

**MIRAMAR FIREFIGHTERS**

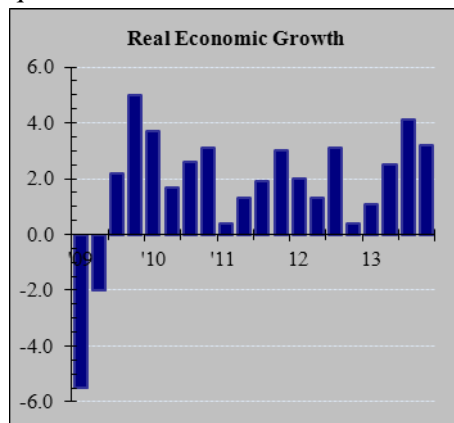
**PERFORMANCE REVIEW  
DECEMBER 2013**



## ECONOMIC ENVIRONMENT

### *Ben Bernanke Taps Breaks as He Prepares to Leave*

The stars lined up to provide a favorable economic climate in the fourth quarter of 2013:



Following the surprisingly robust third quarter GDP rate of 4.1%, the fourth quarter's figure of 3.2% indicated that the economy is strong. The job market continues to improve steadily but slowly, although December hires were disappointing. Housing prices and new starts were solid and manufacturing grew at a

relatively fast pace. Consumer confidence was near the top of the scale and inflation stayed remarkably tame, thanks to the Fed's steady hand and ongoing bond purchase program. In addition, Congress finally hammered out a two-year budget deal, although the debt ceiling issue remains unresolved. Finally, the Fed started a modest tapering program that garnered investors' praise and drove US stock prices to record levels.

- *The fourth quarter GDP growth rate was 3.2% and the final revision to the third quarter rate was 4.1%. These are both significantly above the 2.5% expansion in the second quarter of 2013*
- *December job growth was a disappointing 74,000, but overall unemployment dropped to 6.7%. This was 1.2% below the rate just one year ago*
- *Housing prices continued to advance through November (latest data available). For the latest 12-months, price gains were*

*11.8%. There was more good news on the foreclosure front. November foreclosures of 46,000 were down 29% from one year ago.*

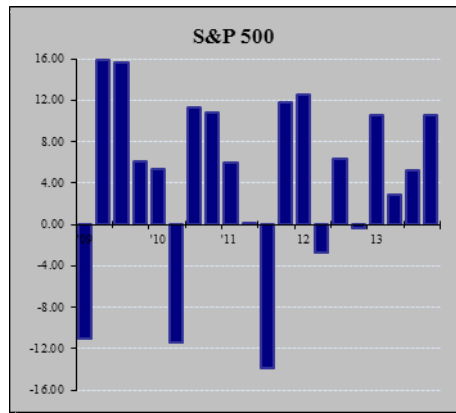
- *The December ISM Manufacturing Index was 57%, scoring the second highest reading of the year and the 55<sup>th</sup> consecutive month of expansion! New orders were also robust as that index rose to 64.2, the highest since April 2010.*
- *At year-end, the Consumer Confidence Index stood at 78.1, close to the April 2008 pre-recession high of 81.9. Consumers expressed optimism regarding future economic growth and job prospects; however, that confidence did not extend to wage gains.*
- *Inflation remained tame at 1.5% for the 12 months ended December 2013.*
- *Lawmakers were able to agree on a Federal budget for the next two years. In addition, the ongoing budget sequester was pared back.*
- *After a mid-year false start, the Fed has begun to trim its bond-buying program, known as QE3.*

## DOMESTIC EQUITY MARKET

### *A Record-Beating Quarter*

Stock indices performed spectacularly, many ending the year at record highs. The NASDAQ Composite set the pace, soaring 11.1% for the quarter and rocketing up 40.1% for the year. The bellwether S&P 500 advanced 10.5% for the quarter and surged 32.4% for the year. Several of the Russell indices also set records. The broadest of these, the Russell 3000, returned 10.1% and 33.6%, respectively. Large-cap stocks performed better than small caps for the quarter, but the situation was reversed for the year. There was little difference between growth and

value styles for either period. Overall, it was a bang-up year for investors who stayed the course.



Predictably, every S&P stock sector advanced for the quarter. Computer technology returned 15.5%. Basic industry names gained 14%, aided by the turnaround in manufacturing. Financial companies moved up 11.6%, re-energized by the overall economy. Consumer discretionary and staples each advanced approximately 10%,

in line with shopper optimism. Energy, too, gained 9.8%. Utilities (3.9%) brought up the rear as investors drifted away from defensive companies.

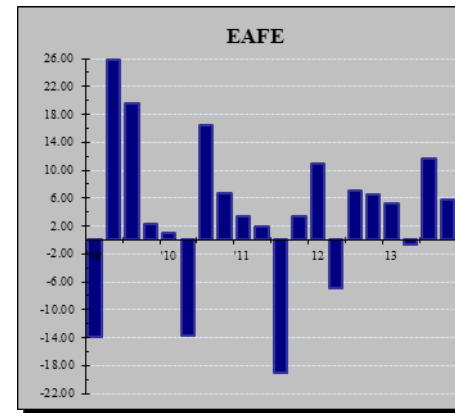
After the breathtaking 2013 performance, the year-end price/earnings ratio is up to 22, arguably pricey. On the other hand, the positive economic outlook and corporate earnings growth could very well point to further gains.

## INTERNATIONAL EQUITIES

### *Developed Markets Performed Well, While EM Did Not*

MSCI EAFE developed markets failed to match the US markets, but turned in a respectable 5.8%. The Euro countries led the pack with a 9.7% gain. ECB stimulus helped European share prices. Germany, the heaviest-weighted component, posted 13.3%. France, the other heavy hitter, managed a 6.2% return despite a somewhat sluggish economy. Unexpectedly, indices of the weakest Euro countries rallied as investors were encouraged by their ability to sell new sovereign debt at tolerable

interest rates. Spain rose 11.6%; Italy added 10.7%; and Ireland increased 11.3%. Only Portugal disappointed, gaining a meager 1.3%.



While not part of the European Union, the UK market nonetheless picked up steam in the second half of the year, rising 7.4% in sync with its improving economy.

Australia benefited from firming commodity exports and a depreciating currency. Since the currency decline dominated, its index modestly

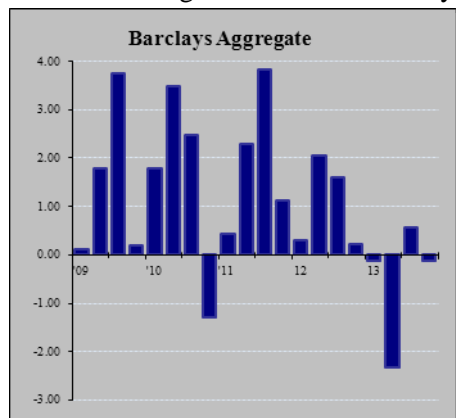
lost ground (-0.8%) in US dollar terms. Other Pacific nations did not fare well either. Japan, the regional heavyweight, added just 2.3%. However, Prime Minister Abe's substantial quantitative easing tactics contributed greatly to the full year's 27.4% return (which was double that in yen terms). Hong Kong, a proxy for China, rose 3.4%. Singapore's market gained a nominal 0.7%, reflecting internal political unrest

Most emerging markets were unkind to investors; the MSCI EM Index appreciated a scant 1.9%. The low return was conditioned by major political, military, weather-related and internal economic problems. EM's full-year return was a negative 2.3% as investor's shunned these countries.

## BOND MARKET

### *Taper Expectations Led to Higher Yields & Negative Returns*

The fourth quarter's interest rate hikes killed the performance of long bonds. Starting from an historically low level, interest rates rose in



anticipation of the Fed's tapering. The benchmark 10-year Treasury note yield rose 42 basis points to 3.03% at year-end. Fortunately, interest rates held steady after the December 18<sup>th</sup> tapering announcement. Accordingly, intermediate and long-dated Treasuries tumbled in price, as the low coupon income could not offset the

price decline. Investment grade corporates fared better, but only high yield (junk) bonds earned a meaningful return. The investment grade Barclay's Aggregate Index, 40% of which is comprised of government obligations, lost 14 basis points for the quarter and 2.0% for the year.

The Treasury component of the index lost ¾% for the quarter. However, the longer the Treasury maturity the more negative the outcome. Treasuries maturing beyond 20-years sustained the most damage; this group gave back 3.2% in total return for Q4 and almost 14% for 2013.

Investment grade corporates managed a positive 1.1% quarterly return, reflecting strong corporate balance sheets. Financial corporates were the best performers (+1.4%) and utilities, the worst (+0.7%). Longer-maturity residential mortgage debt lost 0.4%, despite an improving housing market. By comparison, commercial mortgages (CMBS) gained 0.5% and asset-backed securities (ABS) ticked up 0.3%. The auto credit subcomponent was the best ABS performer (+0.5%), benefiting from

robust auto sales. Overall, these small gains weren't enough to move the Aggregate Index into positive territory.

The below-investment grade corporates again were more sensitive to the bullish equity market than to higher yields, especially since most junk bonds have maturities below 10 years. The lower the credit rating, the higher was the return. The top tier BAs earned an average 3.2%, single Bs added 3.6% and CAAs climbed 4.3%. Investors who were willing to take CA-D credit risk enjoyed an equity-like 10.2% outcome! Still, unless a bond investor had a significant weighting to junk bonds, overall portfolio return remained depressed.

The G-6 Global Treasury return was -1.2%, but masked significant differences among the six country components. Investor confidence in France, Italy and Germany buoyed their respective sovereign debt returns. All three were positive, with Italy the top performer (+5.5%). Canadian sovereigns fell 3.6%, similar to its intermediate US Treasury counterpart. Japan's currency weakness drove down its sovereigns by 6.5%. The UK component return was +0.8%. Emerging market sovereigns collectively earned +0.9%. However, the results were markedly varied. At the top were Honduras (+12%) and the Ukraine (+11%). Venezuela (-3.9%) and Turkey (-2.6%) brought up the rear, as both countries suffered currency depreciation and inflationary pressures.

## CASH EQUIVALENTS

### *The Same Story*

Treasuries maturing in less than one year posted net gains of just one or two basis points. This meant that cash was a better choice than longer maturity bonds. It has now been six years since cash equivalents generated significant income.

**MARKET SUMMARY**

**ECONOMIC STATISTICS**

	CURRENT QTR	LAST QTR
GDP	3.2	4.1
Unemployment	6.7	7.2
CPI All Items Year/Year	1.50	1.18
Fed Funds Rate	0.25	0.25
Industrial Capacity	79.2	78.3
US Dollars per Euro	1.38	1.35

**MAJOR INDEX QUARTER RETURNS**

INDEX	PERFORMANCE
Russell 3000	10.1
S&P 500	10.5
Russell Mid	8.4
Russell 2000	8.7
MSCI EAFE	5.7
MSCI Emg Mkts	1.9
NCREIF ODCE	3.2
Barclays Agg	-0.1
90 Day Tbills	0.0

**EQUITY RETURN DISTRIBUTIONS**

	QUARTER			TRAILING YEAR		
	VAL	COR	GRO	VAL	COR	GRO
LC	10.0	10.2	10.4	32.5	33.1	33.5
MC	8.6	8.4	8.2	33.5	34.8	35.8
SC	9.3	8.7	8.2	34.5	38.8	43.3

**MARKET SUMMARY**

- \* GDP increased at a rate of 3.2% in Q4. The BEA revised GDP in Q3 upward to 4.1%.
- \* The unemployment rate continued to fall to 6.7%.
- \* CPI increased at a rate of 1.5% year over year.
- \* Domestic equities surged in Q4. Large Cap Growth posted the strongest performance, while Small Cap Growth posted the weakest.
- \* The US Dollar weakened relative to the Euro.

## **INVESTMENT RETURN**

As of December 31st, 2013, the Miramar Firefighters' Composite portfolio was valued at \$93,516,334, which represented an increase of \$8,127,702 from the September quarter's ending value of \$85,388,632. Last quarter, the portfolio recorded total net contributions of \$1,272,072 and a net investment gain equaling \$6,855,630. The portfolio's net investment return figure was comprised of income receipts, which totaled \$198,076 plus net realized and unrealized capital gains totaling \$6,657,554.

## **RELATIVE PERFORMANCE**

### **Total Fund**

During the fourth quarter, the Composite portfolio gained 8.0%, which was 0.3% greater than the Miramar Policy Index's return of 7.7% and ranked in the 1st percentile of the Public Fund universe. Over the trailing twelve-month period, this portfolio returned 25.5%, which was 0.8% greater than the benchmark's 24.7% return, and ranked in the 1st percentile. Since December 2003, the portfolio returned 6.9% annualized and ranked in the 48th percentile. For comparison, the Miramar Policy Index returned an annualized 7.5% over the same time frame.

### **Large Cap Equity**

The large cap equity portion of the portfolio gained 12.0% in the fourth quarter; that return was 1.5% greater than the S&P 500 Index's return of 10.5% and ranked in the 15th percentile of the Large Cap universe. Over the trailing twelve months, this component returned 33.5%; that return was 1.1% greater than the benchmark's 32.4% performance, ranking in the 51st percentile. Since December 2003, this component returned 7.1% on an annualized basis and ranked in the 88th percentile. The S&P 500 returned an annualized 7.4% over the same period.

### **Smid Cap Equity**

The smid cap equity portfolio returned 8.6% last quarter, 0.1% less than the Russell 2500 Index's return of 8.7% and ranked in the 60th percentile of the Smid Cap universe. Over the trailing twelve months, this component returned 36.5%; that return was 0.3% less than the benchmark's 36.8% return, and ranked in the 53rd percentile. Since December 2003, this component returned 9.5% annualized and ranked in the 89th percentile. The Russell 2500 returned an annualized 9.8% over the same period.

### **Foreign Equity**

The foreign equity segment gained 5.0% in the fourth quarter, 0.2% above the Foreign Equity Hybrid Index's return of 4.8% and ranked in the 60th percentile of the International Equity universe. Over the trailing twelve months, this component returned 16.9%, 1.6% greater than the benchmark's 15.3% return, ranking in the 64th percentile. Since December 2003, this component returned 6.6% annualized and ranked in the 94th percentile. For comparison, the Foreign Equity Hybrid Index returned an annualized 6.0% during the same period.

### **Real Assets**

*The quarter-end data for the Molpus Woodlands Fund III and the Hancock Timberland XI fund was not finalized at the time of this report. The quarter-end market value is as of September 30, 2013*

In the fourth quarter, the real assets segment returned 2.2%, which was 2.1% less than the Real Asset Blended Index's return of 4.3%. Over the trailing year, this segment returned 12.0%, which was 0.3% less than the benchmark's 12.3% performance.

## **Fixed Income**

The fixed income component returned 0.2% last quarter, 0.3% greater than the Barclays Aggregate Index's return of -0.1% and ranked in the 32nd percentile of the Core Fixed Income universe. Over the trailing twelve-month period, this segment returned -1.2%, 0.8% greater than the benchmark's -2.0% performance, and ranked in the 26th percentile. Since December 2003, this component returned 4.2% annualized and ranked in the 95th percentile. The Barclays Aggregate Index returned an annualized 4.6% over the same period.

## **ASSET ALLOCATION**

At the end of the fourth quarter, large cap equities comprised 42.5% of the total portfolio (\$39.7 million), while smid cap equities totaled 25.4% (\$23.8 million). The account's foreign equity segment was valued at \$11.6 million, representing 12.4% of the portfolio, while the real assets component's \$7.3 million totaled 7.8%. The portfolio's fixed income represented 8.7% and the remaining 3.2% was comprised of cash & equivalents (\$3.0 million).

## EXECUTIVE SUMMARY

## PERFORMANCE SUMMARY

	Quarter	FYTD	-----Annualized-----		
			1 Year	3 Years	10 Years
<b>Total Gross/Fees</b>	8.0	8.0	25.5	12.1	6.9
<i>PUBLIC FUND RANK</i>	(1)	(1)	(1)	(4)	(48)
<b>Total Net/Fees</b>	7.9	7.9	25.0	11.6	6.6
POLICY INDEX	7.7	7.7	24.7	12.9	7.5
SHADOW INDEX	7.5	7.5	25.0	12.4	7.2
<b>Domestic Equity</b>	14.5	14.5	38.6	16.3	8.4
<i>ALL CAP RANK</i>	(1)	(1)	(33)	(53)	(72)
RUSSELL 3000	10.1	10.1	33.6	16.2	7.9
<b>Large Cap Equity</b>	12.0	12.0	33.5	15.0	7.1
<i>LARGE CAP RANK</i>	(15)	(15)	(51)	(72)	(88)
S&P 500	10.5	10.5	32.4	16.2	7.4
RUSSELL 1000G	10.4	10.4	33.5	16.4	7.8
RUSSELL 1000V	10.0	10.0	32.5	16.1	7.6
RUSSELL 1000	10.2	10.2	33.1	16.3	7.8
<b>SMid Cap Equity</b>	8.6	8.6	36.5	16.1	9.5
<i>SMID CAP RANK</i>	(60)	(60)	(53)	(56)	(89)
RUSSELL 2500	8.7	8.7	36.8	16.3	9.8
<b>Foreign Equity</b>	5.0	5.0	16.9	6.0	6.6
<i>INTERNATIONAL EQUITY RANK</i>	(60)	(60)	(64)	(68)	(94)
HYBRID INDEX	4.8	4.8	15.3	5.1	6.0
ACXUS NET	4.8	4.8	15.3	5.1	7.6
MSCI EAFE NET	5.7	5.7	22.8	8.2	6.9
<b>Real Assets</b>	2.2	2.2	12.0	12.8	---
BLENDED INDEX	4.3	4.3	12.3	11.1	6.5
NCREIF ODCE	3.2	3.2	14.0	13.6	7.2
NCREIF TIMBER	5.9	5.9	9.7	6.3	8.4
<b>Fixed Income</b>	0.2	0.2	-1.2	3.0	4.2
<i>CORE FIXED INCOME RANK</i>	(32)	(32)	(26)	(97)	(95)
BARCLAYS AGG	-0.1	-0.1	-2.0	3.3	4.6
INT AGGREGATE	-0.1	-0.1	-1.0	2.8	4.3
BARCLAY INT GOV	-0.4	-0.4	-1.2	2.1	3.7
INT GOV/CREDIT	0.0	0.0	-0.9	2.9	4.1

## ASSET ALLOCATION

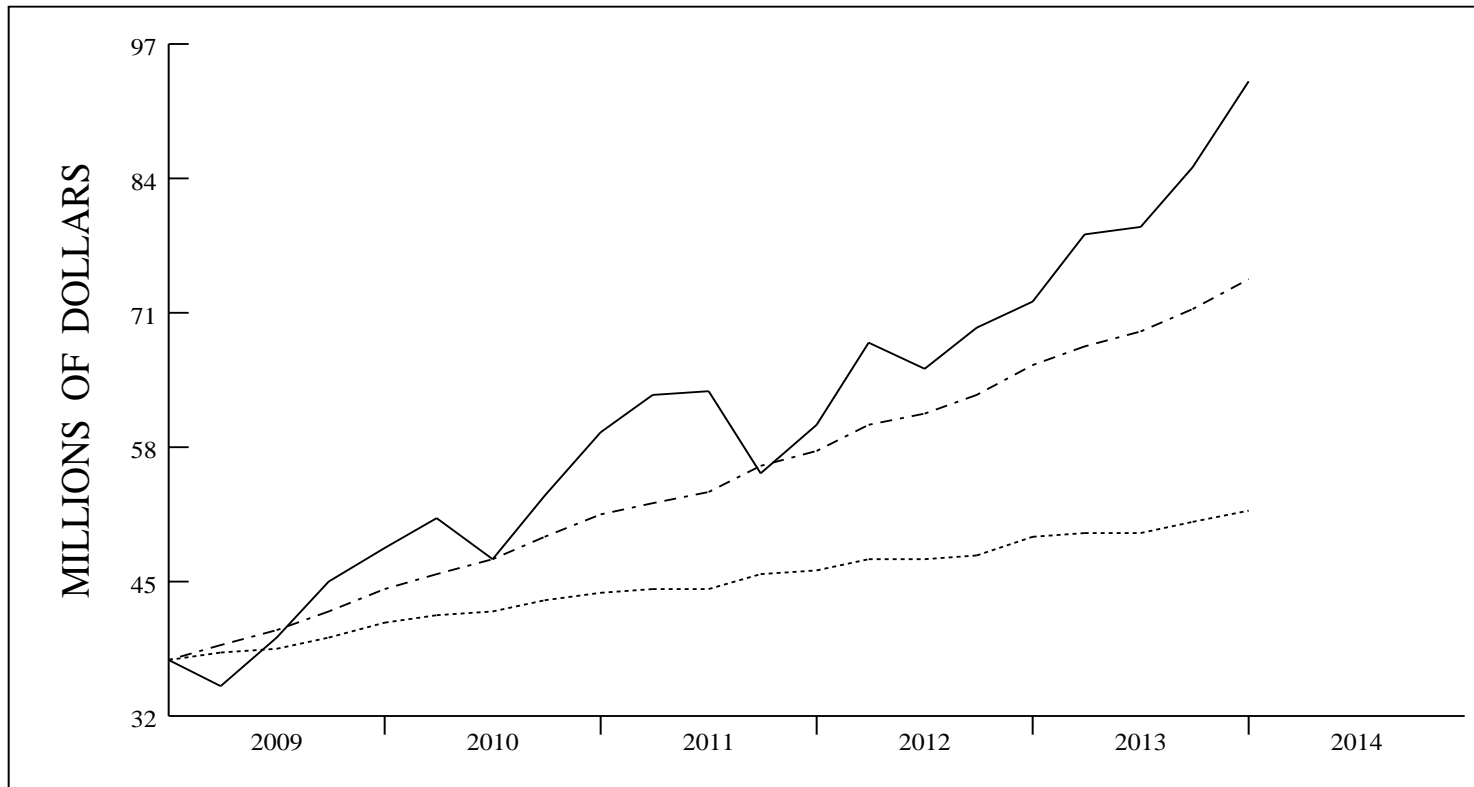
Large Cap Equity	42.5%	\$ 39,726,395
SMid Cap Equity	25.4%	23,759,899
Foreign Equity	12.4%	11,613,574
Real Assets	7.8%	7,308,378
Fixed Income	8.7%	8,156,335
Cash	3.2%	2,951,753
<b>Total Portfolio</b>	<b>100.0%</b>	<b>\$ 93,516,334</b>

## INVESTMENT RETURN

Market Value 9/2013	\$ 85,388,632
Contribs / Withdrawals	1,272,072
Income	198,076
Capital Gains / Losses	6,657,554
Market Value 12/2013	\$ 93,516,334



**INVESTMENT GROWTH**

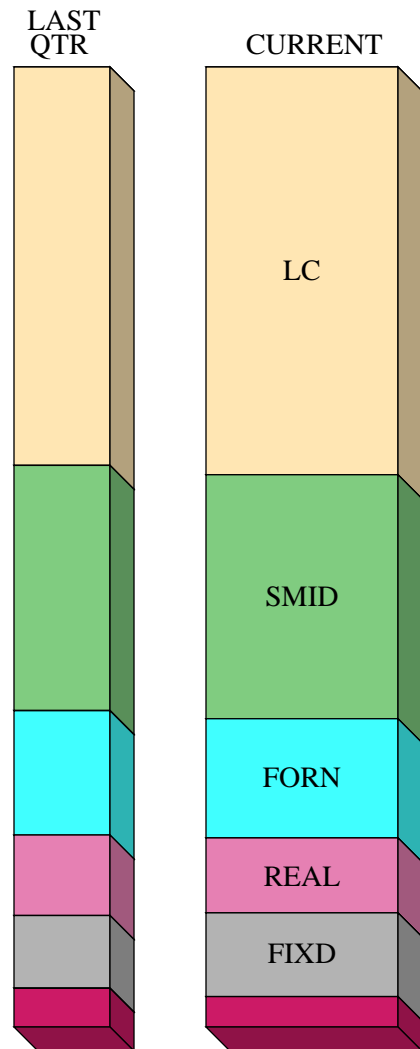


— ACTUAL RETURN  
 - - - 8.5%  
 . . . 0.0%

VALUE ASSUMING  
 8.5% RETURN  
 \$ 74,465,336

	LAST QUARTER	PERIOD 12/08 - 12/13
BEGINNING VALUE	\$ 85,388,632	\$ 37,537,358
NET CONTRIBUTIONS	1,272,072	14,519,108
<u>INVESTMENT RETURN</u>	<u>6,855,630</u>	<u>41,459,868</u>
ENDING VALUE	\$ 93,516,334	\$ 93,516,334
INCOME	198,076	2,373,886
CAPITAL GAINS (LOSSES)	<u>6,657,554</u>	<u>39,085,984</u>
INVESTMENT RETURN	6,855,630	41,459,868

**ASSET ALLOCATION**



	<u>VALUE</u>	<u>PERCENT</u>	<u>TARGET</u>	<u>DIFFERENCE</u> <u>+ / -</u>
<span style="color: #FFD700;">■</span> LARGE CAP EQUITY <span style="color: #3CB371;">■</span> SMID CAP EQUITY <span style="color: #00CED1;">■</span> FOREIGN EQUITY <span style="color: #FF69B4;">■</span> REAL ASSETS <span style="color: #A9A9A9;">■</span> FIXED INCOME <span style="color: #DC143C;">■</span> CASH & EQUIVALENT	\$ 39,726,395 23,759,899 11,613,574 7,308,378 8,156,335 2,951,753	42.5% 25.4% 12.4% 7.8% 8.7% 3.2%	40.0% 25.0% 15.0% 10.0% 10.0% 0.0%	2.5% 0.4% -2.6% -2.2% -1.3% 3.2%
<b>TOTAL FUND</b>	<b>\$ 93,516,334</b>	<b>100.0%</b>		

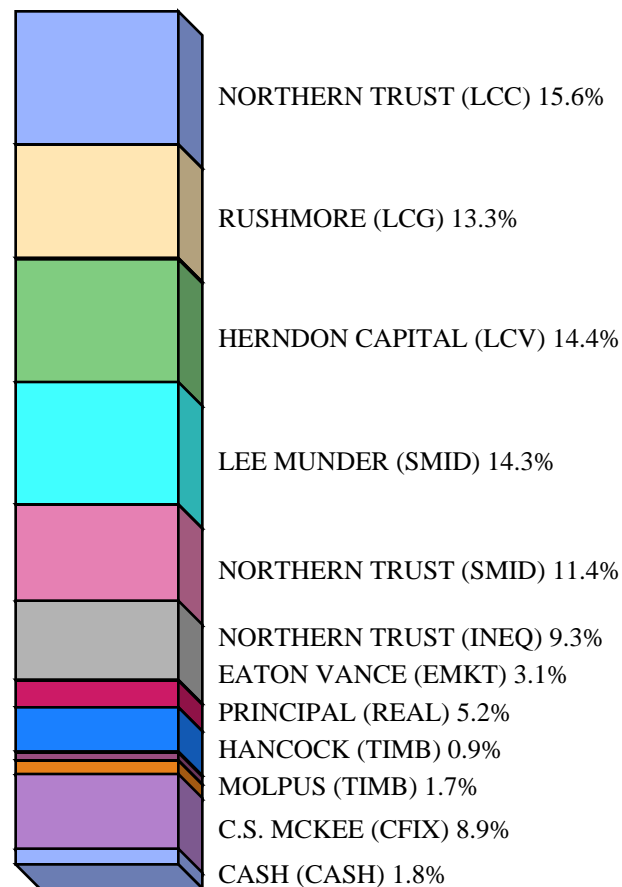
## MANAGER PERFORMANCE SUMMARY

Name	(Universe)	Quarter	FYTD	1 Year	3 Years	5 Years	Inception
Composite	(Public Fund)	8.0 ( 1)	8.0 ( 1)	25.5 ( 1)	12.1 ( 4)	14.1 ( 9)	6.9 (48) 12/03
<i>Miramar Policy Index</i>		<b>7.7 ----</b>	<b>7.7 ----</b>	<b>24.7 ----</b>	<b>12.9 ----</b>	<b>14.8 ----</b>	<b>7.5 ----</b>
Northern Trust	(LC Core)	10.5 (49)	10.5 (49)	32.4 (63)	16.2 (59)	18.1 (57)	7.4 (89) 12/03
<i>S&amp;P 500</i>		<b>10.5 ----</b>	<b>10.5 ----</b>	<b>32.4 ----</b>	<b>16.2 ----</b>	<b>17.9 ----</b>	<b>7.4 ----</b>
Rushmore	(LC Growth)	12.5 (15)	12.5 (15)	34.4 (55)	11.5 (97)	---- ----	13.7 (95) 09/09
<i>Russell 1000 Growth</i>		<b>10.4 ----</b>	<b>10.4 ----</b>	<b>33.5 ----</b>	<b>16.4 ----</b>	<b>20.4 ----</b>	<b>17.6 ----</b>
Herndon Capital	(LC Value)	12.5 ( 8)	12.5 ( 8)	31.7 (72)	16.2 (45)	---- ----	16.9 (38) 09/09
<i>Russell 1000 Value</i>		<b>10.0 ----</b>	<b>10.0 ----</b>	<b>32.5 ----</b>	<b>16.1 ----</b>	<b>16.7 ----</b>	<b>16.0 ----</b>
Lee Munder	(Smid Cap)	8.5 (62)	8.5 (62)	34.2 (73)	15.7 (60)	21.4 (70)	6.5 (90) 12/07
<i>Russell 2500</i>		<b>8.7 ----</b>	<b>8.7 ----</b>	<b>36.8 ----</b>	<b>16.3 ----</b>	<b>21.8 ----</b>	<b>9.2 ----</b>
Northern Trust	(Smid Cap)	8.5 (61)	8.5 (61)	38.0 (42)	16.1 (56)	22.6 (53)	10.4 (70) 12/03
<i>Wilshire 4500</i>		<b>8.5 ----</b>	<b>8.5 ----</b>	<b>38.4 ----</b>	<b>16.1 ----</b>	<b>22.5 ----</b>	<b>10.2 ----</b>
Northern Trust	(Intl Eq)	5.7 (48)	5.7 (48)	23.1 (42)	8.5 (48)	12.8 (80)	7.3 (86) 12/03
<i>MSCI EAFE Net</i>		<b>5.7 ----</b>	<b>5.7 ----</b>	<b>22.8 ----</b>	<b>8.2 ----</b>	<b>12.4 ----</b>	<b>6.9 ----</b>
Eaton Vance	(Emerging Mkt)	2.8 (45)	2.8 (45)	2.3 (36)	---- ----	---- ----	0.0 (41) 06/11
<i>MSCI Emerging Markets Net</i>		<b>1.8 ----</b>	<b>1.8 ----</b>	<b>-2.6 ----</b>	<b>-2.1 ----</b>	<b>14.8 ----</b>	<b>-2.8 ----</b>
Principal		3.3 ----	3.3 ----	14.6 ----	14.6 ----	4.1 ----	4.0 ---- 03/06
<i>NCREIF NFI-ODCE Index</i>		<b>3.2 ----</b>	<b>3.2 ----</b>	<b>14.0 ----</b>	<b>13.6 ----</b>	<b>3.7 ----</b>	<b>4.5 ----</b>
Hancock		0.0 ----	0.0 ----	-2.0 ----	---- ----	---- ----	3.9 ---- 06/12
<i>NCREIF Timber Index</i>		<b>5.9 ----</b>	<b>5.9 ----</b>	<b>9.7 ----</b>	<b>6.3 ----</b>	<b>2.7 ----</b>	<b>11.1 ----</b>
Molpus		0.0 ----	0.0 ----	12.4 ----	---- ----	---- ----	4.9 ---- 06/11
<i>NCREIF Timber Index</i>		<b>5.9 ----</b>	<b>5.9 ----</b>	<b>9.7 ----</b>	<b>6.3 ----</b>	<b>2.7 ----</b>	<b>7.0 ----</b>
C.S. McKee	(Core Fixed)	0.2 (35)	0.2 (35)	-1.2 (24)	---- ----	---- ----	1.7 (49) 03/12
<i>Barclays Aggregate Index</i>		<b>-0.1 ----</b>	<b>-0.1 ----</b>	<b>-2.0 ----</b>	<b>3.3 ----</b>	<b>4.5 ----</b>	<b>1.0 ----</b>

## MANAGER PERFORMANCE SUMMARY - NET OF FEES

Name	(Universe)	Quarter	FYTD	1 Year	3 Years	5 Years	Inception
Total Portfolio	(Public Fund)	7.9 ----	7.9 ----	25.0 ----	11.6 ----	13.6 ----	6.6 ---- 12/03
<i>Miramar Policy Index</i>		<i>7.7 ----</i>	<i>7.7 ----</i>	<i>24.7 ----</i>	<i>12.9 ----</i>	<i>14.8 ----</i>	<i>7.5 ----</i>
Northern Trust	(LC Core)	10.5 ----	10.5 ----	32.2 ----	16.1 ----	18.0 ----	7.2 ---- 12/03
<i>S&amp;P 500</i>		<i>10.5 ----</i>	<i>10.5 ----</i>	<i>32.4 ----</i>	<i>16.2 ----</i>	<i>17.9 ----</i>	<i>7.4 ----</i>
Rushmore	(LC Growth)	12.4 ----	12.4 ----	33.7 ----	10.9 ----	---- ----	13.1 ---- 09/09
<i>Russell 1000 Growth</i>		<i>10.4 ----</i>	<i>10.4 ----</i>	<i>33.5 ----</i>	<i>16.4 ----</i>	<i>20.4 ----</i>	<i>17.6 ----</i>
Herndon Capital	(LC Value)	12.5 ----	12.5 ----	31.0 ----	15.6 ----	---- ----	16.2 ---- 09/09
<i>Russell 1000 Value</i>		<i>10.0 ----</i>	<i>10.0 ----</i>	<i>32.5 ----</i>	<i>16.1 ----</i>	<i>16.7 ----</i>	<i>16.0 ----</i>
Lee Munder	(Smid Cap)	8.4 ----	8.4 ----	33.4 ----	14.9 ----	20.6 ----	5.7 ---- 12/07
<i>Russell 2500</i>		<i>8.7 ----</i>	<i>8.7 ----</i>	<i>36.8 ----</i>	<i>16.3 ----</i>	<i>21.8 ----</i>	<i>9.2 ----</i>
Northern Trust	(Smid Cap)	8.5 ----	8.5 ----	37.9 ----	16.0 ----	22.5 ----	10.3 ---- 12/03
<i>Wilshire 4500</i>		<i>8.5 ----</i>	<i>8.5 ----</i>	<i>38.4 ----</i>	<i>16.1 ----</i>	<i>22.5 ----</i>	<i>10.2 ----</i>
Northern Trust	(Intl Eq)	5.7 ----	5.7 ----	23.0 ----	8.4 ----	12.7 ----	7.2 ---- 12/03
<i>MSCI EAFE Net</i>		<i>5.7 ----</i>	<i>5.7 ----</i>	<i>22.8 ----</i>	<i>8.2 ----</i>	<i>12.4 ----</i>	<i>6.9 ----</i>
Eaton Vance	(Emerging Mkt)	2.6 ----	2.6 ----	1.2 ----	---- ----	---- ----	-1.1 ---- 06/11
<i>MSCI Emerging Markets Net</i>		<i>1.8 ----</i>	<i>1.8 ----</i>	<i>-2.6 ----</i>	<i>-2.1 ----</i>	<i>14.8 ----</i>	<i>-2.8 ----</i>
Principal		3.1 ----	3.1 ----	13.4 ----	13.4 ----	3.0 ----	2.9 ---- 03/06
<i>NCREIF NFI-ODCE Index</i>		<i>3.2 ----</i>	<i>3.2 ----</i>	<i>14.0 ----</i>	<i>13.6 ----</i>	<i>3.7 ----</i>	<i>4.5 ----</i>
Hancock		0.0 ----	0.0 ----	-2.7 ----	---- ----	---- ----	3.1 ---- 06/12
<i>NCREIF Timber Index</i>		<i>5.9 ----</i>	<i>5.9 ----</i>	<i>9.7 ----</i>	<i>6.3 ----</i>	<i>2.7 ----</i>	<i>11.1 ----</i>
Molpus		0.0 ----	0.0 ----	11.6 ----	---- ----	---- ----	4.0 ---- 06/11
<i>NCREIF Timber Index</i>		<i>5.9 ----</i>	<i>5.9 ----</i>	<i>9.7 ----</i>	<i>6.3 ----</i>	<i>2.7 ----</i>	<i>7.0 ----</i>
C.S. McKee	(Core Fixed)	0.1 ----	0.1 ----	-1.5 ----	---- ----	---- ----	1.3 ---- 03/12
<i>Barclays Aggregate Index</i>		<i>-0.1 ----</i>	<i>-0.1 ----</i>	<i>-2.0 ----</i>	<i>3.3 ----</i>	<i>4.5 ----</i>	<i>1.0 ----</i>









**MANAGER ALLOCATION SUMMARY**














Name	Market Value	Percent	Target
Northern Trust (LCC)	\$14,583,876	15.6	10.0
Rushmore (LCG)	\$12,424,458	13.3	15.0
Herndon Capital (LCV)	\$13,493,177	14.4	15.0
Lee Munder (SMID)	\$13,410,035	14.3	15.0
Northern Trust (SMID)	\$10,644,913	11.4	10.0
Northern Trust (INEQ)	\$8,686,568	9.3	10.0
Eaton Vance (EMKT)	\$2,927,006	3.1	5.0
Principal (REAL)	\$4,861,891	5.2	6.0
Hancock (TIMB)	\$841,388	0.9	2.0
Molpus (TIMB)	\$1,605,099	1.7	2.0
C.S. McKee (CFIX)	\$8,324,909	8.9	10.0
Cash (CASH)	\$1,713,014	1.8	0.0
<b>Total Fund</b>	<b>\$93,516,334</b>	<b>100.0</b>	<b>100.0</b>

## MANAGER VALUE ADDED - NET OF FEES

## Most Recent Quarter

Manager	Benchmark	Value Added Vs. Benchmark
Northern Trust	S&P 500	0.0
Rushmore	Russell 1000G	1.9 
Herndon Capital	Russell 1000V	2.5 
Lee Munder	Russell 2500	 -0.3
Northern Trust	Wilshire 4500	0.0
Northern Trust	MSCI EAFE Net	0.0
Eaton Vance	MSCI EM Net	0.7 
Principal	NCREIF ODCE	-0.1
Hancock	NCREIF Timber	 -5.9
Molpus	NCREIF Timber	 -5.9
C.S. McKee	Barclays Agg	0.3 
<b>Total Portfolio</b>	<b>Policy Index</b>	0.2 

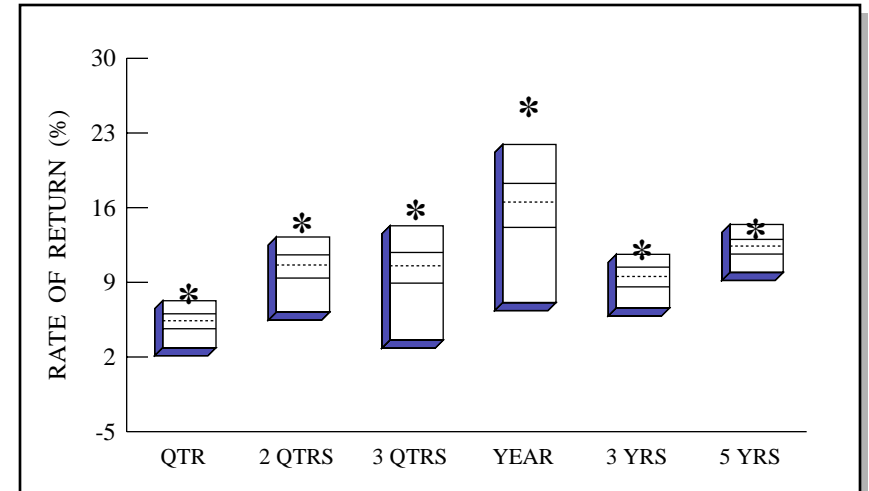
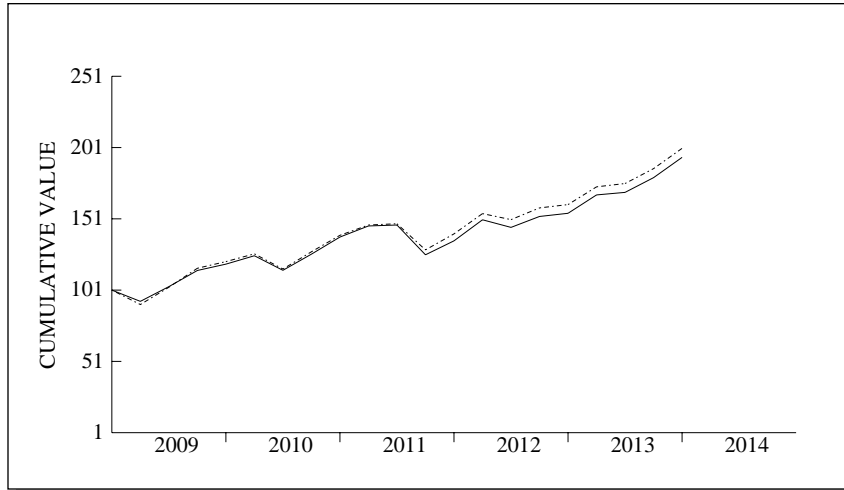
## Trailing Twelve Months

Manager	Benchmark	Value Added Vs. Benchmark
Northern Trust	S&P 500	-0.1
Rushmore	Russell 1000G	0.3 
Herndon Capital	Russell 1000V	 -1.5
Lee Munder	Russell 2500	 -3.4
Northern Trust	Wilshire 4500	 -0.5
Northern Trust	MSCI EAFE Net	0.2 
Eaton Vance	MSCI EM Net	3.8 
Principal	NCREIF ODCE	 -0.6
Hancock	NCREIF Timber	 -12.4
Molpus	NCREIF Timber	1.9 
C.S. McKee	Barclays Agg	0.5 
<b>Total Portfolio</b>	<b>Policy Index</b>	0.4 

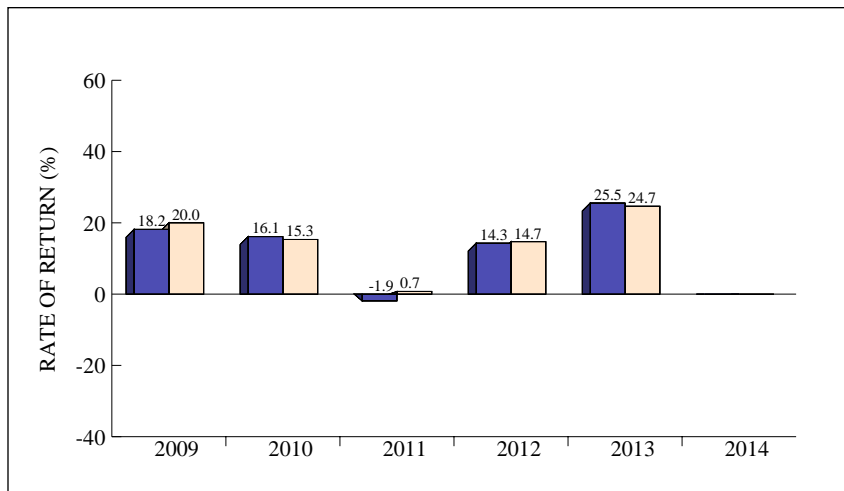
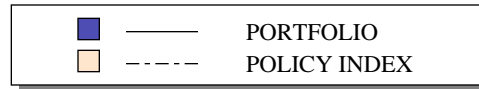
### INVESTMENT RETURN SUMMARY - ONE QUARTER

Name	Quarter Total Return	Market Value September 30th, 2013	Net Cashflow	Net Investment Return	Market Value December 31st, 2013
Northern Trust (LCC)	10.5	13,196,792	0	1,387,084	14,583,876
Rushmore (LCG)	12.5	11,046,523	-1,513	1,379,448	12,424,458
Herndon Capital (LCV)	12.5	11,993,411	-1,558	1,501,324	13,493,177
Lee Munder (SMID)	8.5	12,364,790	-1,639	1,046,884	13,410,035
Northern Trust (SMID)	8.5	9,807,749	0	837,164	10,644,913
Northern Trust (INEQ)	5.7	8,217,295	0	469,273	8,686,568
Eaton Vance (EMKT)	2.8	2,854,059	0	72,947	2,927,006
Principal (REAL)	3.3	4,717,394	0	144,497	4,861,891
Hancock (TIMB)	0.0	841,388	0	0	841,388
Molpus (TIMB)	0.0	1,605,099	0	0	1,605,099
C.S. McKee (CFIX)	0.2	6,608,907	1,699,052	16,950	8,324,909
Cash (CASH)	---	2,135,225	-422,270	59	1,713,014
<b>Total Fund</b>	<b>8.0</b>	<b>85,388,632</b>	<b>1,272,072</b>	<b>6,855,630</b>	<b>93,516,334</b>

**TOTAL RETURN COMPARISONS**



Public Fund Universe



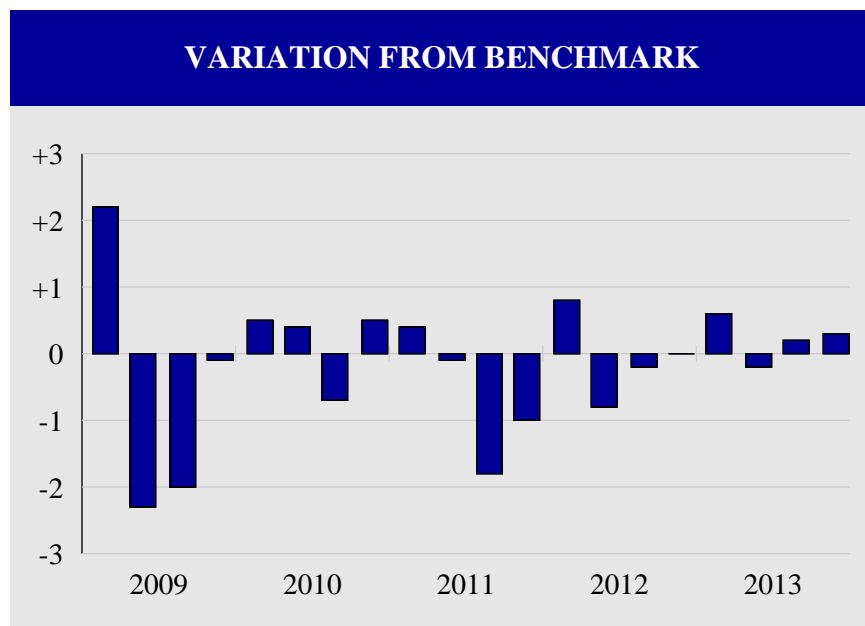
	<u>QTR</u>	<u>2QTRS</u>	<u>3QTRS</u>	<u>YEAR</u>	-----ANNUALIZED-----	
					<u>3 YRS</u>	<u>5 YRS</u>
RETURN	8.0	14.6	15.8	25.5	12.1	14.1
(RANK)	(1)	(2)	(1)	(1)	(4)	(9)
5TH %ILE	7.3	13.2	14.3	21.9	11.6	14.4
25TH %ILE	6.1	11.6	11.8	18.3	10.4	13.0
MEDIAN	5.4	10.6	10.6	16.5	9.6	12.4
75TH %ILE	4.7	9.4	8.9	14.1	8.6	11.7
95TH %ILE	2.9	6.2	3.6	7.1	6.6	9.9
<b>Policy Idx</b>	<b>7.7</b>	<b>14.1</b>	<b>15.6</b>	<b>24.7</b>	<b>12.9</b>	<b>14.8</b>

Public Fund Universe



### TOTAL PORTFOLIO QUARTERLY PERFORMANCE SUMMARY

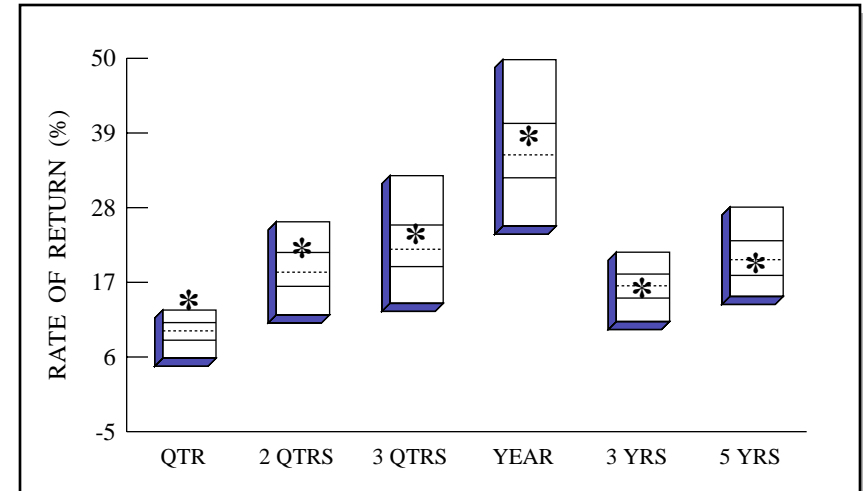
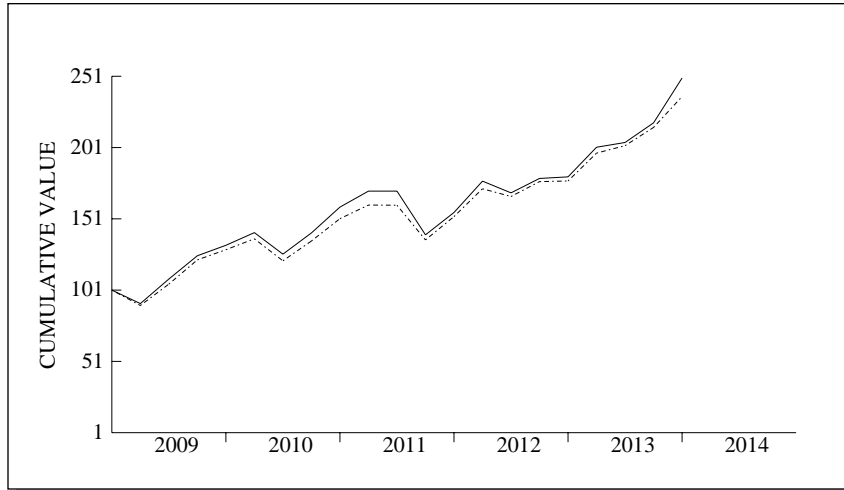
COMPARATIVE BENCHMARK: MIRAMAR POLICY INDEX



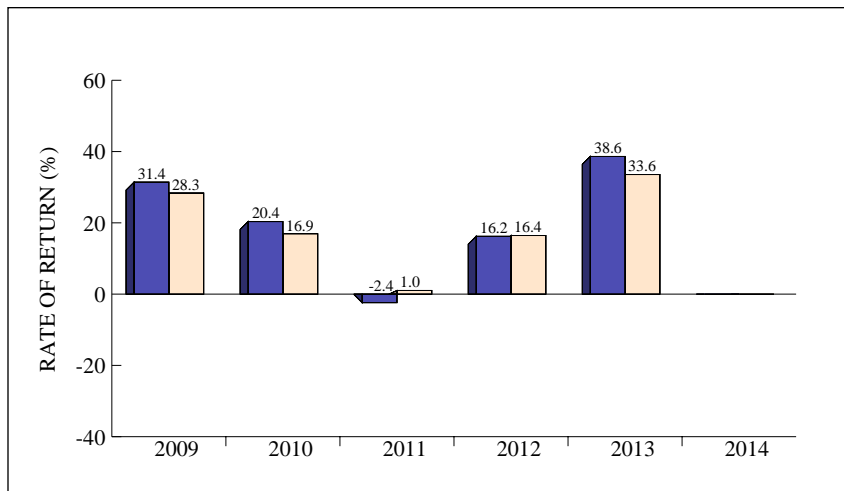
RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
3/09	-7.9	-10.1	2.2
6/09	11.3	13.6	-2.3
9/09	11.0	13.0	-2.0
12/09	3.9	4.0	-0.1
3/10	5.0	4.5	0.5
6/10	-8.2	-8.6	0.4
9/10	9.9	10.6	-0.7
12/10	9.6	9.1	0.5
3/11	5.7	5.3	0.4
6/11	0.5	0.6	-0.1
9/11	-14.3	-12.5	-1.8
12/11	7.8	8.8	-1.0
3/12	11.0	10.2	0.8
6/12	-3.6	-2.8	-0.8
9/12	5.3	5.5	-0.2
12/12	1.4	1.4	0.0
3/13	8.4	7.8	0.6
6/13	1.1	1.3	-0.2
9/13	6.2	6.0	0.2
12/13	8.0	7.7	0.3

<b>Total Quarters Observed</b>	<b>20</b>
<b>Quarters At or Above the Benchmark</b>	<b>10</b>
<b>Quarters Below the Benchmark</b>	<b>10</b>
<b>Batting Average</b>	<b>.500</b>

**DOMESTIC EQUITY RETURN COMPARISONS**



All Cap Universe

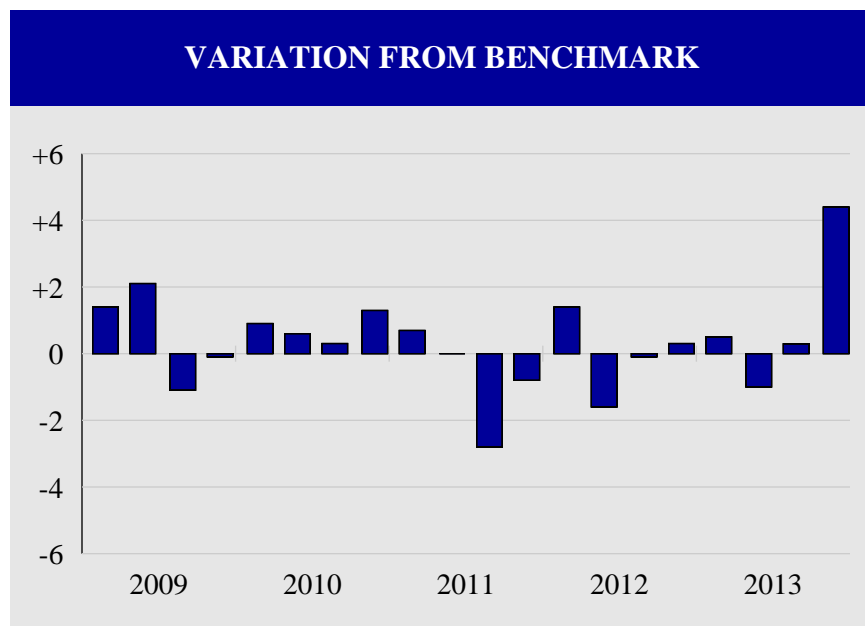


	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	14.5	22.2	24.2	38.6	16.3	20.0
(RANK)	( 1)	(21)	(33)	(33)	(53)	(54)
5TH %ILE	12.9	25.9	32.7	49.8	21.4	28.1
25TH %ILE	11.1	21.4	25.5	40.4	18.2	23.1
MEDIAN	9.9	18.5	21.9	35.8	16.5	20.4
75TH %ILE	8.5	16.4	19.3	32.4	14.7	18.0
95TH %ILE	5.8	12.2	13.9	25.3	11.2	14.9
<b>Russ 3000</b>	<b>10.1</b>	<b>17.1</b>	<b>20.2</b>	<b>33.6</b>	<b>16.2</b>	<b>18.7</b>

All Cap Universe

**DOMESTIC EQUITY QUARTERLY PERFORMANCE SUMMARY**

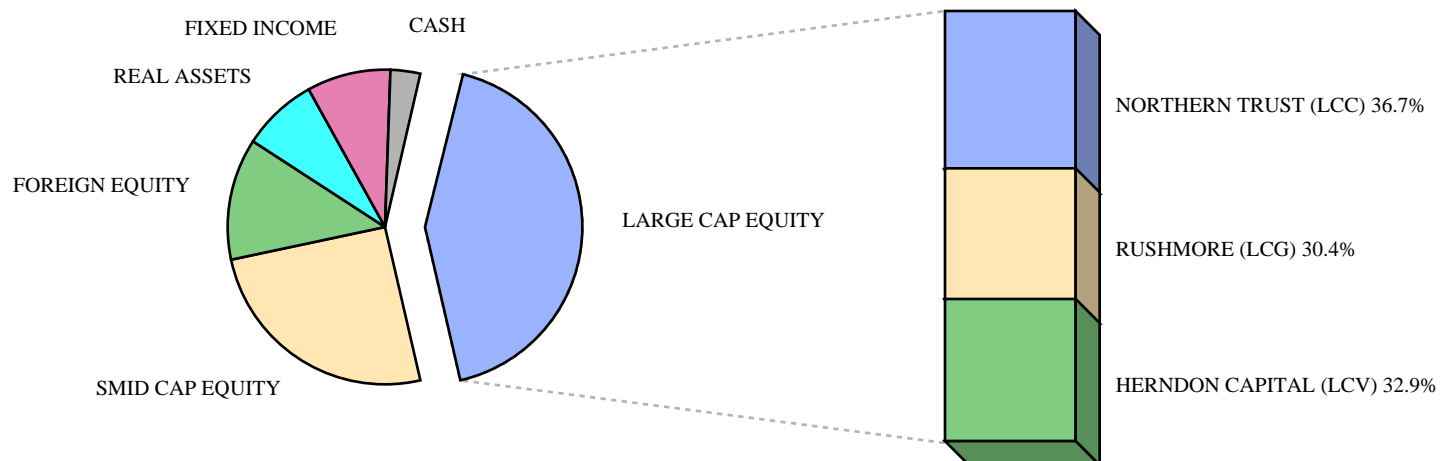
**COMPARATIVE BENCHMARK: RUSSELL 3000**



<b>Total Quarters Observed</b>	<b>20</b>
<b>Quarters At or Above the Benchmark</b>	<b>13</b>
<b>Quarters Below the Benchmark</b>	<b>7</b>
<b>Batting Average</b>	<b>.650</b>

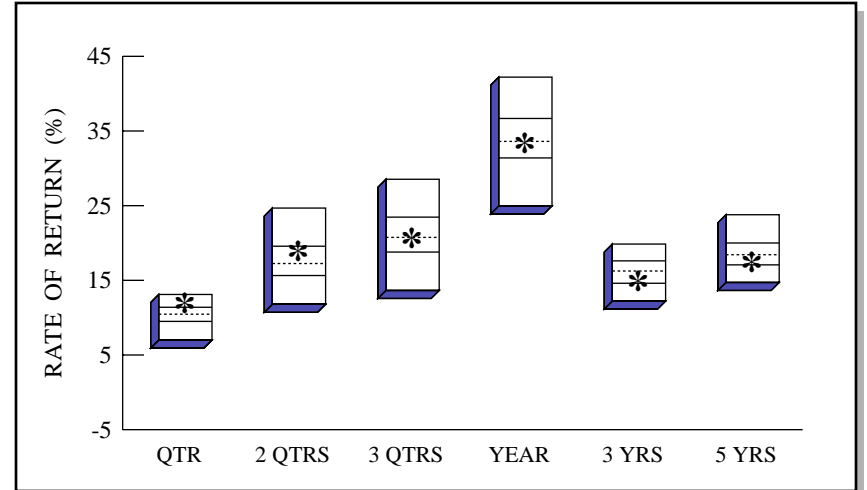
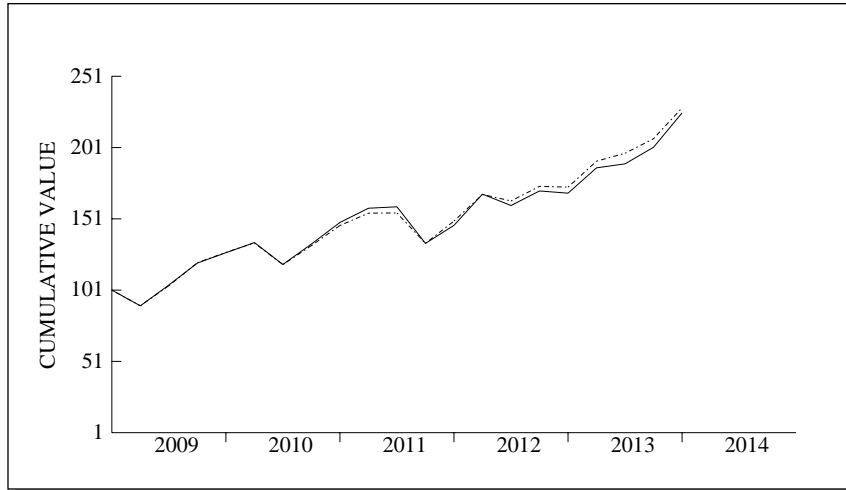
<b>RATES OF RETURN</b>			
Date	Portfolio	Benchmark	Difference
3/09	-9.4	-10.8	1.4
6/09	18.9	16.8	2.1
9/09	15.2	16.3	-1.1
12/09	5.8	5.9	-0.1
3/10	6.8	5.9	0.9
6/10	-10.7	-11.3	0.6
9/10	11.8	11.5	0.3
12/10	12.9	11.6	1.3
3/11	7.1	6.4	0.7
6/11	0.0	0.0	0.0
9/11	-18.1	-15.3	-2.8
12/11	11.3	12.1	-0.8
3/12	14.3	12.9	1.4
6/12	-4.7	-3.1	-1.6
9/12	6.1	6.2	-0.1
12/12	0.6	0.3	0.3
3/13	11.6	11.1	0.5
6/13	1.7	2.7	-1.0
9/13	6.7	6.4	0.3
12/13	14.5	10.1	4.4

### LARGE CAP EQUITY MANAGER SUMMARY

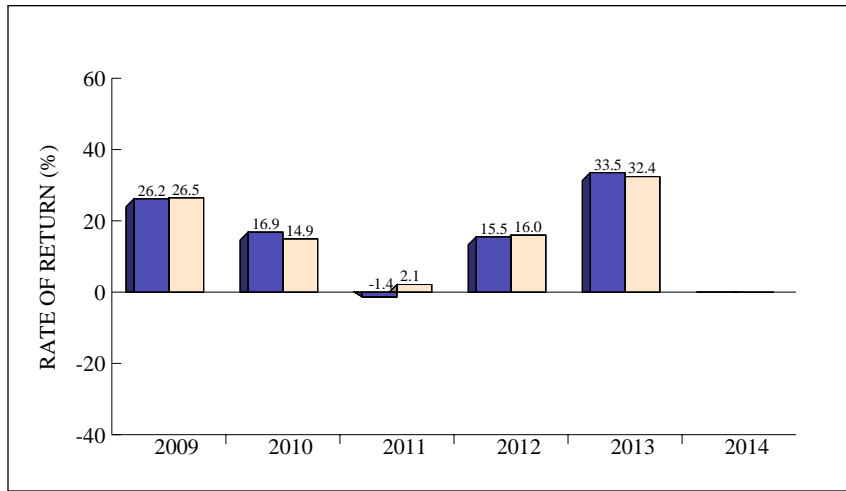


TOTAL RETURNS AND RANKINGS							
MANAGER	(UNIVERSE)	QTR	FYTD	1 YEAR	3 YEARS	5 YEARS	MARKET VALUE
NORTHERN TRUST	(Large Cap Core)	10.5 (49)	10.5 (49)	32.4 (63)	16.2 (59)	18.1 (57)	\$14,583,876
<i>S&amp;P 500</i>		<i>10.5 ----</i>	<i>10.5 ----</i>	<i>32.4 ----</i>	<i>16.2 ----</i>	<i>17.9 ----</i>	<i>----</i>
RUSHMORE	(Large Cap Growth)	12.5 (15)	12.5 (15)	34.4 (55)	11.5 (97)	---- ----	\$12,424,458
<i>Russell 1000 Growth</i>		<i>10.4 ----</i>	<i>10.4 ----</i>	<i>33.5 ----</i>	<i>16.4 ----</i>	<i>20.4 ----</i>	<i>----</i>
HERNDON CAPITAL	(Large Cap Value)	12.5 (8)	12.5 (8)	31.7 (72)	16.2 (45)	---- ----	\$13,493,177
<i>Russell 1000 Value</i>		<i>10.0 ----</i>	<i>10.0 ----</i>	<i>32.5 ----</i>	<i>16.1 ----</i>	<i>16.7 ----</i>	<i>----</i>

**LARGE CAP EQUITY RETURN COMPARISONS**



Large Cap Universe

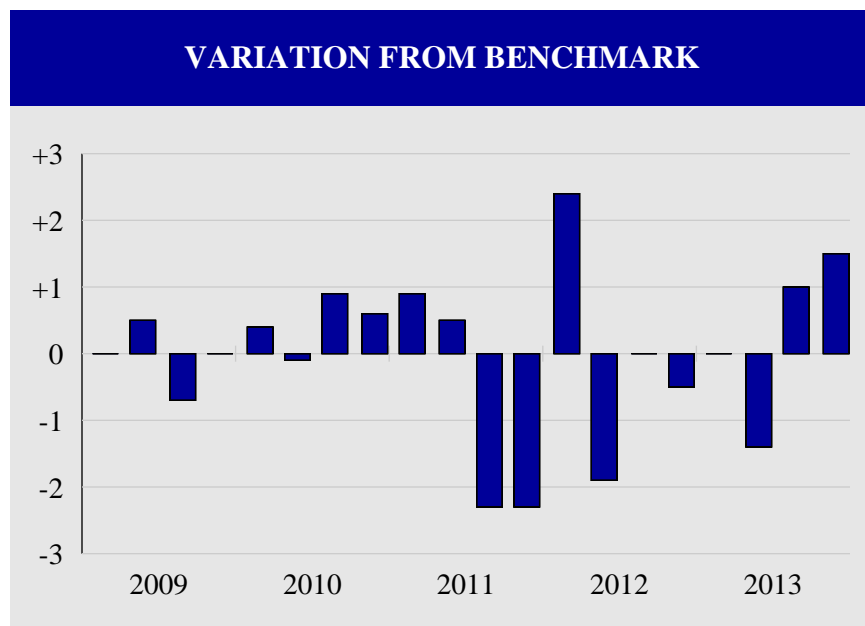


	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	12.0	19.0	20.7	33.5	15.0	17.5
(RANK)	(15)	(31)	(51)	(51)	(72)	(68)
5TH %ILE	13.1	24.7	28.5	42.2	19.9	23.8
25TH %ILE	11.4	19.6	23.5	36.7	17.6	20.0
MEDIAN	10.5	17.2	20.8	33.6	16.2	18.4
75TH %ILE	9.5	15.7	18.8	31.4	14.6	17.1
95TH %ILE	7.0	11.8	13.7	25.0	12.2	14.7
<b>S&amp;P 500</b>	<b>10.5</b>	<b>16.3</b>	<b>19.7</b>	<b>32.4</b>	<b>16.2</b>	<b>17.9</b>

Large Cap Universe

## LARGE CAP EQUITY QUARTERLY PERFORMANCE SUMMARY

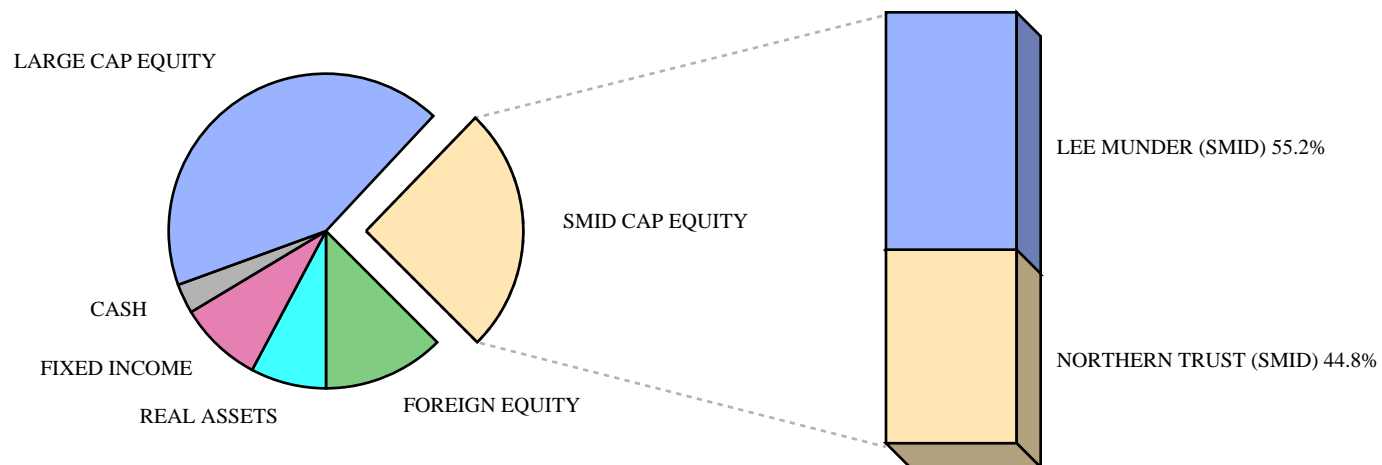
COMPARATIVE BENCHMARK: S&P 500



<b>Total Quarters Observed</b>	<b>20</b>
<b>Quarters At or Above the Benchmark</b>	<b>13</b>
<b>Quarters Below the Benchmark</b>	<b>7</b>
<b>Batting Average</b>	<b>.650</b>

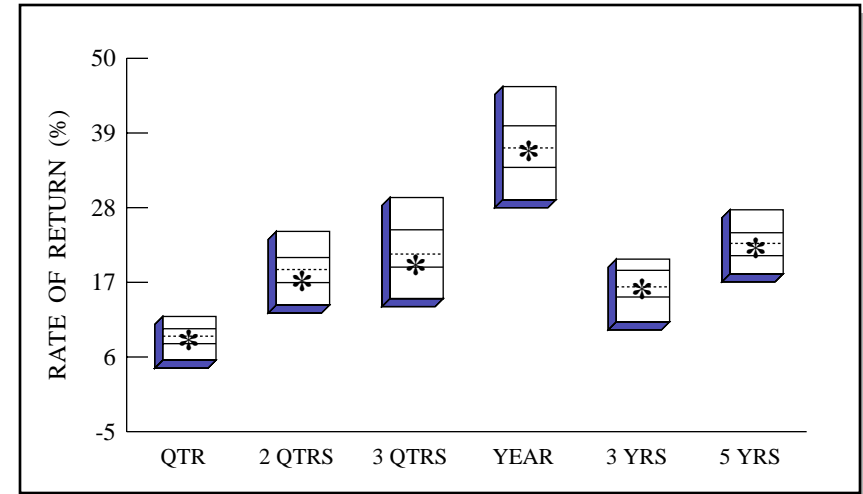
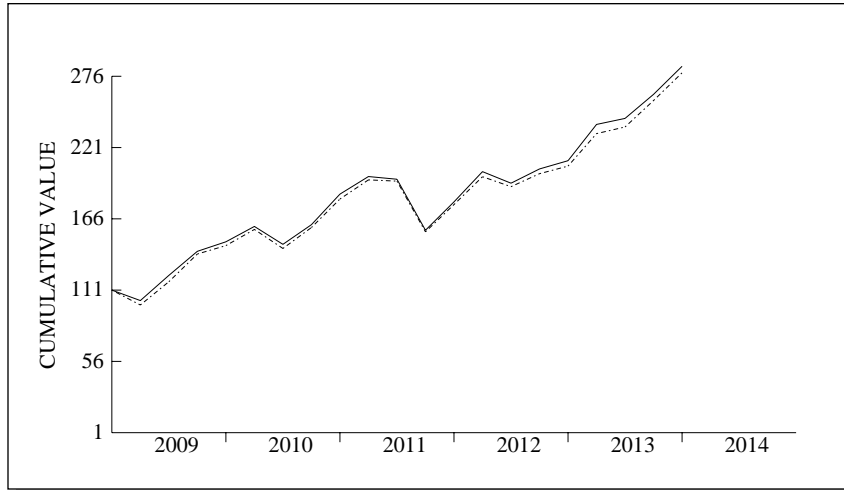
RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
3/09	-11.0	-11.0	0.0
6/09	16.4	15.9	0.5
9/09	14.9	15.6	-0.7
12/09	6.0	6.0	0.0
3/10	5.7	5.3	0.4
6/10	-11.5	-11.4	-0.1
9/10	12.2	11.3	0.9
12/10	11.4	10.8	0.6
3/11	6.8	5.9	0.9
6/11	0.6	0.1	0.5
9/11	-16.2	-13.9	-2.3
12/11	9.5	11.8	-2.3
3/12	15.0	12.6	2.4
6/12	-4.7	-2.8	-1.9
9/12	6.3	6.3	0.0
12/12	-0.9	-0.4	-0.5
3/13	10.6	10.6	0.0
6/13	1.5	2.9	-1.4
9/13	6.2	5.2	1.0
12/13	12.0	10.5	1.5

**SMID CAP EQUITY MANAGER SUMMARY**

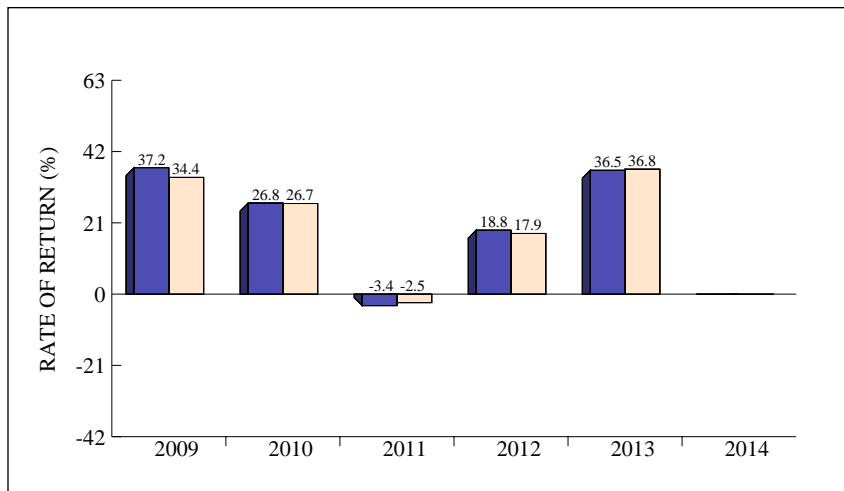


TOTAL RETURNS AND RANKINGS							
MANAGER	(UNIVERSE)	QTR	FYTD	1 YEAR	3 YEARS	5 YEARS	MARKET VALUE
LEE MUNDER	(Smid Cap)	8.5 (62)	8.5 (62)	34.2 (73)	15.7 (60)	21.4 (70)	\$13,410,035
<i>Russell 2500</i>		8.7 ----	8.7 ----	36.8 ----	16.3 ----	21.8 ----	----
NORTHERN TRUST	(Smid Cap)	8.5 (61)	8.5 (61)	38.0 (42)	16.1 (56)	22.6 (53)	\$10,644,913
<i>Wilshire 4500</i>		8.5 ----	8.5 ----	38.4 ----	16.1 ----	22.5 ----	----

### SMID CAP EQUITY RETURN COMPARISONS



Smid Cap Universe



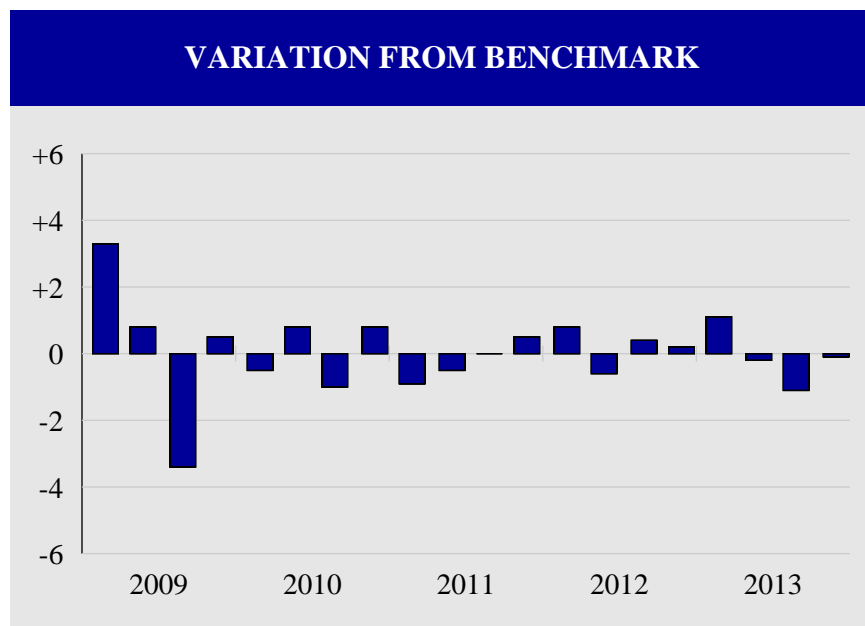
	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	8.6	17.3	19.7	36.5	16.1	22.2
(RANK)	(60)	(72)	(71)	(53)	(56)	(58)
5TH %ILE	12.0	24.5	29.5	45.8	20.4	27.7
25TH %ILE	10.2	20.6	24.7	40.1	18.8	24.3
MEDIAN	9.1	18.9	21.2	36.8	16.3	22.7
75TH %ILE	8.0	17.0	19.2	33.9	14.8	20.9
95TH %ILE	5.5	13.7	14.6	29.2	11.2	18.3
<b>Russ 2500</b>	<b>8.7</b>	<b>18.5</b>	<b>21.2</b>	<b>36.8</b>	<b>16.3</b>	<b>21.8</b>

Smid Cap Universe



**SMID CAP EQUITY QUARTERLY PERFORMANCE SUMMARY**

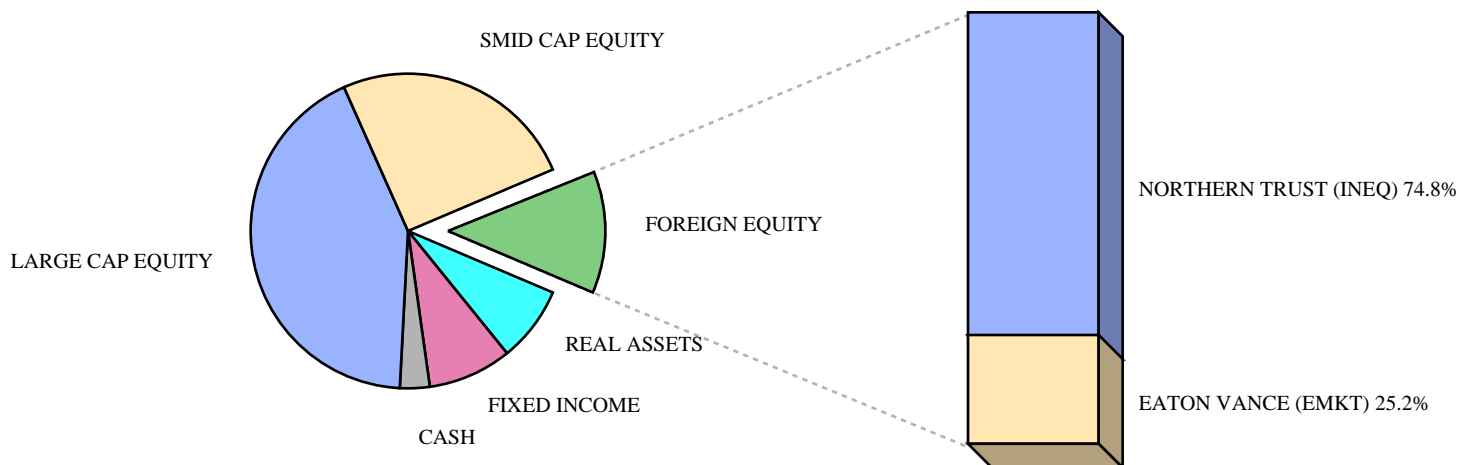
**COMPARATIVE BENCHMARK: RUSSELL 2500**



RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
3/09	-8.1	-11.4	3.3
6/09	21.1	20.3	0.8
9/09	16.7	20.1	-3.4
12/09	5.6	5.1	0.5
3/10	8.7	9.2	-0.5
6/10	-9.2	-10.0	0.8
9/10	11.2	12.2	-1.0
12/10	15.6	14.8	0.8
3/11	7.8	8.7	-0.9
6/11	-1.1	-0.6	-0.5
9/11	-21.2	-21.2	0.0
12/11	15.0	14.5	0.5
3/12	13.8	13.0	0.8
6/12	-4.7	-4.1	-0.6
9/12	6.0	5.6	0.4
12/12	3.3	3.1	0.2
3/13	14.0	12.9	1.1
6/13	2.1	2.3	-0.2
9/13	8.0	9.1	-1.1
12/13	8.6	8.7	-0.1

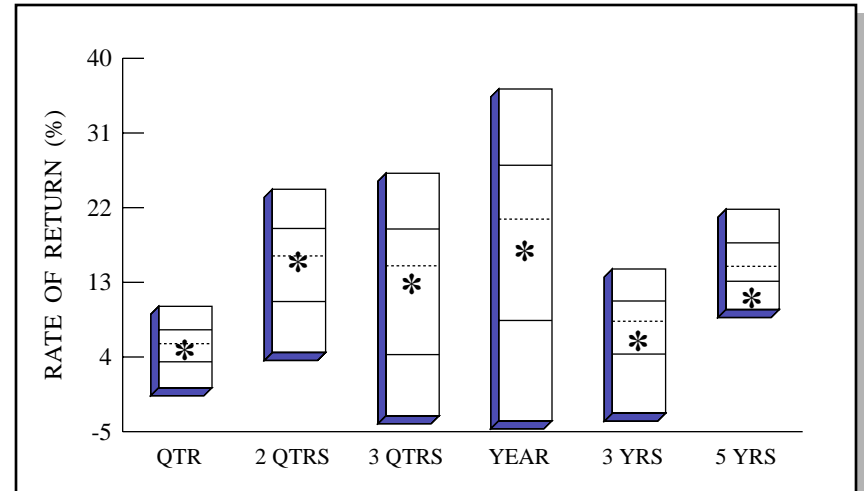
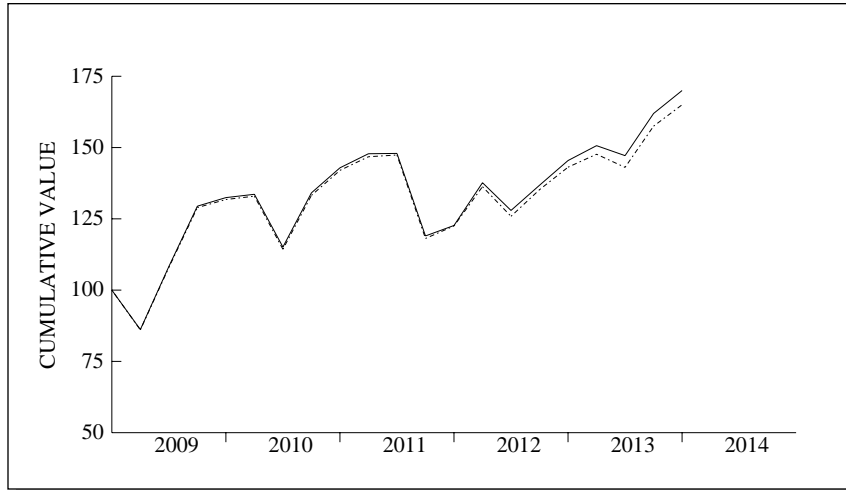
<b>Total Quarters Observed</b>	<b>20</b>
<b>Quarters At or Above the Benchmark</b>	<b>11</b>
<b>Quarters Below the Benchmark</b>	<b>9</b>
<b>Batting Average</b>	<b>.550</b>

**FOREIGN EQUITY MANAGER SUMMARY**



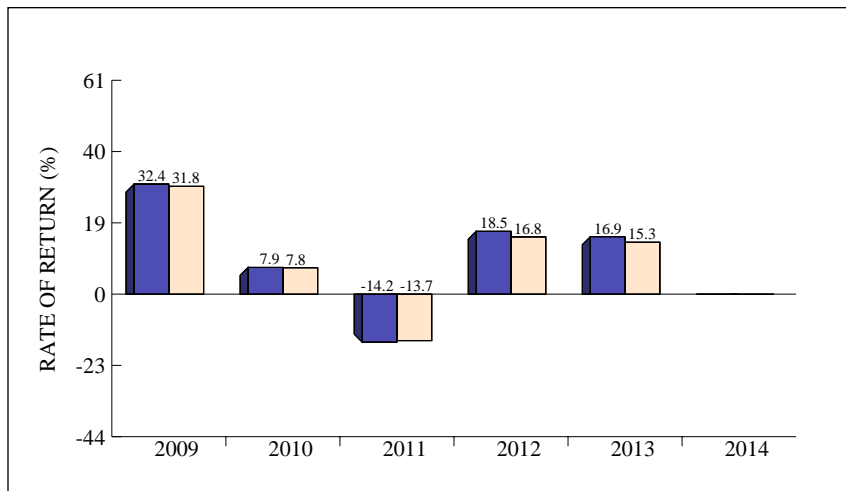
TOTAL RETURNS AND RANKINGS							
MANAGER	(UNIVERSE)	QTR	FYTD	1 YEAR	3 YEARS	5 YEARS	MARKET VALUE
NORTHERN TRUST	(International Equity)	5.7 (48)	5.7 (48)	23.1 (42)	8.5 (48)	12.8 (80)	\$8,686,568
<i>MSCI EAFE Net</i>		<i>5.7 ---</i>	<i>5.7 ---</i>	<i>22.8 ---</i>	<i>8.2 ---</i>	<i>12.4 ---</i>	<i>---</i>
EATON VANCE	(Emerging Markets)	2.8 (45)	2.8 (45)	2.3 (36)	--- ---	--- ---	\$2,927,006
<i>MSCI Emerging Markets Net</i>		<i>1.8 ---</i>	<i>1.8 ---</i>	<i>-2.6 ---</i>	<i>-2.1 ---</i>	<i>14.8 ---</i>	<i>---</i>

**FOREIGN EQUITY RETURN COMPARISONS**



■ ——— PORTFOLIO  
■ - - - - - HYBRID INDEX

International Equity Universe

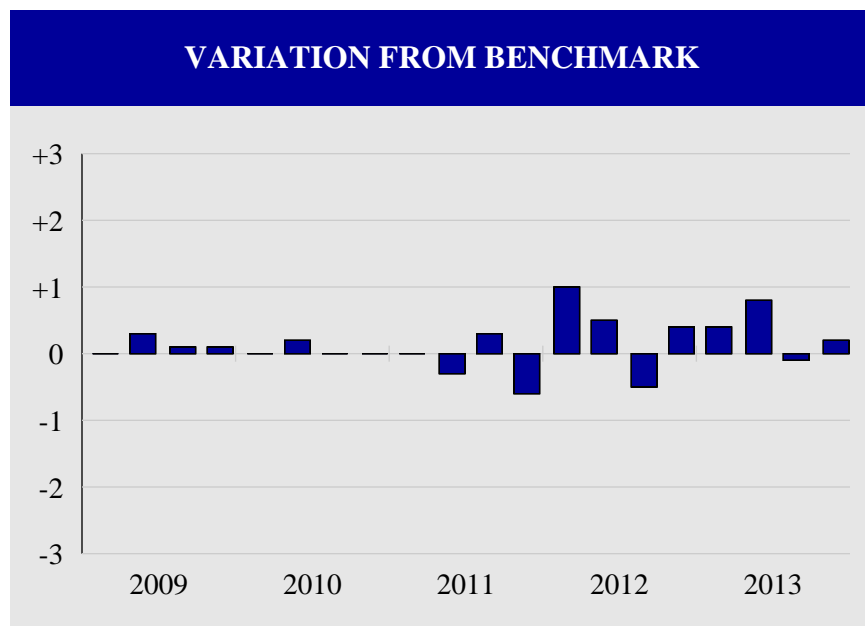


	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	5.0	15.5	12.8	16.9	6.0	11.2
(RANK)	(60)	(55)	(60)	(64)	(68)	(91)
5TH %ILE	10.1	24.2	26.2	36.3	14.6	21.8
25TH %ILE	7.3	19.5	19.4	27.1	10.8	17.8
MEDIAN	5.6	16.2	15.0	20.6	8.3	14.9
75TH %ILE	3.4	10.7	4.3	8.4	4.4	13.1
95TH %ILE	0.3	4.5	-3.1	-3.7	-2.8	9.7
<b>Hybrid Ix</b>	<b>4.8</b>	<b>15.3</b>	<b>11.7</b>	<b>15.3</b>	<b>5.1</b>	<b>10.5</b>

International Equity Universe

## FOREIGN EQUITY QUARTERLY PERFORMANCE SUMMARY

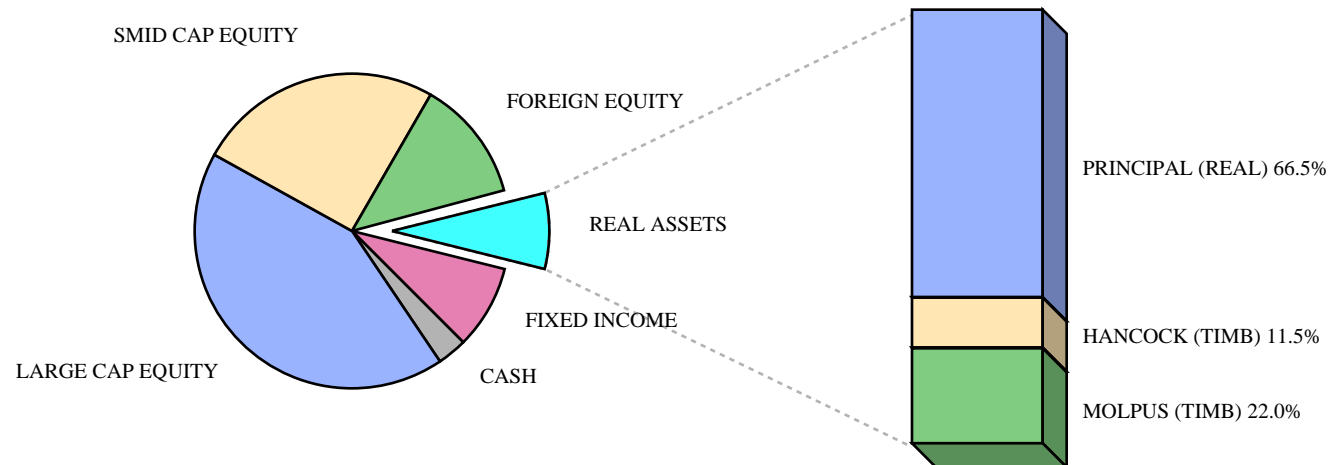
COMPARATIVE BENCHMARK: FOREIGN EQUITY HYBRID INDEX



<b>Total Quarters Observed</b>	<b>20</b>
<b>Quarters At or Above the Benchmark</b>	<b>16</b>
<b>Quarters Below the Benchmark</b>	<b>4</b>
<b>Batting Average</b>	<b>.800</b>

RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
3/09	-13.9	-13.9	0.0
6/09	25.7	25.4	0.3
9/09	19.6	19.5	0.1
12/09	2.3	2.2	0.1
3/10	0.9	0.9	0.0
6/10	-13.8	-14.0	0.2
9/10	16.5	16.5	0.0
12/10	6.6	6.6	0.0
3/11	3.4	3.4	0.0
6/11	0.1	0.4	-0.3
9/11	-19.6	-19.9	0.3
12/11	3.1	3.7	-0.6
3/12	12.2	11.2	1.0
6/12	-7.1	-7.6	0.5
9/12	6.9	7.4	-0.5
12/12	6.3	5.9	0.4
3/13	3.6	3.2	0.4
6/13	-2.3	-3.1	0.8
9/13	10.0	10.1	-0.1
12/13	5.0	4.8	0.2

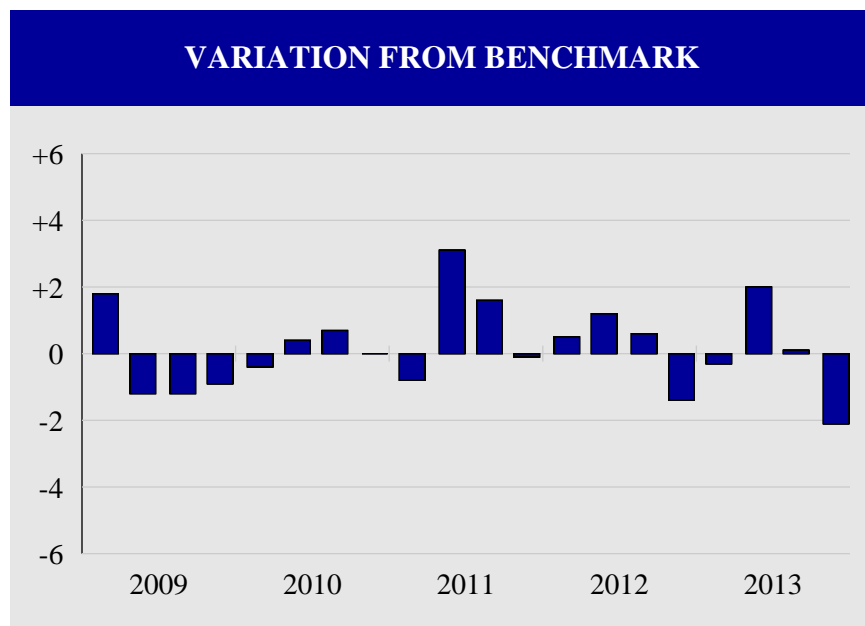
**REAL ASSETS MANAGER SUMMARY**



TOTAL RETURNS AND RANKINGS							
MANAGER	(UNIVERSE)	QTR	FYTD	1 YEAR	3 YEARS	5 YEARS	MARKET VALUE
PRINCIPAL		3.3 ---	3.3 ---	14.6 ---	14.6 ---	4.1 ---	\$4,861,891
<i>NCREIF NFI-ODCE Index</i>		<i>3.2 ---</i>	<i>3.2 ---</i>	<i>14.0 ---</i>	<i>13.6 ---</i>	<i>3.7 ---</i>	---
HANCOCK		0.0 ---	0.0 ---	-2.0 ---	---	---	\$841,388
MOLPUS		0.0 ---	0.0 ---	12.4 ---	---	---	\$1,605,099
<i>NCREIF Timber Index</i>		<i>5.9 ---</i>	<i>5.9 ---</i>	<i>9.7 ---</i>	<i>6.3 ---</i>	<i>2.7 ---</i>	---

## REAL ASSETS QUARTERLY PERFORMANCE SUMMARY

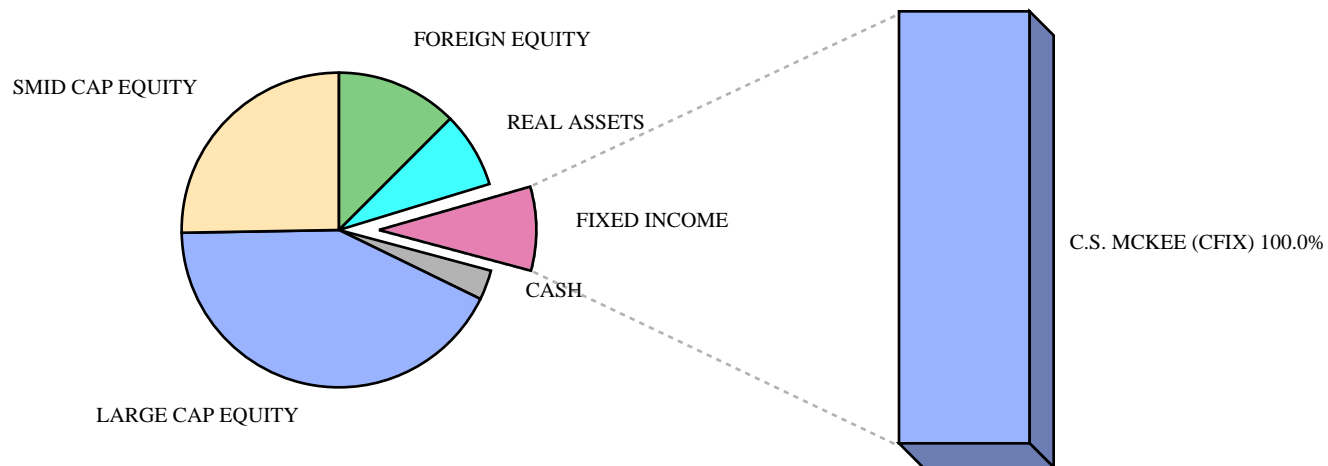
COMPARATIVE BENCHMARK: REAL ASSET BLENDED INDEX



<b>Total Quarters Observed</b>	<b>20</b>
<b>Quarters At or Above the Benchmark</b>	<b>11</b>
<b>Quarters Below the Benchmark</b>	<b>9</b>
<b>Batting Average</b>	<b>.550</b>

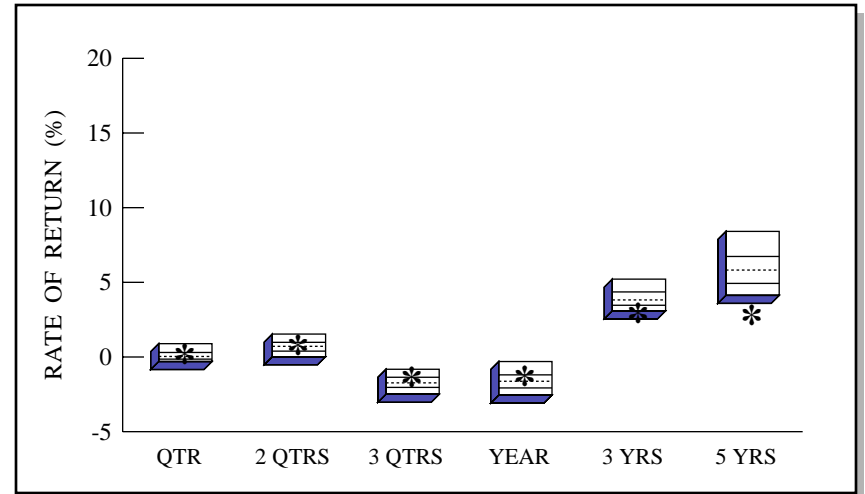
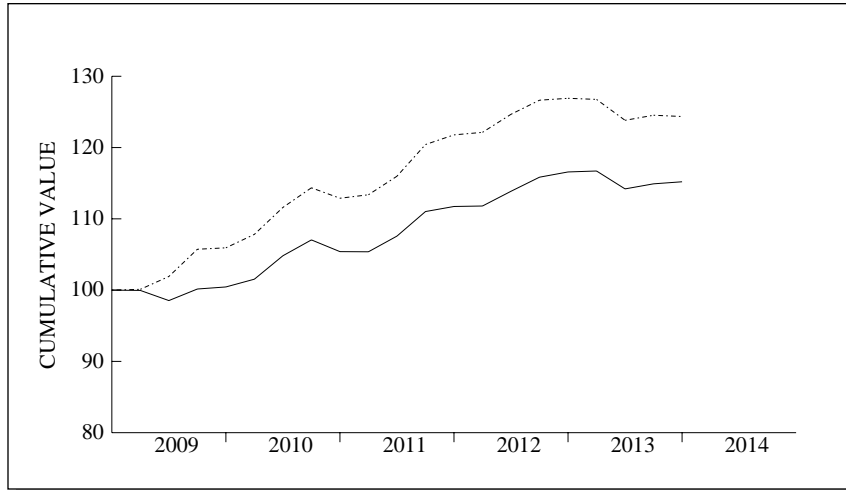
RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
3/09	-11.9	-13.7	1.8
6/09	-10.2	-9.0	-1.2
9/09	-8.5	-7.3	-1.2
12/09	-4.4	-3.5	-0.9
3/10	0.4	0.8	-0.4
6/10	4.8	4.4	0.4
9/10	6.1	5.4	0.7
12/10	5.0	5.0	0.0
3/11	3.2	4.0	-0.8
6/11	6.1	3.0	3.1
9/11	3.6	2.0	1.6
12/11	1.9	2.0	-0.1
3/12	2.3	1.8	0.5
6/12	3.0	1.8	1.2
9/12	2.6	2.0	0.6
12/12	2.4	3.8	-1.4
3/13	1.9	2.2	-0.3
6/13	4.7	2.7	2.0
9/13	2.7	2.6	0.1
12/13	2.2	4.3	-2.1

**FIXED INCOME MANAGER SUMMARY**

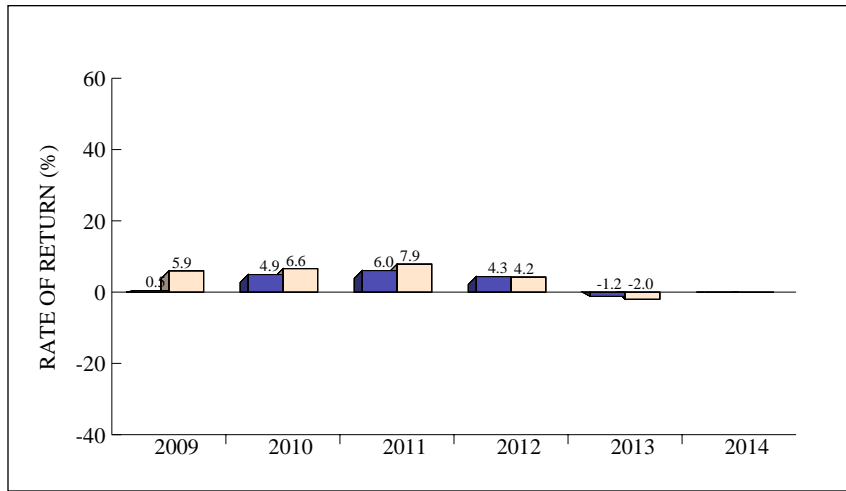


MANAGER	(UNIVERSE)	TOTAL RETURNS AND RANKINGS					MARKET VALUE
		QTR	FYTD	1 YEAR	3 YEARS	5 YEARS	
C.S. MCKEE	(Core Fixed Income)	0.2 (35)	0.2 (35)	-1.2 (24)	----	----	\$8,324,909
<i>Barclays Aggregate Index</i>		-0.1 ----	-0.1 ----	-2.0 ----	3.3 ----	4.5 ----	----

**FIXED INCOME RETURN COMPARISONS**



Core Fixed Income Universe



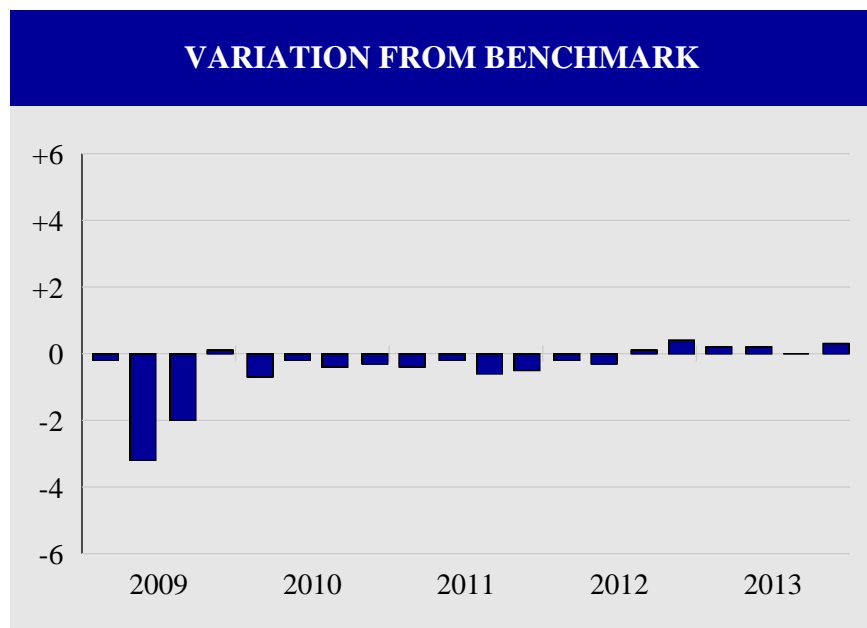
	QTR	2QTRS	3QTRS	YEAR	-----ANNUALIZED----- 3 YRS	5 YRS
RETURN	0.2	0.9	-1.3	-1.2	3.0	2.9
(RANK)	(32)	(35)	(21)	(26)	(97)	(99)
5TH %ILE	0.9	1.5	-0.8	-0.3	5.2	8.4
25TH %ILE	0.3	1.0	-1.4	-1.2	4.4	6.7
MEDIAN	0.0	0.7	-1.7	-1.6	3.8	5.8
75TH %ILE	-0.2	0.4	-2.0	-2.1	3.5	4.9
95TH %ILE	-0.3	0.0	-2.5	-2.6	3.1	4.1
<b>Agg Index</b>	<b>-0.1</b>	<b>0.4</b>	<b>-1.9</b>	<b>-2.0</b>	<b>3.3</b>	<b>4.5</b>

Core Fixed Income Universe



**FIXED INCOME QUARTERLY PERFORMANCE SUMMARY**

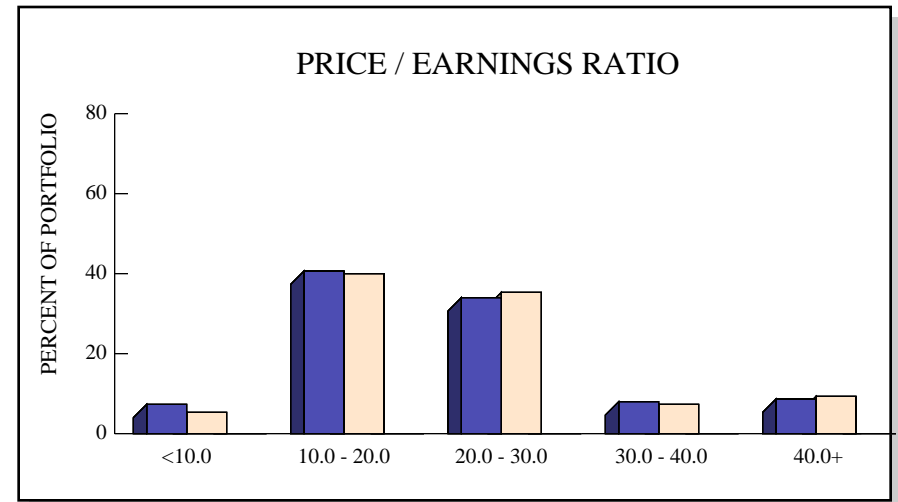
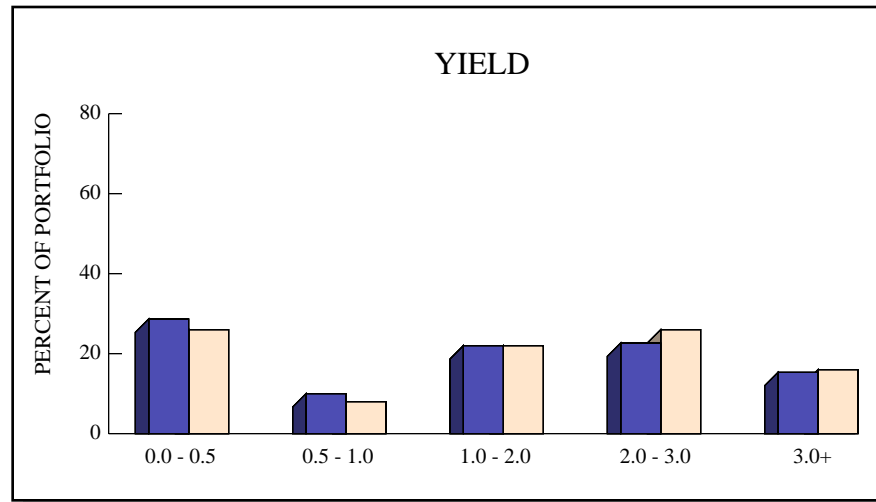
**COMPARATIVE BENCHMARK: BARCLAYS AGGREGATE INDEX**



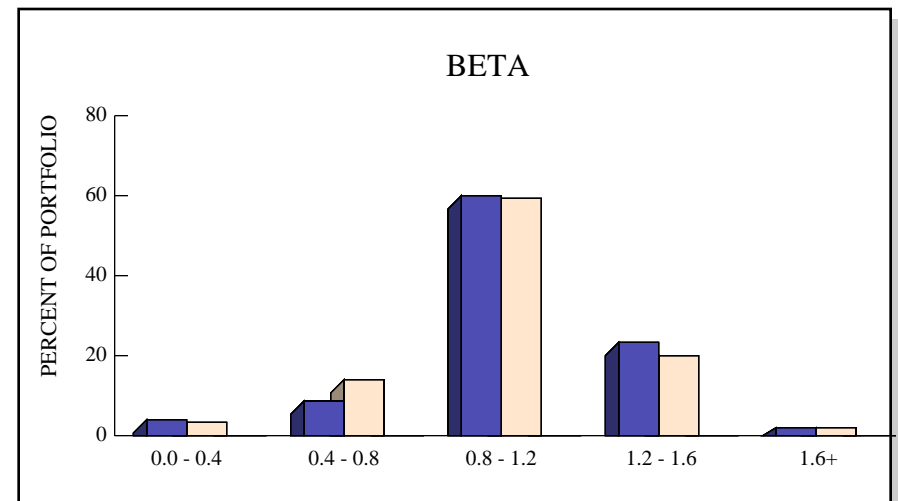
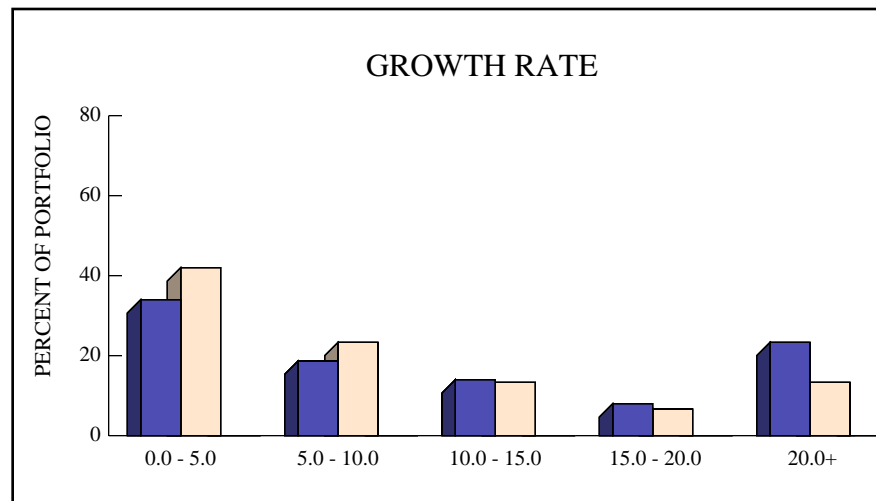
RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
3/09	-0.1	0.1	-0.2
6/09	-1.4	1.8	-3.2
9/09	1.7	3.7	-2.0
12/09	0.3	0.2	0.1
3/10	1.1	1.8	-0.7
6/10	3.3	3.5	-0.2
9/10	2.1	2.5	-0.4
12/10	-1.6	-1.3	-0.3
3/11	0.0	0.4	-0.4
6/11	2.1	2.3	-0.2
9/11	3.2	3.8	-0.6
12/11	0.6	1.1	-0.5
3/12	0.1	0.3	-0.2
6/12	1.8	2.1	-0.3
9/12	1.7	1.6	0.1
12/12	0.6	0.2	0.4
3/13	0.1	-0.1	0.2
6/13	-2.1	-2.3	0.2
9/13	0.6	0.6	0.0
12/13	0.2	-0.1	0.3

<b>Total Quarters Observed</b>	<b>20</b>
<b>Quarters At or Above the Benchmark</b>	<b>7</b>
<b>Quarters Below the Benchmark</b>	<b>13</b>
<b>Batting Average</b>	<b>.350</b>

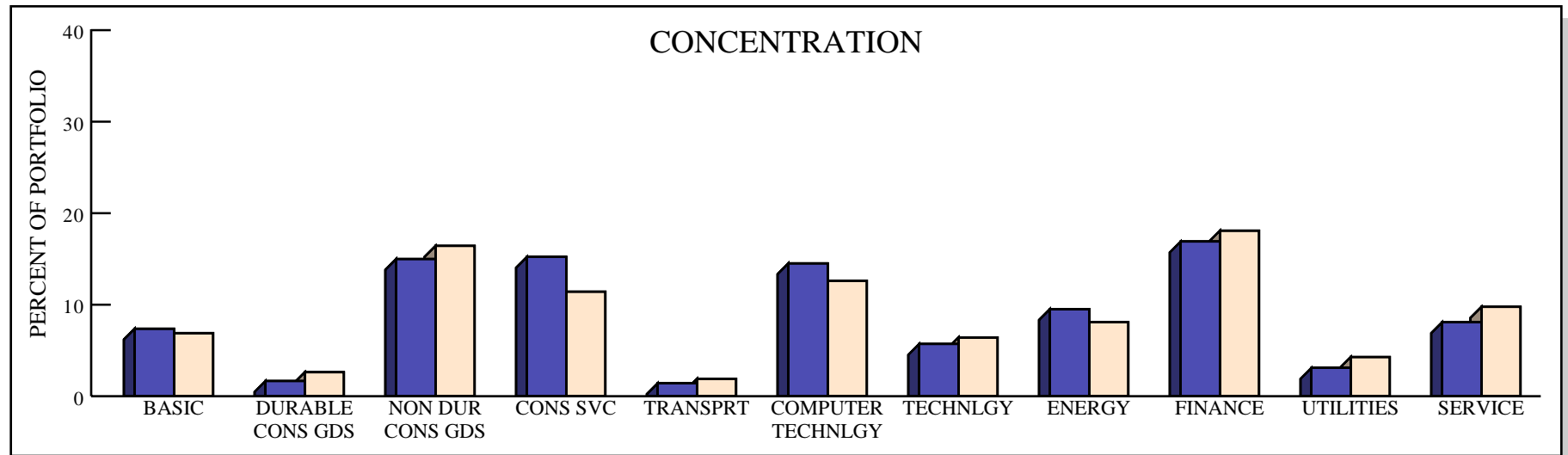
**STOCK CHARACTERISTICS**



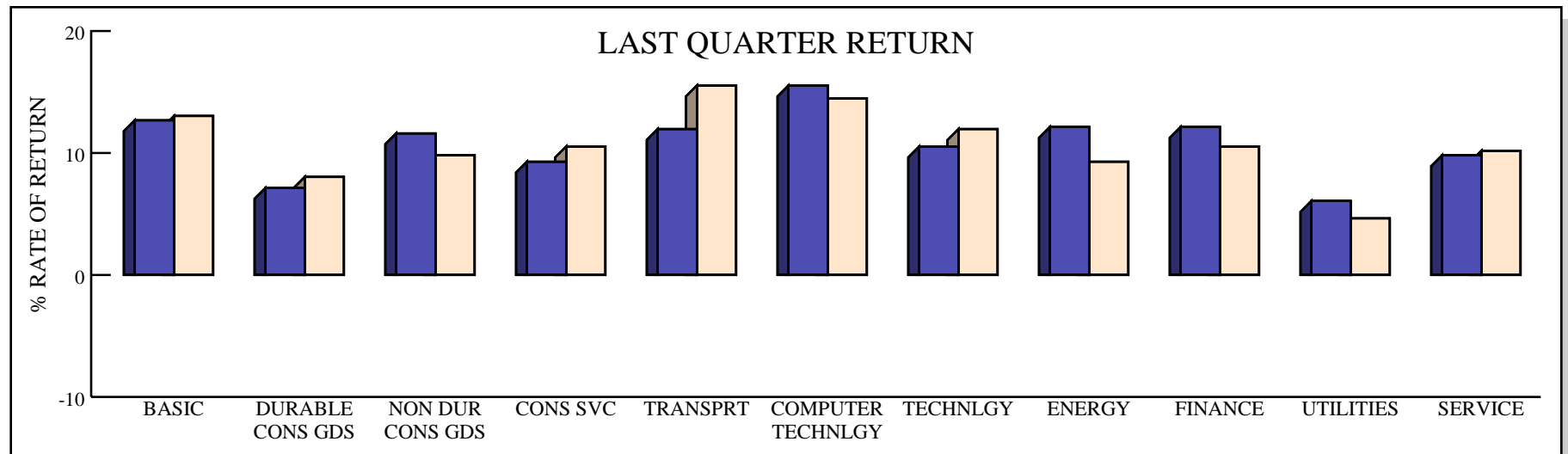
	YIELD	GROWTH	P/E	BETA
PORTFOLIO	1.7%	11.6%	22.4	1.01
RUSSELL 3000	1.8%	7.3%	22.7	1.00



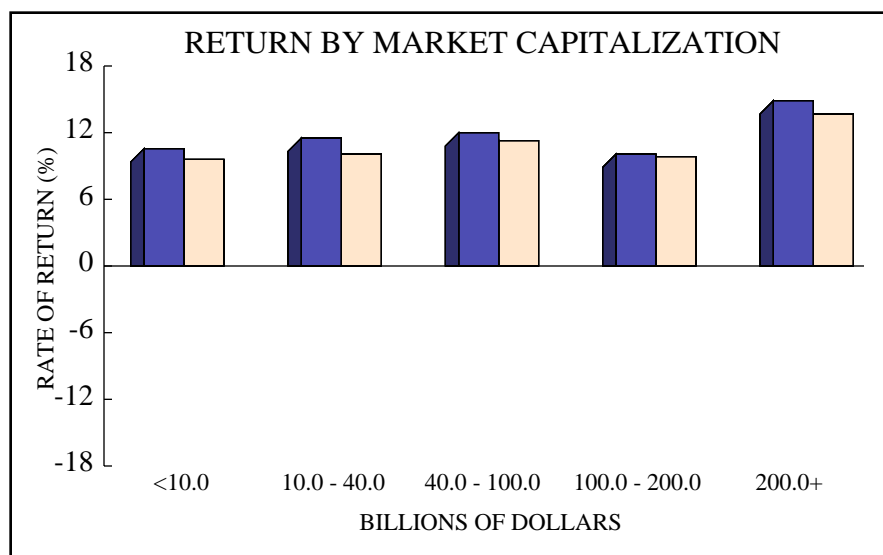
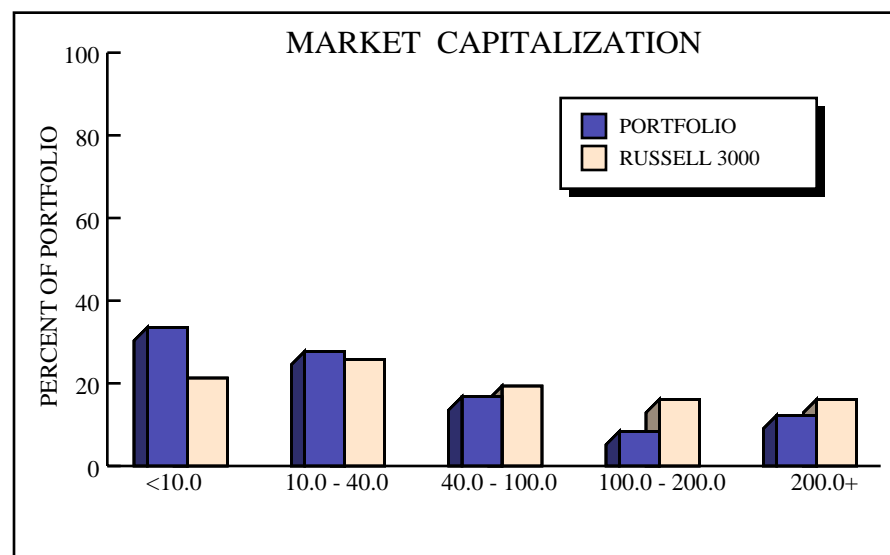
**STOCK INDUSTRY ANALYSIS**



■ PORTFOLIO      ■ RUSSELL 3000



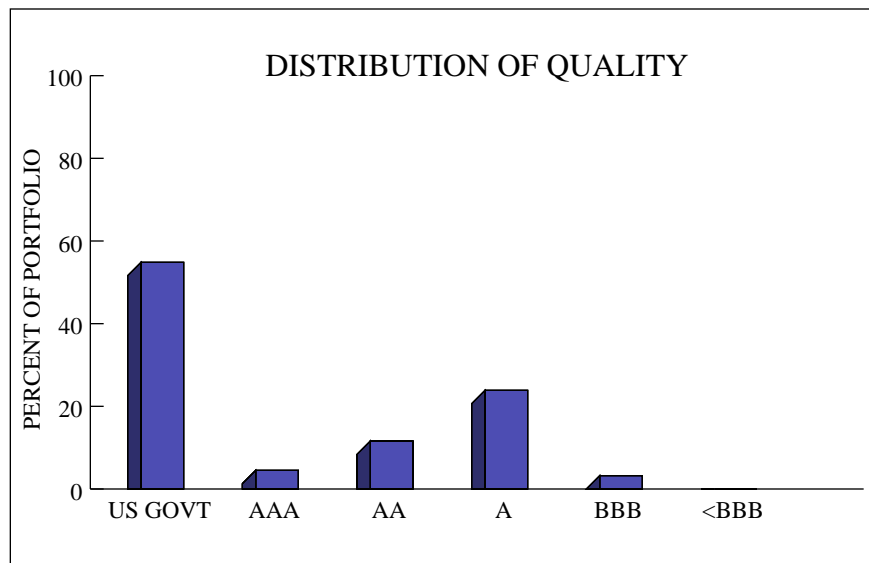
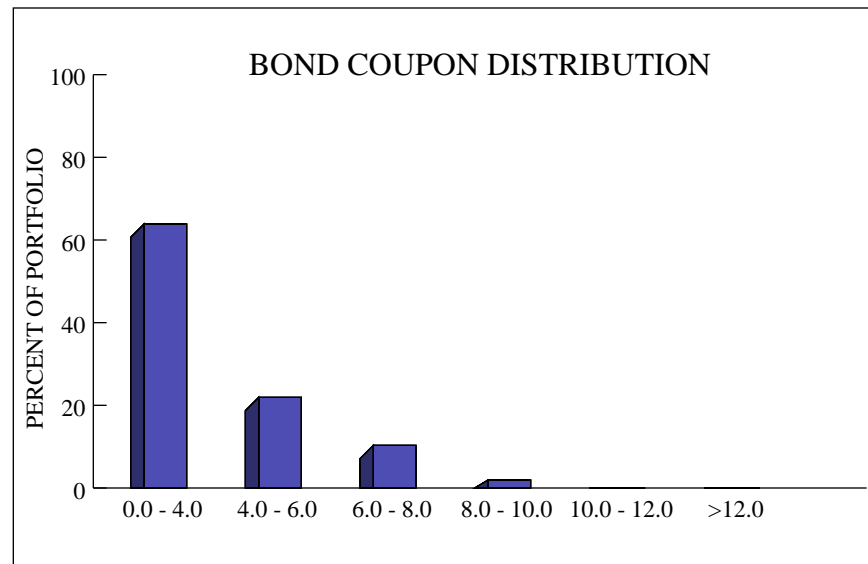
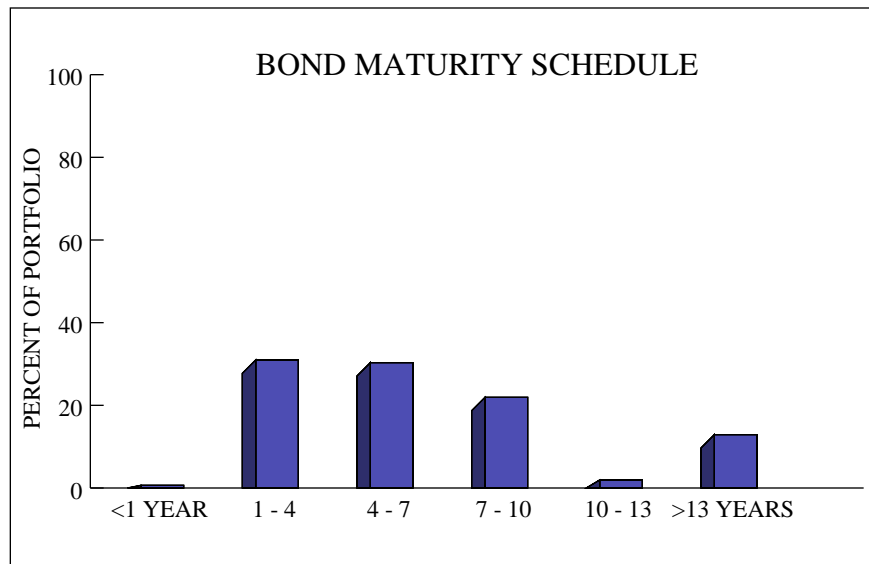
## TOP TEN HOLDINGS



## TOP TEN EQUITY HOLDINGS

RANK	NAME	VALUE	% EQUITY	RETURN	INDUSTRY SECTOR	MKT CAP
1	APPLE INC	\$ 1,593,552	2.51%	18.2%	Computer Tech	\$ 504.9 B
2	MICROSOFT CORP	949,973	1.50%	13.0%	Computer Tech	312.5 B
3	GOOGLE INC-CL A	926,827	1.46%	28.0%	Computer Tech	310.1 B
4	EXXON MOBIL CORP	670,855	1.06%	18.2%	Energy	442.1 B
5	MASTERCARD INC-CLASS A	512,972	.81%	24.2%	Finance	96.7 B
6	WESTERN DIGITAL CORP	495,094	.78%	32.6%	Computer Tech	19.8 B
7	INTL BUSINESS MACHINES CORP	494,059	.78%	1.8%	Service	203.7 B
8	STARBUCKS CORP	477,787	.75%	2.1%	Consumer Service	58.9 B
9	PHILIP MORRIS INTERNATIONAL	469,282	.74%	1.6%	NonDur Cons Goods	139.6 B
10	TJX COMPANIES INC	465,165	.73%	13.2%	Consumer Service	45.3 B

**BOND CHARACTERISTICS**



	<b>PORTFOLIO</b>	<b>BARCLAYS AGG</b>
No. of Securities	122	8,727
Duration	5.65	5.55
YTM	2.70	2.48
Average Coupon	3.36	3.34
Avg Maturity / WAL	7.50	7.58
Average Quality	AAA	USG-AAA

## APPENDIX - MAJOR MARKET INDEX RETURNS

<b>Domestic Equity</b>	<b>Style</b>	<b>QTR</b>	<b>FYTD</b>	<b>1 Year</b>	<b>3 years</b>	<b>5 Years</b>
Russell 3000	Broad Equity	10.1	10.1	33.6	16.2	18.7
S&P 500	Large Cap Core	10.5	10.5	32.4	16.2	17.9
Russell 1000	Large Cap Core	10.2	10.2	33.1	16.3	18.6
Russell 1000 Growth	Large Cap Growth	10.4	10.4	33.5	16.4	20.4
Russell 1000 Value	Large Cap Value	10.0	10.0	32.5	16.1	16.7
Russell Mid Cap	Midcap	8.4	8.4	34.8	15.9	22.4
Russell Mid Cap Growth	Midcap Growth	8.2	8.2	35.8	15.6	23.4
Russell Mid Cap Value	Midcap Value	8.6	8.6	33.5	16.0	21.2
Russell 2000	Small Cap	8.7	8.7	38.8	15.7	20.1
Russell 2000 Growth	Small Cap Growth	8.2	8.2	43.3	16.8	22.6
Russell 2000 Value	Small Cap Value	9.3	9.3	34.5	14.5	17.6

<b>International Equity</b>	<b>Style</b>	<b>QTR</b>	<b>FYTD</b>	<b>1 Year</b>	<b>3 years</b>	<b>5 Years</b>
MSCI EAFE	Developed Markets Equity	5.7	5.7	23.3	8.7	13.0
MSCI EAFE Growth	Developed Markets Growth	5.2	5.2	23.0	8.3	13.2
MSCI EAFE Value	Developed Markets Value	6.3	6.3	23.6	8.9	12.6
MSCI All Country World Ex US	Foreign Equity	4.8	4.8	15.8	5.6	13.3
MSCI Emerging Markets	Emerging Markets Equity	1.9	1.9	-2.3	-1.8	15.1

<b>Domestic Fixed Income</b>	<b>Style</b>	<b>QTR</b>	<b>FYTD</b>	<b>1 Year</b>	<b>3 years</b>	<b>5 Years</b>
Barclays Aggregate Index	Core Fixed Income	-0.1	-0.1	-2.0	3.3	4.5
Barclays Gov/Credit	Gov/Credit	0.0	0.0	-2.3	3.6	4.4
Barclays Capital Gov't Bond	Treasuries	-0.7	-0.7	-2.6	2.7	2.3
Barclays Capital Credit Bond	Corporate Bonds	1.1	1.1	-1.5	5.4	8.5
Intermediate Aggregate	Core Intermediate	-0.1	-0.1	-1.0	2.8	4.2
Intermediate Gov/Credit	Gov / Credit Intermediate	0.0	0.0	-0.9	2.9	4.0
ML/BoA 1-3 Year Treasury	Short Term Treasuries	0.1	0.1	0.4	0.6	1.0
CSFB High Yield	High Yield Bonds	3.4	3.4	7.5	9.2	18.1

<b>Alternative Assets</b>	<b>Style</b>	<b>QTR</b>	<b>FYTD</b>	<b>1 Year</b>	<b>3 years</b>	<b>5 Years</b>
Barclays Global Ex-US	International Treasuries	-1.4	-1.4	-4.9	0.3	0.7
NCREIF NFI-ODCE Index	Real Estate	3.2	3.2	14.0	13.6	3.7
HFRI FOF Composite	Hedge Funds	3.5	3.5	8.8	2.4	4.5

**APPENDIX - DISCLOSURES**

- \* The shadow index is a customized index that matches your portfolio's asset allocation on a quarterly basis. This index was calculated using the following asset classes and corresponding benchmarks:
 

Large Cap Equity	S&P 500
SMid Cap Equity	Russell 2500
Foreign Equity	Foreign Equity Hybrid Index
Real Assets	Real Asset Blended Index
Fixed Income	Barclays Aggregate Index
Cash & Equivalent	90 Day T Bill
- \* The policy index is a passive policy-weighted index and was constructed as follows:
 

70% Wilshire 5000	10% MSCI EAFE Net	10% Barclay's Aggregate	10% NCREIF ODCE for all periods through September 30, 2009
70% Russell 3000	10% MSCI EAFE Net	10% Barclay's Aggregate	10% NCREIF ODCE for all periods through March 31, 2011
65% Russell 3000	15% ACWI ex US Net	10% Barclay's Aggregate	10% Real Assets Blended Index for all periods since March 31, 2011
- \* The Foreign Equity Hybrid Index is a customized index and was constructed as follows:
 

100% MSCI EAFE Net for all periods through March 31, 2011
100% ACWI ex US Net for all periods since March 31, 2011
- \* The Real Assets Blended Index is a passive index and was constructed as follows:
 

100% NCREIF ODCE for all periods through June 30, 2011
60% NCREIF ODCE 40% NCREIF TIMBER for all periods since June 30, 2011
- \* The Composite holdings do not include the holdings of the NTGI Extended Equity Fund. The holdings are unavailable and Northern Trust will not provide them.
- \* The Actuarial Blended Rate is a customized rate that tracks the changes of the actuarial rate over time. This rate was calculated using the following rates:
 

8.66% for all periods through 9/30/2010
8.5% for all periods since 9/30/2010
- \* Dahab Associates utilizes data provided by a custodian and other vendors it believes are reliable. However, it cannot assume responsibility for errors and omissions therefrom.
- \* All returns were calculated on a time-weighted basis, and are gross of fees unless otherwise noted.
- \* All returns for periods greater than one year are annualized.
- \* All values are in US dollars.

MIRAMAR FIREFIGHTERS  
NORTHERN TRUST - S&P 500 INDEX FUND  
PERFORMANCE REVIEW  
DECEMBER 2013



## **INVESTMENT RETURN**

On December 31st, 2013, the Miramar Firefighters' Northern Trust account was valued at \$14,583,876, which represented a \$1,387,084 increase over the September ending value of \$13,196,792. There were no net contributions or withdrawals recorded to the portfolio last quarter, making the entire increase in value attributable to net investment returns. In the absence of income receipts during the quarter, the portfolio's net investment return figure was the result of \$1,387,084 in realized and unrealized capital gains.

## **RELATIVE PERFORMANCE**

During the fourth quarter, the Northern Trust portfolio gained 10.5%, which was equal to the S&P 500 Index's return of 10.5% and ranked in the 49th percentile of the Large Cap Core universe. Over the trailing year, this portfolio returned 32.4%, which was equal to the benchmark's 32.4% return, ranking in the 63rd percentile. Since December 2003, the portfolio returned 7.4% annualized and ranked in the 89th percentile. The S&P 500 returned an annualized 7.4% over the same time frame.

**EXECUTIVE SUMMARY****PERFORMANCE SUMMARY**

	Quarter	FYTD	1 Year	-----Annualized-----	
				3 Years	10 Years
<b>Total Gross/Fees</b>	10.5	10.5	32.4	16.2	7.4
<i>LARGE CAP CORE RANK</i>	(49)	(49)	(63)	(59)	(89)
<b>Total Net/Fees</b>	10.5	10.5	32.2	16.1	7.2
S&P 500	10.5	10.5	32.4	16.2	7.4
<b>Large Cap Equity</b>	10.5	10.5	32.4	16.2	7.4
<i>LARGE CAP CORE RANK</i>	(49)	(49)	(63)	(59)	(89)
S&P 500	10.5	10.5	32.4	16.2	7.4

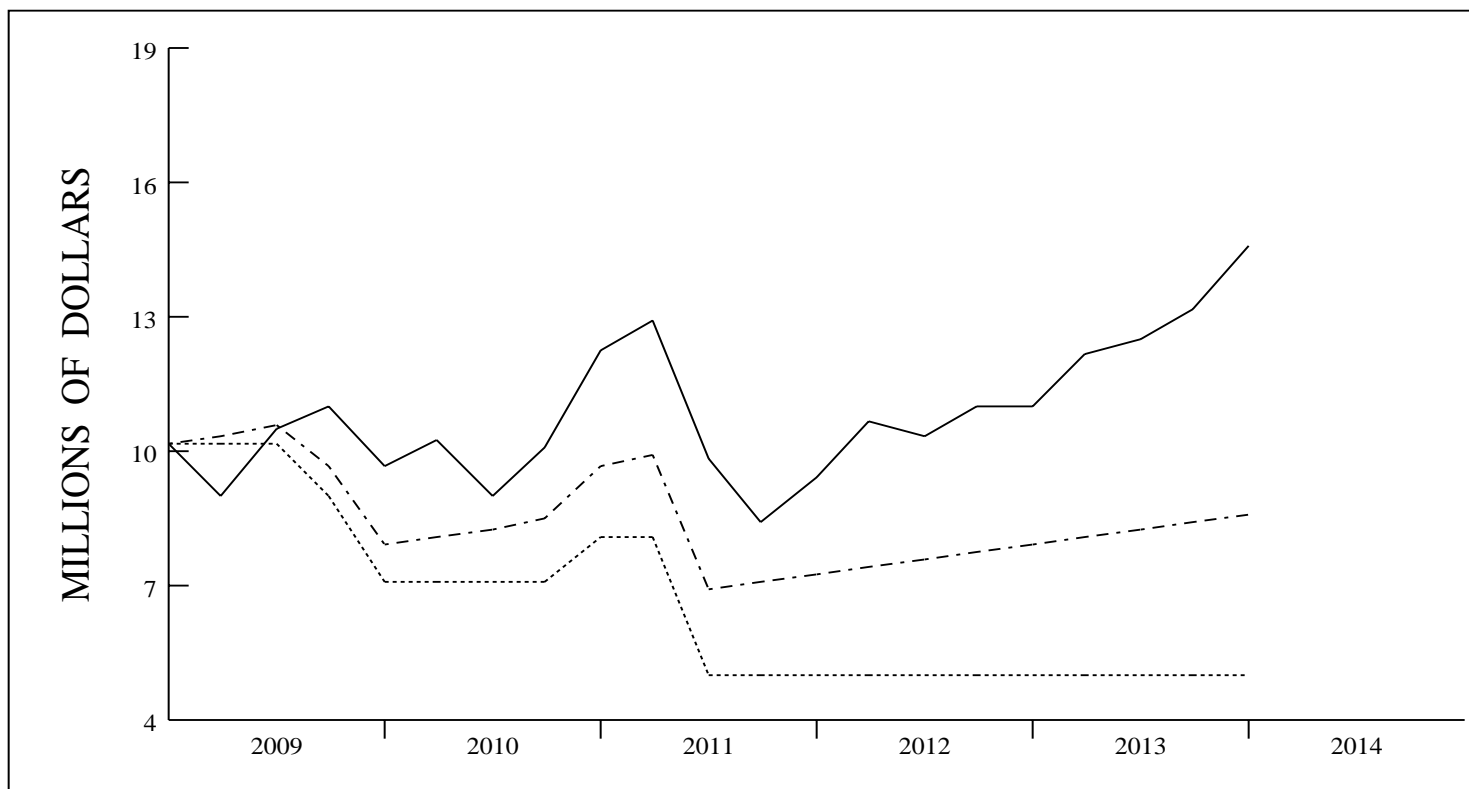
**ASSET ALLOCATION**

Large Cap Equity	100.0%	\$ 14,583,876
Total Portfolio	100.0%	\$ 14,583,876

**INVESTMENT RETURN**

Market Value 9/2013	\$ 13,196,792
Contribs / Withdrawals	0
Income	0
Capital Gains / Losses	1,387,084
Market Value 12/2013	\$ 14,583,876

**INVESTMENT GROWTH**

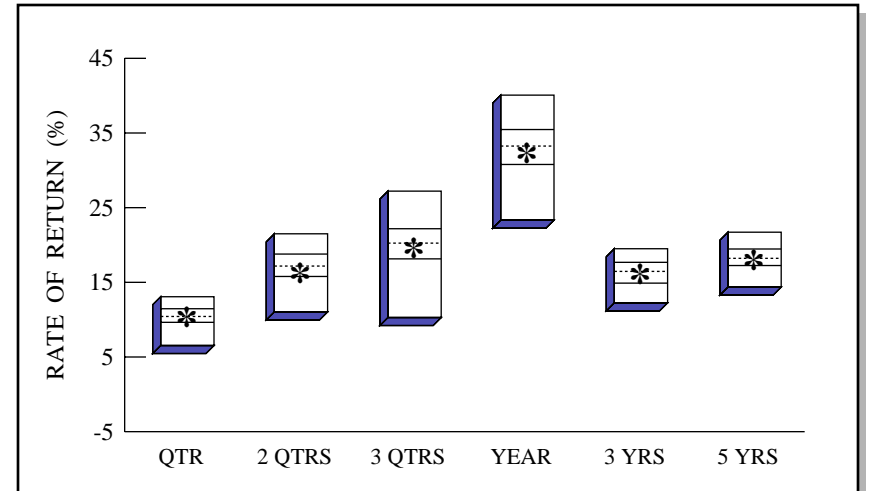
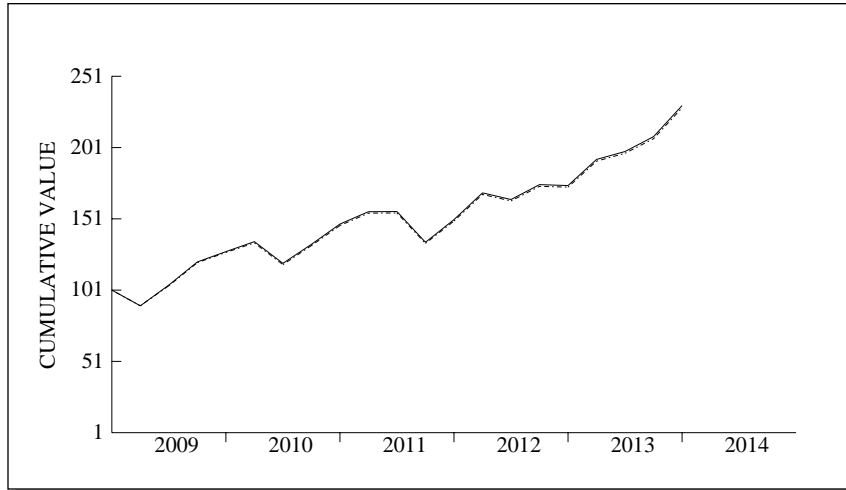


— ACTUAL RETURN  
 - - - 9.0%  
 ..... 0.0%

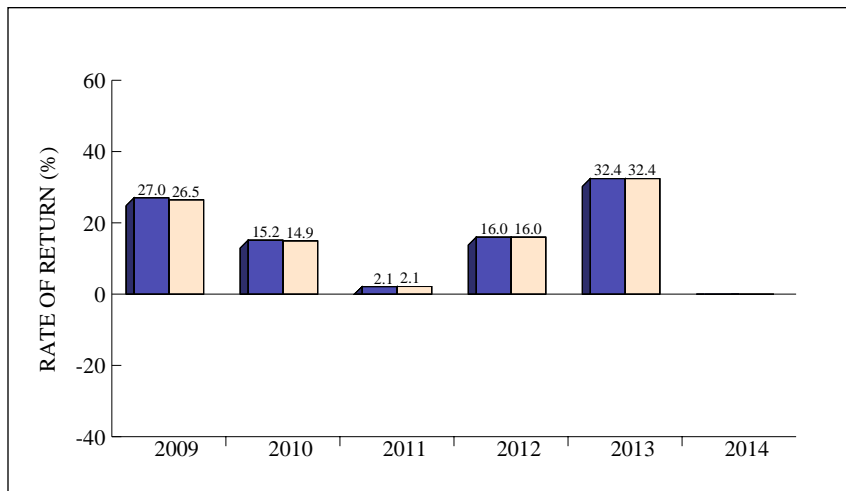
VALUE ASSUMING  
 9.0% RETURN  
 \$ 8,659,669

	LAST QUARTER	PERIOD 12/08 - 12/13
BEGINNING VALUE	\$ 13,196,792	\$ 10,186,807
NET CONTRIBUTIONS	0	- 5,164,525
<u>INVESTMENT RETURN</u>	<u>1,387,084</u>	<u>9,561,594</u>
ENDING VALUE	\$ 14,583,876	\$ 14,583,876
INCOME	0	0
<u>CAPITAL GAINS (LOSSES)</u>	<u>1,387,084</u>	<u>9,561,594</u>
INVESTMENT RETURN	1,387,084	9,561,594

**TOTAL RETURN COMPARISONS**



Large Cap Core Universe

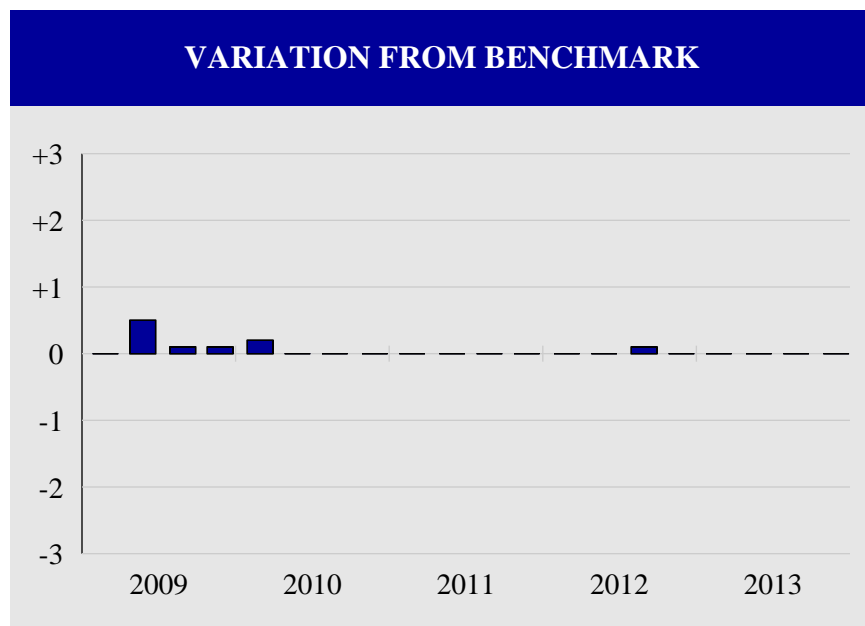


	<u>QTR</u>	<u>2QTRS</u>	<u>3QTRS</u>	<u>YEAR</u>	<u>3 YRS</u>	<u>5 YRS</u>
RETURN	10.5	16.3	19.7	32.4	16.2	18.1
(RANK)	(49)	(70)	(61)	(63)	(59)	(57)
5TH %ILE	13.1	21.5	27.2	40.1	19.5	21.7
25TH %ILE	11.5	18.8	22.2	35.5	17.7	19.5
MEDIAN	10.4	17.2	20.2	33.3	16.5	18.2
75TH %ILE	9.6	15.8	18.1	30.8	14.9	17.3
95TH %ILE	6.5	11.1	10.3	23.3	12.2	14.4
<b><i>S&amp;P 500</i></b>	<b><i>10.5</i></b>	<b><i>16.3</i></b>	<b><i>19.7</i></b>	<b><i>32.4</i></b>	<b><i>16.2</i></b>	<b><i>17.9</i></b>

Large Cap Core Universe

**TOTAL PORTFOLIO QUARTERLY PERFORMANCE SUMMARY**

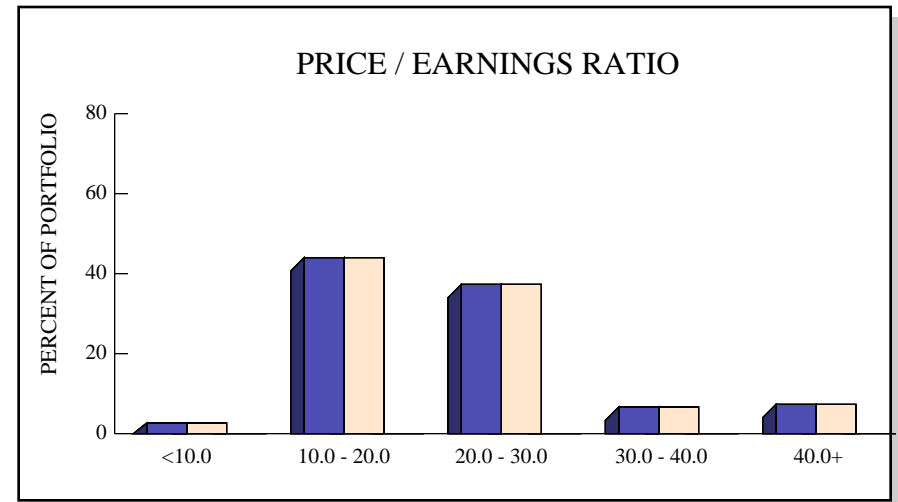
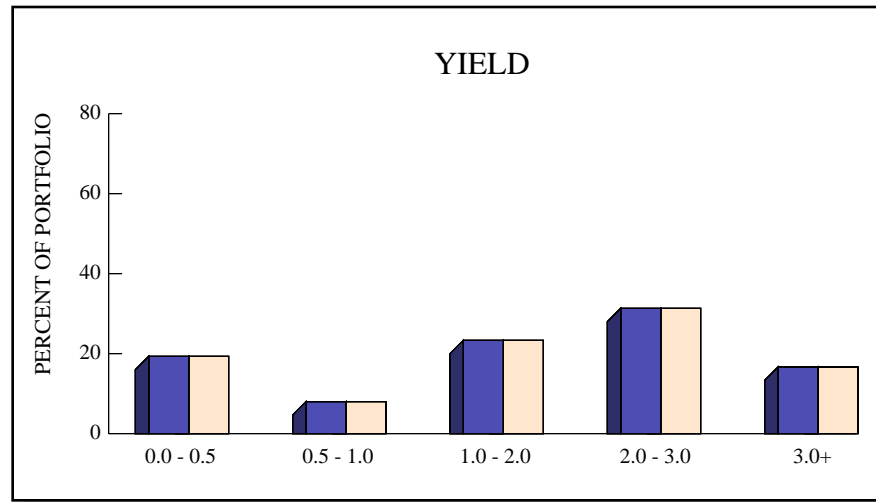
**COMPARATIVE BENCHMARK: S&P 500**



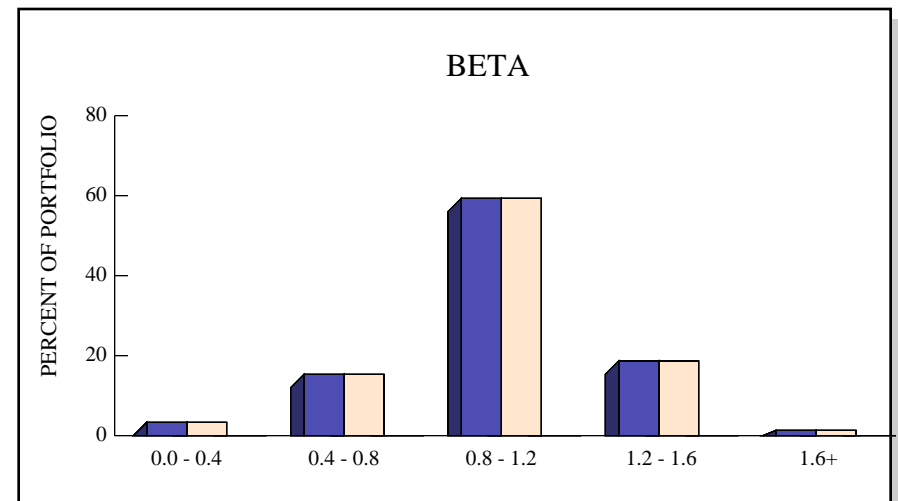
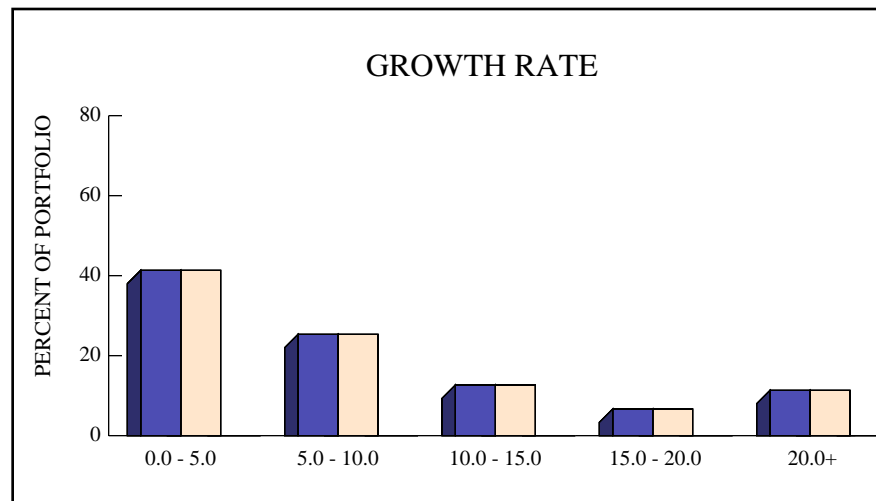
RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
3/09	-11.0	-11.0	0.0
6/09	16.4	15.9	0.5
9/09	15.7	15.6	0.1
12/09	6.1	6.0	0.1
3/10	5.5	5.3	0.2
6/10	-11.4	-11.4	0.0
9/10	11.3	11.3	0.0
12/10	10.8	10.8	0.0
3/11	5.9	5.9	0.0
6/11	0.1	0.1	0.0
9/11	-13.9	-13.9	0.0
12/11	11.8	11.8	0.0
3/12	12.6	12.6	0.0
6/12	-2.8	-2.8	0.0
9/12	6.4	6.3	0.1
12/12	-0.4	-0.4	0.0
3/13	10.6	10.6	0.0
6/13	2.9	2.9	0.0
9/13	5.2	5.2	0.0
12/13	10.5	10.5	0.0

<b>Total Quarters Observed</b>	<b>20</b>
<b>Quarters At or Above the Benchmark</b>	<b>20</b>
<b>Quarters Below the Benchmark</b>	<b>0</b>
<b>Batting Average</b>	<b>1.000</b>

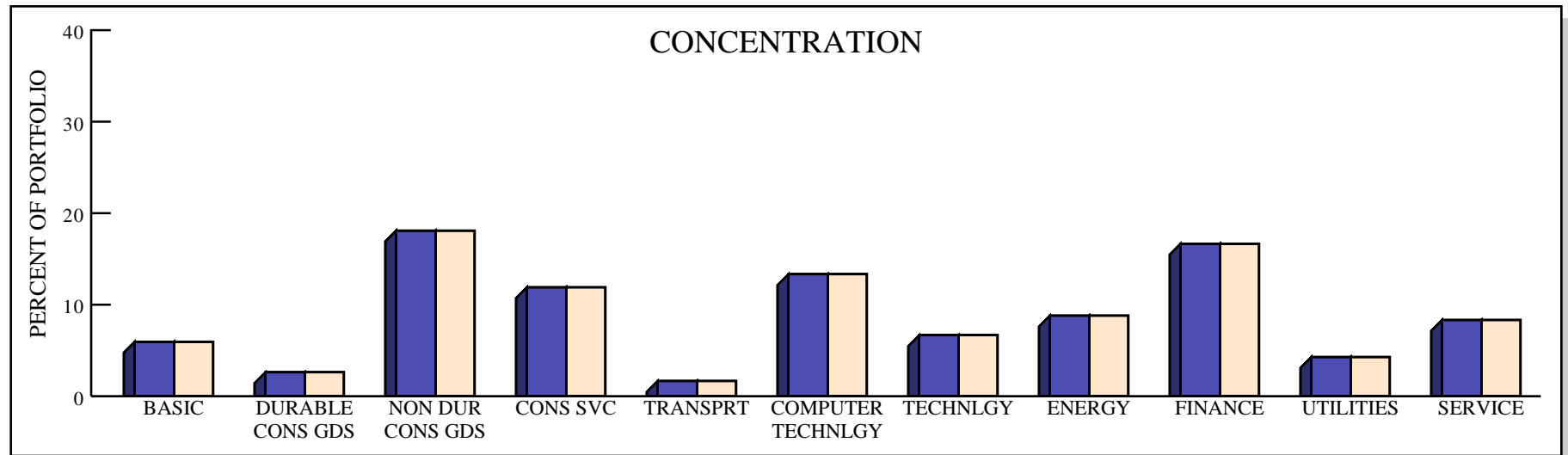
**STOCK CHARACTERISTICS**



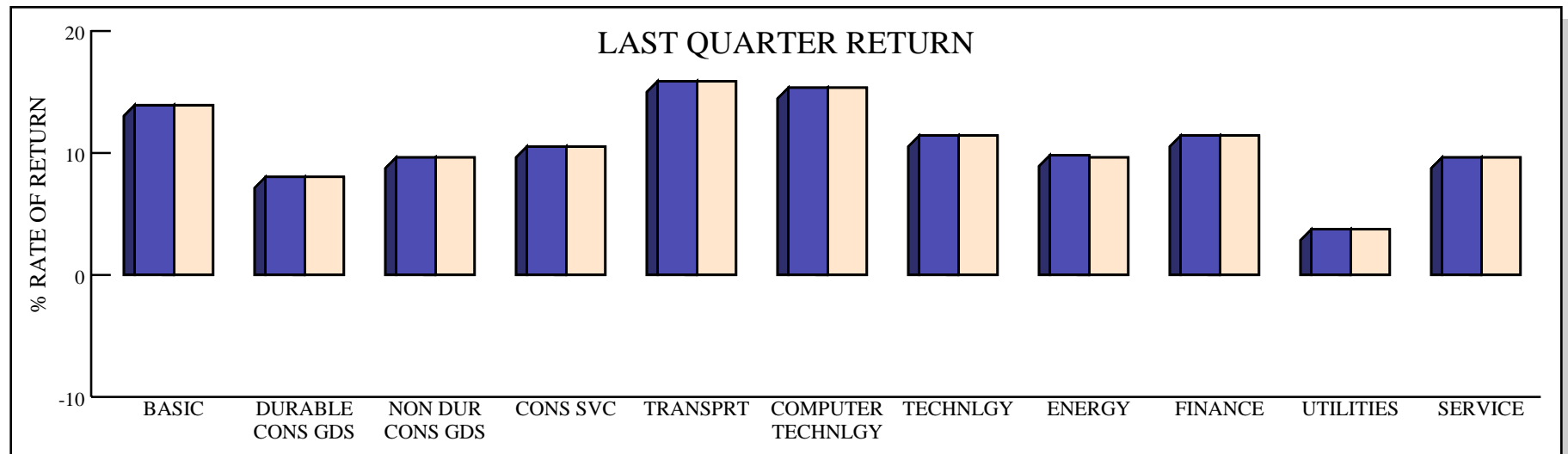
	YIELD	GROWTH	P/E	BETA
PORTFOLIO	1.9%	7.1%	22.4	0.98
S&P 500	1.9%	7.1%	22.4	1.00



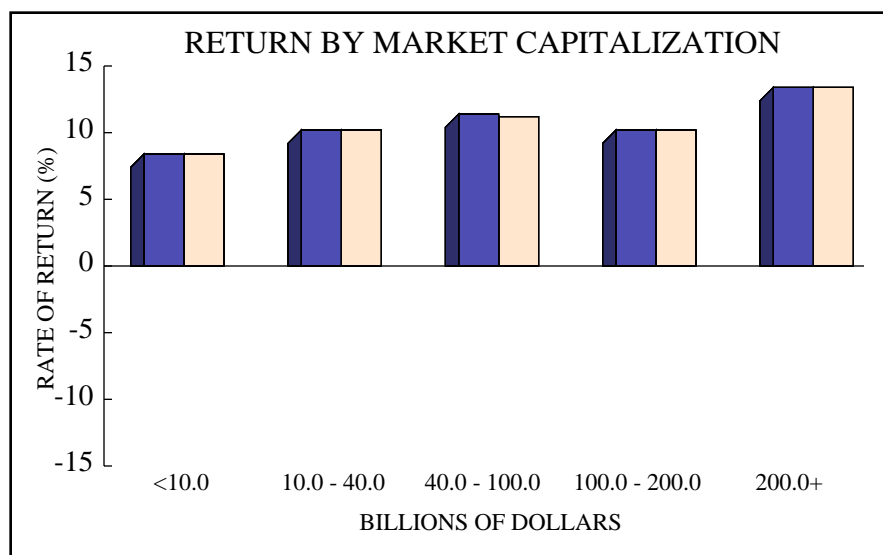
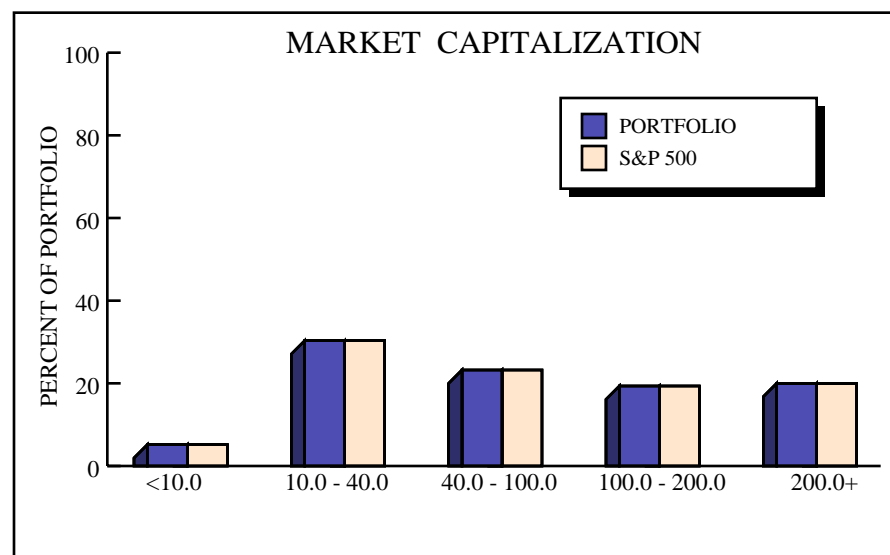
**STOCK INDUSTRY ANALYSIS**



■ PORTFOLIO      ■ S&P 500



## TOP TEN HOLDINGS



## TOP TEN EQUITY HOLDINGS

RANK	NAME	VALUE	% EQUITY	RETURN	INDUSTRY SECTOR	MKT CAP
1	APPLE INC	\$ 431,494	2.96%	18.2%	Computer Tech	\$ 504.9 B
2	EXXON MOBIL CORP	378,083	2.59%	18.2%	Energy	442.1 B
3	MICROSOFT CORP	267,213	1.83%	13.0%	Computer Tech	312.5 B
4	GOOGLE INC-CL A	265,608	1.82%	28.0%	Computer Tech	310.1 B
5	GENERAL ELECTRIC CO	242,544	1.66%	18.0%	Basic	283.6 B
6	JOHNSON & JOHNSON	221,007	1.52%	6.4%	NonDur Cons Goods	258.4 B
7	WAL-MART STORES INC	217,735	1.49%	7.0%	Consumer Service	254.6 B
8	CHEVRON CORP	205,477	1.41%	3.6%	Energy	240.2 B
9	WELLS FARGO & CO	204,527	1.40%	10.5%	Finance	239.1 B
10	PROCTER & GAMBLE CO/THE	189,278	1.30%	8.4%	NonDur Cons Goods	221.3 B



MIRAMAR FIREFIGHTERS  
RUSHMORE INVESTMENT ADVISORS  
PERFORMANCE REVIEW  
DECEMBER 2013

## **INVESTMENT RETURN**

On December 31st, 2013, the Miramar Firefighters' Rushmore Investment Advisors portfolio was valued at \$12,424,458, representing an increase of \$1,377,935 from the September quarter's ending value of \$11,046,523. Last quarter, the Fund posted withdrawals totaling \$1,513, which partially offset the portfolio's net investment return of \$1,379,448. Income receipts totaling \$38,255 plus net realized and unrealized capital gains of \$1,341,193 combined to produce the portfolio's net investment return.

For the cumulative period since September 2009, the fund has recorded net contributions totaling \$3.3 million, and recorded net investment gains of \$5.0 million. For the period since September 2009, if the total fund had returned a compounded nominal rate of 9.0% it would have been valued at \$10.4 million or \$2.0 million less than the actual value as of December 31st, 2013.

## **RELATIVE PERFORMANCE**

In the fourth quarter, the Rushmore Investment Advisors portfolio gained 12.5%, which was 2.1% above the Russell 1000 Growth Index's return of 10.4% and ranked in the 15th percentile of the Large Cap Growth universe. Over the trailing year, the portfolio returned 34.4%, which was 0.9% greater than the benchmark's 33.5% performance, and ranked in the 55th percentile. Since September 2009, the portfolio returned 13.7% on an annualized basis and ranked in the 95th percentile. For comparison, the Russell 1000 Growth returned an annualized 17.6% over the same period.

## **ASSET ALLOCATION**

On December 31st, 2013, large cap equities comprised 97.2% of the total portfolio (\$12.1 million), while cash & equivalents totaled 2.8% (\$352,466).

## **EQUITY ANALYSIS**

At the end of the fourth quarter, the portfolio remained invested in ten of the eleven sectors in our analysis. The allocation was closely aligned with last quarter. The portfolio was overweight in the Consumer Service, Computer Technology, and Finance sectors compared to the Russell 1000 Growth, while it was underweight in the Basic, Durable Consumer Goods, Non-Durable Consumer Goods, Energy, Utilities, and Service sectors. The Transportation sector was vacant of holdings again this quarter.

The portfolio outperformed the benchmark in seven of the ten utilized sectors. The Computer Technology and Finance sectors added significant value to the portfolio with their heavier weightings and index beating returns. Google Inc's return of 28.0% helped drive the Computer Technology sector, while Mastercard's 24.2% return helped drive the Finance sector; both were among the portfolio's top ten holdings. Overall the portfolio outperformed its benchmark by 210 basis points this quarter.

**EXECUTIVE SUMMARY****PERFORMANCE SUMMARY**

	Quarter	FYTD	1 Year	-----Annualized-----	
				3 Years	Since 9/2009
<b>Total Gross/Fees</b>	12.5	12.5	34.4	11.5	13.7
<i>LARGE CAP GROWTH RANK</i>	(15)	(15)	(55)	(97)	(95)
<b>Total Net/Fees</b>	12.4	12.4	33.7	10.9	13.1
RUSSELL 1000G	10.4	10.4	33.5	16.4	17.6
<b>Large Cap Equity</b>	12.9	12.9	35.7	12.0	14.3
<i>LARGE CAP GROWTH RANK</i>	(9)	(9)	(42)	(97)	(92)
RUSSELL 1000G	10.4	10.4	33.5	16.4	17.6

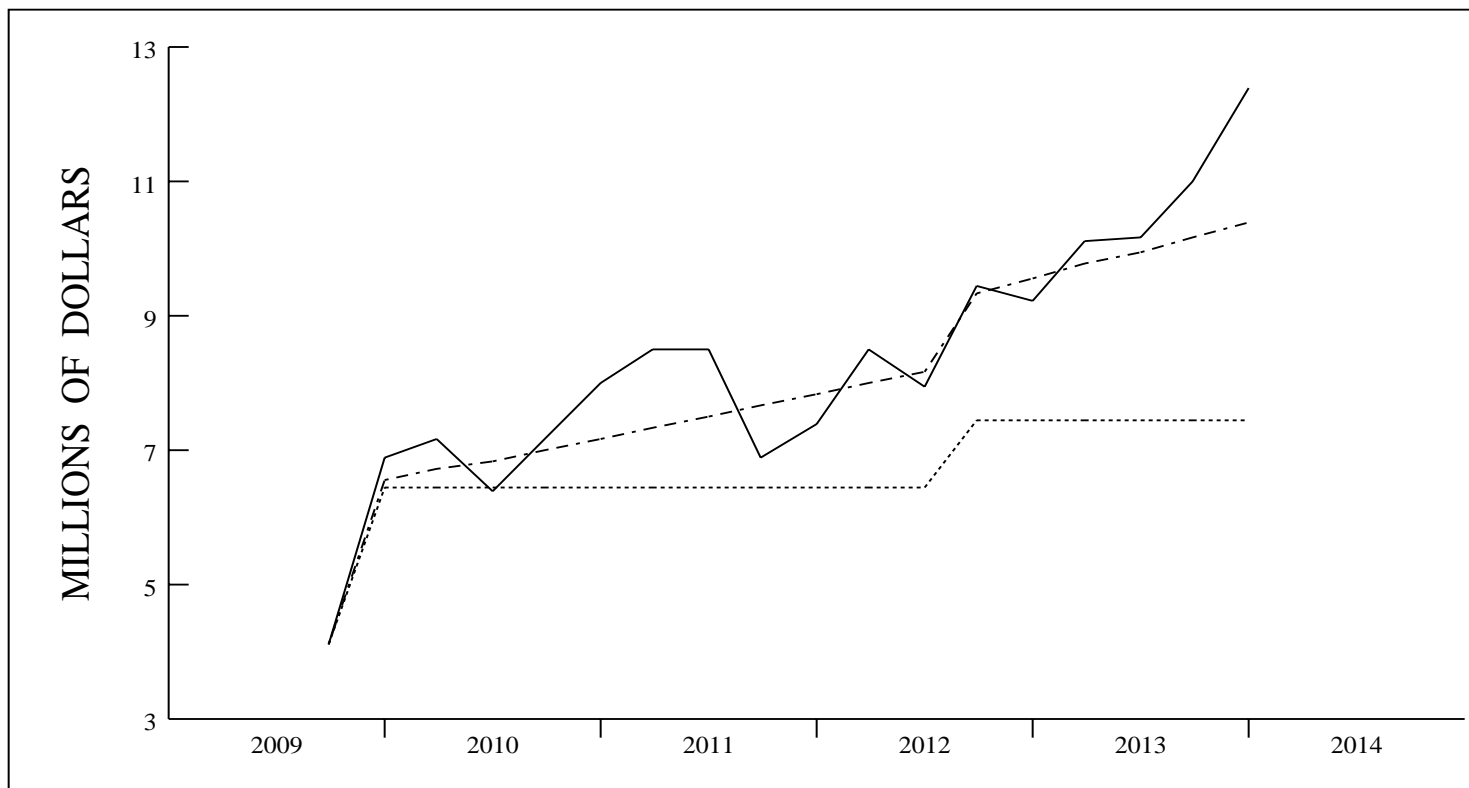
**ASSET ALLOCATION**

Large Cap Equity	97.2%	\$ 12,071,992
Cash	2.8%	352,466
<b>Total Portfolio</b>	<b>100.0%</b>	<b>\$ 12,424,458</b>

**INVESTMENT RETURN**

Market Value 9/2013	\$ 11,046,523
Contribs / Withdrawals	- 1,513
Income	38,255
Capital Gains / Losses	1,341,193
Market Value 12/2013	\$ 12,424,458

**INVESTMENT GROWTH**

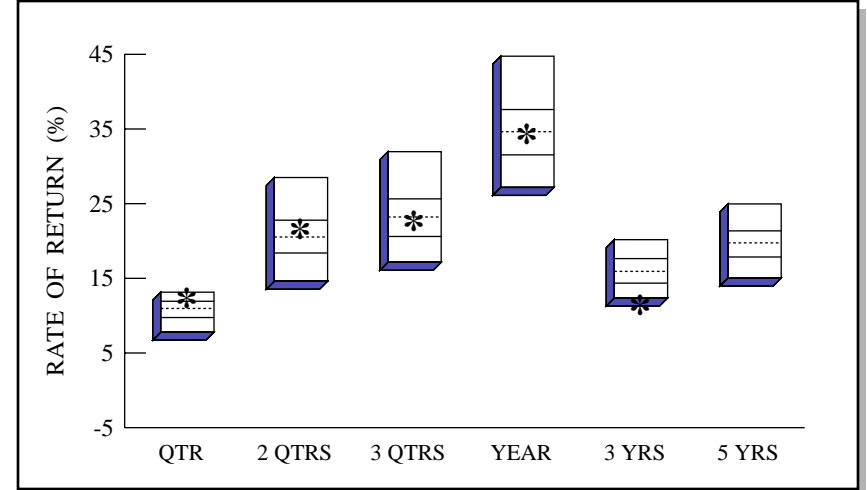
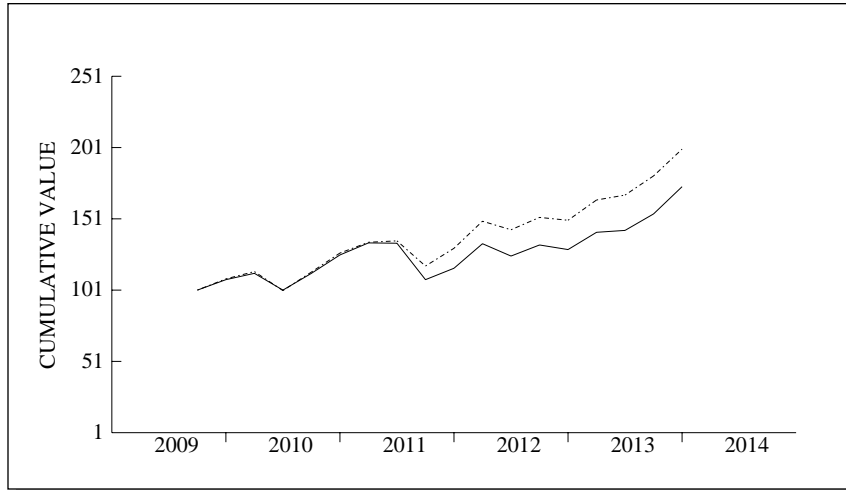


— ACTUAL RETURN  
 - - - 9.0%  
 ..... 0.0%

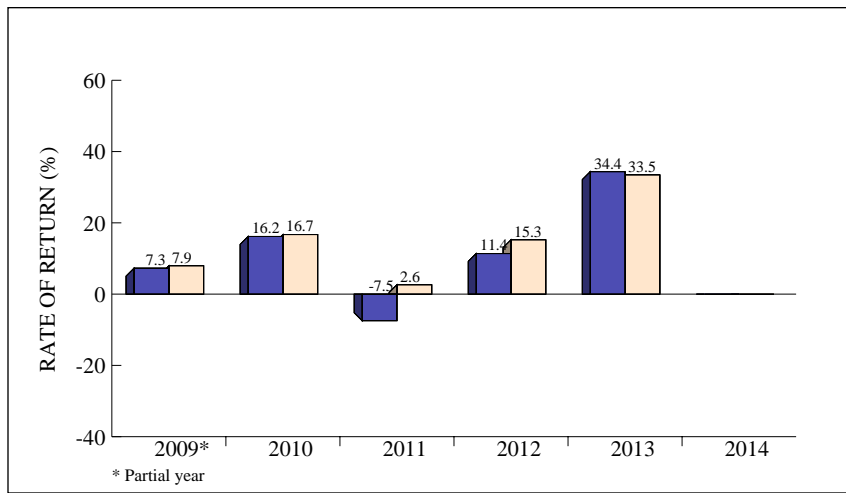
VALUE ASSUMING  
 9.0% RETURN  
 \$ 10,427,126

	LAST QUARTER	PERIOD 9/09 - 12/13
BEGINNING VALUE	\$ 11,046,523	\$ 4,124,566
NET CONTRIBUTIONS	- 1,513	3,330,349
<u>INVESTMENT RETURN</u>	<u>1,379,448</u>	<u>4,969,543</u>
ENDING VALUE	\$ 12,424,458	\$ 12,424,458
INCOME	38,255	429,801
<u>CAPITAL GAINS (LOSSES)</u>	<u>1,341,193</u>	<u>4,539,742</u>
INVESTMENT RETURN	1,379,448	4,969,543

**TOTAL RETURN COMPARISONS**



Large Cap Growth Universe

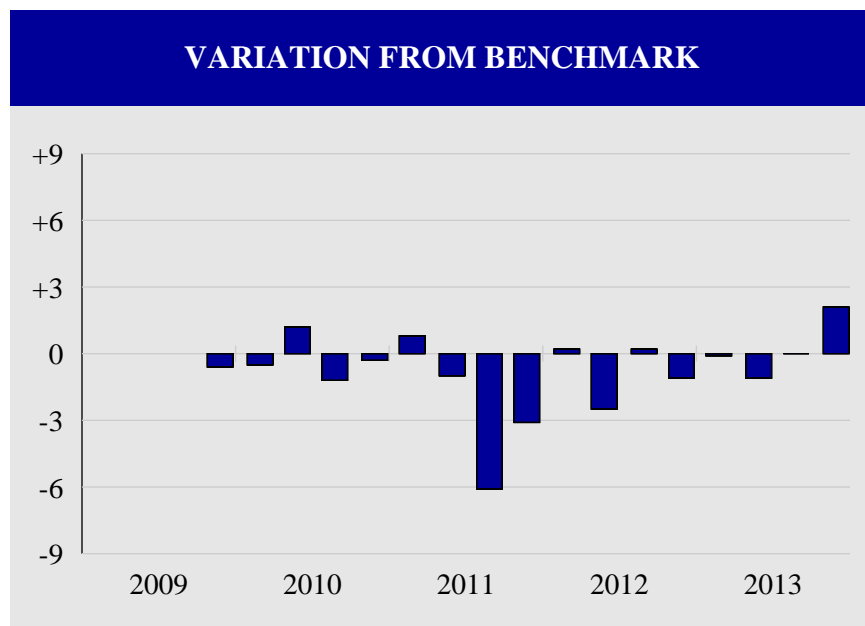


	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	12.5	21.6	22.8	34.4	11.5	---
(RANK)	(15)	(41)	(55)	(55)	(97)	---
5TH %ILE	13.1	28.5	32.0	44.7	20.2	25.0
25TH %ILE	11.9	22.8	25.7	37.6	17.7	21.4
MEDIAN	11.0	20.6	23.2	34.6	15.9	19.7
75TH %ILE	9.8	18.4	20.6	31.5	14.3	17.9
95TH %ILE	7.8	14.6	17.1	27.2	12.4	15.0
<b>Russ 1000G</b>	<b>10.4</b>	<b>19.4</b>	<b>21.9</b>	<b>33.5</b>	<b>16.4</b>	<b>20.4</b>

Large Cap Growth Universe

## TOTAL PORTFOLIO QUARTERLY PERFORMANCE SUMMARY

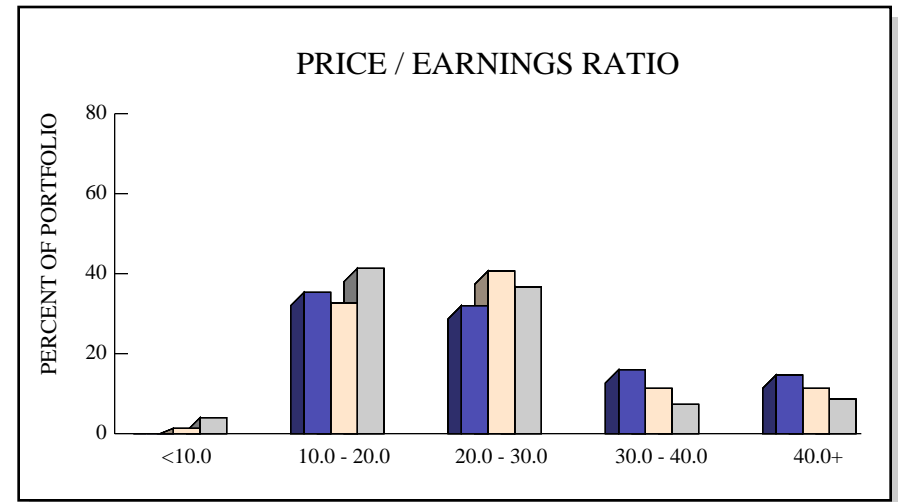
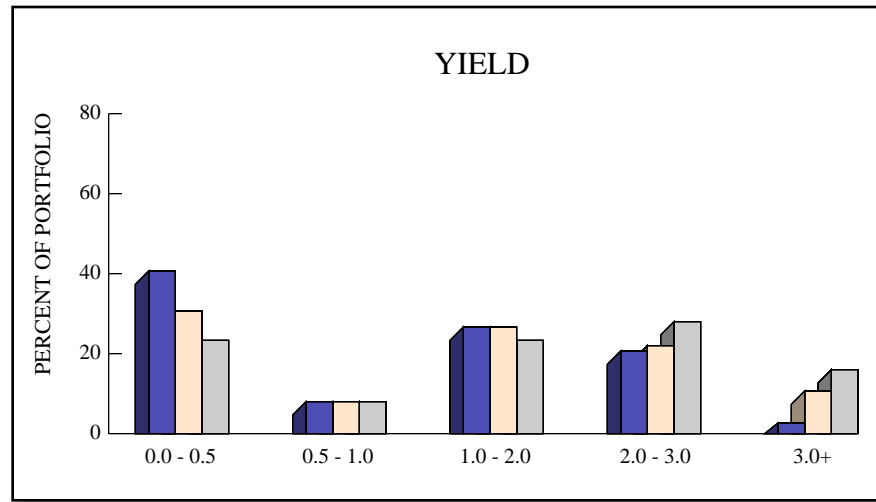
COMPARATIVE BENCHMARK: RUSSELL 1000 GROWTH



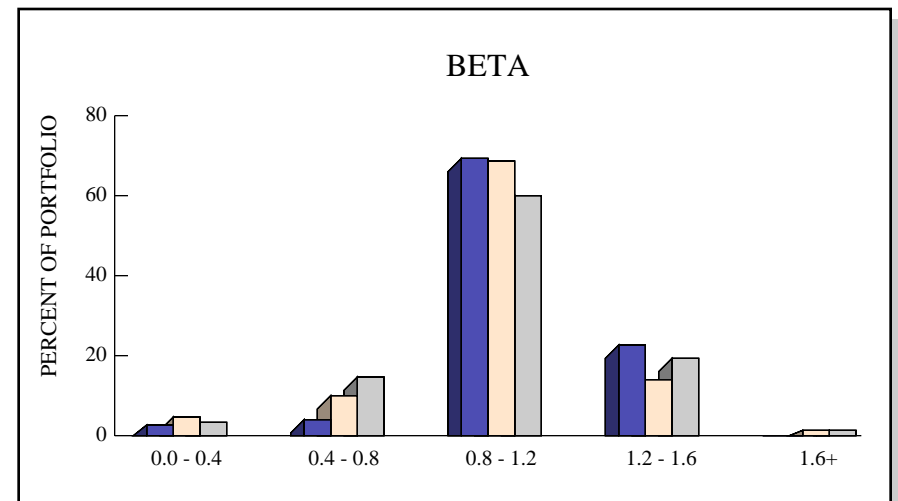
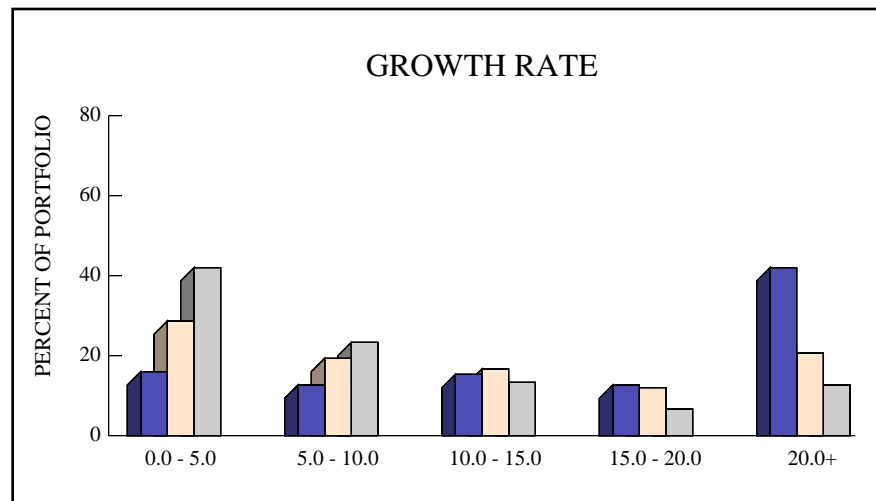
<b>Total Quarters Observed</b>	<b>17</b>
<b>Quarters At or Above the Benchmark</b>	<b>6</b>
<b>Quarters Below the Benchmark</b>	<b>11</b>
<b>Batting Average</b>	<b>.353</b>

RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
12/09	7.3	7.9	-0.6
3/10	4.2	4.7	-0.5
6/10	-10.6	-11.8	1.2
9/10	11.8	13.0	-1.2
12/10	11.5	11.8	-0.3
3/11	6.8	6.0	0.8
6/11	-0.2	0.8	-1.0
9/11	-19.2	-13.1	-6.1
12/11	7.5	10.6	-3.1
3/12	14.9	14.7	0.2
6/12	-6.5	-4.0	-2.5
9/12	6.3	6.1	0.2
12/12	-2.4	-1.3	-1.1
3/13	9.4	9.5	-0.1
6/13	1.0	2.1	-1.1
9/13	8.1	8.1	0.0
12/13	12.5	10.4	2.1

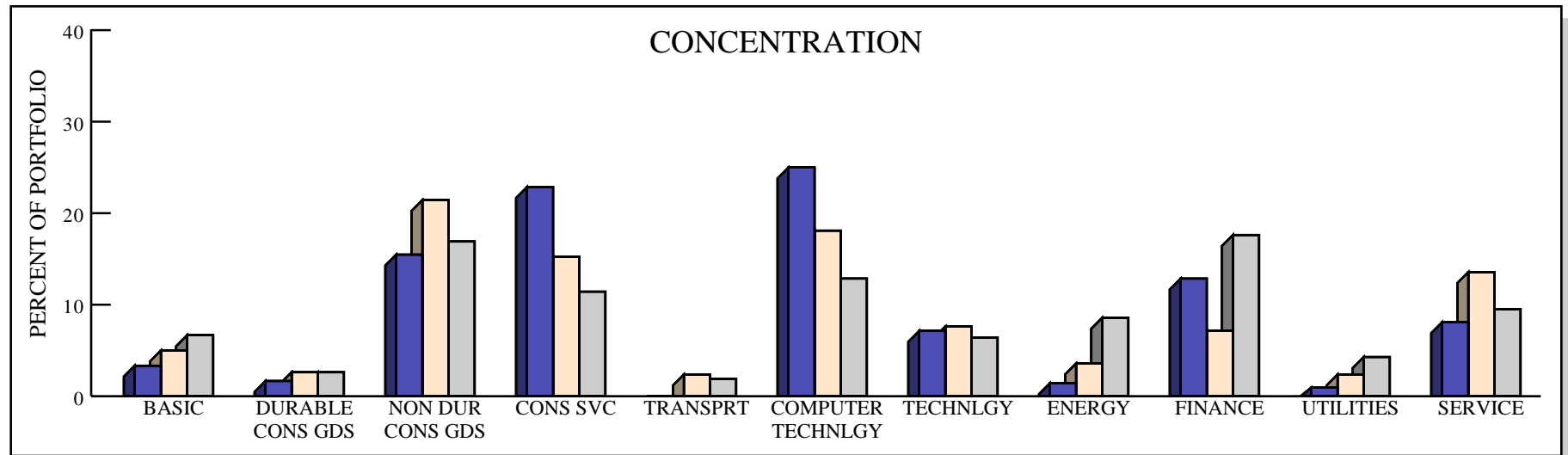
**STOCK CHARACTERISTICS**



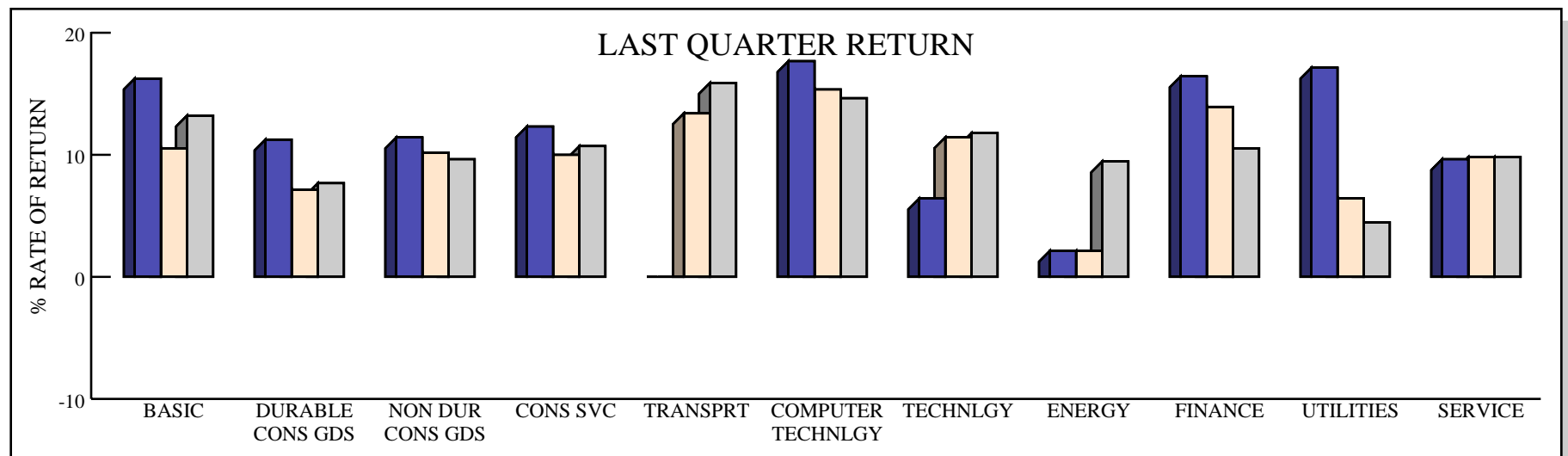
	YIELD	GROWTH	P/E	BETA
PORTFOLIO	1.1%	19.6%	27.9	1.01
RUSSELL 1000G	1.5%	12.1%	25.9	0.96
RUSSELL 1000	1.8%	7.3%	22.8	0.99



**STOCK INDUSTRY ANALYSIS**

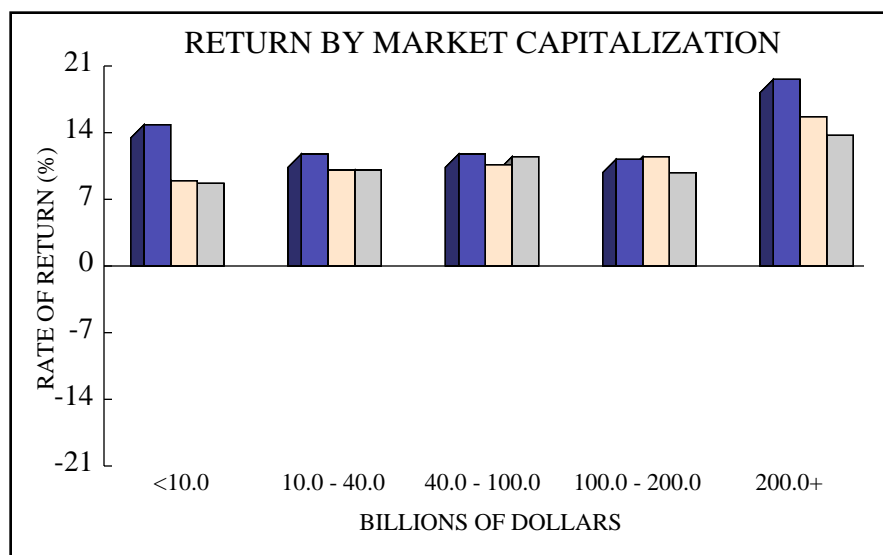
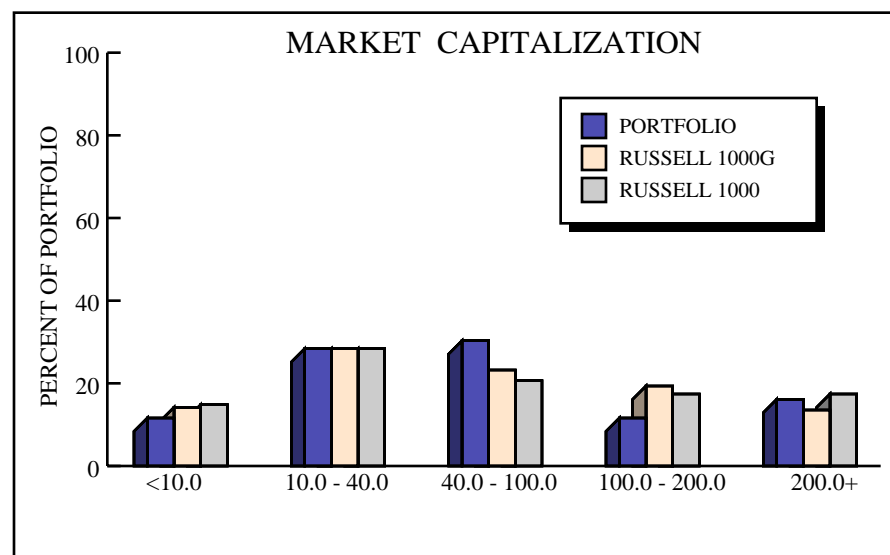


■ PORTFOLIO     
 ■ RUSSELL 1000 GROWTH     
 ■ RUSSELL 1000





**TOP TEN HOLDINGS**



**TOP TEN EQUITY HOLDINGS**

RANK	NAME	VALUE	% EQUITY	RETURN	INDUSTRY SECTOR	MKT CAP
1	APPLE INC	\$ 774,893	6.42%	18.2%	Computer Tech	\$ 504.9 B
2	GOOGLE INC-CL A	661,219	5.48%	28.0%	Computer Tech	310.1 B
3	MASTERCARD INC-CLASS A	430,262	3.56%	24.2%	Finance	96.7 B
4	STARBUCKS CORP	427,382	3.54%	2.1%	Consumer Service	58.9 B
5	COGNIZANT TECH SOLUTIONS-A	412,806	3.42%	23.0%	Computer Tech	30.5 B
6	MICROSOFT CORP	381,786	3.16%	13.0%	Computer Tech	312.5 B
7	CELGENE CORP	374,077	3.10%	9.8%	NonDur Cons Goods	69.6 B
8	ACCENTURE PLC-CL A	333,567	2.76%	12.2%	Service	52.4 B
9	CERNER CORP	305,344	2.53%	6.1%	Computer Tech	19.1 B
10	QUALCOMM INC	295,441	2.45%	10.6%	Technology	125.4 B

MIRAMAR FIREFIGHTERS  
HERNDON CAPITAL MANAGEMENT  
PERFORMANCE REVIEW  
DECEMBER 2013

## **INVESTMENT RETURN**

On December 31st, 2013, the Miramar Firefighters' Herndon Capital Management portfolio was valued at \$13,493,177, an increase of \$1,499,766 over the September quarter's ending value of \$11,993,411. Over the last three months, the fund recorded a net withdrawal of \$1,558, which only partially offset the portfolio's net investment gain of \$1,501,324. Income receipts totaling \$70,747 and net realized and unrealized capital gains of \$1,430,577 combined to produce the portfolio's net investment return.

Since September 2009, the fund has recorded net contributions totaling \$5.1 million, and has recorded net investment gains totaling \$6.1 million. Since September 2009, if the portfolio had returned a compounded nominal rate of 9.0% it would have been worth \$10.4 million or \$3.1 million less than the actual value as of December 31st, 2013.

## **RELATIVE PERFORMANCE**

During the fourth quarter, the Herndon Capital Management portfolio gained 12.5%, which was 2.5% greater than the Russell 1000 Value Index's return of 10.0% and ranked in the 8th percentile of the Large Cap Value universe. Over the trailing year, this portfolio returned 31.7%, which was 0.8% below the benchmark's 32.5% return, and ranked in the 72nd percentile. Since September 2009, the account returned 16.9% on an annualized basis and ranked in the 38th percentile. The Russell 1000 Value returned an annualized 16.0% over the same period.

## **ASSET ALLOCATION**

On December 31st, 2013, large cap equities comprised 96.9% of the total portfolio (\$13.1 million), while cash & equivalents totaled 3.1% (\$422,650).

## **EQUITY ANALYSIS**

At the end of the fourth quarter, the Herndon Capital Management portfolio was invested in ten of the eleven sectors in our analysis. Relative to the Russell 1000 Value, the portfolio maintained notably higher concentrations in the Non-Durable Consumer Goods, Transportation, Computer Technology, Energy and Service sectors. In contrast, the portfolio's Basic, Finance and Utilities sectors were most notably underweight. The Durable Consumer Goods sector remained vacant of holdings again this quarter.

The portfolio benefited from strong stock selection and positive allocation effects this quarter. It outpaced the Russell 1000 Value in six of the nine utilized sectors. The Non Durable Consumer Goods and Computer Technology sectors led the portfolio with their returns of 15.1% and 22.8%, respectively. Among these sectors the Technology, Energy, Finance and Utilities sectors also had benchmark beating returns. Overall, the Herndon portfolio beat the benchmark by 250 basis points.

**EXECUTIVE SUMMARY****PERFORMANCE SUMMARY**

	Quarter	FYTD	1 Year	-----Annualized-----	
				3 Years	Since 9/2009
<b>Total Gross/Fees</b>	12.5	12.5	31.7	16.2	16.9
<i>LARGE CAP VALUE RANK</i>	( 8)	( 8)	(72)	(45)	(38)
<b>Total Net/Fees</b>	12.5	12.5	31.0	15.6	16.2
RUSSELL 1000V	10.0	10.0	32.5	16.1	16.0
<b>Large Cap Equity</b>	13.0	13.0	32.8	16.7	17.2
<i>LARGE CAP VALUE RANK</i>	( 6)	( 6)	(59)	(40)	(32)
RUSSELL 1000V	10.0	10.0	32.5	16.1	16.0

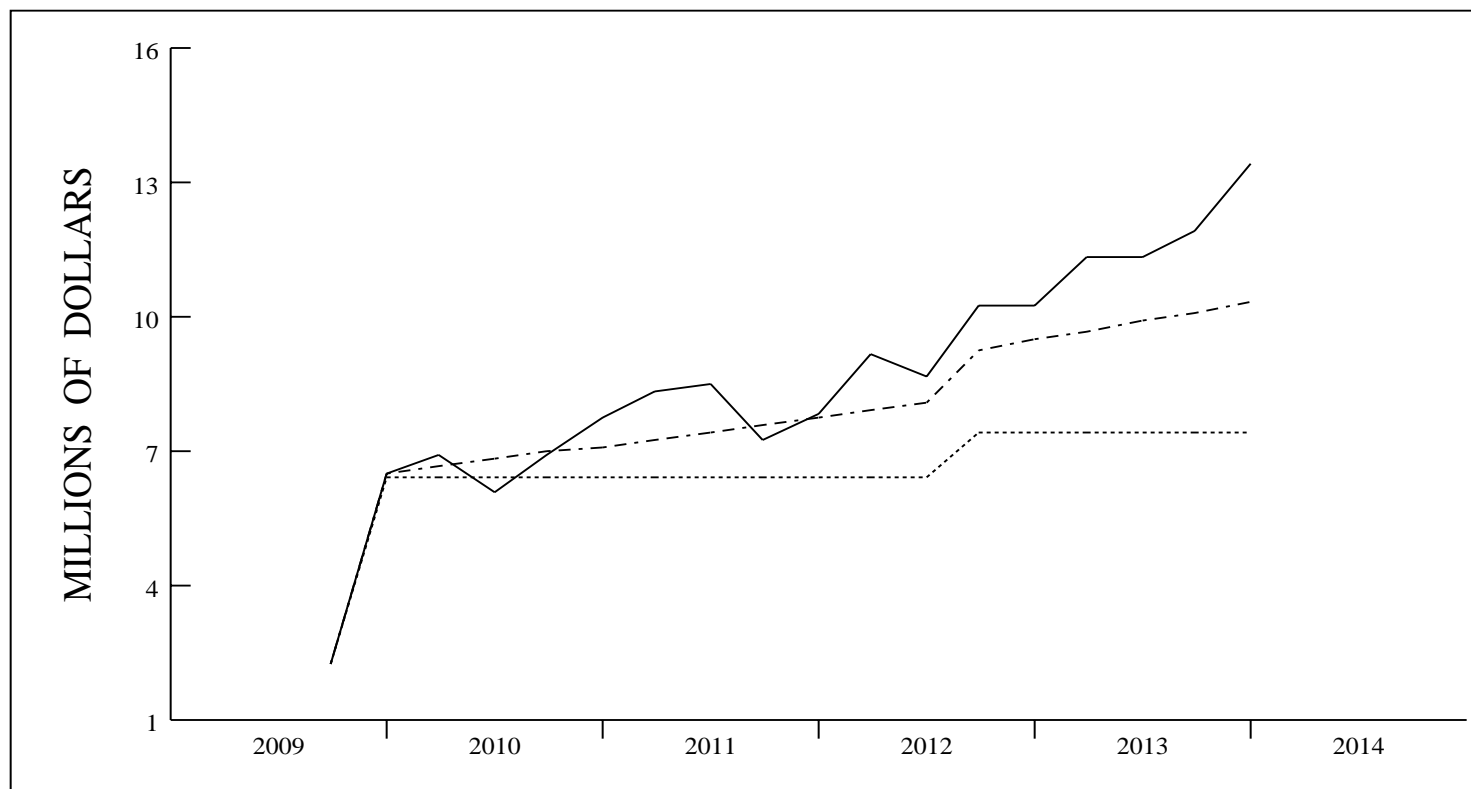
**ASSET ALLOCATION**

Large Cap Equity	96.9%	\$ 13,070,527
Cash	3.1%	422,650
<b>Total Portfolio</b>	<b>100.0%</b>	<b>\$ 13,493,177</b>

**INVESTMENT RETURN**

Market Value 9/2013	\$ 11,993,411
Contribs / Withdrawals	- 1,558
Income	70,747
Capital Gains / Losses	1,430,577
Market Value 12/2013	\$ 13,493,177

**INVESTMENT GROWTH**

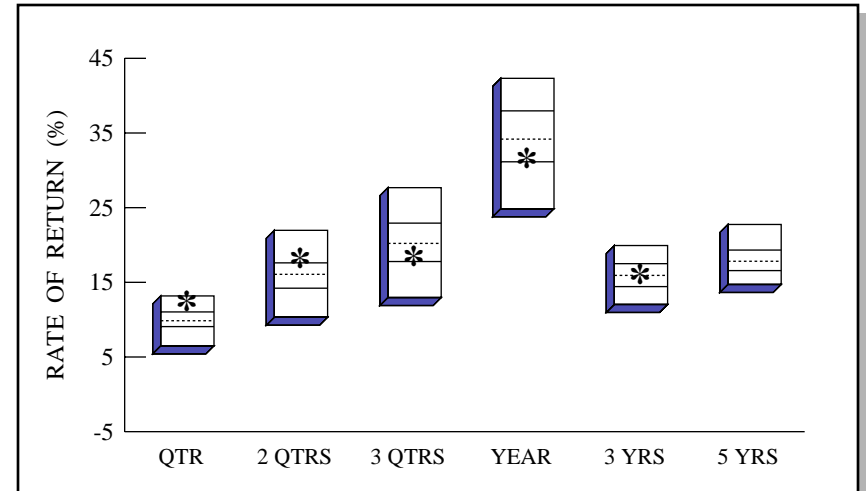
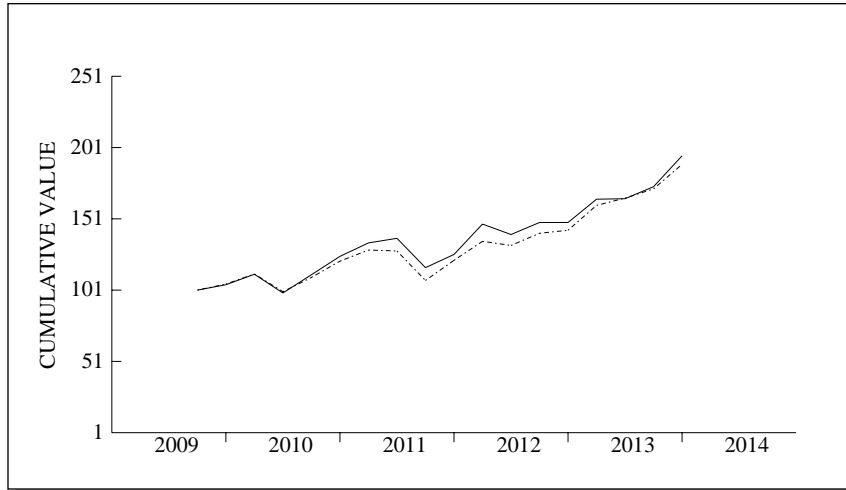


— ACTUAL RETURN  
 - - - 9.0%  
 ..... 0.0%

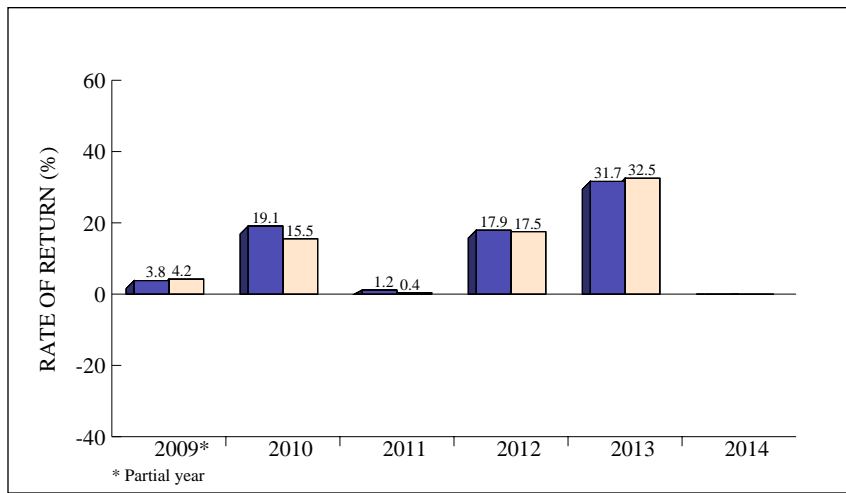
VALUE ASSUMING  
 9.0% RETURN  
 \$ 10,376,395

	LAST QUARTER	PERIOD 9/09 - 12/13
BEGINNING VALUE	\$ 11,993,411	\$ 2,301,396
NET CONTRIBUTIONS	- 1,558	5,129,834
<u>INVESTMENT RETURN</u>	<u>1,501,324</u>	<u>6,061,947</u>
ENDING VALUE	\$ 13,493,177	\$ 13,493,177
INCOME	70,747	969,458
CAPITAL GAINS (LOSSES)	<u>1,430,577</u>	<u>5,092,489</u>
INVESTMENT RETURN	1,501,324	6,061,947

**TOTAL RETURN COMPARISONS**



Large Cap Value Universe



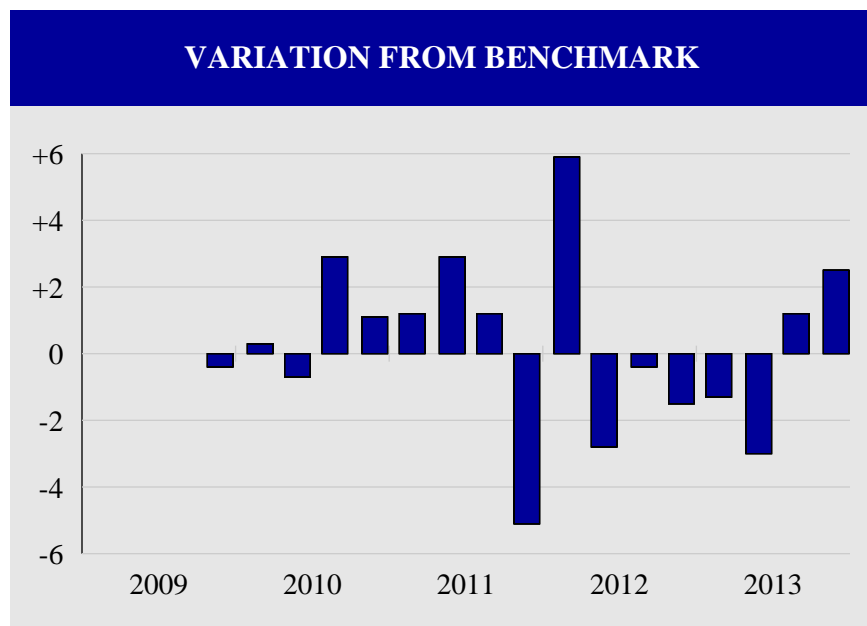
	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	12.5	18.3	18.6	31.7	16.2	---
(RANK)	( 8)	(17)	(68)	(72)	(45)	---
5TH %ILE	13.2	22.0	27.7	42.3	19.9	22.7
25TH %ILE	11.0	17.6	22.9	38.0	17.5	19.3
MEDIAN	9.9	16.1	20.2	34.2	15.9	17.8
75TH %ILE	9.1	14.2	17.8	31.1	14.4	16.6
95TH %ILE	6.5	10.3	13.0	24.9	12.0	14.7
<b>Russ 1000V</b>	<b>10.0</b>	<b>14.3</b>	<b>18.0</b>	<b>32.5</b>	<b>16.1</b>	<b>16.7</b>

-----ANNUALIZED-----

Large Cap Value Universe

### TOTAL PORTFOLIO QUARTERLY PERFORMANCE SUMMARY

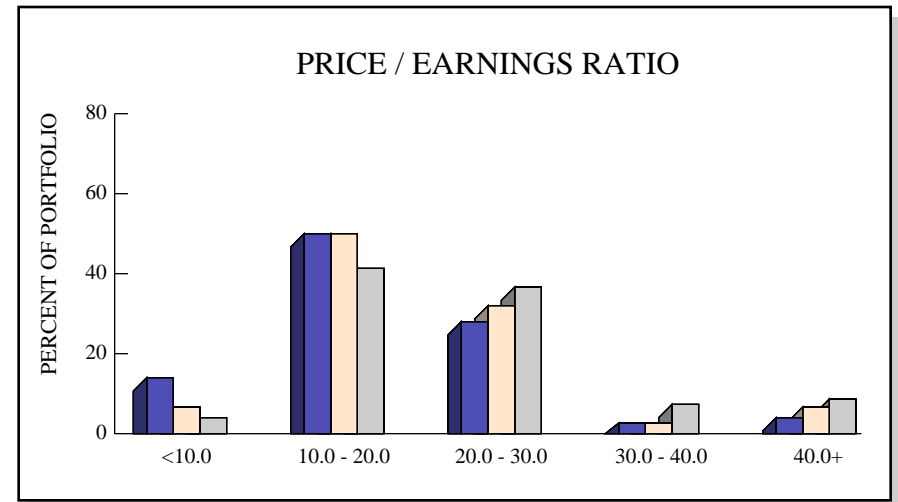
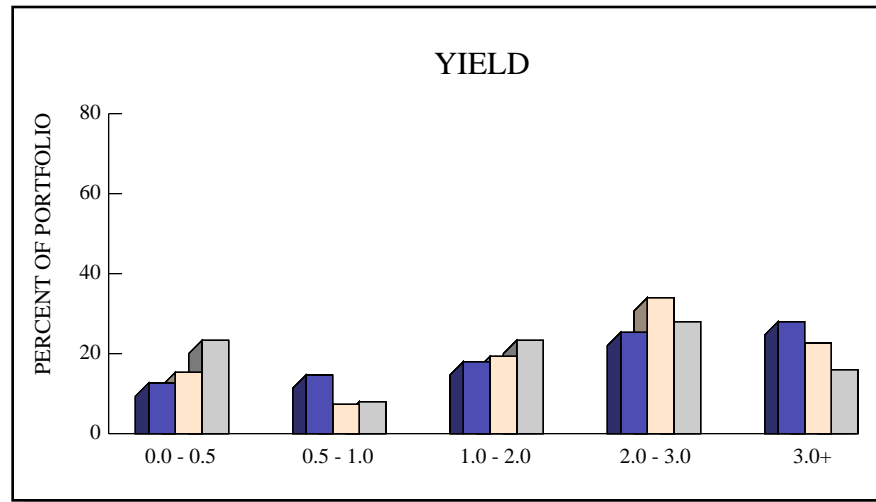
COMPARATIVE BENCHMARK: RUSSELL 1000 VALUE



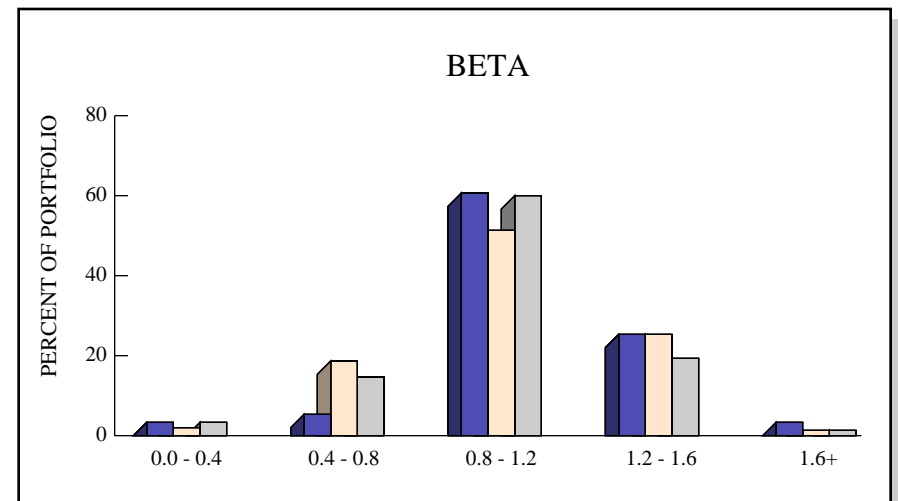
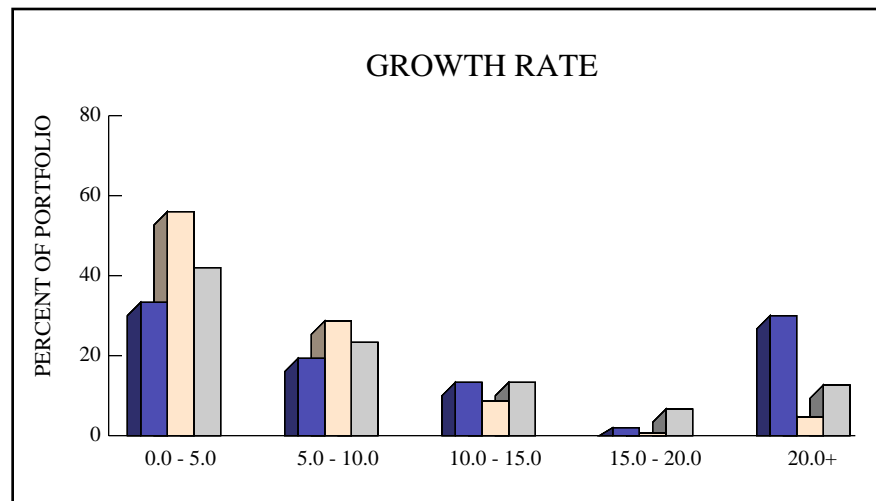
RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
12/09	3.8	4.2	-0.4
3/10	7.1	6.8	0.3
6/10	-11.9	-11.2	-0.7
9/10	13.0	10.1	2.9
12/10	11.6	10.5	1.1
3/11	7.7	6.5	1.2
6/11	2.4	-0.5	2.9
9/11	-15.0	-16.2	1.2
12/11	8.0	13.1	-5.1
3/12	17.0	11.1	5.9
6/12	-5.0	-2.2	-2.8
9/12	6.1	6.5	-0.4
12/12	0.0	1.5	-1.5
3/13	11.0	12.3	-1.3
6/13	0.2	3.2	-3.0
9/13	5.1	3.9	1.2
12/13	12.5	10.0	2.5

<b>Total Quarters Observed</b>	<b>17</b>
<b>Quarters At or Above the Benchmark</b>	<b>9</b>
<b>Quarters Below the Benchmark</b>	<b>8</b>
<b>Batting Average</b>	<b>.529</b>

**STOCK CHARACTERISTICS**

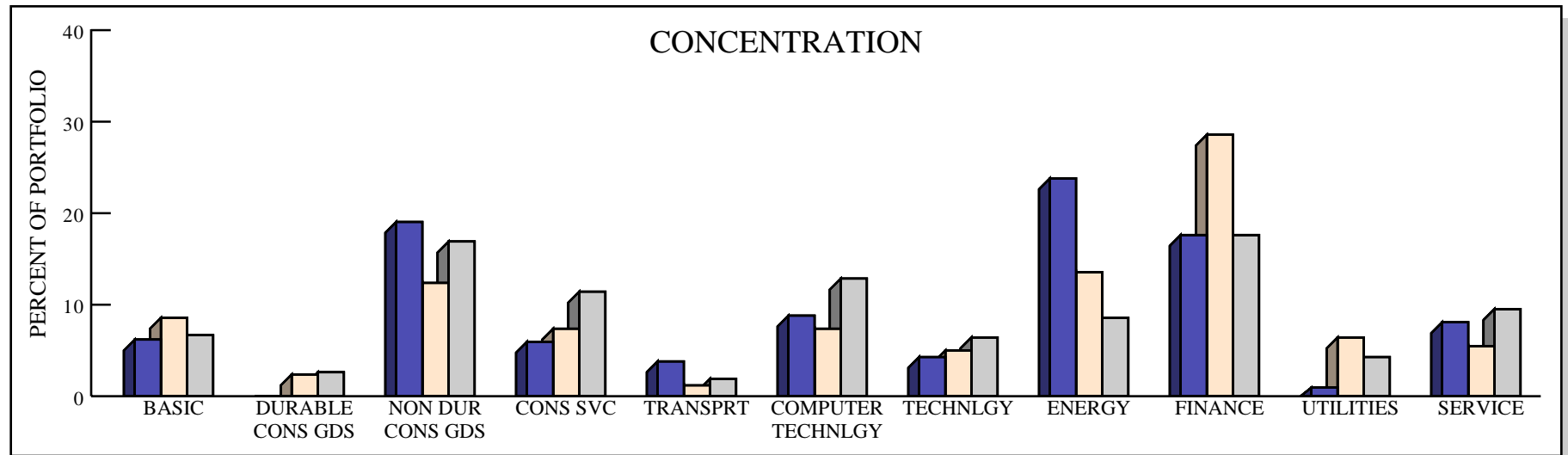


	YIELD	GROWTH	P/E	BETA
PORTFOLIO	2.3%	14.1%	18.0	1.03
RUSSELL 1000V	2.2%	2.3%	19.6	1.02
RUSSELL 1000	1.8%	7.3%	22.8	0.99

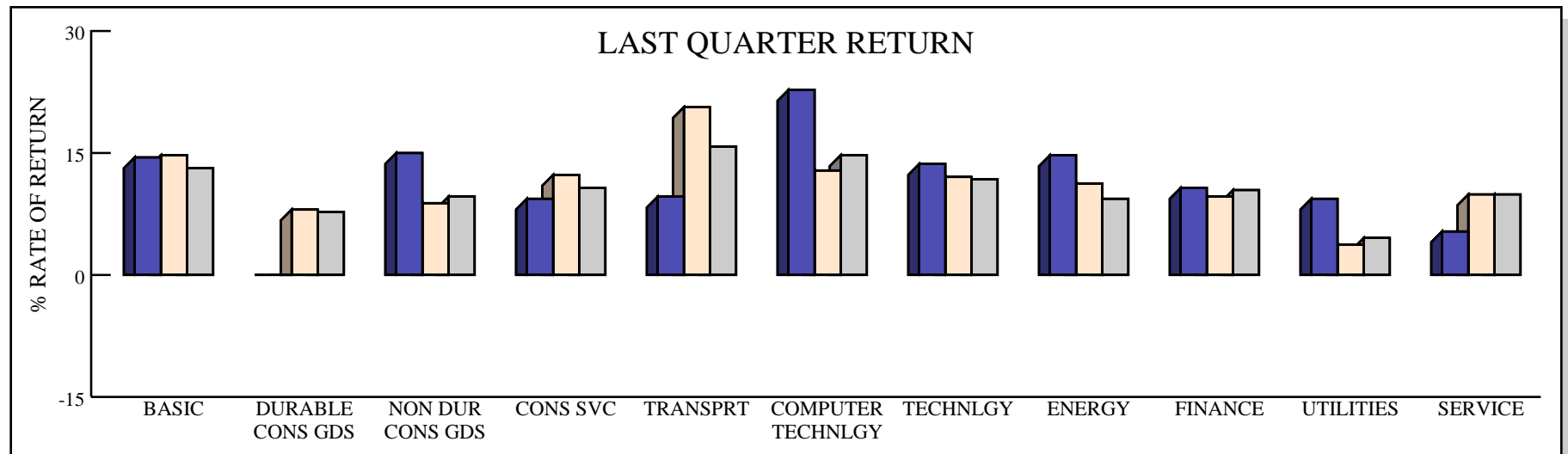




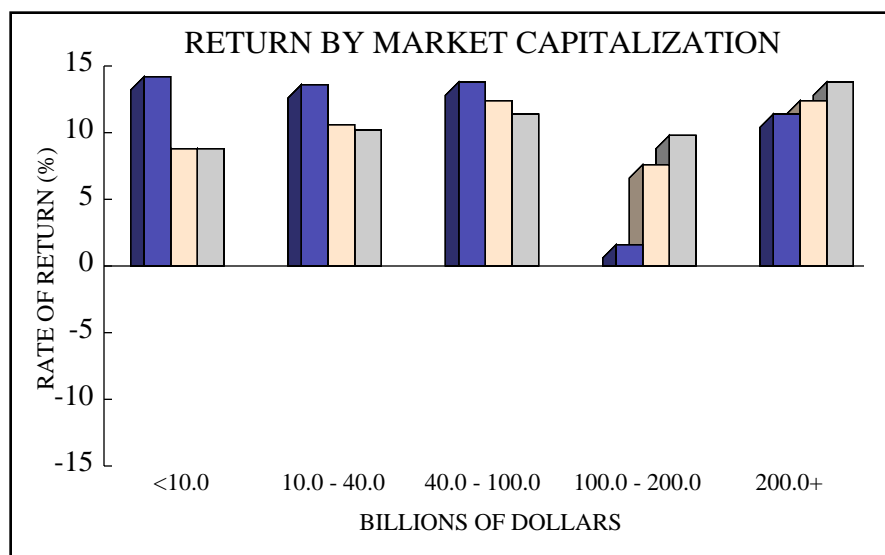
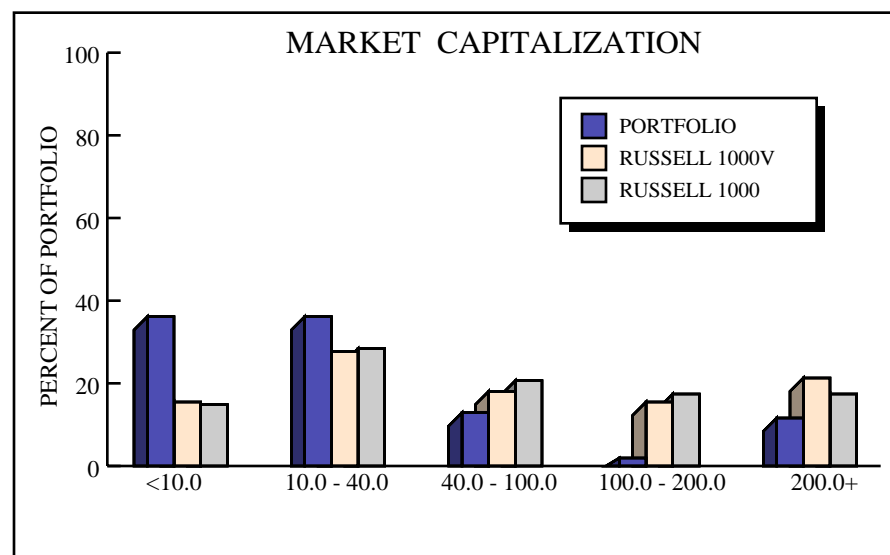
**STOCK INDUSTRY ANALYSIS**



■ PORTFOLIO     
 ■ RUSSELL 1000 VALUE     
 ■ RUSSELL 1000



**TOP TEN HOLDINGS**



**TOP TEN EQUITY HOLDINGS**

RANK	NAME	VALUE	% EQUITY	RETURN	INDUSTRY SECTOR	MKT CAP
1	WESTERN DIGITAL CORP	\$ 478,146	3.66%	32.6%	Computer Tech	\$ 19.8 B
2	TJX COMPANIES INC	426,417	3.26%	13.2%	Consumer Service	45.3 B
3	MARATHON PETROLEUM CORP	402,420	3.08%	43.0%	Energy	27.6 B
4	AFLAC INC	399,330	3.06%	8.3%	Finance	31.1 B
5	APPLE INC	387,166	2.96%	18.2%	Computer Tech	504.9 B
6	CBOE HOLDINGS INC	378,633	2.90%	16.7%	Finance	4.5 B
7	UNITED THERAPEUTICS CORP	376,669	2.88%	43.4%	NonDur Cons Goods	5.7 B
8	WADDELL & REED FINANCIAL-A	374,635	2.87%	27.3%	Finance	5.6 B
9	LOCKHEED MARTIN CORP	361,392	2.76%	17.3%	Technology	47.6 B
10	DISCOVER FINANCIAL SERVICES	339,393	2.60%	10.9%	Finance	26.7 B

MIRAMAR FIREFIGHTERS  
LEE MUNDER CAPITAL GROUP  
PERFORMANCE REVIEW  
DECEMBER 2013

## **INVESTMENT RETURN**

As of December 31st, 2013, the Miramar Firefighters' Lee Munder Capital Group account was valued at \$13,410,035, a \$1,045,245 increase over the September ending value of \$12,364,790. Over the last three months, the fund posted \$1,639 in net withdrawals, which partially offset the fund's net investment return of \$1,046,884. Income receipts totaling \$45,124 and net realized and unrealized capital gains of \$1,001,760 combined to produce last quarter's net investment return.

## **RELATIVE PERFORMANCE**

During the fourth quarter, the Lee Munder Capital Group portfolio returned 8.5%, which was 0.2% below the Russell 2500 Index's return of 8.7% and ranked in the 62nd percentile of the Smid Cap universe. Over the trailing year, the portfolio returned 34.2%, which was 2.6% less than the benchmark's 36.8% return, and ranked in the 73rd percentile. Since December 2007, the account returned 6.5% per annum and ranked in the 90th percentile. The Russell 2500 returned an annualized 9.2% over the same period.

## **ASSET ALLOCATION**

On December 31st, 2013, smid cap equities comprised 97.8% of the total portfolio (\$13.1 million), while cash & equivalents totaled 2.2% (\$295,049).

## **EQUITY ANALYSIS**

At the end of the fourth quarter, the Lee Munder portfolio was invested across ten of the eleven sectors in our analysis. Relative to the Russell 2500 index, the portfolio was most notably overweight in the Basic, Consumer Service, Computer Technology and Utilities sectors, while it was underweight in the remaining utilized sectors.

The Lee Munder portfolio underperformed the Russell 2500 index in six of the ten utilized sectors. The Durable Consumer Goods, Non Durable Consumer Goods and Computer Technology sectors fell short by a significant margin. The Service sector provided some relief with its strong return, but its effect was minimized by its relatively light allocation. The Finance sector also added value with its heavy allocation and index beating return. The portfolio missed an opportunity by avoiding the Transportation sector as it had a strong return for the index.

**EXECUTIVE SUMMARY****PERFORMANCE SUMMARY**

	Quarter	FYTD	1 Year	-----Annualized-----	
				3 Years	Since 12/2007
<b>Total Gross/Fees</b>	8.5	8.5	34.2	15.7	6.5
<i>SMID CAP RANK</i>	(62)	(62)	(73)	(60)	(90)
<b>Total Net/Fees</b>	8.4	8.4	33.4	14.9	5.7
RUSSELL 2500	8.7	8.7	36.8	16.3	9.2
<b>SMid Cap Equity</b>	8.7	8.7	35.3	16.2	6.7
<i>SMID CAP RANK</i>	(59)	(59)	(66)	(55)	(90)
RUSSELL 2500	8.7	8.7	36.8	16.3	9.2

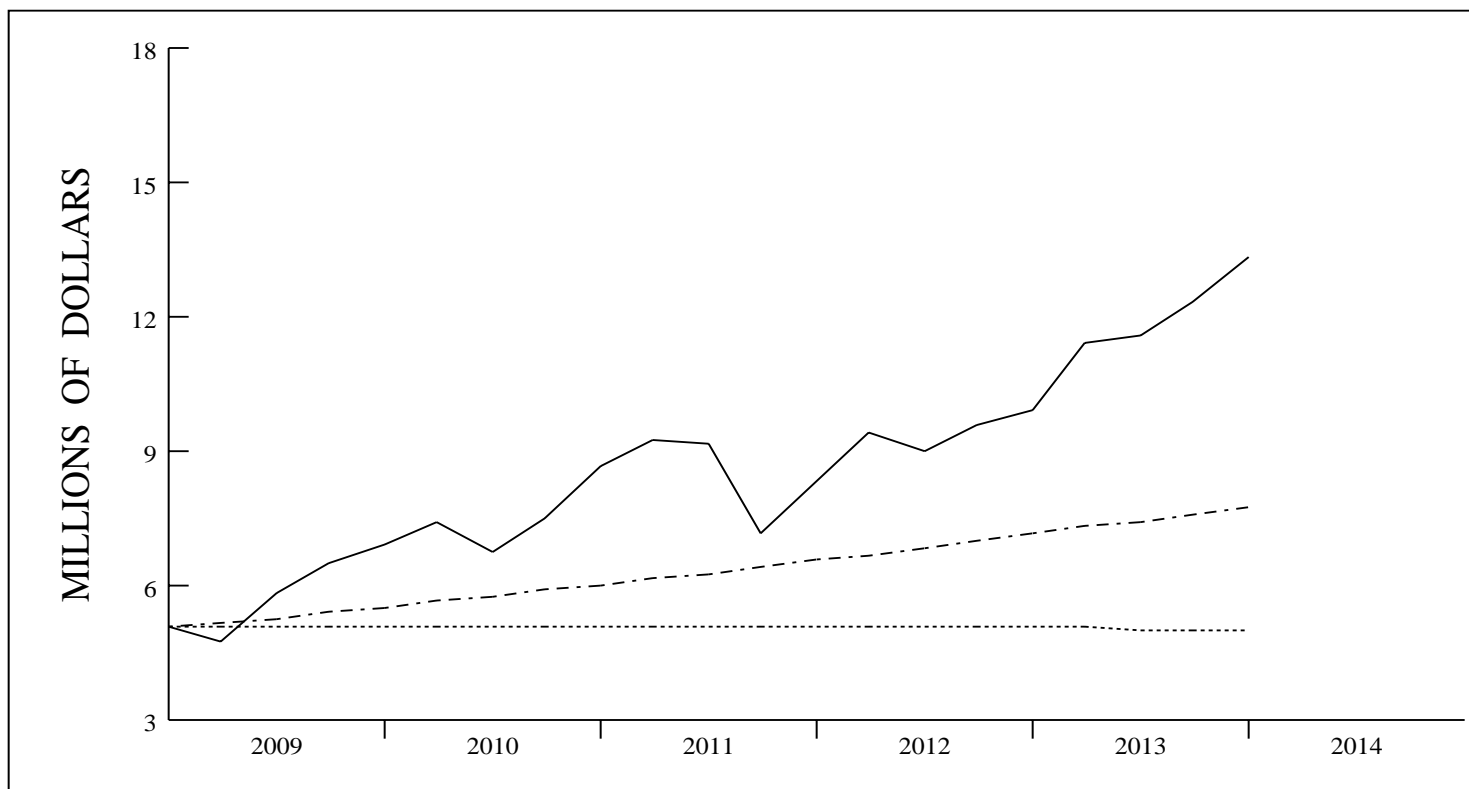
**ASSET ALLOCATION**

SMid Cap Equity	97.8%	\$ 13,114,986
Cash	2.2%	295,049
<b>Total Portfolio</b>	<b>100.0%</b>	<b>\$ 13,410,035</b>

**INVESTMENT RETURN**

Market Value 9/2013	\$ 12,364,790
Contribs / Withdrawals	- 1,639
Income	45,124
Capital Gains / Losses	1,001,760
Market Value 12/2013	\$ 13,410,035

**INVESTMENT GROWTH**

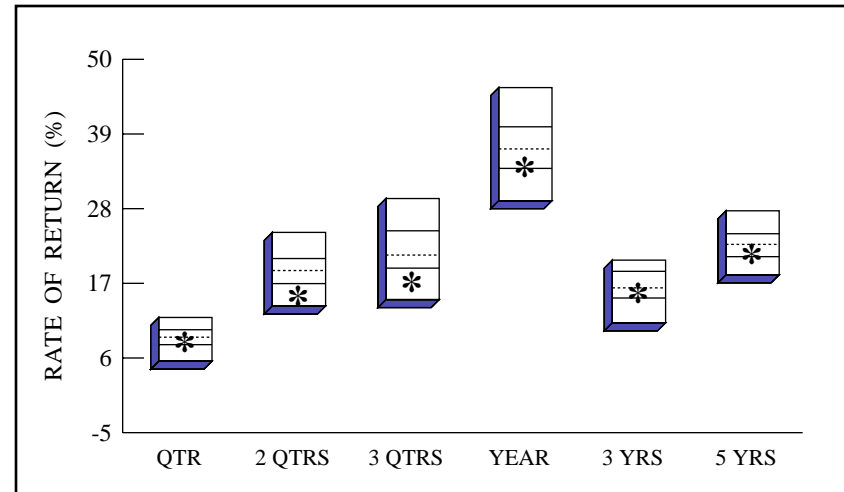
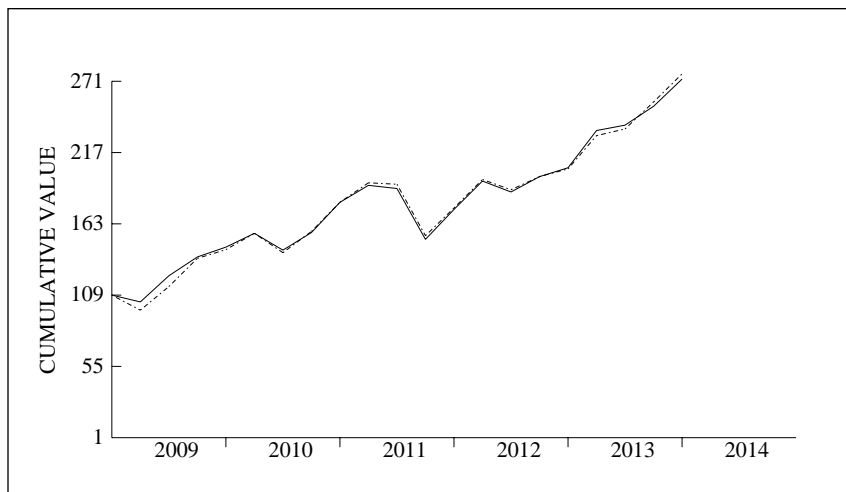


— ACTUAL RETURN  
 - - - 9.0%  
 ..... 0.0%

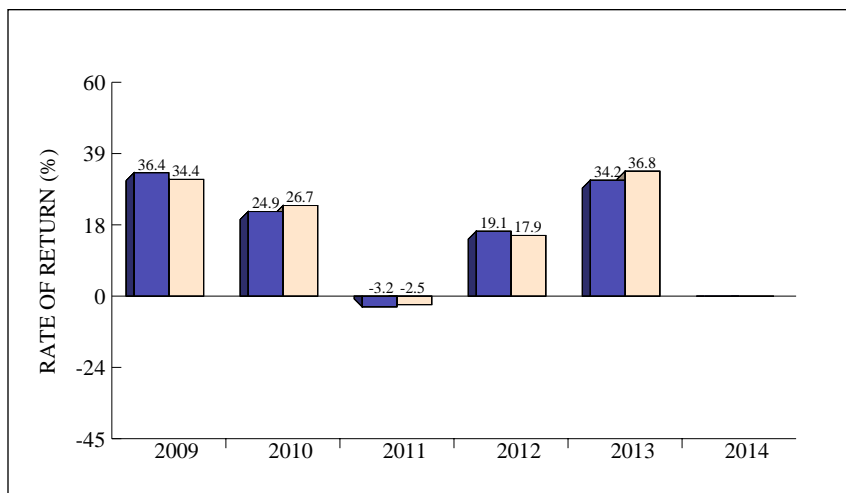
VALUE ASSUMING  
 9.0% RETURN  
 \$ 7,820,320

	LAST QUARTER	PERIOD 12/08 - 12/13
BEGINNING VALUE	\$ 12,364,790	\$ 5,092,110
NET CONTRIBUTIONS	- 1,639	- 12,783
<u>INVESTMENT RETURN</u>	<u>1,046,884</u>	<u>8,330,708</u>
ENDING VALUE	\$ 13,410,035	\$ 13,410,035
INCOME	45,124	674,301
<u>CAPITAL GAINS (LOSSES)</u>	<u>1,001,760</u>	<u>7,656,407</u>
INVESTMENT RETURN	1,046,884	8,330,708

**TOTAL RETURN COMPARISONS**



Smid Cap Universe

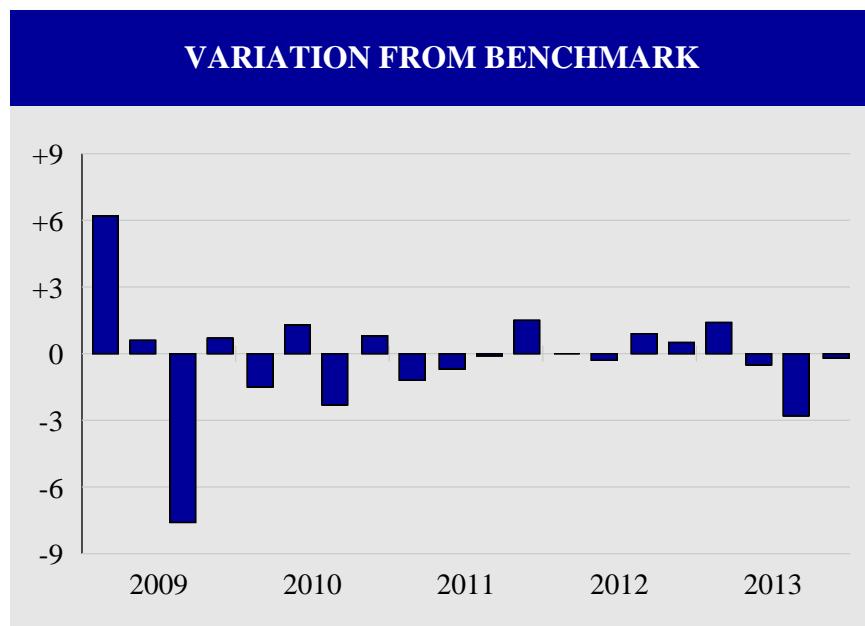


	QTR	2QTRS	3QTRS	YEAR	-----ANNUALIZED----- 3 YRS	5 YRS
RETURN	8.5	15.3	17.4	34.2	15.7	21.4
(RANK)	(62)	(91)	(90)	(73)	(60)	(70)
5TH %ILE	12.0	24.5	29.5	45.8	20.4	27.7
25TH %ILE	10.2	20.6	24.7	40.1	18.8	24.3
MEDIAN	9.1	18.9	21.2	36.8	16.3	22.7
75TH %ILE	8.0	17.0	19.2	33.9	14.8	20.9
95TH %ILE	5.5	13.7	14.6	29.2	11.2	18.3
<b>Russ 2500</b>	<b>8.7</b>	<b>18.5</b>	<b>21.2</b>	<b>36.8</b>	<b>16.3</b>	<b>21.8</b>

Smid Cap Universe

**TOTAL PORTFOLIO QUARTERLY PERFORMANCE SUMMARY**

**COMPARATIVE BENCHMARK: RUSSELL 2500**

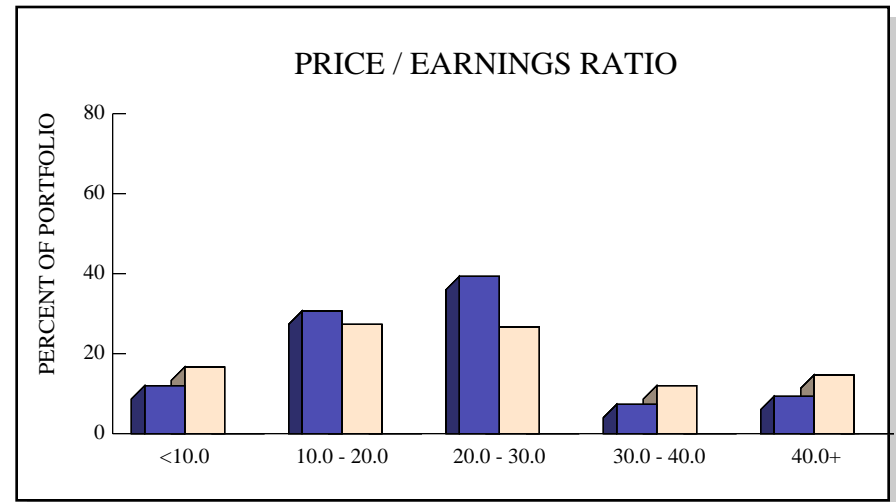
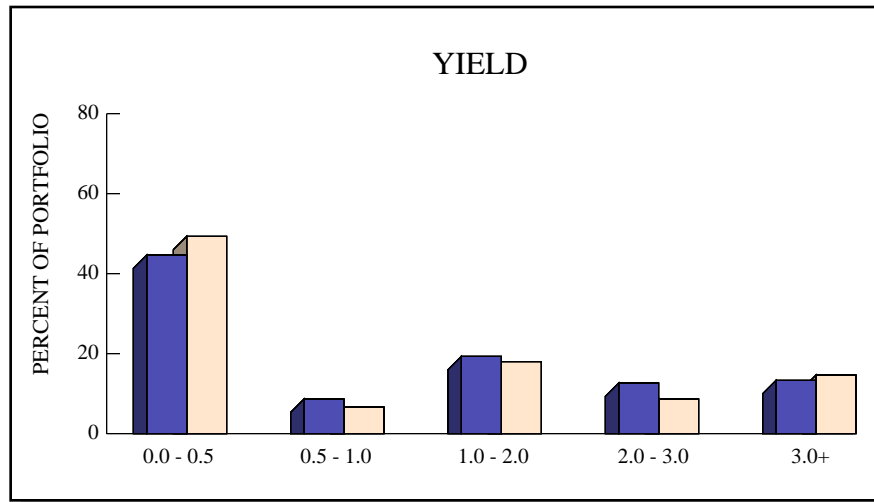


RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
3/09	-5.2	-11.4	6.2
6/09	20.9	20.3	0.6
9/09	12.5	20.1	-7.6
12/09	5.8	5.1	0.7
3/10	7.7	9.2	-1.5
6/10	-8.7	-10.0	1.3
9/10	9.9	12.2	-2.3
12/10	15.6	14.8	0.8
3/11	7.5	8.7	-1.2
6/11	-1.3	-0.6	-0.7
9/11	-21.3	-21.2	-0.1
12/11	16.0	14.5	1.5
3/12	13.0	13.0	0.0
6/12	-4.4	-4.1	-0.3
9/12	6.5	5.6	0.9
12/12	3.6	3.1	0.5
3/13	14.3	12.9	1.4
6/13	1.8	2.3	-0.5
9/13	6.3	9.1	-2.8
12/13	8.5	8.7	-0.2

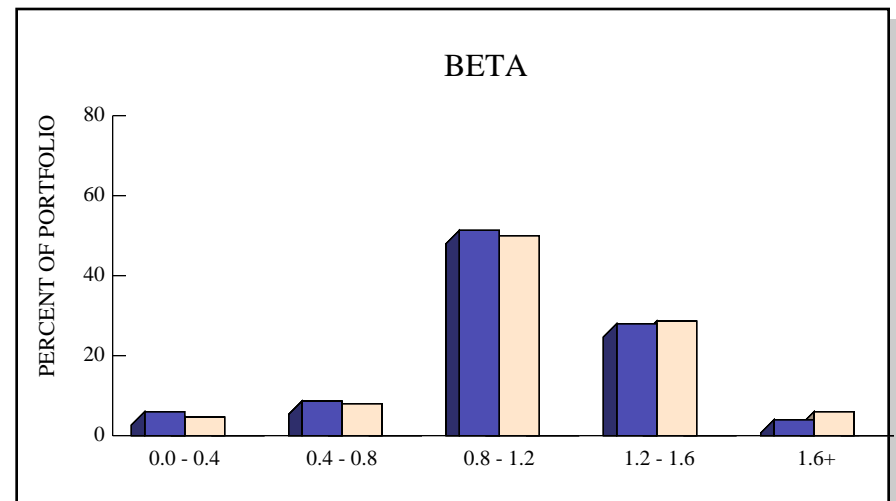
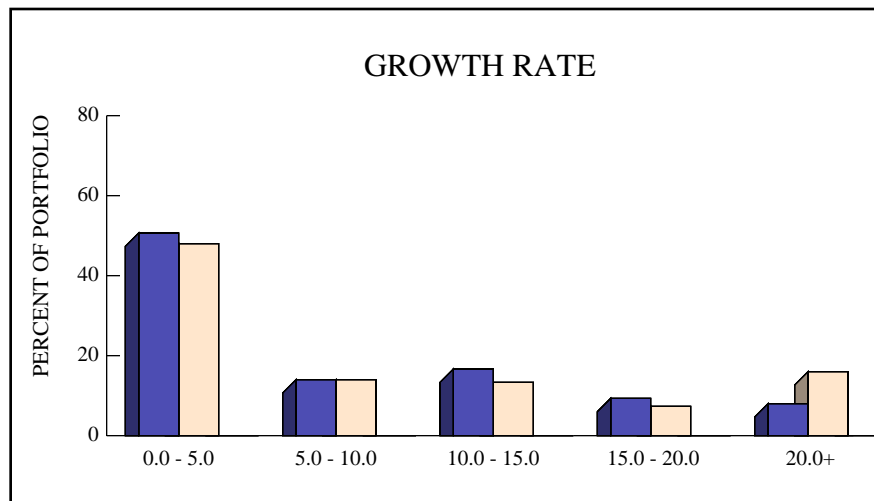
<b>Total Quarters Observed</b>	<b>20</b>
<b>Quarters At or Above the Benchmark</b>	<b>10</b>
<b>Quarters Below the Benchmark</b>	<b>10</b>
<b>Batting Average</b>	<b>.500</b>



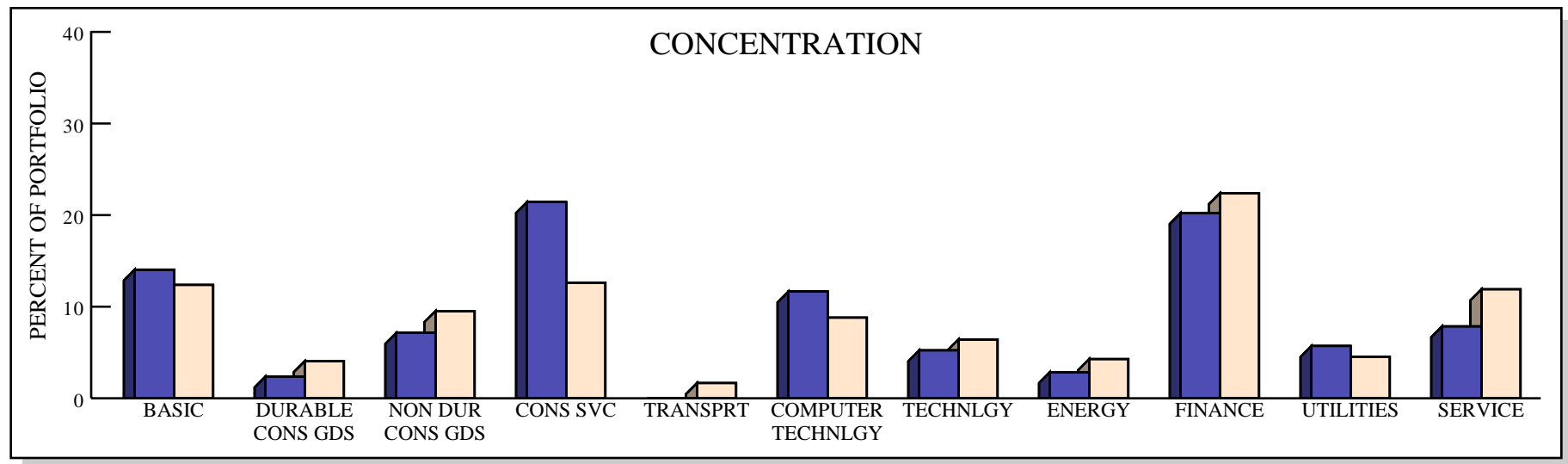
**STOCK CHARACTERISTICS**



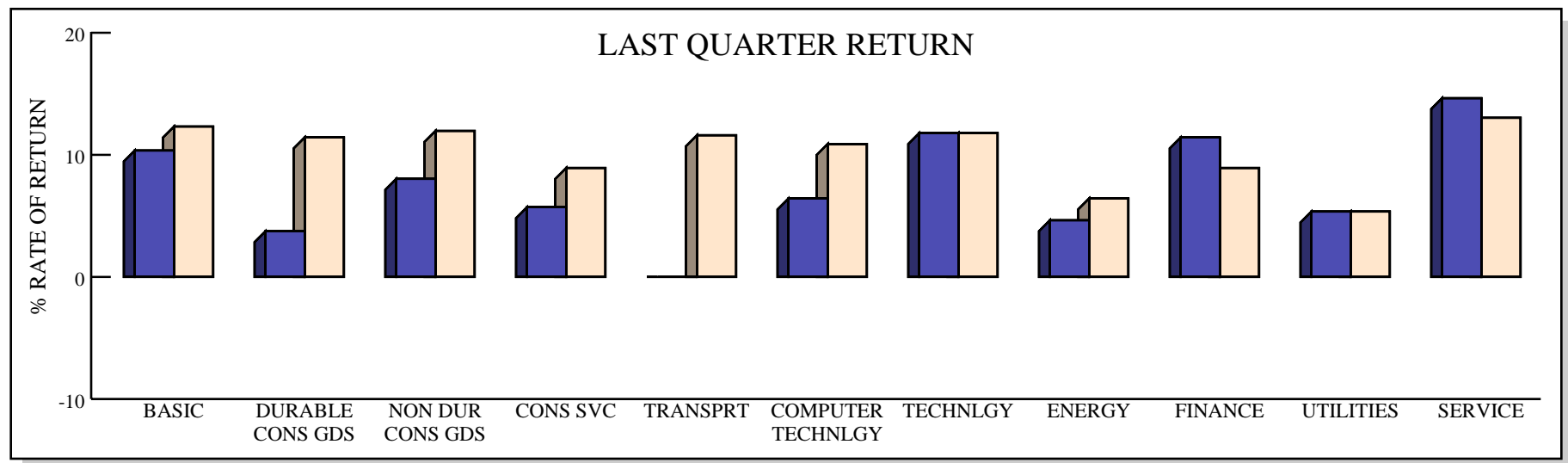
	YIELD	GROWTH	P/E	BETA
PORTFOLIO	1.3%	3.5%	21.7	1.03
RUSSELL 2500	1.4%	6.4%	22.3	1.08



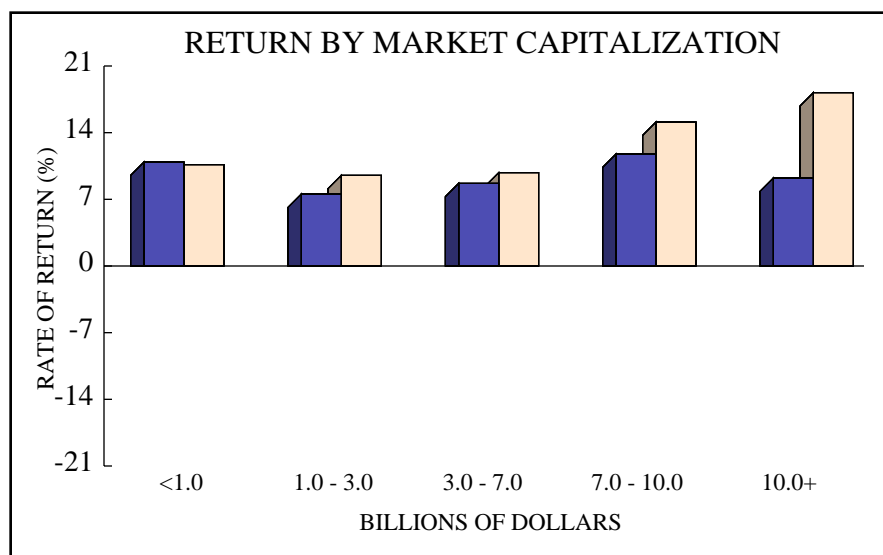
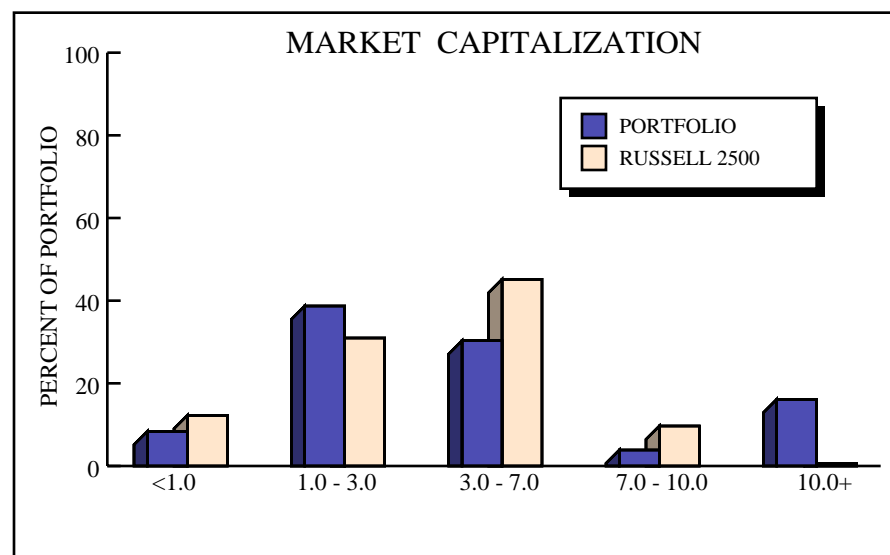
**STOCK INDUSTRY ANALYSIS**



■ PORTFOLIO      ■ RUSSELL 2500



## TOP TEN HOLDINGS



## TOP TEN EQUITY HOLDINGS

RANK	NAME	VALUE	% EQUITY	RETURN	INDUSTRY SECTOR	MKT CAP
1	TRIUMPH GROUP INC	\$ 227,373	1.73%	8.4%	Technology	\$ 4.0 B
2	ZIONS BANCORPORATION	201,541	1.54%	9.4%	Finance	5.5 B
3	SCANA CORP	196,261	1.50%	3.0%	Utilities	6.6 B
4	MEDNAX INC	195,157	1.49%	6.3%	Consumer Service	5.4 B
5	OWENS-ILLINOIS INC	193,677	1.48%	19.2%	Basic	5.9 B
6	KROGER CO	178,004	1.36%	-1.6%	Consumer Service	20.4 B
7	TELEFLEX INC	177,020	1.35%	14.4%	Technology	3.9 B
8	GEO GROUP INC/THE	170,218	1.30%	-0.9%	Consumer Service	2.3 B
9	SYSCO CORP	167,757	1.28%	14.2%	Service	21.0 B
10	AMERIPRISE FINANCIAL INC	165,902	1.26%	26.7%	Finance	22.4 B

MIRAMAR FIREFIGHTERS  
NORTHERN TRUST - EXTENDED EQUITY INDEX FUND  
PERFORMANCE REVIEW  
DECEMBER 2013

## **INVESTMENT RETURN**

On December 31st, 2013, the Miramar Firefighters' Northern Trust portfolio was valued at \$10,644,913, representing an increase of \$837,164 from the September quarter's ending value of \$9,807,749. Last quarter, the Fund posted no net contributions or withdrawals, while posting \$837,164 in net investment returns. Since there were no income receipts for the fourth quarter, the portfolio's net investment return was the result of net realized and unrealized capital gains totaling \$837,164.

## **RELATIVE PERFORMANCE**

For the fourth quarter, the Northern Trust portfolio returned 8.5%, which was equal to the Wilshire 4500 Index's return of 8.5% and ranked in the 61st percentile of the Smid Cap universe. Over the trailing twelve-month period, the portfolio returned 38.0%, which was 0.4% less than the benchmark's 38.4% return, and ranked in the 42nd percentile. Since December 2003, the portfolio returned 10.4% on an annualized basis and ranked in the 70th percentile. For comparison, the Wilshire 4500 returned an annualized 10.2% over the same period.

**EXECUTIVE SUMMARY****PERFORMANCE SUMMARY**

	Quarter	FYTD	1 Year	-----Annualized-----	
				3 Years	10 Years
<b>Total Gross/Fees</b>	8.5	8.5	38.0	16.1	10.4
<i>SMID CAP RANK</i>	(61)	(61)	(42)	(56)	(70)
<b>Total Net/Fees</b>	8.5	8.5	37.9	16.0	10.3
WILSHIRE 4500	8.5	8.5	38.4	16.1	10.2
HYBRID INDEX	8.5	8.5	38.1	15.5	10.1
<b>SMid Cap Equity</b>	8.5	8.5	38.0	16.1	10.4
<i>SMID CAP RANK</i>	(61)	(61)	(42)	(56)	(70)
WILSHIRE 4500	8.5	8.5	38.4	16.1	10.2
DJ US COMP	8.5	8.5	38.1	15.5	10.0
HYBRID INDEX	8.5	8.5	38.1	15.5	10.1

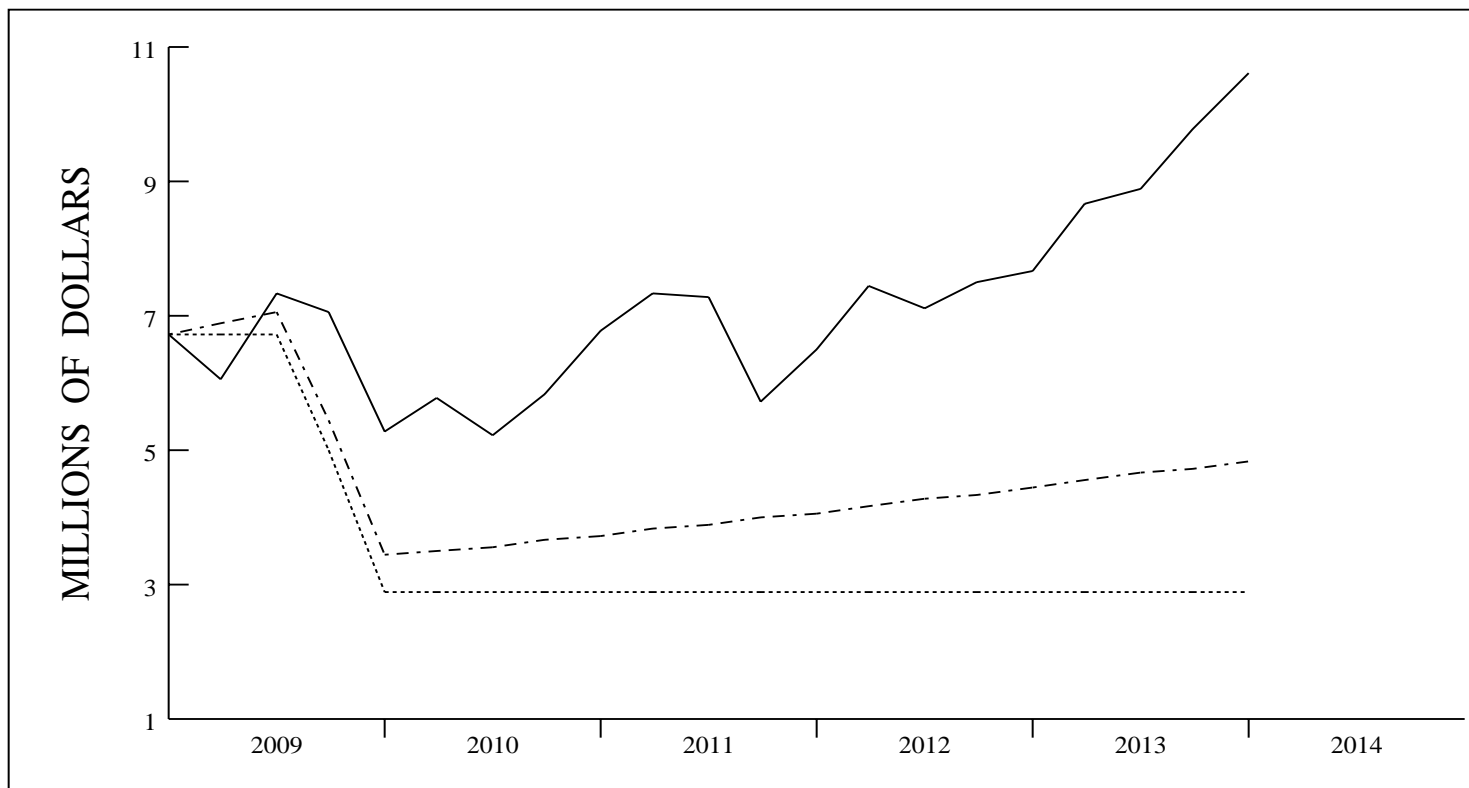
**ASSET ALLOCATION**

SMid Cap Equity	100.0%	\$ 10,644,913
Total Portfolio	100.0%	\$ 10,644,913

**INVESTMENT RETURN**

Market Value 9/2013	\$ 9,807,749
Contribs / Withdrawals	0
Income	0
Capital Gains / Losses	837,164
Market Value 12/2013	\$ 10,644,913

**INVESTMENT GROWTH**

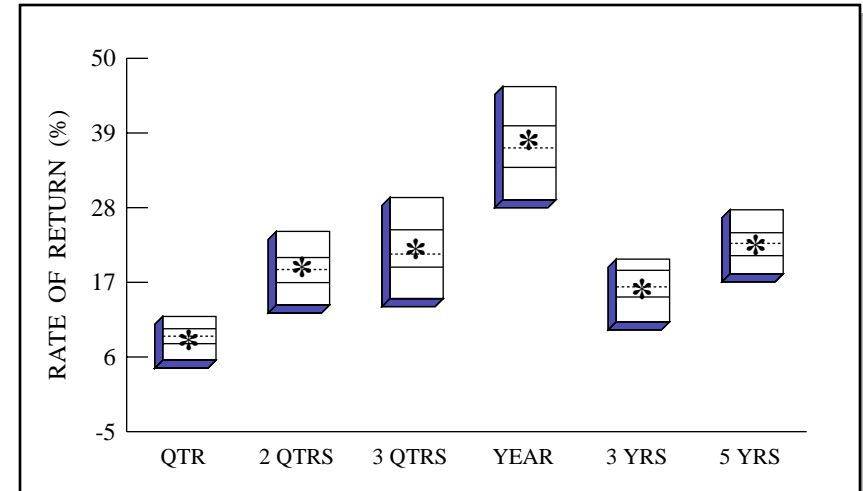
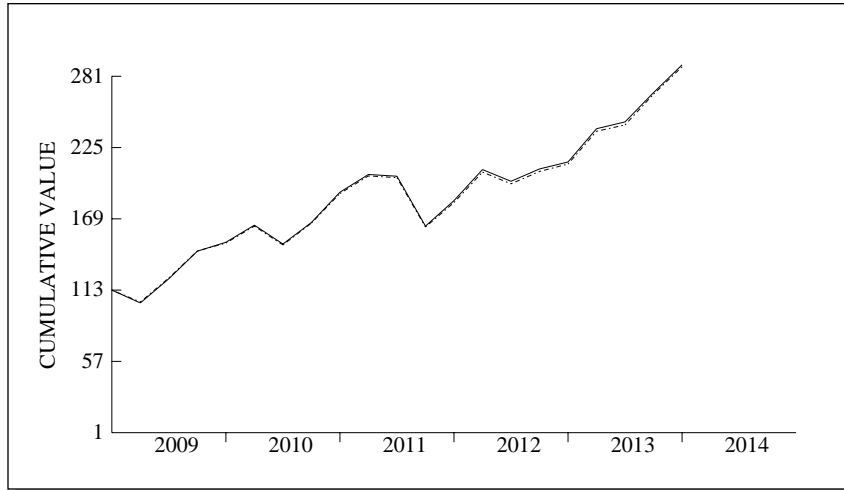


— ACTUAL RETURN  
 - - - 9.0%  
 ..... 0.0%

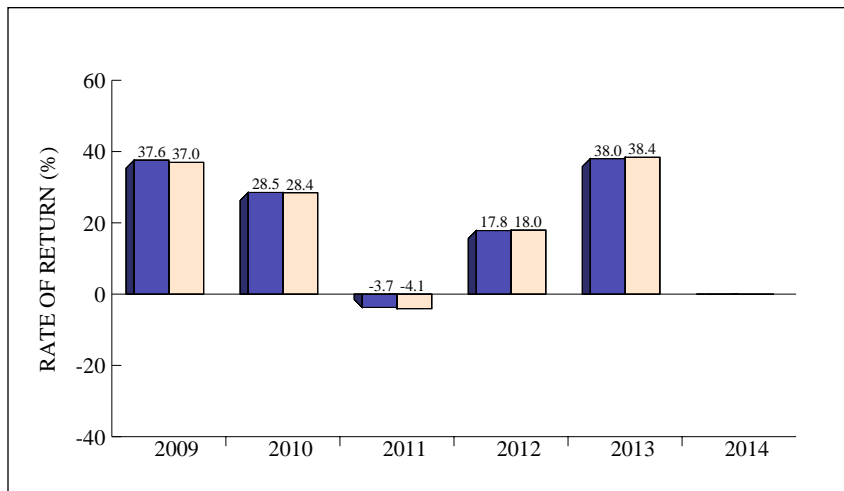
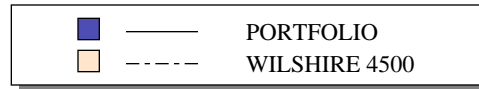
VALUE ASSUMING  
 9.0% RETURN  
 \$ 4,877,382

	LAST QUARTER	PERIOD 12/08 - 12/13
BEGINNING VALUE	\$ 9,807,749	\$ 6,764,511
NET CONTRIBUTIONS	0	- 3,835,627
<u>INVESTMENT RETURN</u>	<u>837,164</u>	<u>7,716,029</u>
ENDING VALUE	\$ 10,644,913	\$ 10,644,913
INCOME	0	0
<u>CAPITAL GAINS (LOSSES)</u>	<u>837,164</u>	<u>7,716,029</u>
INVESTMENT RETURN	837,164	7,716,029

**TOTAL RETURN COMPARISONS**



Smid Cap Universe



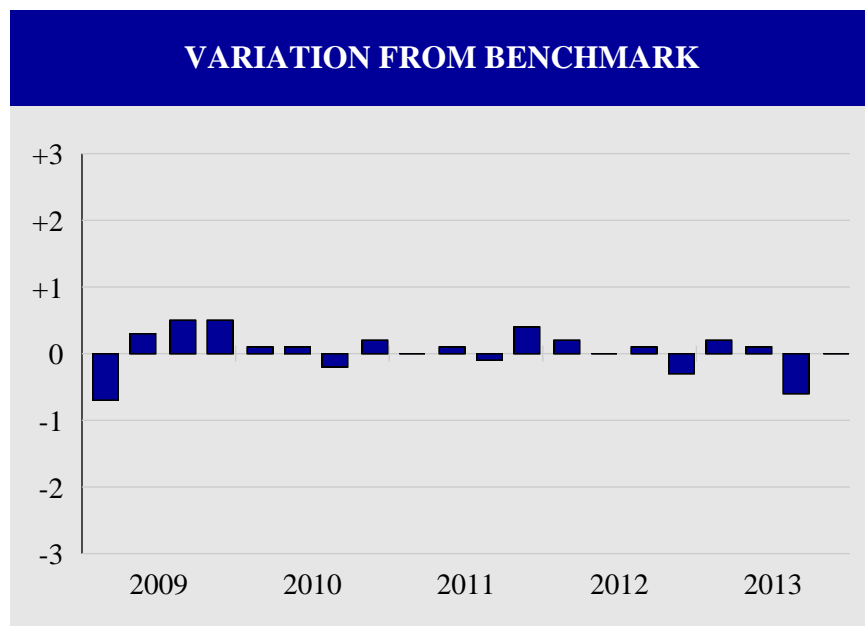
	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	8.5	19.3	22.1	38.0	16.1	22.6
(RANK)	(61)	(42)	(41)	(42)	(56)	(53)
5TH %ILE	12.0	24.5	29.5	45.8	20.4	27.7
25TH %ILE	10.2	20.6	24.7	40.1	18.8	24.3
MEDIAN	9.1	18.9	21.2	36.8	16.3	22.7
75TH %ILE	8.0	17.0	19.2	33.9	14.8	20.9
95TH %ILE	5.5	13.7	14.6	29.2	11.2	18.3
<b>Wil 4500</b>	<b>8.5</b>	<b>19.9</b>	<b>22.5</b>	<b>38.4</b>	<b>16.1</b>	<b>22.5</b>

Smid Cap Universe



**TOTAL PORTFOLIO QUARTERLY PERFORMANCE SUMMARY**

**COMPARATIVE BENCHMARK: WILSHIRE 4500**



<b>Total Quarters Observed</b>	<b>20</b>
<b>Quarters At or Above the Benchmark</b>	<b>15</b>
<b>Quarters Below the Benchmark</b>	<b>5</b>
<b>Batting Average</b>	<b>.750</b>

<b>RATES OF RETURN</b>			
Date	Portfolio	Benchmark	Difference
3/09	-10.0	-9.3	-0.7
6/09	21.1	20.8	0.3
9/09	19.9	19.4	0.5
12/09	5.3	4.8	0.5
3/10	9.8	9.7	0.1
6/10	-9.8	-9.9	0.1
9/10	12.4	12.6	-0.2
12/10	15.5	15.3	0.2
3/11	7.9	7.9	0.0
6/11	-0.7	-0.8	0.1
9/11	-20.7	-20.6	-0.1
12/11	13.3	12.9	0.4
3/12	14.4	14.2	0.2
6/12	-4.8	-4.8	0.0
9/12	5.3	5.2	0.1
12/12	2.8	3.1	-0.3
3/13	13.1	12.9	0.2
6/13	2.3	2.2	0.1
9/13	9.9	10.5	-0.6
12/13	8.5	8.5	0.0

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**APPENDIX - DISCLOSURES**

- \* The NTGI Extended Equity Hybrid Index is a customized index that is defined as follows:
  - 100% Dow Jones Wilshire 4500 for all periods through June 30, 2009
  - 100% Dow Jones U.S. Completion Total Stock Market Index for all periods since June 30, 2009

MIRAMAR FIREFIGHTERS  
NORTHERN TRUST - EAFE INDEX FUND  
PERFORMANCE REVIEW  
DECEMBER 2013

## **INVESTMENT RETURN**

As of December 31st, 2013, the Miramar Firefighters' Northern Trust account was valued at \$8,686,568, which represented an increase of \$469,273 from the September quarter's ending value of \$8,217,295. There were no net contributions or withdrawals recorded to the account last quarter, making the entire increase in value the product of net investment returns. Since there were no income receipts for the quarter, the portfolio's net investment return was the product of net realized and unrealized capital gains totaling \$469,273.

## **RELATIVE PERFORMANCE**

During the fourth quarter, the Northern Trust portfolio returned 5.7%, which was equal to the MSCI EAFE Net Index's return of 5.7% and ranked in the 48th percentile of the International Equity universe. Over the trailing twelve-month period, the portfolio returned 23.1%, which was 0.3% greater than the benchmark's 22.8% performance, and ranked in the 42nd percentile. Since December 2003, the account returned 7.3% on an annualized basis and ranked in the 86th percentile. The MSCI EAFE Net Index returned an annualized 6.9% over the same period.

**EXECUTIVE SUMMARY****PERFORMANCE SUMMARY**

	Quarter	FYTD	1 Year	-----Annualized-----	
				3 Years	10 Years
<b>Total Gross/Fees</b>	5.7	5.7	23.1	8.5	7.3
<i>INTERNATIONAL EQUITY RANK</i>	(48)	(48)	(42)	(48)	(86)
<b>Total Net/Fees</b>	5.7	5.7	23.0	8.4	7.2
MSCI EAFE NET	5.7	5.7	22.8	8.2	6.9
<b>Foreign Equity</b>	5.7	5.7	23.1	8.5	7.3
<i>INTERNATIONAL EQUITY RANK</i>	(48)	(48)	(42)	(48)	(86)
MSCI EAFE NET	5.7	5.7	22.8	8.2	6.9

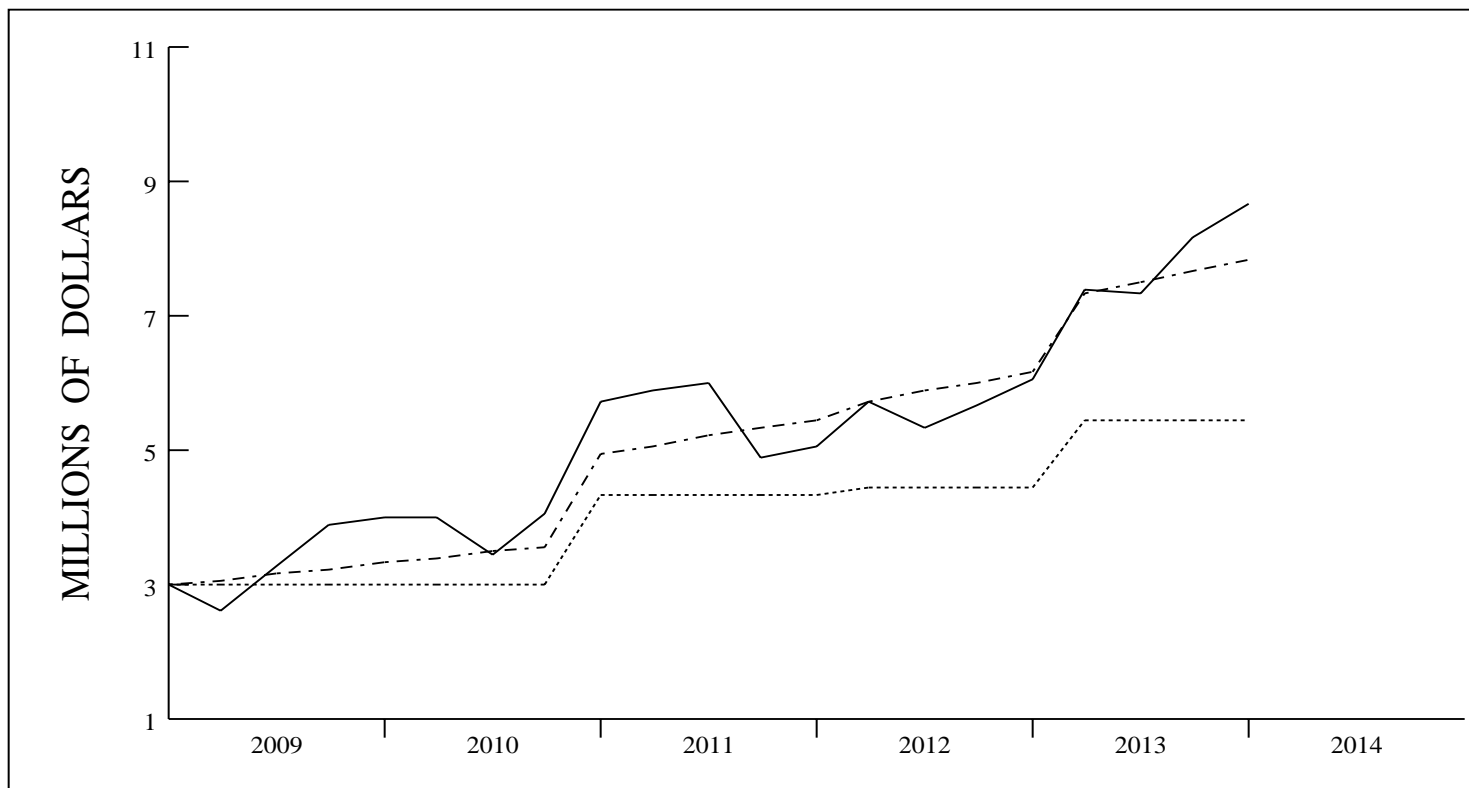
**ASSET ALLOCATION**

Foreign Equity	100.0%	\$ 8,686,568
Total Portfolio	100.0%	\$ 8,686,568

**INVESTMENT RETURN**

Market Value 9/2013	\$ 8,217,295
Contribs / Withdrawals	0
Income	0
Capital Gains / Losses	469,273
Market Value 12/2013	\$ 8,686,568

**INVESTMENT GROWTH**

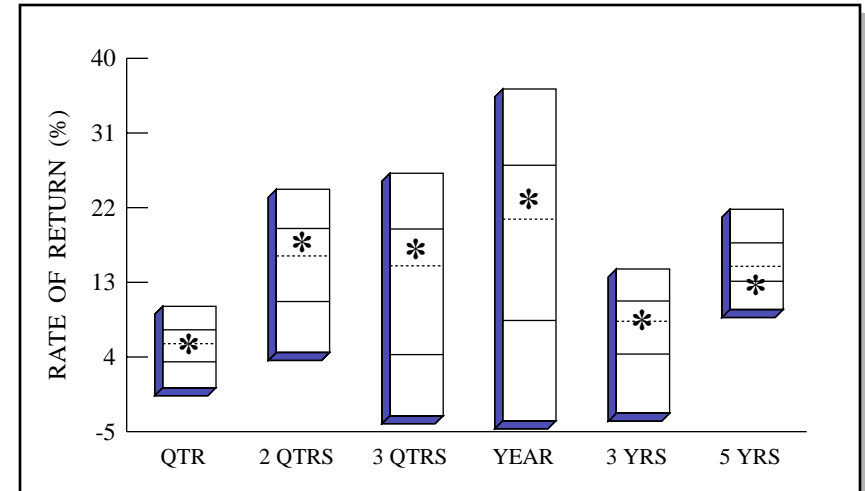
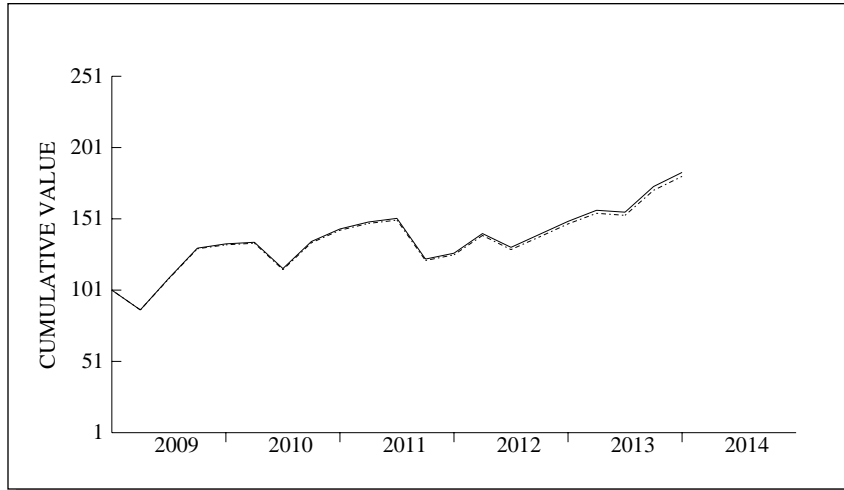


— ACTUAL RETURN  
 - - - 10.0%  
 . . . 0.0%

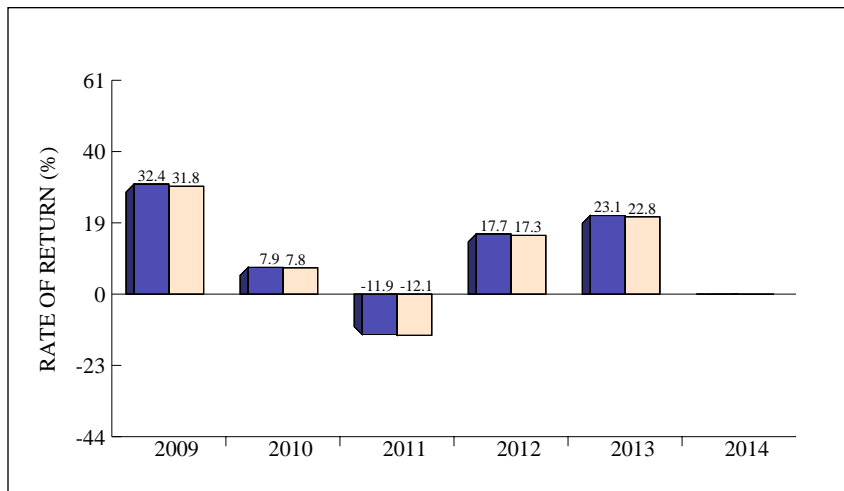
VALUE ASSUMING  
 10.0% RETURN  
 \$ 7,881,658

	LAST QUARTER	PERIOD 12/08 - 12/13
BEGINNING VALUE	\$ 8,217,295	\$ 3,035,550
NET CONTRIBUTIONS	0	2,431,733
INVESTMENT RETURN	469,273	3,219,285
ENDING VALUE	\$ 8,686,568	\$ 8,686,568
INCOME	0	0
CAPITAL GAINS (LOSSES)	469,273	3,219,285
INVESTMENT RETURN	469,273	3,219,285

**TOTAL RETURN COMPARISONS**



International Equity Universe

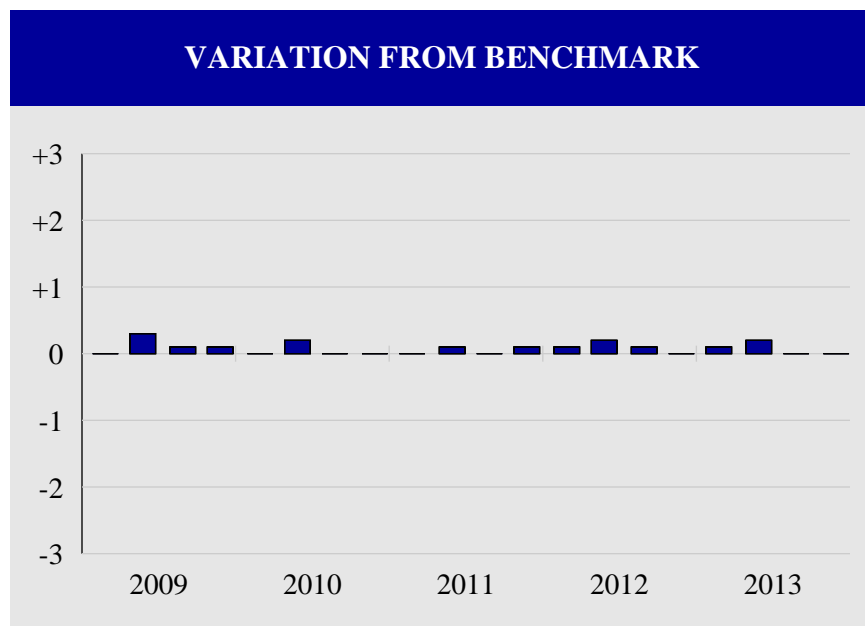


	QTR	2QTRS	3QTRS	YEAR	3 YRS	5 YRS
RETURN	5.7	18.0	17.0	23.1	8.5	12.8
(RANK)	(48)	(38)	(41)	(42)	(48)	(80)
5TH %ILE	10.1	24.2	26.2	36.3	14.6	21.8
25TH %ILE	7.3	19.5	19.4	27.1	10.8	17.8
MEDIAN	5.6	16.2	15.0	20.6	8.3	14.9
75TH %ILE	3.4	10.7	4.3	8.4	4.4	13.1
95TH %ILE	0.3	4.5	-3.1	-3.7	-2.8	9.7
<b>EAFE Net</b>	<b>5.7</b>	<b>17.9</b>	<b>16.8</b>	<b>22.8</b>	<b>8.2</b>	<b>12.4</b>

International Equity Universe

### TOTAL PORTFOLIO QUARTERLY PERFORMANCE SUMMARY

COMPARATIVE BENCHMARK: MSCI EAFE NET



<b>Total Quarters Observed</b>	<b>20</b>
<b>Quarters At or Above the Benchmark</b>	<b>20</b>
<b>Quarters Below the Benchmark</b>	<b>0</b>
<b>Batting Average</b>	<b>1.000</b>

<b>RATES OF RETURN</b>			
Date	Portfolio	Benchmark	Difference
3/09	-13.9	-13.9	0.0
6/09	25.7	25.4	0.3
9/09	19.6	19.5	0.1
12/09	2.3	2.2	0.1
3/10	0.9	0.9	0.0
6/10	-13.8	-14.0	0.2
9/10	16.5	16.5	0.0
12/10	6.6	6.6	0.0
3/11	3.4	3.4	0.0
6/11	1.7	1.6	0.1
9/11	-19.0	-19.0	0.0
12/11	3.4	3.3	0.1
3/12	11.0	10.9	0.1
6/12	-6.9	-7.1	0.2
9/12	7.0	6.9	0.1
12/12	6.6	6.6	0.0
3/13	5.2	5.1	0.1
6/13	-0.8	-1.0	0.2
9/13	11.6	11.6	0.0
12/13	5.7	5.7	0.0



MIRAMAR FIREFIGHTERS  
EATON VANCE - PARAMETRIC EMERGING MARKETS  
PERFORMANCE REVIEW  
DECEMBER 2013

## **INVESTMENT RETURN**

On December 31st, 2013, the Miramar Firefighters' Eaton Vance portfolio was valued at \$2,927,006, representing an increase of \$72,947 from the September quarter's ending value of \$2,854,059. Last quarter, the Fund posted no net contributions or withdrawals, while posting \$72,947 in net investment returns. Since there were no income receipts for the fourth quarter, the portfolio's net investment return was the result of net realized and unrealized capital gains totaling \$72,947.

Over the cumulative period since June 2011, the portfolio has had no contributions or withdrawals, but sustained a net investment loss totaling \$78,325. Since June 2011, if the total account earned a compounded nominal rate of 10.0% it would have been worth \$3.8 million or \$886,936 more than the actual value as of December 31st, 2013.

## **RELATIVE PERFORMANCE**

During the fourth quarter, the Eaton Vance portfolio gained 2.8%, which was 1.0% above the MSCI Emerging Markets Net's return of 1.8% and ranked in the 45th percentile of the Emerging Markets universe. Over the trailing year, the portfolio returned 2.3%, which was 4.9% above the benchmark's -2.6% performance, ranking in the 36th percentile. Since June 2011, the account returned 0.0% on an annualized basis and ranked in the 41st percentile. For comparison, the MSCI Emerging Markets Net returned an annualized -2.8% over the same period.

**EXECUTIVE SUMMARY****PERFORMANCE SUMMARY**

	Quarter	FYTD	1 Year	-----Annualized-----	
				3 Years	Since 6/2011
<b>Total Gross/Fees</b>	2.8	2.8	2.3	----	0.0
<i>EMERGING MARKETS RANK</i>	(45)	(45)	(36)	----	(41)
<b>Total Net/Fees</b>	2.6	2.6	1.2	----	-1.1
MSCI EM NET	1.8	1.8	-2.6	-2.1	-2.8
<b>Foreign Equity</b>	2.8	2.8	2.3	----	0.0
<i>EMERGING MARKETS RANK</i>	(45)	(45)	(36)	----	(41)
MSCI EM NET	1.8	1.8	-2.6	-2.1	-2.8

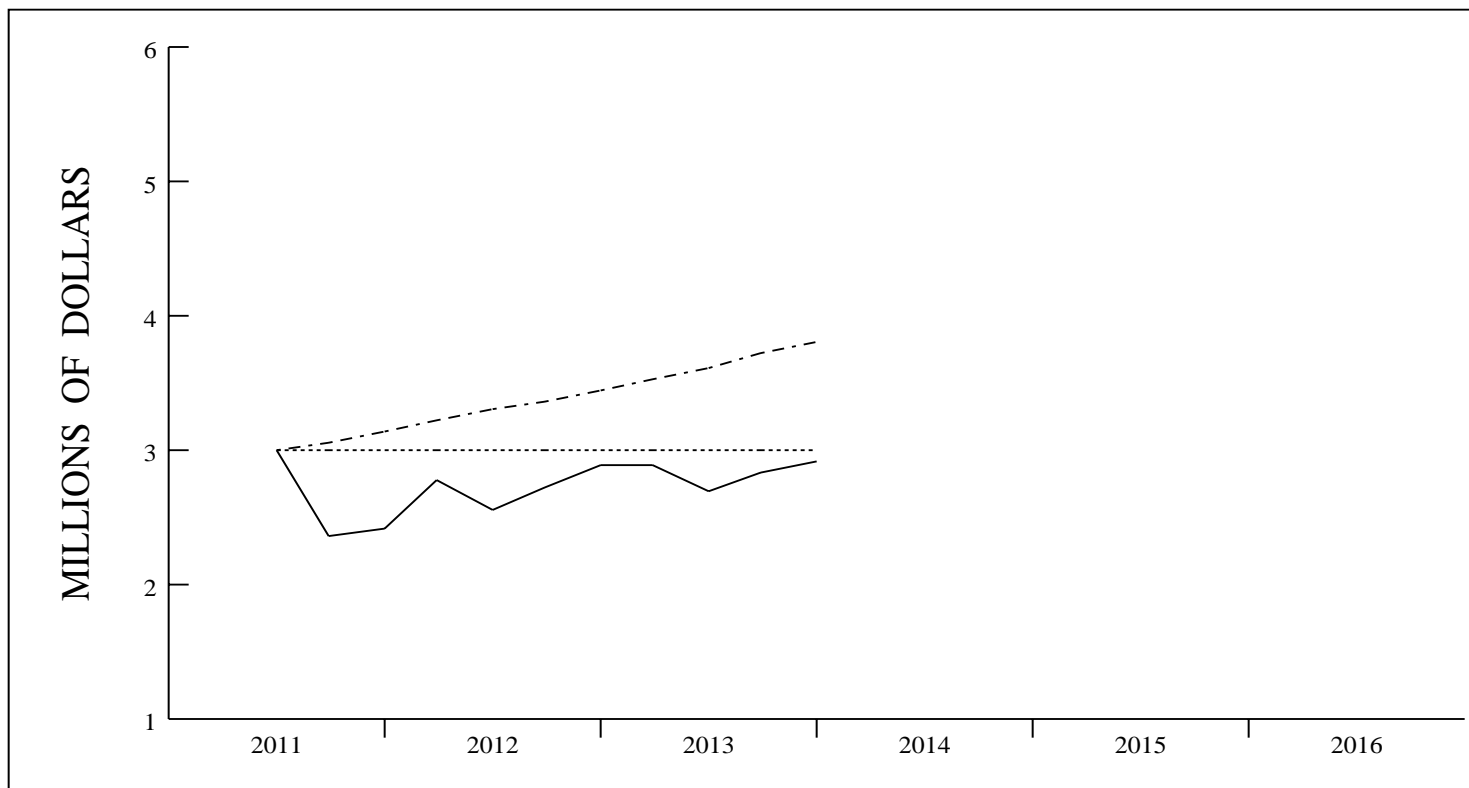
**ASSET ALLOCATION**

Foreign Equity	100.0%	\$ 2,927,006
Total Portfolio	100.0%	\$ 2,927,006

**INVESTMENT RETURN**

Market Value 9/2013	\$ 2,854,059
Contribs / Withdrawals	0
Income	0
Capital Gains / Losses	72,947
Market Value 12/2013	\$ 2,927,006

**INVESTMENT GROWTH**

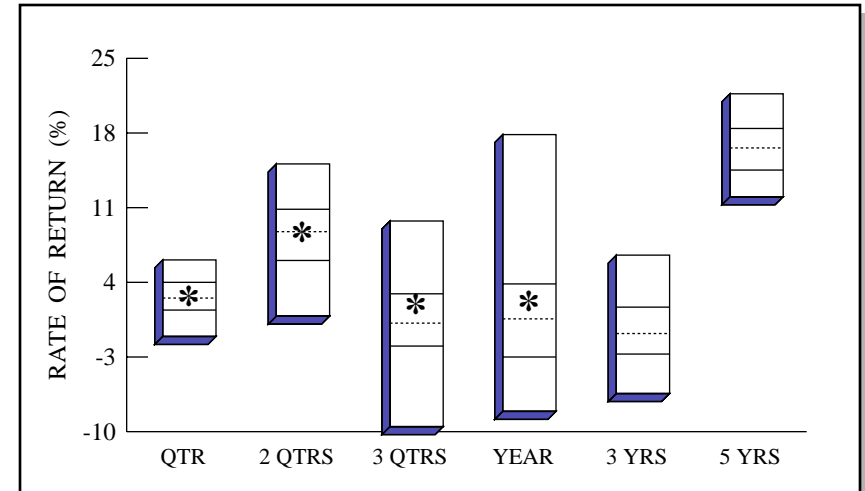
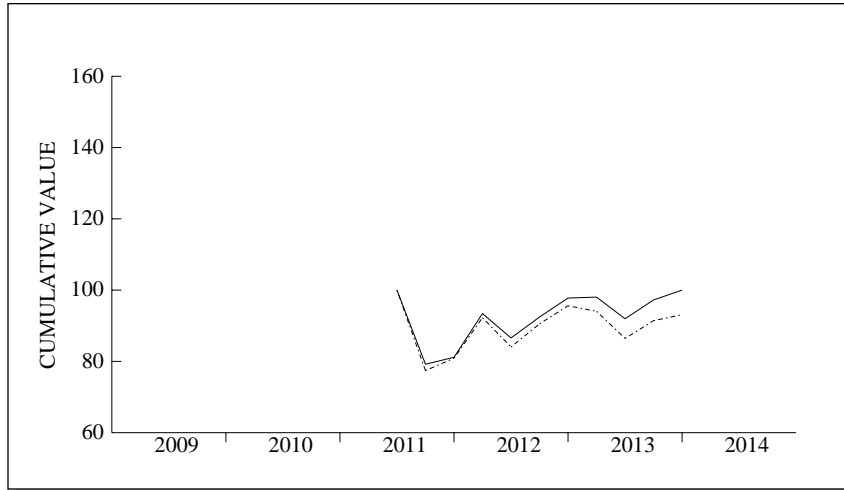


— ACTUAL RETURN  
 - - - 10.0%  
 . . . 0.0%

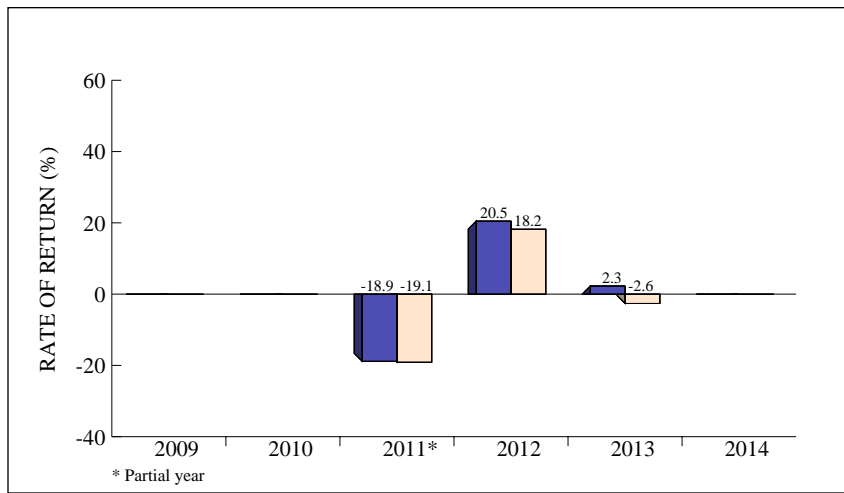
VALUE ASSUMING  
 10.0% RETURN  
 \$ 3,813,942

	LAST QUARTER	PERIOD 6/11 - 12/13
BEGINNING VALUE	\$ 2,854,059	\$ 3,005,331
NET CONTRIBUTIONS	0	0
INVESTMENT RETURN	72,947	- 78,325
ENDING VALUE	\$ 2,927,006	\$ 2,927,006
INCOME	0	0
CAPITAL GAINS (LOSSES)	72,947	- 78,325
INVESTMENT RETURN	72,947	- 78,325

**TOTAL RETURN COMPARISONS**



Emerging Markets Universe



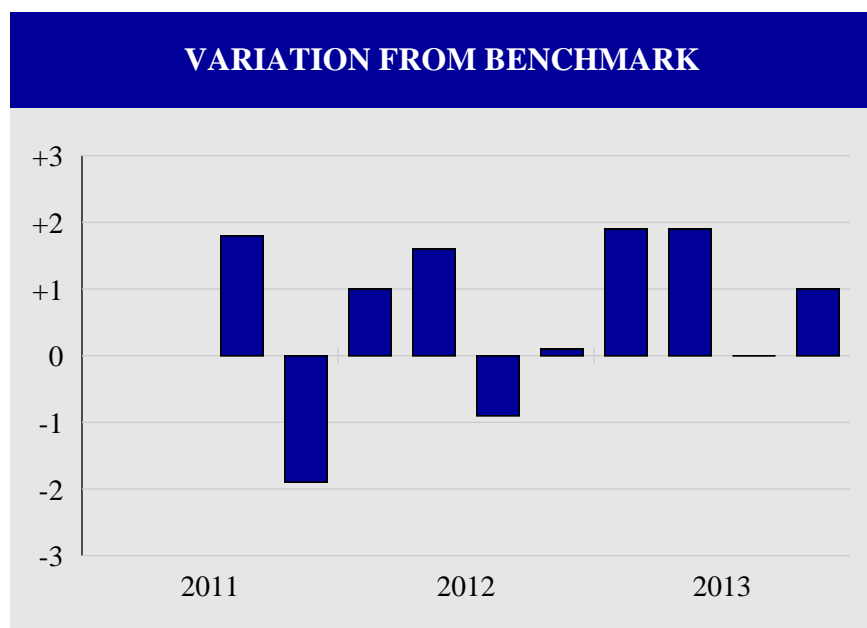
\* Partial year

	QTR	2QTRS	3QTRS	YEAR	-----ANNUALIZED-----	
					3 YRS	5 YRS
RETURN	2.8	8.7	2.0	2.3	---	---
(RANK)	(45)	(51)	(32)	(36)	---	---
5TH %ILE	6.1	15.1	9.7	17.9	6.6	21.7
25TH %ILE	4.0	10.9	2.9	3.9	1.7	18.4
MEDIAN	2.5	8.8	0.2	0.6	-0.8	16.6
75TH %ILE	1.4	6.1	-2.0	-3.0	-2.7	14.5
95TH %ILE	-1.1	0.8	-9.5	-8.1	-6.4	12.0
<b>EM Net</b>	<b>1.8</b>	<b>7.7</b>	<b>-1.0</b>	<b>-2.6</b>	<b>-2.1</b>	<b>14.8</b>

Emerging Markets Universe

### TOTAL PORTFOLIO QUARTERLY PERFORMANCE SUMMARY

COMPARATIVE BENCHMARK: MSCI EMERGING MARKETS NET



RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
9/11	-20.8	-22.6	1.8
12/11	2.5	4.4	-1.9
3/12	15.1	14.1	1.0
6/12	-7.3	-8.9	1.6
9/12	6.8	7.7	-0.9
12/12	5.7	5.6	0.1
3/13	0.3	-1.6	1.9
6/13	-6.2	-8.1	1.9
9/13	5.8	5.8	0.0
12/13	2.8	1.8	1.0

<b>Total Quarters Observed</b>	<b>10</b>
<b>Quarters At or Above the Benchmark</b>	<b>8</b>
<b>Quarters Below the Benchmark</b>	<b>2</b>
<b>Batting Average</b>	<b>.800</b>

MIRAMAR FIREFIGHTERS  
PRINCIPAL FINANCIAL GROUP - REAL ESTATE  
PERFORMANCE REVIEW  
DECEMBER 2013

## **INVESTMENT RETURN**

On December 31st, 2013, the Miramar Firefighters' Principal Financial Group portfolio was valued at \$4,861,891, representing an increase of \$144,497 from the September quarter's ending value of \$4,717,394. Last quarter, the Fund posted no net contributions or withdrawals, while posting \$144,497 in net investment returns. Since there were no income receipts for the fourth quarter, the portfolio's net investment return was the result of net realized and unrealized capital gains totaling \$144,497.

## **RELATIVE PERFORMANCE**

For the fourth quarter, the Principal Financial Group account gained 3.3%, which was 0.1% above the NCREIF NFI-ODCE Index's return of 3.2%. Over the trailing year, the account returned 14.6%, which was 0.6% greater than the benchmark's 14.0% performance. Since March 2006, the Principal Financial Group portfolio returned 4.0% annualized, while the NCREIF NFI-ODCE Index returned an annualized 4.5% over the same time frame.



**EXECUTIVE SUMMARY****PERFORMANCE SUMMARY**

	Quarter	FYTD	1 Year	-----Annualized-----	
				3 Years	Since 3/2006
<b>Total Gross/Fees</b>	3.3	3.3	14.6	14.6	4.0
<b>Total Net/Fees</b>	3.1	3.1	13.4	13.4	2.9
NCREIF ODCE	3.2	3.2	14.0	13.6	4.5
<b>Real Assets</b>	3.3	3.3	14.6	14.6	4.0
NCREIF ODCE	3.2	3.2	14.0	13.6	4.5

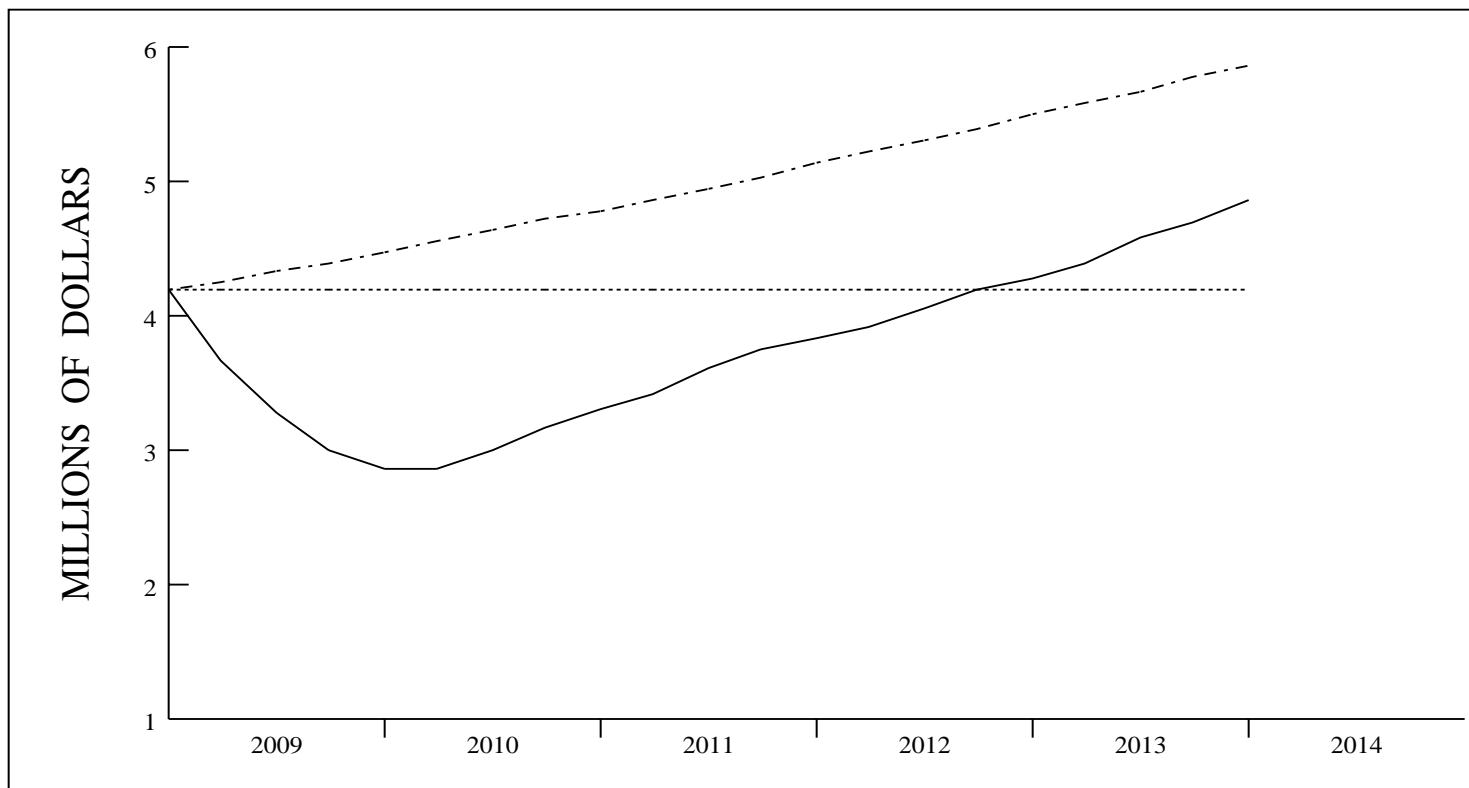
**ASSET ALLOCATION**

Real Assets	100.0%	\$ 4,861,891
Total Portfolio	100.0%	\$ 4,861,891

**INVESTMENT RETURN**

Market Value 9/2013	\$ 4,717,394
Contribs / Withdrawals	0
Income	0
Capital Gains / Losses	144,497
Market Value 12/2013	\$ 4,861,891

**INVESTMENT GROWTH**



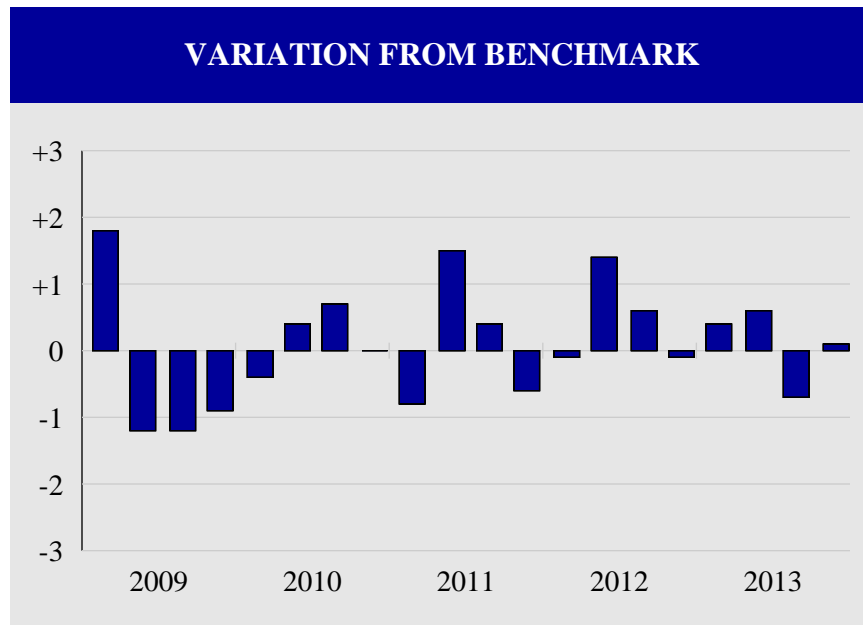
— ACTUAL RETURN  
 - - - 7.0%  
 ..... 0.0%

VALUE ASSUMING  
 7.0% RETURN  
 \$ 5,886,355

	LAST QUARTER	PERIOD 12/08 - 12/13
BEGINNING VALUE	\$ 4,717,394	\$ 4,196,902
NET CONTRIBUTIONS	0	0
INVESTMENT RETURN	144,497	664,989
ENDING VALUE	\$ 4,861,891	\$ 4,861,891
INCOME	0	0
CAPITAL GAINS (LOSSES)	144,497	664,989
INVESTMENT RETURN	144,497	664,989

## TOTAL PORTFOLIO QUARTERLY PERFORMANCE SUMMARY

COMPARATIVE BENCHMARK: NCREIF NFI-ODCE INDEX



<b>Total Quarters Observed</b>	<b>20</b>
<b>Quarters At or Above the Benchmark</b>	<b>11</b>
<b>Quarters Below the Benchmark</b>	<b>9</b>
<b>Batting Average</b>	<b>.550</b>

RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
3/09	-11.9	-13.7	1.8
6/09	-10.2	-9.0	-1.2
9/09	-8.5	-7.3	-1.2
12/09	-4.4	-3.5	-0.9
3/10	0.4	0.8	-0.4
6/10	4.8	4.4	0.4
9/10	6.1	5.4	0.7
12/10	5.0	5.0	0.0
3/11	3.2	4.0	-0.8
6/11	6.1	4.6	1.5
9/11	3.9	3.5	0.4
12/11	2.4	3.0	-0.6
3/12	2.7	2.8	-0.1
6/12	3.9	2.5	1.4
9/12	3.4	2.8	0.6
12/12	2.2	2.3	-0.1
3/13	3.1	2.7	0.4
6/13	4.5	3.9	0.6
9/13	2.9	3.6	-0.7
12/13	3.3	3.2	0.1

MIRAMAR FIREFIGHTERS  
HANCOCK TIMBER RESOURCE GROUP - TIMBERLAND XI  
PERFORMANCE REVIEW  
DECEMBER 2013

## **INVESTMENT RETURN**

On December 31st, 2013, the Miramar Firefighters' Hancock Timber Resource Group account was valued at \$841,388, which represented a decrease of \$ from the September quarter's ending value of \$841,388. During the last three months, the account posted no net contributions, withdrawals or net investment returns. Since there were no income receipts or capital gains or losses for the fourth quarter, there were no net investment returns.

Since June 2012, the fund has recorded net contributions totaling \$477,144, and recorded \$48,526 in net investment gains. Since June 2012, if the fund earned a compounded nominal rate of 7.0% it would have been valued at \$876,841 or \$35,453 more than its actual value as of December 31st, 2013.

## **RELATIVE PERFORMANCE**

*The fourth quarter manager's appraisal was unavailable at the time this report was created. The market value presented was as of September 30, 2013, while a return of 0.0% was assumed for the current quarter.*

Over the trailing twelve-month period, the account returned -2.0%, which was 11.7% below the benchmark's 9.7% performance. Since June 2012, the Hancock Timber Resource Group portfolio returned 3.9% per annum, while the NCREIF Timber Index returned an annualized 11.1% over the same period.

**EXECUTIVE SUMMARY****PERFORMANCE SUMMARY**

	Quarter	FYTD	1 Year	-----Annualized-----	
				3 Years	Since 6/2012
<b>Total Gross/Fees</b>	0.0	0.0	-2.0	----	3.9
<b>Total Net/Fees</b>	0.0	0.0	-2.7	----	3.1
NCREIF TIMBER	5.9	5.9	9.7	6.3	11.1
<b>Real Assets</b>	0.0	0.0	-2.0	----	3.9
NCREIF TIMBER	5.9	5.9	9.7	6.3	11.1

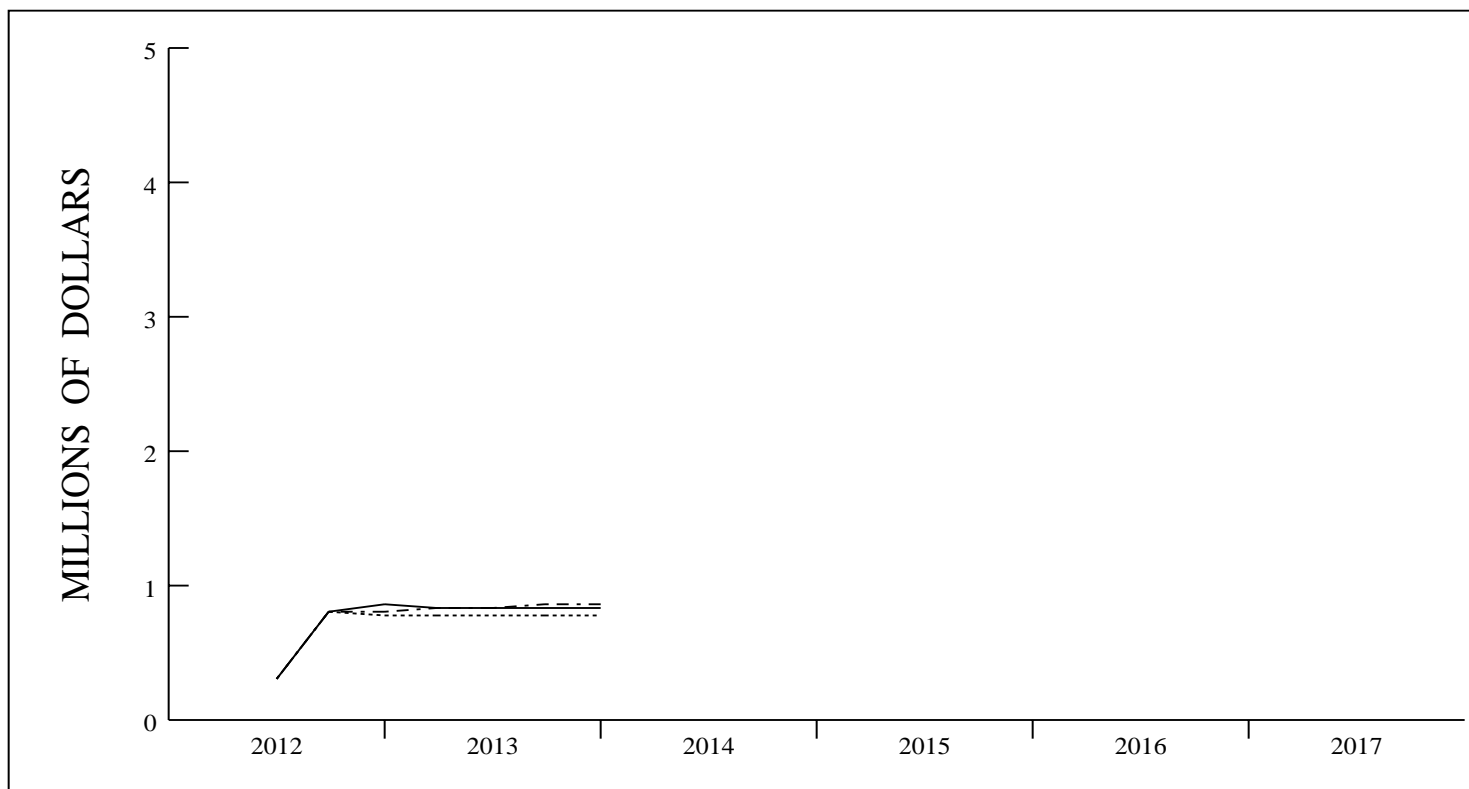
**ASSET ALLOCATION**

Real Assets	100.0%	\$ 841,388
Total Portfolio	100.0%	\$ 841,388

**INVESTMENT RETURN**

Market Value 9/2013	\$ 841,388
Contribs / Withdrawals	0
Income	0
Capital Gains / Losses	0
Market Value 12/2013	\$ 841,388

**INVESTMENT GROWTH**



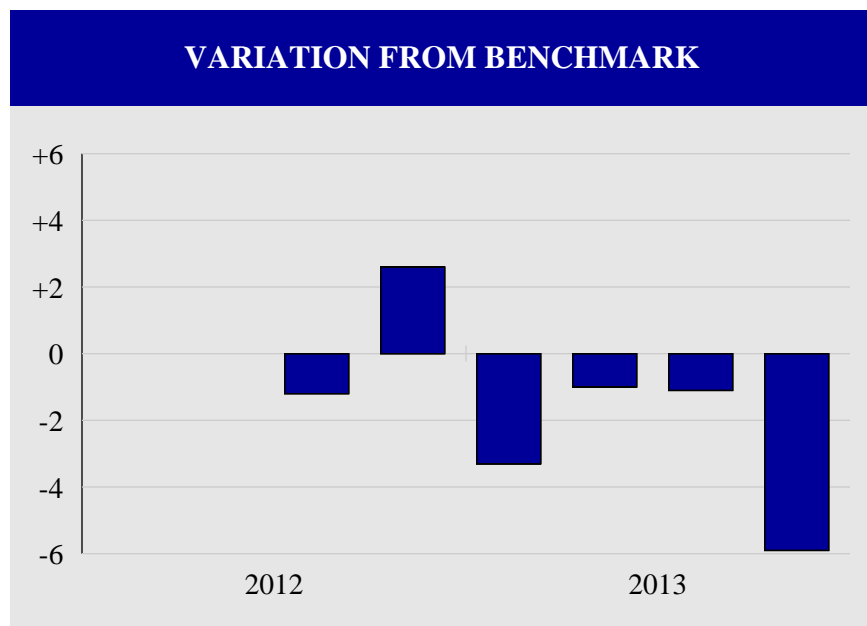
—	ACTUAL RETURN
- - -	7.0%
.....	0.0%

VALUE ASSUMING 7.0% RETURN
\$ 876,841

	LAST QUARTER	PERIOD 6/12 - 12/13
BEGINNING VALUE	\$ 841,388	\$ 315,718
NET CONTRIBUTIONS	0	477,144
<u>INVESTMENT RETURN</u>	<u>0</u>	<u>48,526</u>
ENDING VALUE	\$ 841,388	\$ 841,388
INCOME	0	0
<u>CAPITAL GAINS (LOSSES)</u>	<u>0</u>	<u>48,526</u>
INVESTMENT RETURN	0	48,526

**TOTAL PORTFOLIO QUARTERLY PERFORMANCE SUMMARY**

**COMPARATIVE BENCHMARK: NCREIF TIMBER INDEX**



RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
9/12	-0.4	0.8	-1.2
12/12	8.5	5.9	2.6
3/13	-1.8	1.5	-3.3
6/13	-0.1	0.9	-1.0
9/13	-0.1	1.0	-1.1
12/13	0.0	5.9	-5.9

<b>Total Quarters Observed</b>	<b>6</b>
<b>Quarters At or Above the Benchmark</b>	<b>1</b>
<b>Quarters Below the Benchmark</b>	<b>5</b>
<b>Batting Average</b>	<b>.167</b>



MIRAMAR FIREFIGHTERS  
MOLPUS WOODLANDS GROUP - FUND III  
PERFORMANCE REVIEW  
DECEMBER 2013

## **INVESTMENT RETURN**

On December 31st, 2013, the Miramar Firefighters' Molpus Woodlands Group portfolio was valued at \$1,605,099, a decrease of \$ from the September ending value of \$1,605,099. Last quarter, the account recorded no net contributions, withdrawals or net investment returns. Since there were no income receipts or capital gains or losses during the period, there were no net investment returns.

For the cumulative period since June 2011, the portfolio has posted net contributions totaling \$1.4 million, while generating net investment gains totaling \$183,350. For the period since June 2011, if the total account had earned a compounded nominal rate of 7.0% it would have been valued at \$1.6 million or \$32,316 more than the actual value as of December 31st, 2013.

## **RELATIVE PERFORMANCE**

*The fourth quarter manager's appraisal was unavailable at the time this report was created. The market value presented was as of September 30, 2013, while a return of 0.0% was assumed for the current quarter.*

Over the trailing year, the account returned 12.4%, which was 2.7% greater than the benchmark's 9.7% return. Since June 2011, the account returned 4.9% annualized, while the NCREIF Timber Index returned an annualized 7.0% over the same period.

## **ASSET ALLOCATION**

The portfolio was fully invested in the Molpus Woodlands Fund III LP fund at the end of the quarter.

**EXECUTIVE SUMMARY****PERFORMANCE SUMMARY**

	Quarter	FYTD	1 Year	-----Annualized-----	
				3 Years	Since 6/2011
<b>Total Gross/Fees</b>	0.0	0.0	12.4	----	4.9
<b>Total Net/Fees</b>	0.0	0.0	11.6	----	4.0
NCREIF TIMBER	5.9	5.9	9.7	6.3	7.0
<b>Real Assets</b>	0.0	0.0	12.4	----	4.9
NCREIF TIMBER	5.9	5.9	9.7	6.3	7.0

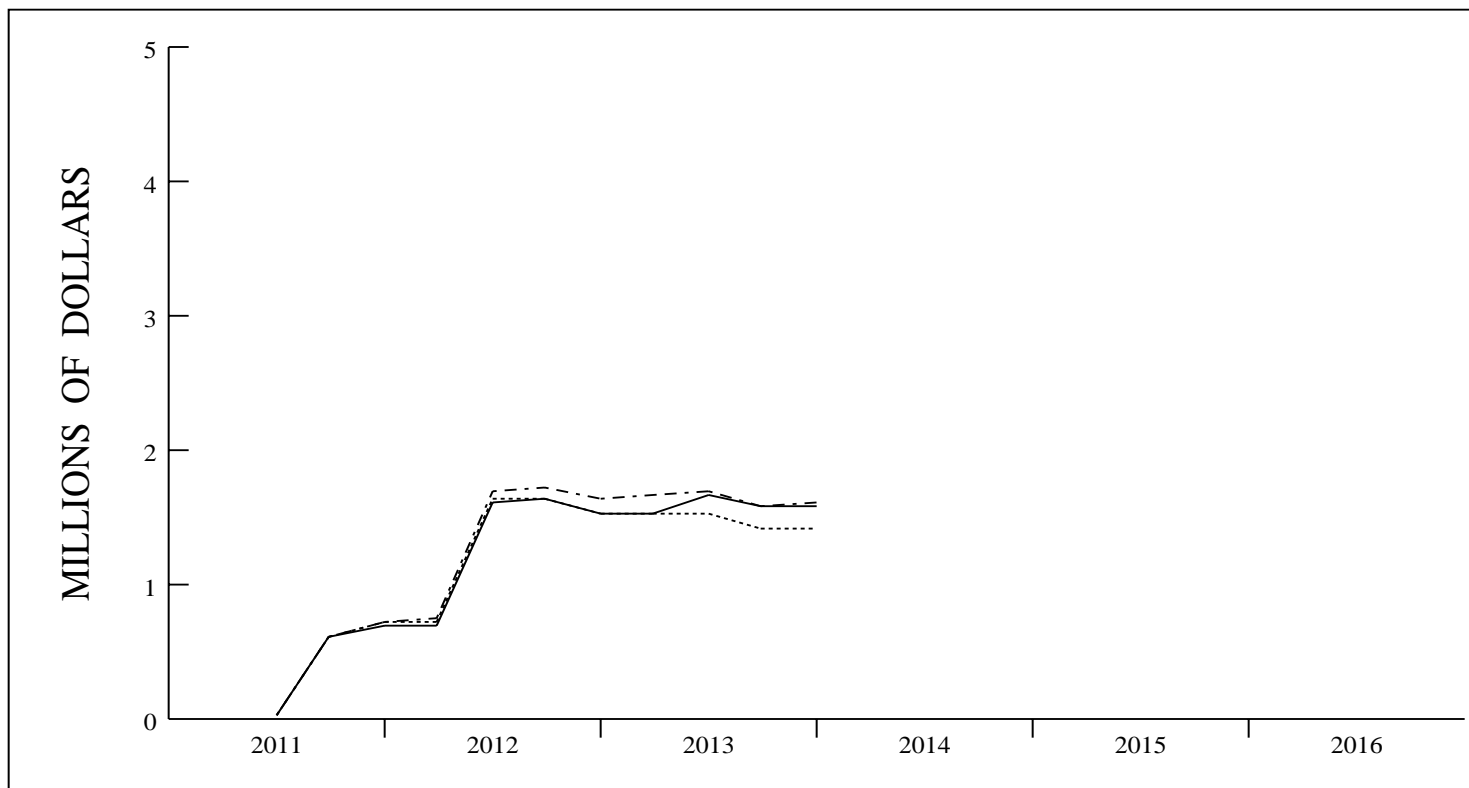
**ASSET ALLOCATION**

Real Assets	100.0%	\$ 1,605,099
Total Portfolio	100.0%	\$ 1,605,099

**INVESTMENT RETURN**

Market Value 9/2013	\$ 1,605,099
Contribs / Withdrawals	0
Income	0
Capital Gains / Losses	0
Market Value 12/2013	\$ 1,605,099

**INVESTMENT GROWTH**



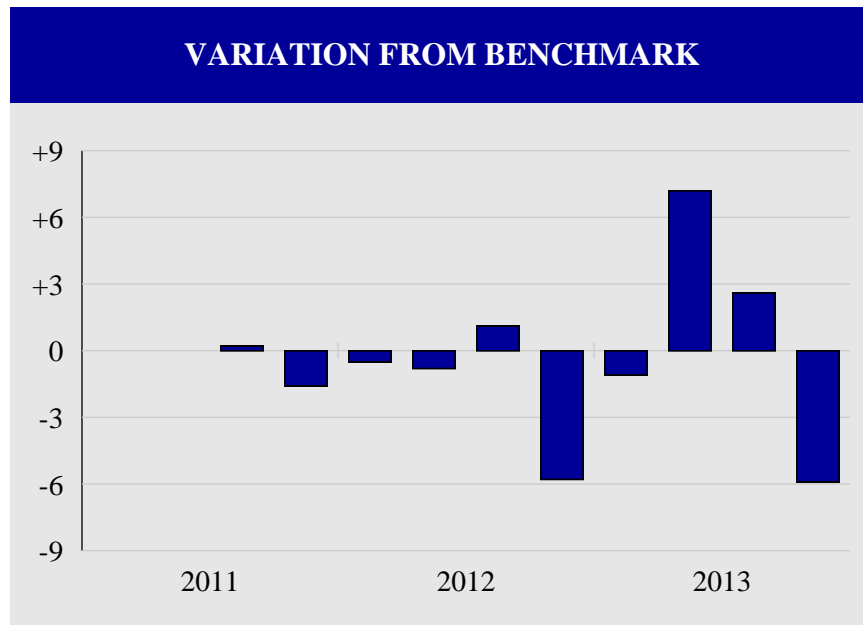
— ACTUAL RETURN  
 - - - 7.0%  
 . . . 0.0%

VALUE ASSUMING  
 7.0% RETURN  
 \$ 1,637,415

	LAST QUARTER	PERIOD 6/11 - 12/13
BEGINNING VALUE	\$ 1,605,099	\$ 27,825
NET CONTRIBUTIONS	0	1,393,924
INVESTMENT RETURN	0	183,350
ENDING VALUE	\$ 1,605,099	\$ 1,605,099
INCOME	0	0
CAPITAL GAINS (LOSSES)	0	183,350
INVESTMENT RETURN	0	183,350

**TOTAL PORTFOLIO QUARTERLY PERFORMANCE SUMMARY**

**COMPARATIVE BENCHMARK: NCREIF TIMBER INDEX**



RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
9/11	-0.1	-0.3	0.2
12/11	-1.1	0.5	-1.6
3/12	-0.1	0.4	-0.5
6/12	-0.2	0.6	-0.8
9/12	1.9	0.8	1.1
12/12	0.1	5.9	-5.8
3/13	0.4	1.5	-1.1
6/13	8.1	0.9	7.2
9/13	3.6	1.0	2.6
12/13	0.0	5.9	-5.9

<b>Total Quarters Observed</b>	<b>10</b>
<b>Quarters At or Above the Benchmark</b>	<b>4</b>
<b>Quarters Below the Benchmark</b>	<b>6</b>
<b>Batting Average</b>	<b>.400</b>

MIRAMAR FIREFIGHTERS  
C.S. MCKEE  
PERFORMANCE REVIEW  
DECEMBER 2013

## **INVESTMENT RETURN**

On December 31st, 2013, the Miramar Firefighters' C.S. McKee portfolio was valued at \$8,324,909, representing an increase of \$1,716,002 from the September quarter's ending value of \$6,608,907. Last quarter, the Fund posted net contributions equaling \$1,699,052 plus a net investment gain equaling \$16,950. Net investment return was a result of \$43,893 in income receipts and \$26,943 in net realized and unrealized capital losses. For the cumulative period since March 2012, the portfolio has posted net contributions totaling \$2.5 million, and recorded net investment gains totaling \$160,385. For the period since March 2012, if the fund had returned a compounded nominal rate of 6.0% it would have been valued at \$8.8 million or \$517,049 more than the actual value as of December 31st, 2013.

## **RELATIVE PERFORMANCE**

For the fourth quarter, the C.S. McKee portfolio returned 0.2%, which was 0.3% greater than the Barclays Aggregate Index's return of -0.1% and ranked in the 35th percentile of the Core Fixed Income universe. Over the trailing year, this portfolio returned -1.2%, which was 0.8% above the benchmark's -2.0% return, ranking in the 24th percentile. Since March 2012, the account returned 1.7% on an annualized basis and ranked in the 49th percentile. For comparison, the Barclays Aggregate Index returned an annualized 1.0% over the same time frame.

## **BOND ANALYSIS**

At the end of the quarter, USG rated securities comprised approximately 55% of the bond portfolio, while corporate securities, rated AAA through BBB, made up the remainder, giving the bond portfolio an overall average quality rating of AAA. The average maturity of the portfolio was 7.5 years, less than the Barclays Aggregate Index's 7.6-year maturity. The average coupon was 3.4%.

**EXECUTIVE SUMMARY****PERFORMANCE SUMMARY**

	Quarter	FYTD	1 Year	-----Annualized-----	
				3 Years	Since 3/2012
<b>Total Gross/Fees</b>	0.2	0.2	-1.2	----	1.7
<i>CORE FIXED INCOME RANK</i>	(35)	(35)	(24)	----	(49)
<b>Total Net/Fees</b>	0.1	0.1	-1.5	----	1.3
BARCLAYS AGG	-0.1	-0.1	-2.0	3.3	1.0
<b>Fixed Income</b>	0.2	0.2	-1.2	----	1.7
<i>CORE FIXED INCOME RANK</i>	(32)	(32)	(26)	----	(46)
BARCLAYS AGG	-0.1	-0.1	-2.0	3.3	1.0

**ASSET ALLOCATION**

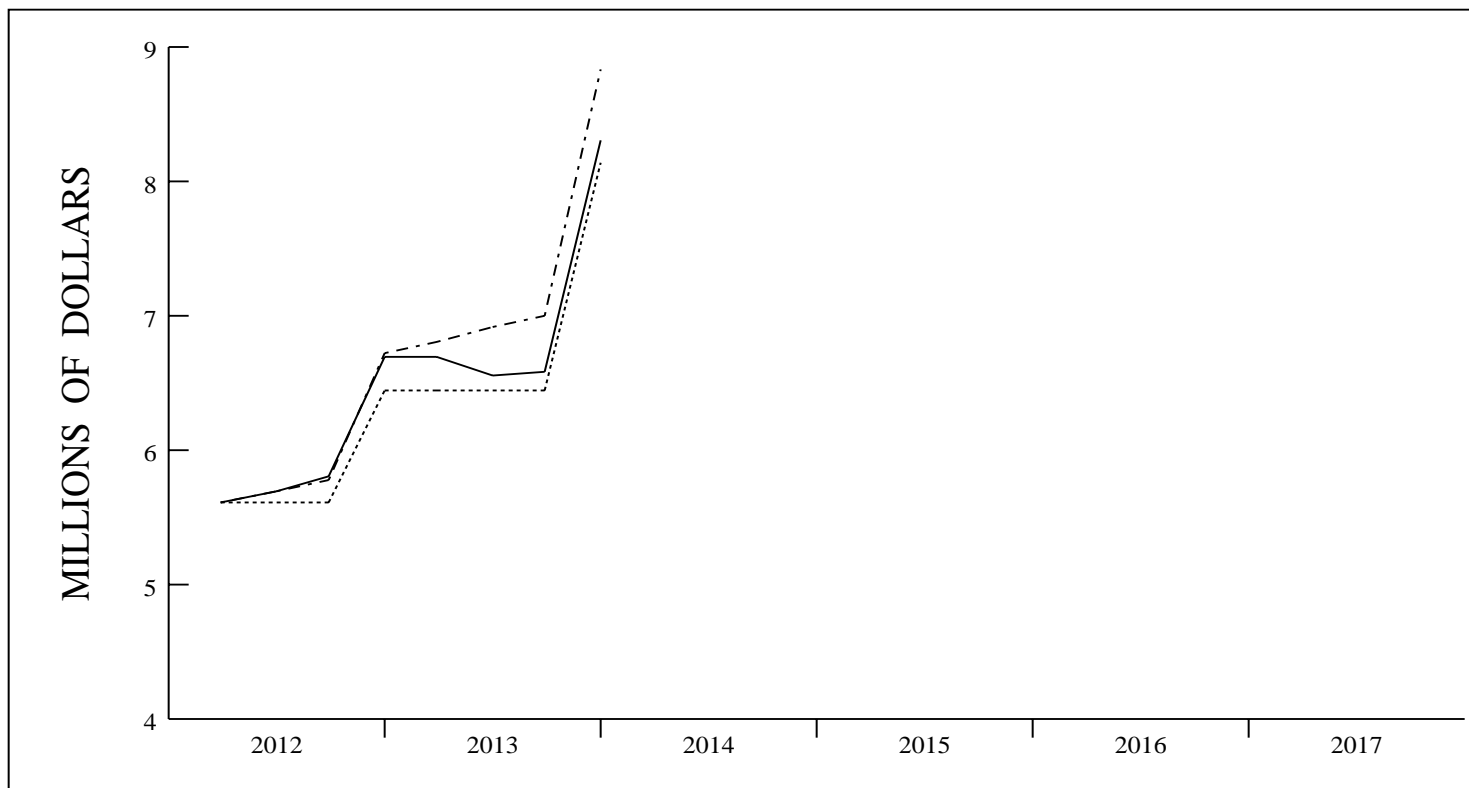
Fixed Income	98.0%	\$ 8,156,335
Cash	2.0%	168,574
<b>Total Portfolio</b>	<b>100.0%</b>	<b>\$ 8,324,909</b>

**INVESTMENT RETURN**

Market Value 9/2013	\$ 6,608,907
Contribs / Withdrawals	1,699,052
Income	43,893
Capital Gains / Losses	- 26,943
Market Value 12/2013	\$ 8,324,909



**INVESTMENT GROWTH**

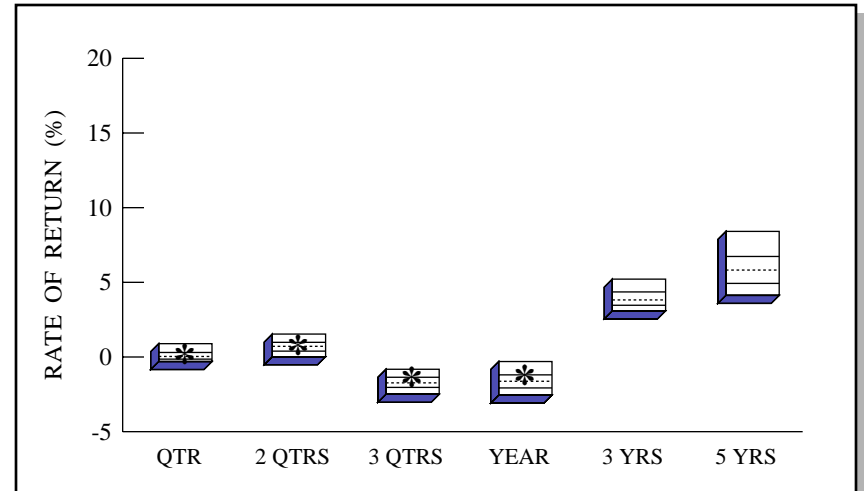
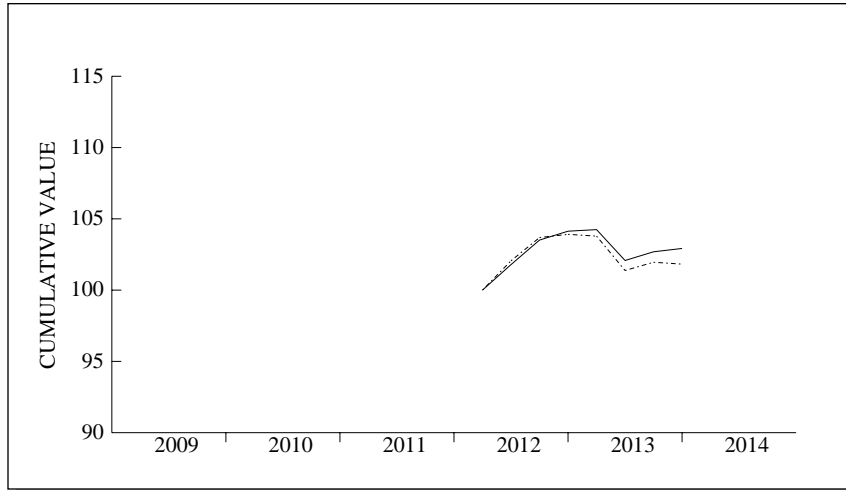


— ACTUAL RETURN  
 - - - 6.0%  
 . . . 0.0%

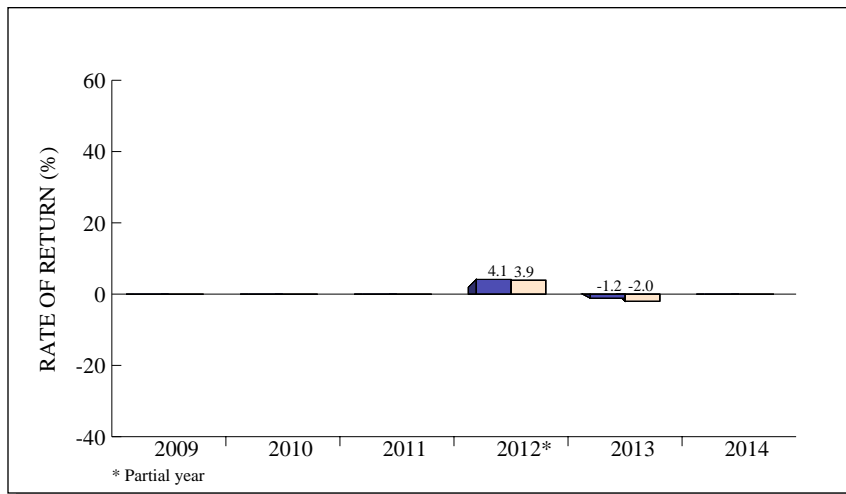
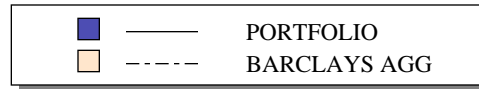
VALUE ASSUMING  
 6.0% RETURN  
 \$ 8,841,958

	LAST QUARTER	PERIOD 3/12 - 12/13
BEGINNING VALUE	\$ 6,608,907	\$ 5,618,905
NET CONTRIBUTIONS	1,699,052	2,545,619
INVESTMENT RETURN	16,950	160,385
ENDING VALUE	\$ 8,324,909	\$ 8,324,909
INCOME	43,893	314,197
CAPITAL GAINS (LOSSES)	- 26,943	-153,812
INVESTMENT RETURN	16,950	160,385

**TOTAL RETURN COMPARISONS**



Core Fixed Income Universe



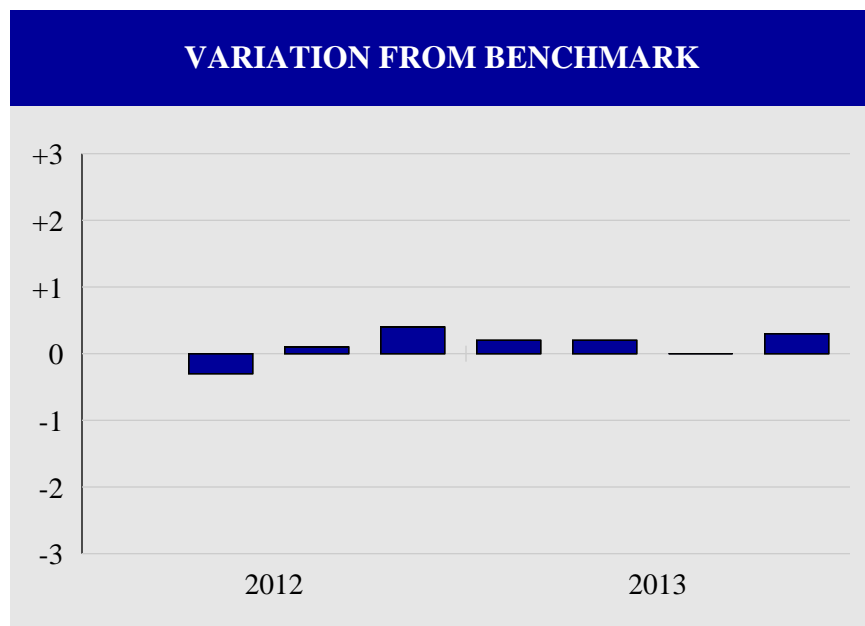
\* Partial year

	<u>QTR</u>	<u>2QTRS</u>	<u>3QTRS</u>	<u>YEAR</u>	-----ANNUALIZED-----	
					<u>3 YRS</u>	<u>5 YRS</u>
RETURN	0.2	0.8	-1.3	-1.2	----	----
(RANK)	(35)	(38)	(18)	(24)	----	----
5TH %ILE	0.9	1.5	-0.8	-0.3	5.2	8.4
25TH %ILE	0.3	1.0	-1.4	-1.2	4.4	6.7
MEDIAN	0.0	0.7	-1.7	-1.6	3.8	5.8
75TH %ILE	-0.2	0.4	-2.0	-2.1	3.5	4.9
95TH %ILE	-0.3	0.0	-2.5	-2.6	3.1	4.1
<b>Agg Index</b>	<b>-0.1</b>	<b>0.4</b>	<b>-1.9</b>	<b>-2.0</b>	<b>3.3</b>	<b>4.5</b>

Core Fixed Income Universe

## TOTAL PORTFOLIO QUARTERLY PERFORMANCE SUMMARY

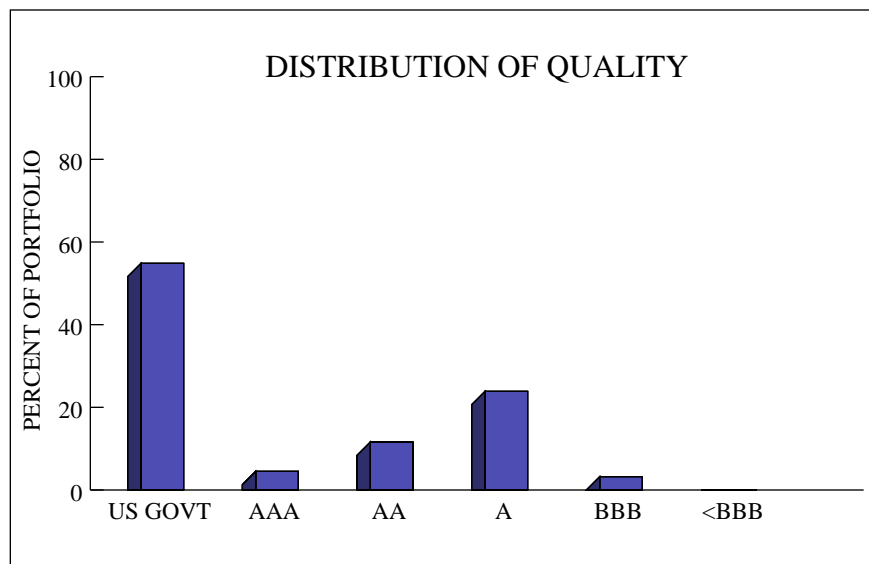
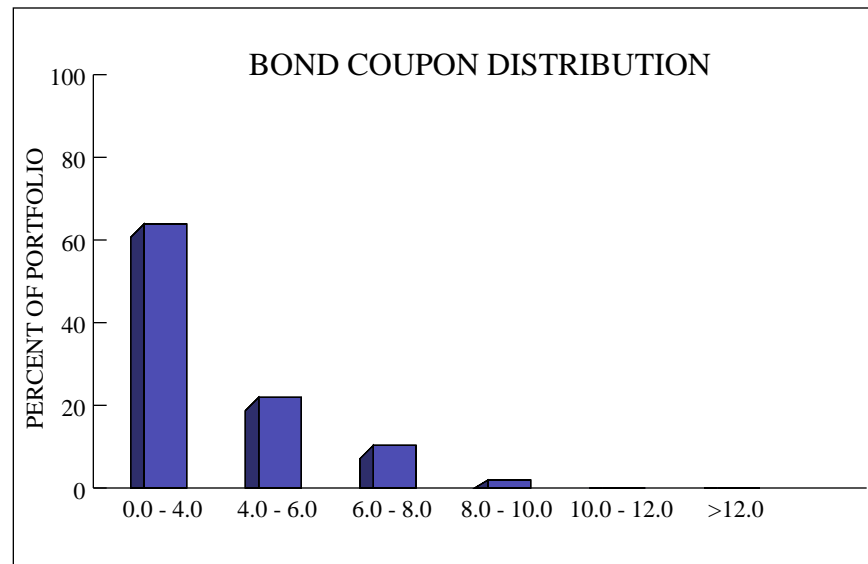
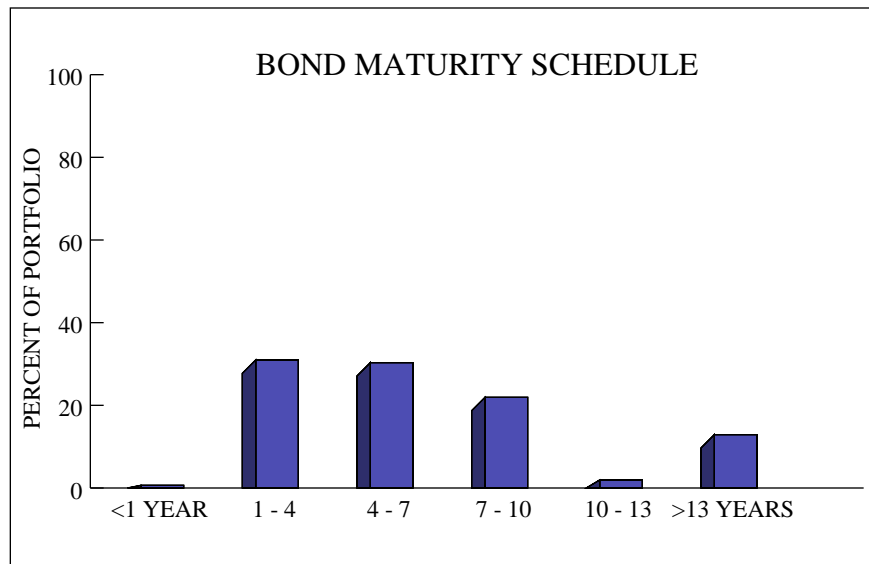
COMPARATIVE BENCHMARK: BARCLAYS AGGREGATE INDEX



RATES OF RETURN			
Date	Portfolio	Benchmark	Difference
6/12	1.8	2.1	-0.3
9/12	1.7	1.6	0.1
12/12	0.6	0.2	0.4
3/13	0.1	-0.1	0.2
6/13	-2.1	-2.3	0.2
9/13	0.6	0.6	0.0
12/13	0.2	-0.1	0.3

<b>Total Quarters Observed</b>	<b>7</b>
<b>Quarters At or Above the Benchmark</b>	<b>6</b>
<b>Quarters Below the Benchmark</b>	<b>1</b>
<b>Batting Average</b>	<b>.857</b>

**BOND CHARACTERISTICS**



	<b>PORTFOLIO</b>	<b>BARCLAYS AGG</b>
No. of Securities	122	8,727
Duration	5.65	5.55
YTM	2.70	2.48
Average Coupon	3.36	3.34
Avg Maturity / WAL	7.50	7.58
Average Quality	AAA	USG-AAA