

**MINUTES
PUBLIC SAFETY RETIREMENT BOARD MEETING
JANUARY 22, 2013**

Pursuant to public notice, a regular meeting of the Escanaba Public Safety Retirement Board was held on Tuesday, January 22, 2013 at 8:00 a.m. in Room 102 of City Hall, 410 Ludington, Escanaba, MI.

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

Board Members Absent: Darin Hunter

Guests Present: Council Liaison Brady Nelson

Approval of Minutes – November 27, 2012

Secretary Valentine advised that November Minutes are slated for approval because a December meeting was not held. Board member Schaaf moved for approval of the November 27, 2012 minutes. Board member Chouinard supported the motion. There being no further discussion, the motion was approved unanimously.

Approval/Adjustments to the Agenda

None

Conflict of Interest Declaration

None

Unfinished Business

None.

New Business

MAPERS MEMBERSHIP RENEWAL

Secretary Valentine presented board members with an invoice in the amount of \$100 for renewal of the Plan's membership in the MAPERS organization. Board member Schaaf moved for approval of the invoice. Board member Chouinard supported the motion. There being no further discussion, the motion carried by unanimous vote.

PA 347

Secretary Valentine presented board members with a copy of PA 347 enacted in December of 2012 and which amends provisions of PA314 the statute governing investment of plan assets. The board reviewed a legislative summary distributed to MAPERS members by the VanOverbeke law firm.

PUBLIC SAFETY RETIREMENT BOARD
JANUARY 22, 2013
PAGE TWO

2013 MEETING CALENDAR

Secretary Valentine explained that Manager O'toole requested all City boards and commissions to formally adopt a 2013 meeting calendar. Board member Cowen moved for adoption of the attached calendar. Board member Chouinard supported the motion. There being no further discussion, the calendar was adopted by unanimous vote.

INVESTMENT PERFORMANCE

Secretary Valentine presented 2012 investment returns as summarized below. Mr. Valentine highlighted the fact that Escanaba's plan outperformed both MERS and CALPERS in 2012.

City of Escanaba Public Safety Retirement Plan
Investment Performance Summary
 12/31/2012

	<u>12/31/2011</u>	<u>11/30/2012</u>	<u>12/31/2012</u>	<u>% Total</u>
	<u>\$ Value</u>	<u>\$ Value</u>	<u>\$ Value</u>	
BONDS				
Vanguard Bond Index	4,766,391.59	5,067,526	5,055,705	24.3%
Eaton Vance Bonds	1,925,791.62	2,202,275	2,231,941	10.7%
Total Bonds	<u>6,692,183.21</u>	<u>7,269,801</u>	<u>7,287,647</u>	<u>35.1%</u>
STOCKS				
Vanguard Stock Index	4,847,214.88	4,741,366	4,784,666	23.0%
Vanguard Sm Cap Gro Idx	1,933,200.88	2,210,363	2,271,879	10.9%
JP Morgan Mid Val	4,146,450.66	4,227,272	4,257,531	20.5%
Vanguard REIT Index	0.00	964,660	1,000,501	4.8%
DFA Int'l Value	1,011,553.28	1,124,259	1,179,576	5.7%
Total Stocks	<u>11,938,419.70</u>	<u>13,267,919</u>	<u>13,494,153</u>	<u>64.9%</u>
CASH				
Money Market Accounts	0.00	0	0	0.0%
Total	<u>18,630,602.91</u>	<u>20,537,720</u>	<u>20,781,800</u>	<u>100.00%</u>

PUBLIC SAFETY RETIREMENT BOARD
JANUARY 22, 2013
PAGE THREE

TOTAL RETURNS

	Dec-12	YTD	Trailing 3 mo	Trailing 1 year	Trailing 2 year	Trailing 3 year
BONDS						
Vanguard Bonds VBTSX	-0.2%	4.1%	0.1%	4.1%	12.2%	19.5%
Eaton Vance Bond Fund EVIBX	1.3%	15.9%	3.1%	15.9%	18.8%	36.5%
Escanaba Bond Composite	0.3%	7.5%	1.0%	7.5%	14.3%	24.4%
Merrill HY Master Index JOA0	1.6%	15.4%	3.2%	15.4%	20.6%	39.0%
Merrill BOA01 Index	-0.3%	5.1%	0.4%	5.1%	14.1%	21.9%
STOCKS						
Vanguard S&P 500 Index Fnd VIFSX	0.9%	16.1%	-0.4%	16.1%	18.4%	35.8%
Vanguard Sm Cap gro Idx VISGX	2.8%	17.5%	1.9%	17.5%	15.5%	50.9%
JP Morgan Mid Value FLMVX	0.7%	20.4%	2.8%	20.4%	23.2%	52.0%
DFA Int'l Value DFIVX	4.9%	16.6%	7.9%	16.6%	-3.0%	7.2%
Vanguard Reit Fund VGRSX	3.7%	n/a	2.5%	n/a	n/a	n/a
Escanaba Equity Composite	1.7%	17.6%	1.9%	17.6%	17.1%	40.0%
S&P 500 Index	0.7%	13.4%	-1.0%	13.4%	13.4%	27.9%
EAFA Int'l Index	3.1%	13.6%	6.2%	13.6%	-3.3%	1.5%
MSCI REIT Index	3.7%	17.8%	2.5%	n/a	n/a	n/a
Russell 1000 : Mid Cap Index	0.8%	13.9%	-0.5%	13.9%	13.3%	29.1%
Russell 2000: Small Cap Index	3.3%	14.6%	1.4%	14.6%	8.4%	35.8%
Russell 3000: Broad Mkt Index	1.0%	14.0%	-0.3%	14.0%	12.9%	29.6%
OVERALL						
Escanaba Portfolio Composite	1.2%	14.0%	1.6%	14.0%	16.4%	34.9%
Combined Passive Index	0.8%	11.8%	0.4%	11.8%	14.4%	28.5%
MERS	0.6%	10.6%	1.0%	10.6%	12.6%	25.4%

General Public Comment

None

Announcements

None

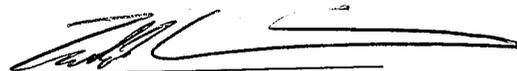
Adjournment

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

APPROVED:



ROBERT VALENTINE,
 SECRETARY



TODD CHOUINARD
 BOARD CHAIRMAN

**PUBLIC SAFETY RETIREMENT BOARD
JANUARY 22, 2013
ATTACHMENT A**

**NOTICE OF REGULAR PUBLIC MEETINGS
PUBLIC SAFETY RETIREMENT BOARD**

PLEASE TAKE NOTICE that the regular meetings of the Public Safety Retirement Board are scheduled for 8:00 a.m. in Room C102, the Council Chambers of the City Hall, 410 Ludington Street, in the City of Escanaba, MI, on the following dates as listed below:

**PUBLIC SAFETY RETIREMENT BOARD MEETINGS – 2013
Room C102, City Hall, 8:00 a.m.**

January 22, 2013
February 26, 2013
March 26, 2013
April 23, 2013
May 28, 2013
June 25, 2013
July 23, 2013
August 27, 2013
September 24, 2013
October 22, 2013
November 26, 2013
December 17, 2013

Public notice will be given regarding any changes in the above meeting dates. Minutes of the Public Safety Retirement Board Meetings are available at the City Clerk's Office, City Hall, 410 Ludington Street. Phone (906) 786-1194.

Board Contact Person:
Bob Valentine
410 Ludington Street
Escanaba, MI
(906) 786-0552