of Managed Account				
dp	10-01-10	10-01-10	Broker Fee Paid Outside Managed Account	1,283.05			
			Q4'10 Broker Fee Paid Outside of Managed Account				
				5,518.02			

**GRAND TOTAL** **-1,796,372.54**

## “The Anchor Companies Privacy Notice”

As required by the Gramm-Leach-Bliley Act, signed into law in November 1999, Anchor Capital Advisors LLC, Anchor/Russell Capital Advisors LLC and Anchor Venture Trust (hereinafter “**The Anchor Companies**”) have adopted policies in order to safeguard the personal information of The Anchor Companies’ respective clients and their families, businesses or other entities; all of the following also applies to former clients. This policy was adopted to comply with **Regulation S-P** as effected by the Securities and Exchange Commission.

The Anchor Companies’ relationship with their customers is uniquely personal. We help our clients with important financial matters relating to investment management of private wealth. As our client, you entrust us with detailed personal information regarding yourself, your family, your investments, your business, your lifestyle, your estate planning and financial planning. Keeping confidential client information secure is a top priority. As required by MA regulation 201 CMR 17:00 Standards for the Protection of Personal Information of Residents of the Commonwealth, effective as of March 1, 2010, the Anchor Companies have taken further steps in order to be compliant with this new state regulation. This Privacy Notice explains the Anchor Companies collection, use, retention, disclosure and security of information about you and your family.

### **How We Gather Information**

Since the mission of The Anchor Companies is providing our customers with investment advice, we necessarily collect and store or archive detailed information about our customers. The types of information we necessarily collect include, but are not limited to, names, addresses, phone numbers, social security numbers of family members, detailed personal financial information including income, tax status and history, detailed net worth data, asset lists and valuations, insurance and estate planning documents, and a wealth of other personal and family data. This information is derived from the following sources:

- Client information forms, portfolio appraisals, financial account statements, gain/loss ledgers, income tax returns, personal financial records, financial planning documents, estate planning and personal checking/brokerage/bank/retirement plan/stock option plan statements provided to us by you or your trusted advisors to assist us in understanding your investment needs, risk tolerance, long term objectives and overall financial situation; our analysis of this information, which is generally quite specific and detailed, is necessary to develop a suitable investment management program.
- Interviews with you and members of your family or management team, interviews or discussions with various trusted advisors including, but not limited to, your tax preparation professional, attorney, financial planner, insurance advisor, estate planning professional, broker or other trusted advisors.
- Information about transactions which we execute on your behalf.
- Information received from you, your family or your trusted advisors in written, telephonic or electronic form.

## Our Customer Privacy Policy

The Anchor Companies serve as fiduciaries for our investment management clients, and we protect personal information by maintaining physical, electronic and procedural safeguards that meet or exceed applicable law. We will not sell, share or divulge confidential information pertaining to our clients to any unaffiliated third party except as outlined in the three categories below. We do disclose, as permitted by law, certain of the information described above for the purposes outlined below.

### **Disclosure of Information Required to Conduct Business on Your Behalf**

In the normal course of conducting our business acting as a fiduciary on behalf of our clients, we must necessarily share or disclose some data about our clients to custodial organizations (who usually also possess detailed personal information about you as their client), brokerage firms who may be selected to execute transactions on behalf of our clients, clearing agent firms and law firms pursuing shareholder class action lawsuits. All of these organizations have their own privacy and customer confidentiality obligations and policies, and many are subject to Regulation S-P. In most cases these are large, national organizations which have sophisticated and disciplined compliance procedures. It is important for you to understand that we would not be able to conduct business on your behalf without disclosing certain limited information regarding you and your account to these unaffiliated third parties.

### **Disclosure of Information With Your Consent**

In the normal course of our business, company associates are frequently requested by customers to provide confidential client information including, but not limited to, gain/loss ledgers, portfolio appraisals, asset cost basis and market value data etc. to accountants, lawyers, financial planners/advisors or brokers. We are happy to comply with such client requests, however, we must request that clients provide written or electronic confirmation of such requests in order to ensure the release of this confidential data does not violate the spirit or letter of Regulation S-P.

### **Disclosure of Information To Legally Empowered Regulatory Entities**

The Anchor Companies are subject to registration requirements with The Securities and Exchange Commission and state regulatory authorities for essentially all 50 states. Both Federal and State authorities are empowered to perform certain audit functions to ensure our companies comply with federal, state and local laws governing Registered Investment Advisory Firms. In the course of performing such audit functions, these regulatory authorities may request data and information regarding our clients. We will take all possible steps to ensure this information is protected and not removed from our premises nor recorded in any form where it might become subject to public disclosure under applicable state and federal laws. We could also be required to provide information about you without your consent, as permitted by law, to respond to a subpoena or court order or in connection with proposed or actual sale, merger or transfer of ownership of our businesses.

As always, should you have any questions, comments or observations, please do not hesitate to contact us.