

**MINUTES
PUBLIC SAFETY RETIREMENT BOARD MEETING
February 22, 2011**

Pursuant to public notice, a regular meeting of the Escanaba Public Safety Retirement Board was held on Tuesday, February 22, 2011 at 8:00 a.m. in Room 102 of City Hall, 410 Ludington, Escanaba, MI.

Board Members Present: Robert Valentine, David Schaaf, Blake Cowen, Todd Chouinard

Board Members Absent: Darin Hunter

Others Present: None

Approval of Minutes

Board member Schaaf moved for approval of the January 25, 2011 minutes. Board member Chouinard supported the motion. There being no corrections, the board voted unanimously in favor of the motion.

Unfinished Business

None

New Business

Investment Performance

Secretary Valentine presented the following statistics for the month of January.

	<u>12/31/2010</u> \$ Value	<u>01/31/2011</u> \$ Value	% Total
BONDS			
Vanguard Bond Index	4,293,277	4,025,869	21.2%
Eaton Vance Bonds	<u>1,879,402</u>	<u>1,917,880</u>	<u>10.1%</u>
Total Bonds	6,172,678	5,943,749	31.2%
STOCKS			
Vanguard Stock Index	5,036,261	5,155,220	27.1%
Vanguard Sm Cap Gro Idx	2,156,172	2,178,796	11.4%
JP Morgan Mid Val	4,437,032	4,486,185	23.6%
DFA Int'l Value	<u>1,216,509</u>	<u>1,268,134</u>	<u>6.7%</u>
Total Stocks	12,845,974	13,088,336	68.8%
CASH			
Money Market Accounts	0.00	0.00	0.00%
Total	<u>19,018,652</u>	<u>19,032,085</u>	<u>100.00%</u>

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	Jan-11	YTD	Trailing 3 mo	Trailing 1 year	Trailing 2 year	Trailing 3 year
BONDS						
Vanguard Bonds VBTSX	0.1%	0.1%	-1.6%	4.9%	13.8%	16.7%
Eaton Vance Bond Fund EVIBX	2.0%	2.0%	3.3%	15.6%	75.6%	31.7%
Escanaba Bond Composite	0.7%	0.7%	-0.1%	8.0%	26.2%	21.4%
Merrill HY Master Index J0A0	2.1%	2.1%	2.7%	15.9%	73.9%	37.5%
Merrill BOA01 Index	0.1%	0.1%	-2.1%	5.2%	14.0%	15.4%
STOCKS						
Vanguard S&P 500 Index VIFSX	2.4%	2.4%	9.2%	21.8%	62.3%	-1.1%
Vanguard Sm Cap gro Idx VISGX	1.0%	1.0%	13.2%	37.0%	102.5%	23.2%
JP Morgan Mid Value FLMVX	1.1%	1.1%	9.1%	27.4%	72.6%	11.3%
DFA Int'l Value DFIVX	4.2%	4.2%	8.2%	22.4%	86.4%	-6.1%
Escanaba Equity Composite	1.9%	1.9%	9.7%	26.0%	73.5%	5.7%
S&P 500 Index	2.3%	2.3%	8.7%	19.8%	55.7%	-4.8%
EAFA Int'l Index	2.3%	2.3%	4.9%	12.3%	52.1%	-17.0%
Russell 1000 : Mid Cap Index	2.3%	2.3%	9.1%	21.0%	59.4%	-5.1%
Russell 2000: Small Cap Index	-0.3%	-0.3%	11.1%	29.8%	76.1%	9.5%
Russell 3000: Broad Mkt Index	2.1%	2.1%	9.2%	21.6%	60.7%	-4.0%
OVERALL						
Escanaba Portfolio Composite	1.5%	1.5%	6.3%	19.6%	54.2%	11.9%
Combined Passive Index	1.8%	1.8%	5.4%	16.5%	46.6%	7.6%

Rebalancing

In conjunction with the investment review, Secretary Valentine asked the board to authorize rebalancing the portfolio to bring it into conformance with the investment policy. Secretary Valentine recommended drawing funds from the Vanguard S&P Index, Vanguard Small Cap Index and from JP Morgan and moving the funds into the Vanguard Total Bond Market fund. It was consensus of board members that rebalancing was appropriate given that the fund exceeded the equity policy limitation on January 31st. No formal vote was taken.

6/30/2010 Audit

Board members were given a copy of the audit for the fiscal year ending 6/30/2010.

Other Business

None

Public Comment

None

Adjourn

The meeting was unanimously adjourned at 8:35 a.m.

APPROVED:



ROBERT VALENTINE,
SECRETARY

TODD CHOUINARD
BOARD CHAIRMAN5