

**MINUTES
PUBLIC SAFETY RETIREMENT BOARD MEETING
NOVEMBER 26, 2013**

Pursuant to public notice, a regular meeting of the Escanaba Public Safety Retirement Board was held on Tuesday, November 26, 2013 at 8:00 a.m. in Room 102 of City Hall, 410 Ludington, Escanaba, MI.

Board Members Present: Robert Valentine, Blake Cowen, Brad Nault, David Schaaf

Board Members Absent: Tony LaPlant

Others Present: None

Approval of Minutes – October 22, 2013

Board member Cowen moved for approval of the October 22, 2013 minutes. Board member Schaaf supported the motion. There being no further discussion, the motion carried unanimously.

Approval/Adjustments to the Agenda

None

Conflict of Interest Declaration

None

Unfinished Business

None.

New Business

Board Member Introduction

New Board Member, Brad Nault, was introduced. Mr. Nault is filling the position vacated by Public Safety Detective Chouinard.

Insurance Coverage

Secretary Valentine reviewed with the Board the insurance coverage provided under the City's policy with MMRMA. Mr. Valentine advised that there is errors and omissions coverage for board members, but that there is not fiduciary liability coverage. Therefore investment losses are not insured. Board members were asked if there was an interest in pursuing coverage for fiduciary liability. It was the consensus of the board not to pursue that coverage at this time.

Investment Performance

Secretary Valentine reviewed the following investment performance data:

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	09/30/2013	10/31/2013	
	\$ Value	\$ Value	% Total
BONDS			
Vanguard Total Bond Mkt Idx	5,306,474	3,194,158	13.4%
Vanguard Short Term Bond Idx	1,001,327	3,162,677	13.3%
Eaton Vance Bonds	<u>2,316,083</u>	<u>2,370,780</u>	<u>10.0%</u>
Total Bonds	8,623,884	8,727,615	36.7%
STOCKS			
Vanguard Stock Index	5,302,521	5,546,010	23.3%
Vanguard Sm Cap Gro Idx	2,685,936	2,753,649	11.6%
JP Morgan Mid Val	4,078,740	4,229,894	17.8%
Vanguard REIT Index	1,032,216	1,078,440	4.5%
DFA Int'l Value	<u>1,368,952</u>	<u>1,416,283</u>	<u>6.0%</u>
Total Stocks	14,468,365	15,024,276	63.3%
CASH			
Money Market Accounts	0	0	0.0%
Total	<u>23,092,249</u>	<u>23,751,891</u>	<u>100.00%</u>

TOTAL RETURNS

	Oct-13	YTD	Trailing 3 mo	Trailing 1 year	Trailing 2 year	Trailing 3 year	Trailing 5 year
BONDS							
Vanguard Totl Bond Mkt Fnd VBTSX	0.8%	1.2%	1.2%	1.2%	3.7%	9.0%	34.1%
Vanguard S.T. Inv. Grade Fnd VFSUX	0.6%						
Eaton Vance H.Y. Bond Fund EVIBX	2.4%	6.2%	2.7%	8.8%	20.9%	27.7%	111.1%
Escanaba Bond Composite	1.2%	0.9%	1.5%	1.6%	8.5%	14.4%	51.2%
Merrill HY Master Index JOA0	2.5%	6.3%	2.9%	8.8%	23.1%	29.0%	127.6%
Merrill BOA01 Index	0.9%	1.6%	1.1%	1.5%	4.5%	9.9%	37.0%
STOCKS							
Vanguard S&P 500 Index Fnd VIFSX	4.6%	25.3%	4.7%	27.2%	46.6%	58.3%	102.2%
Vanguard Sm Cap gro Idx VISGX	2.5%	31.5%	6.7%	37.3%	52.8%	70.2%	160.6%
JP Morgan Mid Value FLMVX	3.7%	26.7%	4.3%	29.0%	55.1%	68.5%	140.5%
DFA Int'l Value DFIVX	3.5%	20.1%	10.4%	27.9%	31.8%	20.8%	81.1%
Vanguard Reit Fund VGRSX	4.5%	7.6%	0.5%	11.4%	n/a	n/a	n/a
Escanaba Equity Composite	3.8%	25.0%	5.1%	28.3%	47.2%	57.6%	117.8%
S&P 500 Index	4.6%	25.3%	4.8%	26.5%	42.6%	51.0%	85.6%
EFAA Int'l Index	3.3%	17.1%	8.8%	23.4%	24.8%	16.2%	16.2%
MSCI REIT Index	4.5%	7.8%	0.5%	11.4%	n/a	n/a	n/a
Russell 1000 Mid Cap Index	4.3%	24.0%	4.5%	25.7%	41.5%	49.9%	87.5%
Russell 2000 Small Cap Index	2.5%	29.5%	5.3%	34.4%	48.5%	56.4%	104.7%
Russell 3000 Broad Mkt Index	4.1%	24.4%	4.6%	26.4%	42.0%	50.4%	88.8%
OVERALL							
Escanaba Portfolio Composite	2.9%	16.1%	3.8%	18.3%	32.5%	41.5%	65.6%
Combined Passive Index	3.3%	15.2%	3.6%	16.6%	29.0%	36.5%	79.5%
MERS TOTAL MARKET FUND	2.4%	11.8%	3.5%	13.7%	n/a	n/a	59.4%

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Open Meetings Act Handbook

Secretary Valentine reviewed a copy of the Open Meetings Act Handbook which was distributed to Board members in the November meeting package.

Announcements

Board Member Schaaf announced that he will be traveling out of state and unable to attend the December meeting.

Adjournment

The meeting was unanimously adjourned at 8:45 a.m.

PPROVED:



ROBERT VALENTINE,
SECRETARY

TONY LAPLANT
BOARD CHAIRMAN