

**CITY OF SANIBEL MUNICIPAL POLICE OFFICERS'
RETIREMENT SYSTEM**

**INVESTMENT PERFORMANCE
PERIOD ENDING
MARCH 31, 2014**

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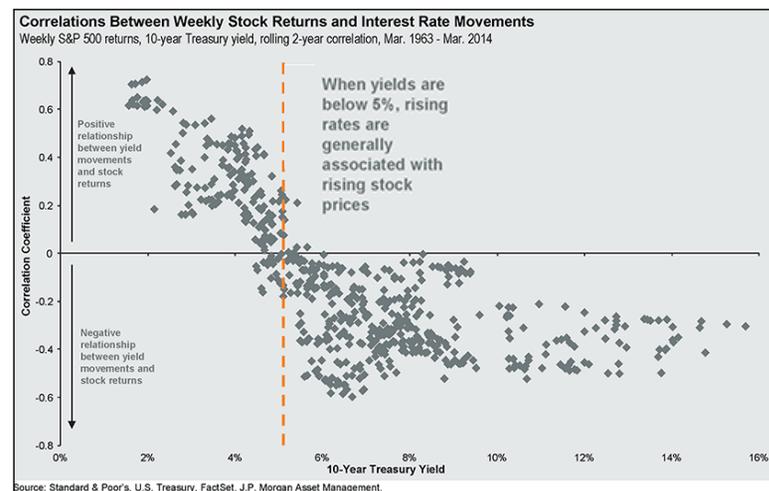
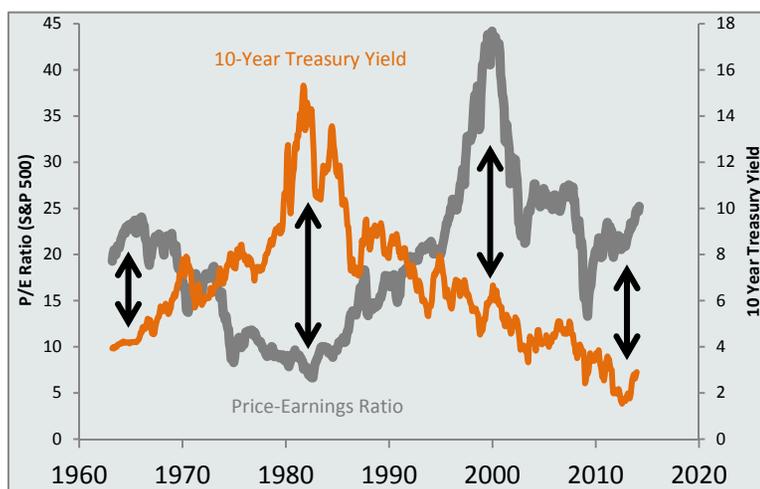


City of Sanibel Municipal Police Officers' Retirement System BCA Market Perspective ©

Stock Valuations and Interest Rates

April 2014

Over the past 30 years, long-term treasury yields have experienced a dramatic secular decline. This trend corresponds with a decline in core domestic inflation. How have interest rates correlated to equity valuations? The first chart below reveals a negative correlation between interest rates and price to earnings ratios. At first glance this would lead to the following conclusion: when rates rise, equity prices fall – reducing P/E multiples and when rates fall, equity prices rise – increasing P/E multiples.



However, a closer look reveals that at levels of low yield, stock prices (P/E ratios) become positively correlated to interest rates, where this relationship appears to be today. The second chart shows that as rates begin moving back up from such low levels, there is a delay to falling stock prices (P/E ratios). When the 10-year yield reaches 5%, history shows that P/E ratios begin to fall.

Equity values are generally based on what investors are willing to pay for a company's future profits. A discount rate is used to evaluate how much those future profits are worth in today's terms. This means valuations are sensitive to discount rates, inflation, and the overall state of the economy. With low to moderate levels of inflation, it is highly unlikely the Fed will raise policy rates – which it uses as a tool to combat levels of high inflation. This in theory should allow for discount rates to remain low. As a result, lower discounting will allow the present value of future profits to remain high, boosting higher equity valuations, thus supporting higher P/E ratios.

These charts support the following conclusion: for the current level of interest rates, the argument can still be made that equities are fairly priced, with room for multiples to expand.

With interest rates near historically low levels, BCA believes that investors are willing to push stock prices to higher levels. History would indicate the impact of a rise in interest rates as insignificant to stock prices until the 10-year treasury yield surpasses the 5% level.



City of Sanibel Municipal Police Officers' Retirement System
Total Fund
Investment Summary
March 31, 2014

- For the quarter, the Retirement System (System) earned \$348K or +2.6% (+2.4% net) - beating the benchmark and ranking in the top 15th percentile. The best three performing asset categories were: REIT (+10.1%), MLP (+4.6%) and convertibles (+3.9%).
- Fiscal year to date, the System earned \$1.1 million or +8.1% (+7.8% net).
- For the one-year period, the System earned \$1.6 million or +13.1% (+12.4% net). The top three performing asset categories were: large-cap value (+24.0%), mid-cap value (+23.8%) and small-cap value (+22.8%)
- For the rolling four-year period, the System earned \$4.1 million or +10.5% (+9.9% net) per year, beating the actuarial assumption rate.

Manager Comments:

- 1) SSI's convertible bond product earned +17.9% for the 12-month period and ranked in the top 40th percentile.
- 2) WHV is among two international equity products used by the System, representing ½ of the asset class allocation. The product beat its benchmark for the quarter (+2.9% vs. +0.8%). American Euro-Pacific was in-line with the EAFE benchmark for the quarter, and 12-month period (+18.5% vs. +18.1%). Compared to the ACWI index (+12.8%), results were much better. The EAFE index excludes companies in emerging.
- 3) ING's large-cap growth product achieved the index for the two-year period, averaging +15.3% per year.
- 4) Ridge-Worth's large-cap value strategy continues to add excess returns to its benchmark with a favorable risk profile, over the rolling three and five-year periods.
- 5) Vanguard's mid-cap index beat its benchmark for the one-year period. Results closely tracked the index for the three-year period, averaging +13.7% per year.



**City of Sanibel Municipal Police Officers' Retirement System
Total Fund**

**Investment Summary (continued)
March 31, 2014**

- 6) Ridge-Worth's small-cap value strategy beat the benchmark for the one and three-year periods.
- 7) Vanguard's REIT index product ranked in the top 9th percentile for the three-year period, earning an average of +10.6% per year.
- 8) Total fixed-income's three-year average ranked in the top 30th percentile and beat the benchmark (+5.3% vs. +3.8%), due to high yield.
- 9) Westwood's MLP product beat its benchmark for the first quarter (+4.6% vs. +1.6%).



City of Sanibel Municipal Police Officers' Retirement System
Total Fund
Investment Performance
March 31, 2014

Dollars

	<u>Quarter</u>	<u>FYTD</u>	<u>One Year</u>	<u>Four Year</u>
Beginning Market Value	15,448,755	13,941,925	12,361,216	8,249,282
Ending Market Value	15,648,354	15,648,354	15,648,354	15,648,354
Net Contributions	-148,223	+643,868	+1,689,982	+3,253,464
Investment Gain/(Loss)	+347,822	+1,062,561	+1,597,156	+4,145,608
Investment Return, net mgt. fees	+2.4%	+7.8%	+12.4%	+9.9%
Benchmark	+2.3%	+7.3%	+13.1%	+10.6%
Value Added (% pts.)	+0.1	+0.5	-0.7	-0.7

Fiscal year: October 1 – September 30
Four year return is an annual average.



City of Sanibel Municipal Police Officers' Retirement System
Total Fund
Investment Policy Review
March 31, 2014

	Yes	No
The four-year total Fund performance achieved the actuarial earnings assumption.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
The three-year total Fund performance achieved the Strategic Benchmark.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
The three-year total Fund performance ranked in the top 40th percentile.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
The five-year total Fund performance achieved the Strategic Benchmark.	<input type="checkbox"/>	<input checked="" type="checkbox"/>
The five-year total Fund performance ranked in the top 40th percentile.	<input type="checkbox"/>	<input checked="" type="checkbox"/>
The three-year Large-Cap Value performance achieved the LCV Benchmark.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
The three-year Large-Cap Value performance ranked in the top 40th percentile in the LCV Universe.	<input type="checkbox"/>	<input checked="" type="checkbox"/>
The five-year Large-Cap Value performance achieved the LCV Benchmark.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
The five-year Large-Cap Value performance ranked in the top 40th percentile in the LCV Universe.	<input type="checkbox"/>	<input checked="" type="checkbox"/>
The three-year Mid-Cap performance achieved the MC Benchmark.	<input type="checkbox"/>	<input checked="" type="checkbox"/>
The three-year Mid-Cap performance ranked in the top 40th percentile in the MC Universe.	<input type="checkbox"/>	<input checked="" type="checkbox"/>
The three-year Small-Cap Value performance achieved the R2000V Benchmark.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
The three-year Small-Cap Value performance ranked in the top 40th percentile in the SCV Universe.	<input type="checkbox"/>	<input checked="" type="checkbox"/>
The five-year Small-Cap Value performance achieved the R2000V Benchmark (+23.2% vs. +23.3%).	<input type="checkbox"/>	<input checked="" type="checkbox"/>
The five-year Small-Cap Value performance ranked in the top 40th percentile in the SCV Universe.	<input type="checkbox"/>	<input checked="" type="checkbox"/>
The three-year Euro-Pacific performance achieved the MSCI EAFE benchmark.	<input type="checkbox"/>	<input checked="" type="checkbox"/>
The three-year Euro-Pacific performance achieved the ACWI benchmark.	<input checked="" type="checkbox"/>	<input type="checkbox"/>



City of Sanibel Municipal Police Officers' Retirement System
Total Fund
Investment Policy Review
March 31, 2014

	Yes	No
The three-year REIT performance achieved the Wilshire REIT benchmark.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
The three-year REIT performance ranked in the top 40th percentile in the MS Real Estate Universe.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
The foreign equity allocation was within the 25% limitation.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
The total equity allocation was within the 70% limitation.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
PFIA compliant.	<input checked="" type="checkbox"/>	<input type="checkbox"/>



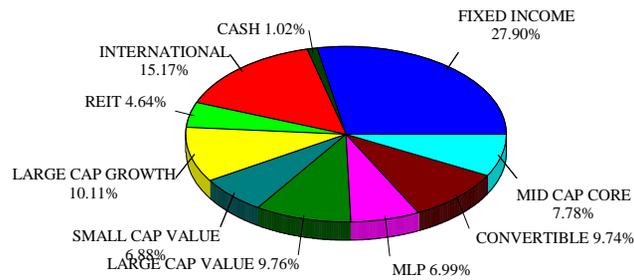
City of Sanibel Municipal Police Officers' Retirement System

Total Fund

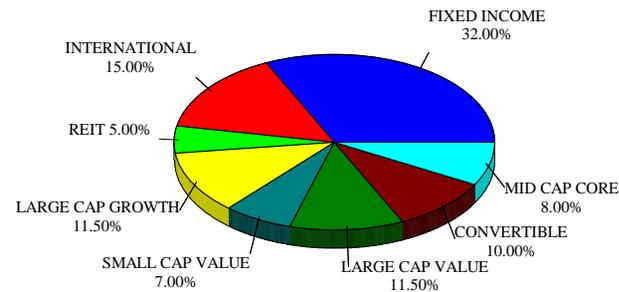
Actual vs. Target Asset Allocation

March 31, 2014

ACTUAL ASSET ALLOCATION



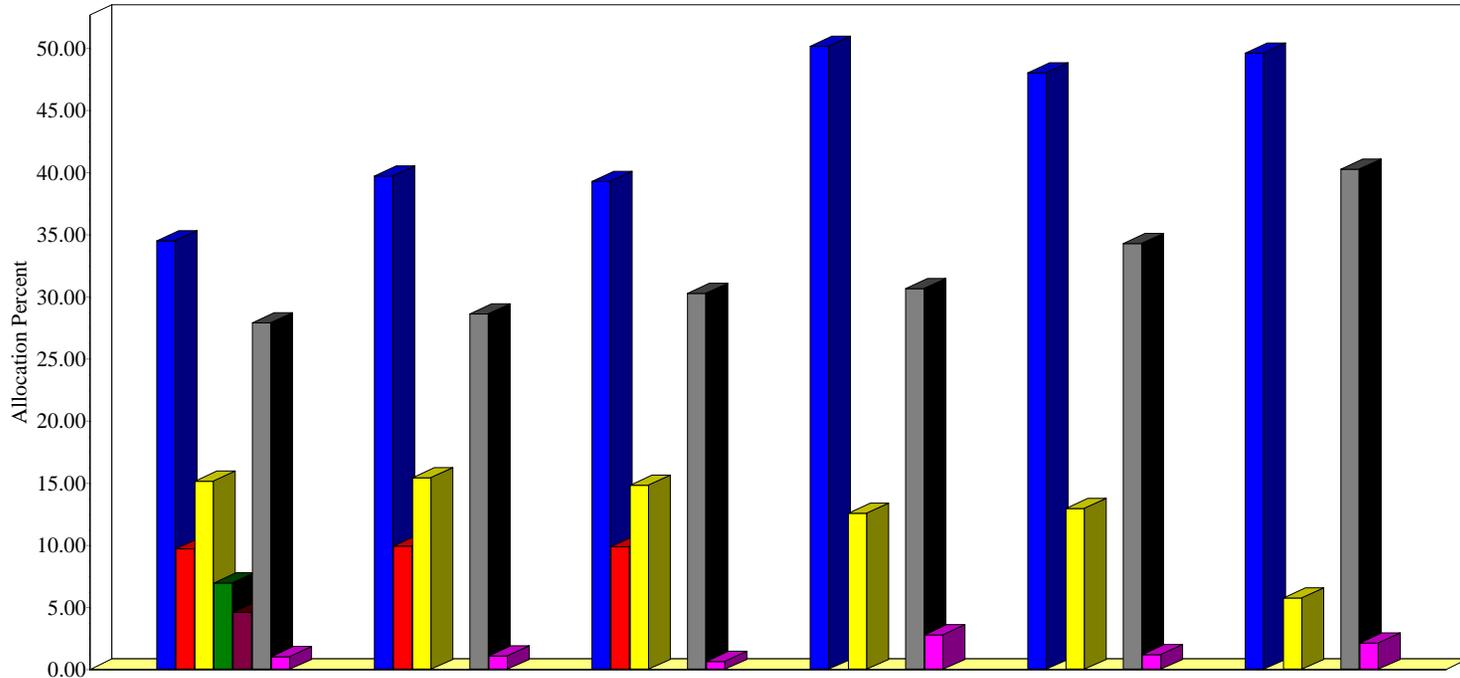
TARGET ASSET ALLOCATION



	MARKET VALUE ACTUAL	PERCENT ACTUAL	MARKET VALUE TARGET	PERCENT TARGET	MARKET VALUE DIFFERENCE	PERCENT DIFFERENCE
LARGE CAP GROWTH	1,581,300.0	10.1%	1,799,560.7	11.5%	(218,260.7)	(1.4%)
LARGE CAP VALUE	1,528,036.4	9.8%	1,799,560.7	11.5%	(271,524.3)	(1.7%)
MID CAP CORE	1,218,031.9	7.8%	1,251,868.3	8.0%	(33,836.4)	(0.2%)
SMALL CAP VALUE	1,076,961.7	6.9%	1,095,384.8	7.0%	(18,423.1)	(0.1%)
CONVERTIBLE	1,523,800.9	9.7%	1,564,835.4	10.0%	(41,034.5)	(0.3%)
INTERNATIONAL	2,374,546.9	15.2%	2,347,253.1	15.0%	27,293.8	0.2%
MLP	1,093,983.1	7.0%	0.0	0.0%	1,093,983.1	7.0%
REIT	725,761.7	4.6%	782,417.7	5.0%	(56,656.0)	(0.4%)
FIXED INCOME	4,366,342.5	27.9%	5,007,473.3	32.0%	(641,130.8)	(4.1%)
CASH	159,588.9	1.0%	0.0	0.0%	159,588.9	1.0%
TOTAL FUND	\$15,648,354.1	100.0%	\$15,648,354.1	100.0%	\$0.0	0.0%



City of Sanibel Municipal Police Officers' Retirement System
Total Fund
Asset Distribution
March 31, 2014



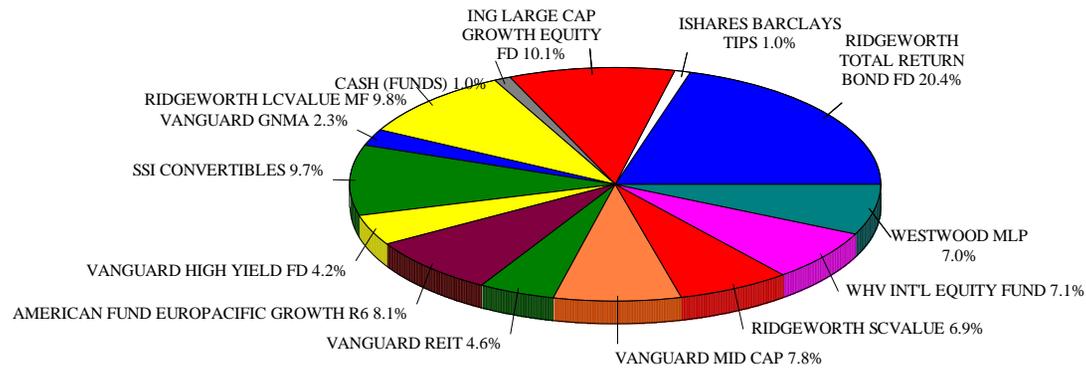
	QUARTER TO DATE	1 YEAR	2 YEARS	3 YEARS	4 YEARS	5 YEARS
DOMESTIC EQUITY	34.54	39.72	39.32	50.21	48.03	49.66
CONVERTIBLE	9.74	9.95	9.88	N/A	N/A	N/A
INTERNATIONAL	15.17	15.45	14.83	12.62	12.99	5.75
INFRASTRUCTURE	6.99	N/A	N/A	N/A	N/A	N/A
REAL ESTATE	4.64	N/A	N/A	N/A	N/A	N/A
FIXED INCOME	27.90	28.64	30.29	30.65	34.30	40.30
CASH	1.02	1.12	0.67	2.79	1.22	2.14



City of Sanibel Municipal Police Officers' Retirement System

Total Fund Asset Allocation

TOTAL MARKET VALUE
AS OF MARCH 31, 2014
\$ 15,648,354



	VALUE	PERCENT
RIDGEWORTH TOTAL RETURN BOND FD	3,197,583	20.43
ING LARGE CAP GROWTH EQUITY FD	1,581,300	10.11
RIDGEWORTH LCVALUE MF	1,528,036	9.76
SSI CONVERTIBLES	1,523,801	9.74
AMERICAN FUND EUROPACIFIC GROWTH R6	1,262,646	8.07
VANGUARD MID CAP	1,218,032	7.78
WHV INT'L EQUITY FUND	1,111,901	7.11
WESTWOOD MLP	1,093,983	6.99
RIDGEWORTH SCVALUE	1,076,962	6.88
VANGUARD REIT	725,762	4.64
VANGUARD HIGH YIELD FD	663,170	4.24
VANGUARD GNMA	356,608	2.28
CASH (FUNDS)	159,589	1.02
ISHARES BARCLAYS TIPS	148,981	0.95



City of Sanibel Municipal Police Officers' Retirement System
Total Fund
March 31, 2014
Gross of Fees

Name	Market Values	QTD ROR	FYTD ROR	1 Year ROR	2 Year ROR	3 Year ROR	5 Year ROR
<u>Equity</u>							
ING Large Cap Growth Equity Fd	1,581,300	0.0%	10.1%	20.6%	15.3%	N/A	N/A
Ridgeworth LCValue MF	1,528,036	1.8%	11.8%	24.0%	20.4%	15.1%	21.6%
Vanguard Mid Cap	1,218,032	3.3%	12.2%	23.8%	19.7%	13.7%	N/A
Ridgeworth SCValue	1,076,962	0.8%	10.8%	22.8%	20.1%	13.4%	23.2%
Total Domestic Equity	5,404,330	1.4%	11.2%	22.7%	18.5%	14.4%	21.8%
<u>Convertible</u>							
SSI Convertibles	1,523,801	3.9%	10.5%	17.9%	13.4%	N/A	N/A
<u>International</u>							
American Fund EuroPacific Growth R6	1,262,646	0.8%	8.7%	18.5%	14.3%	7.2%	N/A
WHV Int'l Equity Fund	1,111,901	2.9%	9.8%	13.8%	11.1%	N/A	N/A
Total International	2,374,547	1.8%	9.2%	16.1%	12.7%	7.4%	16.2%
<u>Infrastructure</u>							
Westwood MLP	1,093,983	4.6%	N/A	N/A	N/A	N/A	N/A
<u>Real Estate</u>							
Vanguard REIT	725,762	10.1%	9.2%	4.3%	9.5%	10.6%	N/A
Total Equity	11,122,423	2.7%	11.4%	21.3%	16.8%	11.9%	19.9%
<u>Fixed Income</u>							
Ridgeworth Total Return Bond Fd	3,197,583	2.5%	2.2%	0.0%	2.2%	N/A	N/A
Vanguard GNMA	356,608	2.1%	1.5%	-0.1%	1.1%	N/A	N/A
Vanguard High Yield Fd	663,170	2.8%	6.1%	5.8%	8.8%	N/A	N/A
iShares Barclays TIPS	148,981	2.1%	-0.1%	-6.4%	-0.6%	N/A	N/A
Total Fixed Income	4,366,343	2.5%	2.7%	0.7%	3.0%	5.3%	5.2%
<u>Cash</u>							
CASH (funds)	159,589	0.0%	0.0%	0.0%	0.1%	0.1%	N/A
Total Fund (1, 2, 3, 4, 5)	15,648,354	2.6%	8.1%	13.1%	11.6%	9.5%	14.3%
Strategic Benchmark		2.3%	7.3%	13.1%	12.0%	9.5%	16.8%
LCG Benchmark		1.1%	11.7%	23.2%	16.5%	14.6%	21.6%
LCV Benchmark		3.0%	13.3%	21.6%	20.2%	14.8%	21.5%
MC Bnch		3.5%	12.2%	23.5%	20.4%	14.4%	25.0%
Russell 2000 Value		1.8%	11.2%	22.6%	20.3%	12.7%	23.3%
ML Cnv x144A AllQual		4.2%	10.5%	20.6%	16.4%	10.3%	18.7%
MSCI Gross EAFE		0.8%	6.6%	18.1%	14.9%	7.7%	16.6%
Alerian MLP Infrstru		1.6%	5.3%	9.5%	15.5%	14.9%	28.8%



City of Sanibel Municipal Police Officers' Retirement System
Total Fund
March 31, 2014
Gross of Fees

Name	Market Values	QTD ROR	FYTD ROR	1 Year ROR	2 Year ROR	3 Year ROR	5 Year ROR
Wilshire REIT		10.1%	9.2%	4.4%	9.1%	10.5%	29.3%
FI Benchmark		1.8%	1.7%	-0.1%	1.8%	3.7%	4.7%
BC GNMA		1.8%	1.2%	-0.2%	0.8%	3.0%	3.8%
ML High Yield Master		3.0%	6.6%	7.5%	10.2%	8.7%	17.9%
BC TIPS		1.9%	-0.1%	-6.5%	-0.6%	3.5%	4.9%
ML 3M TBill		0.0%	0.0%	0.1%	0.1%	0.1%	0.1%

1 Strategic BM: Eff 10/2013 10% R1000G, 10% R1000V, 10% ML Conv All Qual X144A, 8% R mid-cap, 7% R small-cap, 15% MSCI EAFE, 5% Wilshire REIT, 5% Alerian MLP, 30% BC Agg. Eff 5/1/2011 11.5% R1000G, 11.5% R1000V, 10% ML Conv all qual X144, 8% R mid-cap, 7% R small-cap, 15% MSCI EAFE, 5% Wilshire REIT, 32% BC Agg. Eff 10/1/2009 30% R1000 index, 8% R mid-cap index, 7% R2000 index, 15% MSCI EAFE, 5% Wilshire REIT, 35% Barclays Agg. Eff 6/1/2004 50% R3000, 10% MSCI EAFE, 15% Wilshire REIT, and 25% LIAB; eff 12/02 45% S&P500, 5% EAFE, 50% LBAB. Eff 12/1987 45% S&P500, 5% EAFE, 50% LIAB.

2 Large Cap Growth Benchmark: As of Oct '09: 100% Russell 1000 Growth; prior was 50% S&P500 + 50% S&P500 Barra Growth.

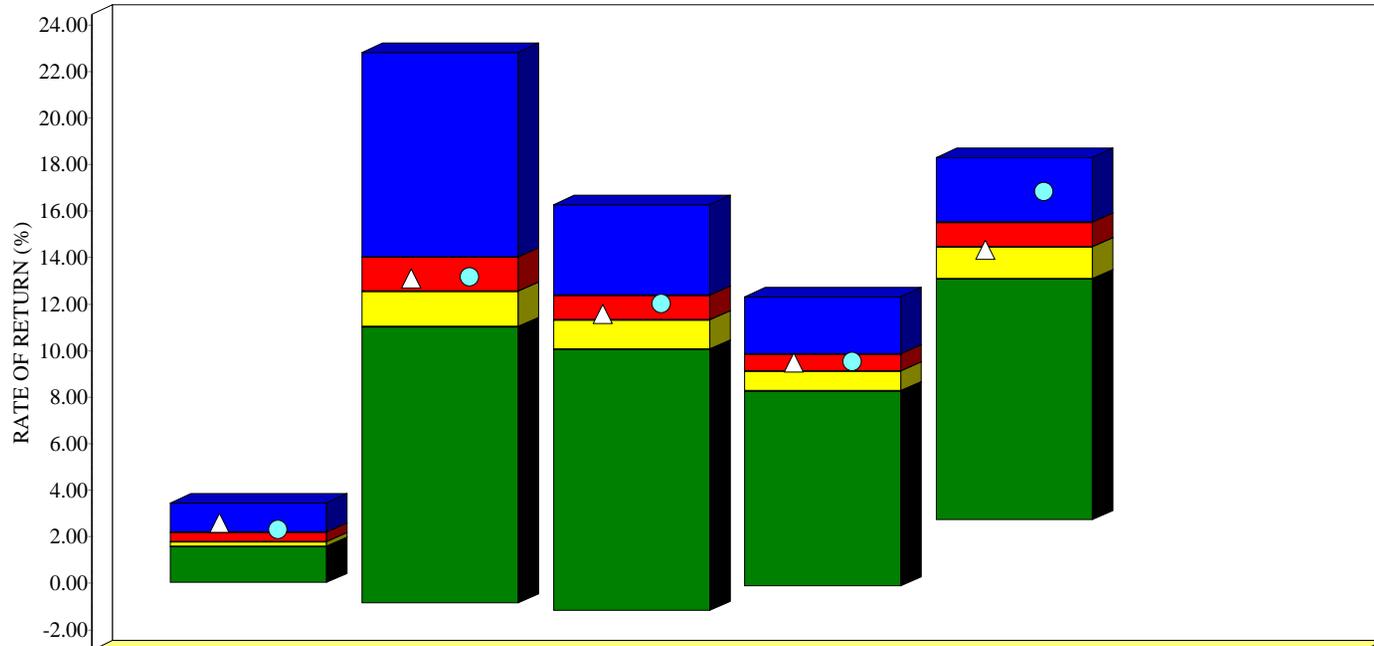
3 Large Cap Value Benchmark: As of Oct '09: 100% Russell 1000 Value; prior was 50% S&P500 + 50% S&P500 Barra Value.

4 Mid Cap Benchmark: As of Oct '09: 100% Russell Mid Cap; prior was 100% S&P400.

5 Fixed Income Benchmark: As of Oct '09: 100% Barclay's Aggregate Bond index; prior was 100% Lehman Brothers Intermediate Aggregate Bond index.



**City of Sanibel Municipal Police Officers' Retirement System
 Quartile Ranking
 Total Fund Versus BNY Mellon Public Funds Universe
 March 31, 2009 Through March 31, 2014**



	<u>LATEST QUARTER</u>		<u>ONE YEAR</u>		<u>TWO YEARS</u>		<u>THREE YEARS</u>		<u>FIVE YEARS</u>	
 HIGHEST VALUE		3.45		22.82		16.28		12.30		18.31
 FIRST QUARTILE		2.20		14.02		12.37		9.84		15.51
 MEDIAN VALUE		1.78		12.55		11.30		9.10		14.46
 THIRD QUARTILE		1.56		11.03		10.06		8.27		13.08
 LOWEST VALUE		0.00		-0.86		-1.19		-0.12		2.71
MEAN		1.81		12.13		10.27		8.29		13.34
	<u>LATEST QUARTER</u>	<u>ONE YEAR</u>		<u>TWO YEARS</u>		<u>THREE YEARS</u>		<u>FIVE YEARS</u>		
	RETURN	RANK	RETURN	RANK	RETURN	RANK	RETURN	RANK	RETURN	RANK
 TF	2.59	15	13.10	42	11.59	42	9.50	36	14.32	52
 STRATEGIC BENCHMARK	2.30	21	13.15	36	12.01	31	9.53	36	16.83	15



**City of Sanibel Municipal Police Officers' Retirement System
Total Fund
Growth of a Dollar Analysis
March 31, 2009 Through March 31, 2014**



	LATEST QUARTER	ONE YEAR	THREE YEARS	FIVE YEARS
TOTAL FUND	2.59	13.10	9.50	14.32
STRATEGIC BENCHMARK	2.30	13.15	9.53	16.83



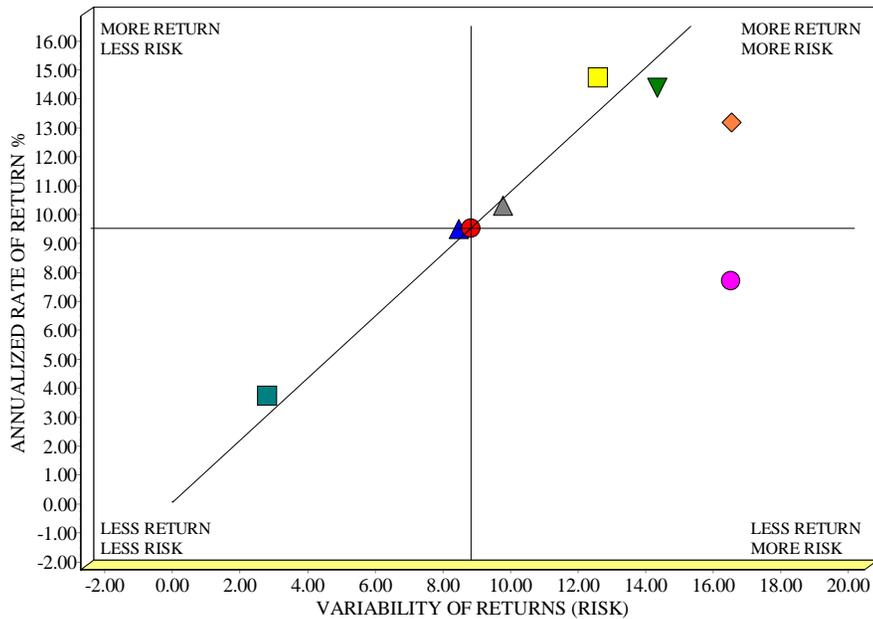
City of Sanibel Municipal Police Officers' Retirement System

Total Fund

Capital Market Line

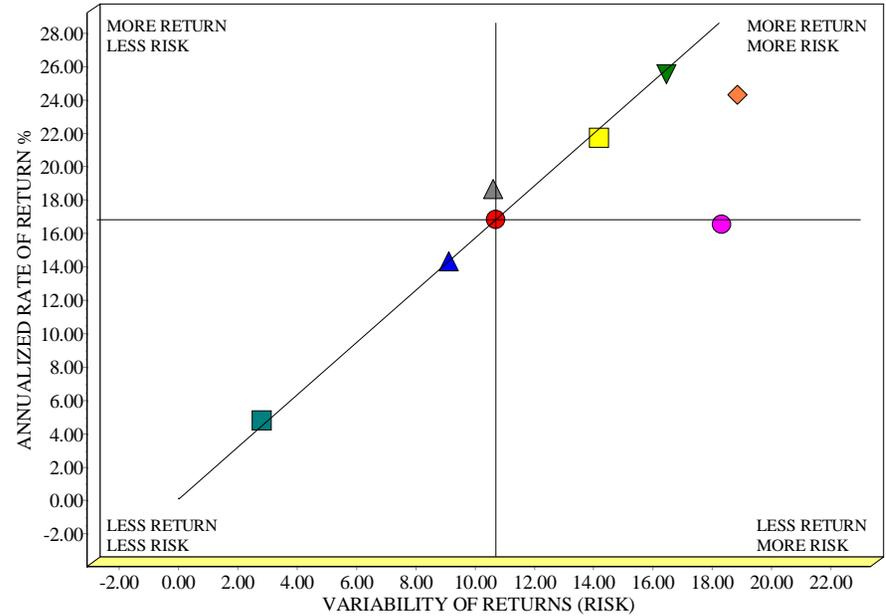
Period Ending March 31, 2014

3-Year Risk/Reward



	RETURN	STD DEV	BETA	ALPHA	R-SQUARED
▲ TOTAL FUND	9.50	8.48	0.95	0.39	98.26
● STRATEGIC BENCHMARK	9.53	8.83	1.00	0.00	100.00
■ RUSSELL 1000 INDEX	14.75	12.60	1.00	0.00	100.00
▼ RUSSELL MIDCAP	14.39	14.34	1.00	0.00	100.00
◆ RUSSELL 2000	13.18	16.55	1.00	0.00	100.00
▲ ML CNV X144A ALLQUAL	10.31	9.78	1.00	0.00	100.00
● MSCI GROSS EAFE	7.72	16.52	1.00	0.00	100.00
■ BC AGGREGATE	3.75	2.81	1.00	0.00	100.00

5-Year Risk/Reward

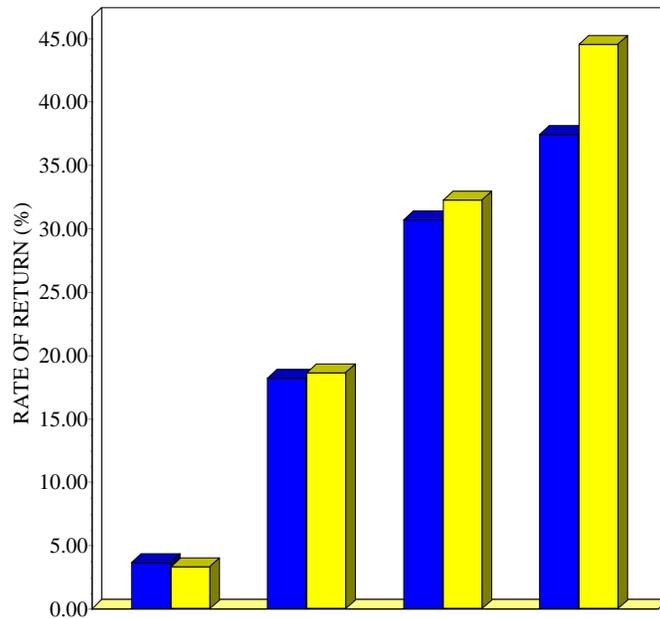


	RETURN	STD DEV	BETA	ALPHA	R-SQUARED
▲ TOTAL FUND	14.32	9.10	0.83	0.44	94.61
● STRATEGIC BENCHMARK	16.83	10.70	1.00	0.00	100.00
■ RUSSELL 1000 INDEX	21.73	14.18	1.00	0.00	100.00
▼ RUSSELL MIDCAP	25.55	16.45	1.00	0.00	100.00
◆ RUSSELL 2000	24.31	18.85	1.00	0.00	100.00
▲ ML CNV X144A ALLQUAL	18.67	10.61	1.00	0.00	100.00
● MSCI GROSS EAFE	16.56	18.32	1.00	0.00	100.00
■ BC AGGREGATE	4.80	2.80	1.00	0.00	100.00



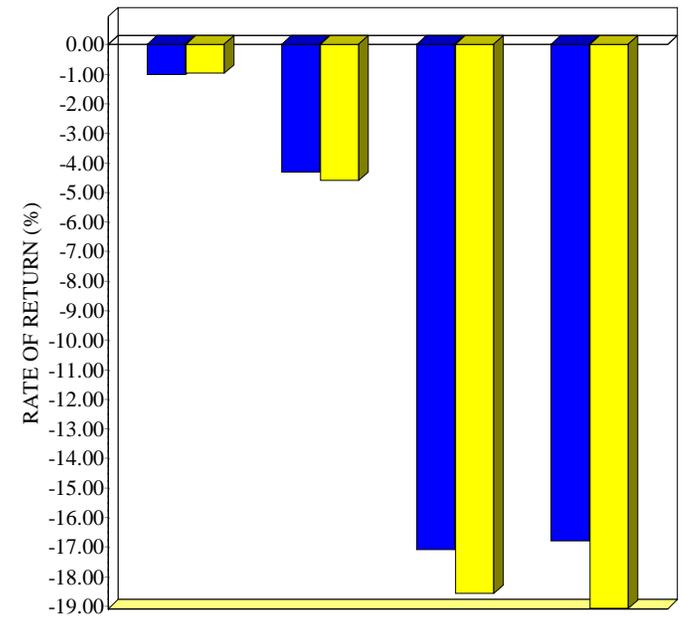
City of Sanibel Municipal Police Officers' Retirement System
Total Fund
Performance in Rising and Declining Markets
March 31, 2009 Through March 31, 2014

UP MARKET PERFORMANCE



	YTD	ONE YEAR	THREE YEARS	FIVE YEARS
TOTAL FUND	3.65	18.22	30.73	37.43
STRATEGIC BENCHMARK	3.32	18.63	32.29	44.53
DIFFERENCE	0.33	-0.42	-1.56	-7.10
RATIO	1.10	0.98	0.95	0.84
UP PERIODS	1	7	22	38

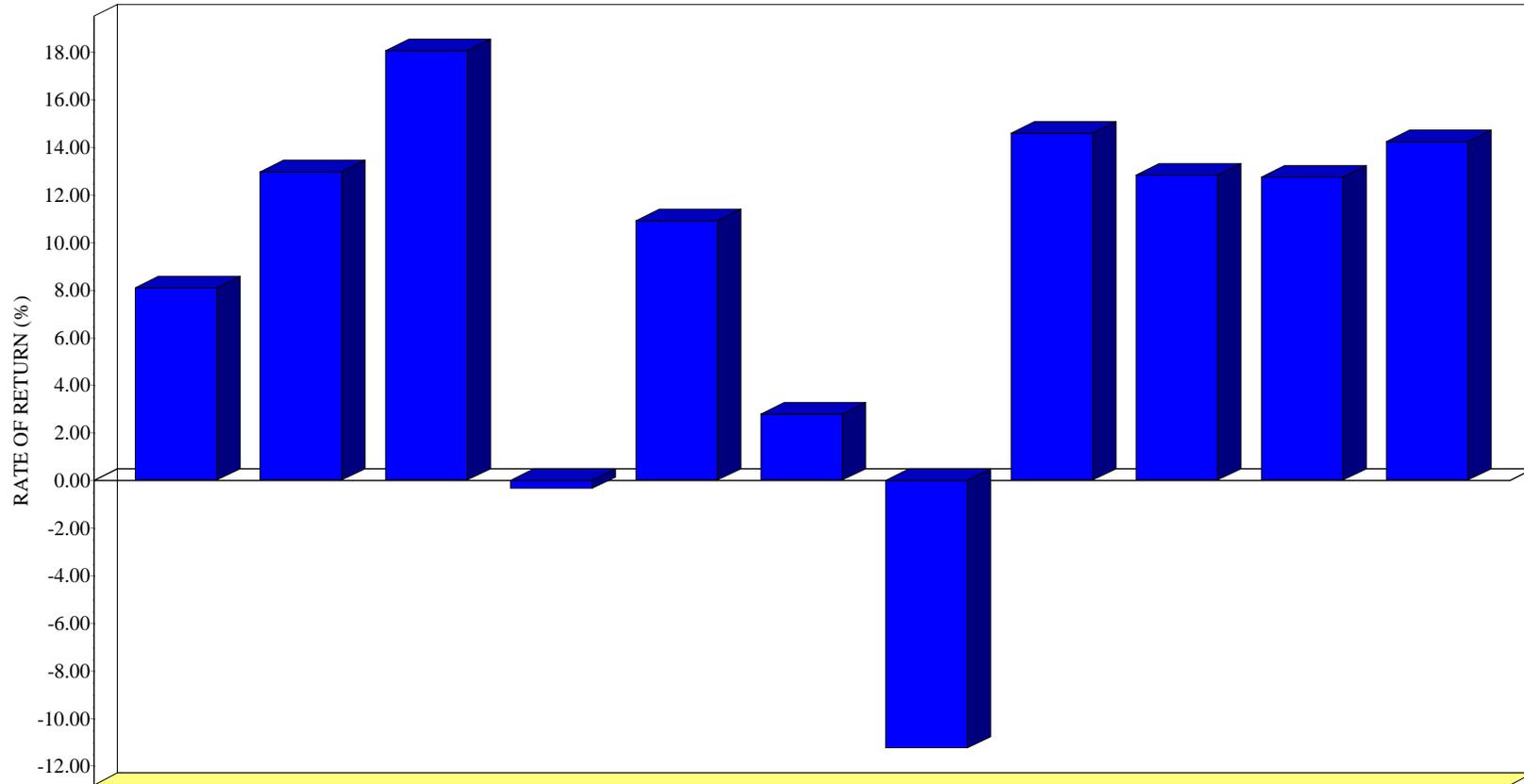
DOWN MARKET PERFORMANCE



	YTD	ONE YEAR	THREE YEARS	FIVE YEARS
TOTAL FUND	-1.02	-4.33	-17.12	-16.81
STRATEGIC BENCHMARK	-0.99	-4.62	-18.59	-19.10
DIFFERENCE	-0.03	0.29	1.47	2.28
RATIO	1.03	0.94	0.92	0.88
DOWN PERIODS	2	5	14	22



**City of Sanibel Municipal Police Officers' Retirement System
Total Fund
Fiscal Year Rates of Return (September 30)
September 30, 2003 Through March 31, 2014**



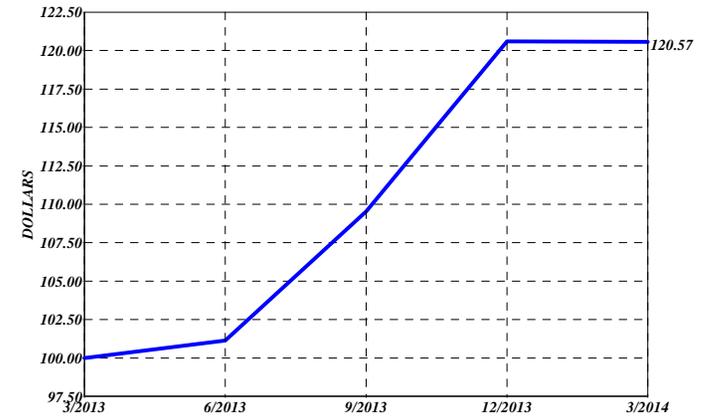
	FYTD	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
TF	8.10	12.97	18.06	-0.36	10.92	2.79	-11.26	14.59	12.83	12.77	14.25



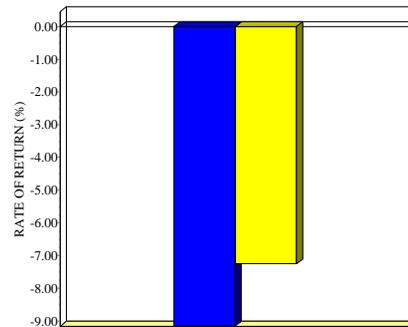
City of Sanibel Municipal Police Officers' Retirement System ING Large Cap Growth Equity Fd Performance Profile Period Ending March 31, 2014

PERIOD	RETURN	UNIVERSE RANKING	BETA	ALPHA	STD DEV	SHARPE RATIO
ONE YEAR	20.57	82	1.09	-4.06	10.81	1.90

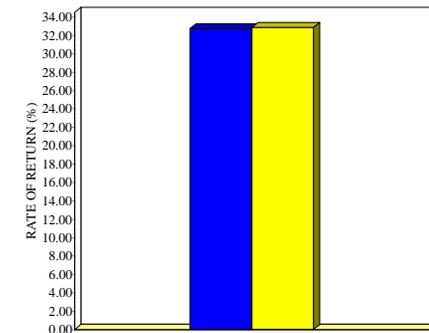
	QTD	ONE YEAR
ING LARGE CAP GROWTH EQ	-0.03	20.57
LCG BENCHMARK	1.12	23.22
EXCESS	-1.15	-2.65
RISKLESS INDEX	0.01	0.07
REAL ROR	-1.43	18.83



DOWN MARKET PERFORMANCE



UP MARKET PERFORMANCE



	ONE YEAR
ING LARGE CAP GROWTH EQUITY FD	-9.17
LCG BENCHMARK	-7.26
DIFFERENCE	-1.91
RATIO	1.26
DOWN PERIODS	4

	ONE YEAR
ING LARGE CAP GROWTH EQUITY FD	32.74
LCG BENCHMARK	32.86
DIFFERENCE	-0.12
RATIO	1.00
UP PERIODS	8

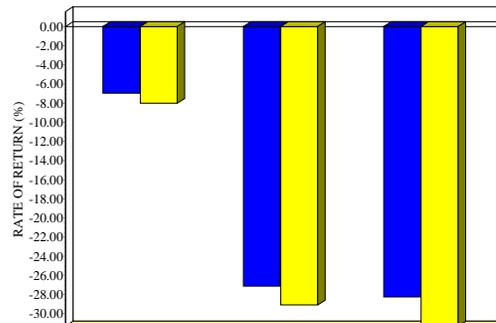
City of Sanibel Municipal Police Officers' Retirement System Ridgeworth LCValue MF Performance Profile Period Ending March 31, 2014

PERIOD	RETURN	UNIVERSE RANKING	BETA	ALPHA	STD DEV	SHARPE RATIO
ONE YEAR	24.05	39	0.92	3.56	9.31	2.58
THREE YEARS	15.06	43	0.97	0.68	12.84	1.17
FIVE YEARS	21.58	47	0.95	1.09	13.98	1.54

	QTD	ONE YEAR	THREE YEARS	FIVE YEARS
RIDGEWORTH LCVALUE MF	1.84	24.05	15.06	21.58
LCV BENCHMARK	3.02	21.57	14.80	21.45
EXCESS	-1.18	2.48	0.26	0.12
RISKLESS INDEX	0.01	0.04	0.06	0.09
REAL ROR	0.43	22.31	12.96	19.15

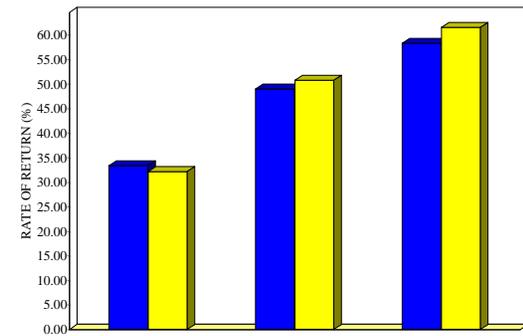


DOWN MARKET PERFORMANCE



	ONE YEAR	THREE YEARS	FIVE YEARS
RIDGEWORTH LCVALUE MF	-6.99	-27.17	-28.29
LCV BENCHMARK	-8.03	-29.13	-31.35
DIFFERENCE	1.04	1.96	3.05
RATIO	0.87	0.93	0.90
DOWN PERIODS	3	13	20

UP MARKET PERFORMANCE



	ONE YEAR	THREE YEARS	FIVE YEARS
RIDGEWORTH LCVALUE MF	33.37	49.00	58.31
LCV BENCHMARK	32.18	50.78	61.54
DIFFERENCE	1.19	-1.78	-3.24
RATIO	1.04	0.97	0.95
UP PERIODS	9	23	40

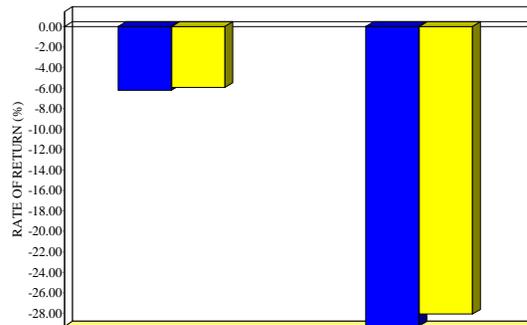
City of Sanibel Municipal Police Officers' Retirement System Vanguard Mid Cap Performance Profile Period Ending March 31, 2014

PERIOD	RETURN	UNIVERSE RANKING	BETA	ALPHA	STD DEV	SHARPE RATIO
ONE YEAR	23.83	48	1.01	0.02	9.76	2.44
THREE YEARS	13.71	60	1.02	-0.82	14.63	0.93

	QTD	ONE YEAR	THREE YEARS
VANGUARD MID CAP	3.28	23.83	13.71
MC BNCH	3.53	23.51	14.39
EXCESS	-0.25	0.32	-0.67
RISKLESS INDEX	0.01	0.07	0.08
REAL ROR	1.88	22.12	11.66

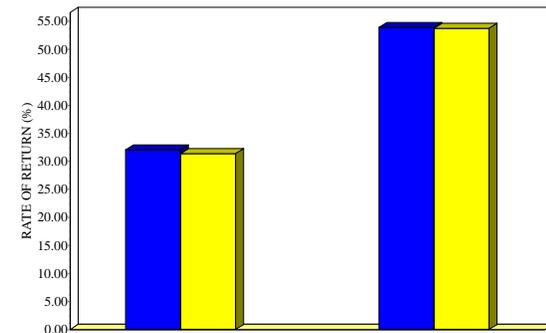


DOWN MARKET PERFORMANCE



	ONE YEAR	THREE YEARS
VANGUARD MID CAP	-6.24	-29.29
MC BNCH	-5.96	-28.13
DIFFERENCE	-0.28	-1.17
RATIO	1.05	1.04
DOWN PERIODS	4	14

UP MARKET PERFORMANCE



	ONE YEAR	THREE YEARS
VANGUARD MID CAP	32.08	53.86
MC BNCH	31.34	53.75
DIFFERENCE	0.73	0.11
RATIO	1.02	1.00
UP PERIODS	8	22

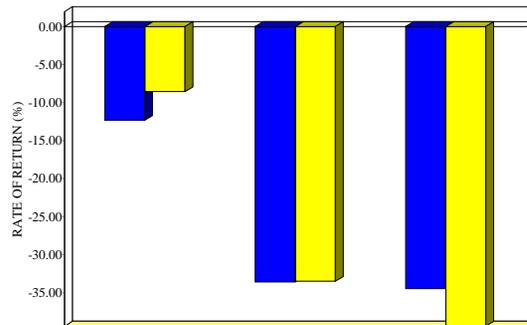
City of Sanibel Municipal Police Officers' Retirement System Ridgeworth SCValue Performance Profile Period Ending March 31, 2014

PERIOD	RETURN	UNIVERSE RANKING	BETA	ALPHA	STD DEV	SHARPE RATIO
ONE YEAR	22.83	70	1.15	-2.84	13.81	1.65
THREE YEARS	13.39	69	0.95	1.28	15.82	0.84
FIVE YEARS	23.24	84	0.86	2.72	16.85	1.37

	QTD	ONE YEAR	THREE YEARS	FIVE YEARS
RIDGEWORTH SCVALUE	0.76	22.83	13.39	23.24
RUSSELL 2000 VALUE	1.78	22.65	12.74	23.33
EXCESS	-1.02	0.18	0.65	-0.09
RISKLESS INDEX	0.01	0.04	0.06	0.09
REAL ROR	-0.65	21.08	11.30	20.76

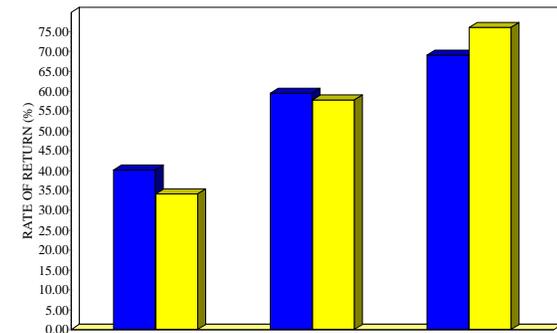


DOWN MARKET PERFORMANCE



	ONE YEAR	THREE YEARS	FIVE YEARS
RIDGEWORTH SCVALUE	-12.39	-33.66	-34.55
RUSSELL 2000 VALUE	-8.58	-33.56	-39.46
DIFFERENCE	-3.81	-0.11	4.91
RATIO	1.44	1.00	0.88
DOWN PERIODS	4	14	20

UP MARKET PERFORMANCE

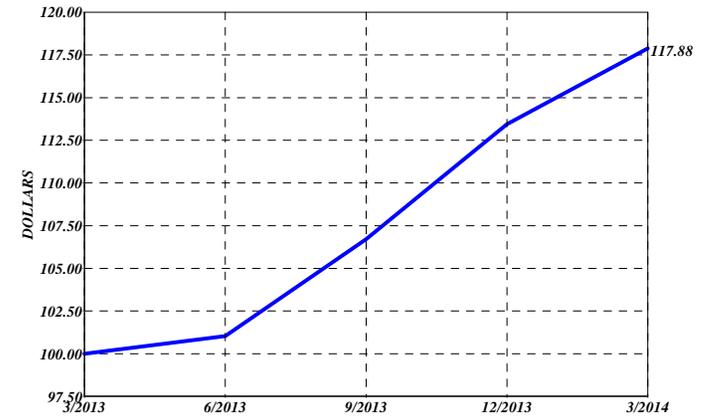


	ONE YEAR	THREE YEARS	FIVE YEARS
RIDGEWORTH SCVALUE	40.20	59.48	69.10
RUSSELL 2000 VALUE	34.16	57.83	76.02
DIFFERENCE	6.04	1.66	-6.92
RATIO	1.18	1.03	0.91
UP PERIODS	8	22	40

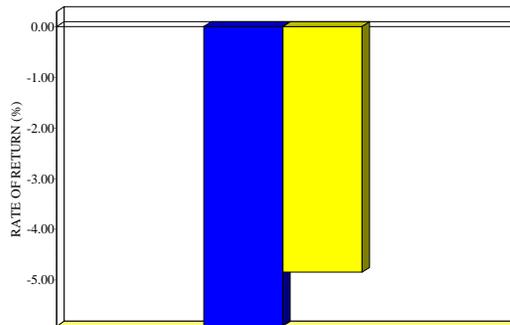
City of Sanibel Municipal Police Officers' Retirement System SSI Convertibles Performance Profile Period Ending March 31, 2014

PERIOD	RETURN	UNIVERSE RANKING	BETA	ALPHA	STD DEV	SHARPE RATIO
ONE YEAR	17.88	40	0.99	-2.12	8.10	2.20

	QTD	ONE YEAR
SSI CONVERTIBLES	3.90	17.88
ML CNV X144A ALLQUAL	4.16	20.65
EXCESS	-0.26	-2.77
RISKLESS INDEX	0.01	0.07
REAL ROR	2.50	16.26

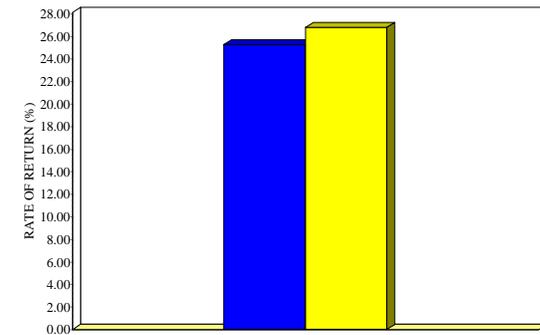


DOWN MARKET PERFORMANCE



	ONE YEAR
SSI CONVERTIBLES	-5.92
ML CNV X144A ALLQUAL	-4.85
DIFFERENCE	-1.06
RATIO	1.22
DOWN PERIODS	3

UP MARKET PERFORMANCE



	ONE YEAR
SSI CONVERTIBLES	25.29
ML CNV X144A ALLQUAL	26.80
DIFFERENCE	-1.51
RATIO	0.94
UP PERIODS	9

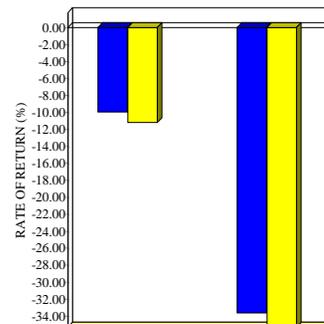
City of Sanibel Municipal Police Officers' Retirement System American Fund EuroPacific Growth R6 Performance Profile Period Ending March 31, 2014

PERIOD	RETURN	UNIVERSE RANKING	BETA	ALPHA	STD DEV	SHARPE RATIO
ONE YEAR	18.54	30	0.88	2.28	11.71	1.58
THREE YEARS	7.23	46	0.94	-0.03	15.84	0.45

	QTD	ONE YEAR	THREE YEARS
AMERICAN FUND EUROPACI	0.84	18.54	7.23
MSCI GROSS EAFE	0.77	18.06	7.72
EXCESS	0.07	0.48	-0.49
RISKLESS INDEX	0.01	0.07	0.08
REAL ROR	-0.57	16.86	5.23

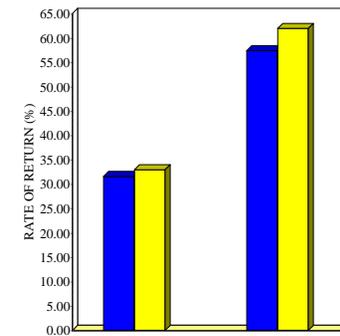


DOWN MARKET PERFORMANCE



	ONE YEAR	THREE YEARS
AMERICAN FUND EUROPACIFIC GROWTH R6	-9.99	-33.69
MSCI GROSS EAFE	-11.23	-35.34
DIFFERENCE	1.24	1.65
RATIO	0.89	0.95
DOWN PERIODS	5	16

UP MARKET PERFORMANCE



	ONE YEAR	THREE YEARS
AMERICAN FUND EUROPACIFIC GROWTH R6	31.70	57.50
MSCI GROSS EAFE	33.00	62.03
DIFFERENCE	-1.30	-4.53
RATIO	0.96	0.93
UP PERIODS	7	20

City of Sanibel Municipal Police Officers' Retirement System

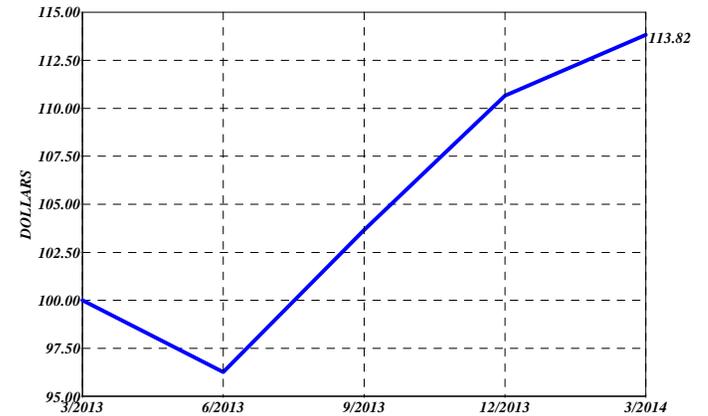
WHV Int'l Equity Fund

Performance Profile

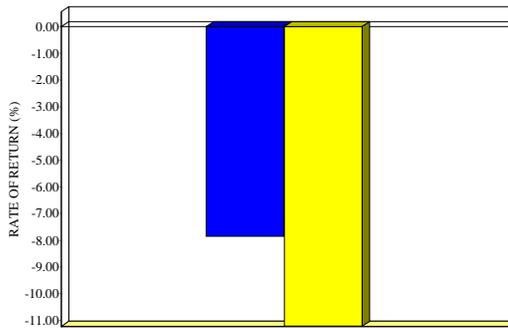
Period Ending March 31, 2014

PERIOD	RETURN	UNIVERSE RANKING	BETA	ALPHA	STD DEV	SHARPE RATIO
ONE YEAR	13.82	84	0.75	0.45	11.63	1.18

	QTD	ONE YEAR
WHV INT'L EQUITY FUND	2.87	13.82
MSCI GROSS EAFE	0.77	18.06
EXCESS	2.10	-4.24
RISKLESS INDEX	0.01	0.07
REAL ROR	1.46	12.23

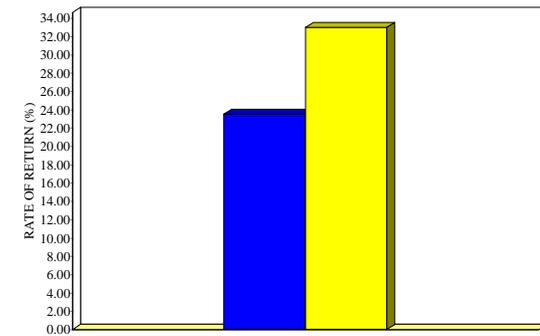


DOWN MARKET PERFORMANCE



	ONE YEAR
WHV INT'L EQUITY FUND	-7.86
MSCI GROSS EAFE	-11.23
DIFFERENCE	3.37
RATIO	0.70
DOWN PERIODS	5

UP MARKET PERFORMANCE



	ONE YEAR
WHV INT'L EQUITY FUND	23.54
MSCI GROSS EAFE	33.00
DIFFERENCE	-9.47
RATIO	0.71
UP PERIODS	7

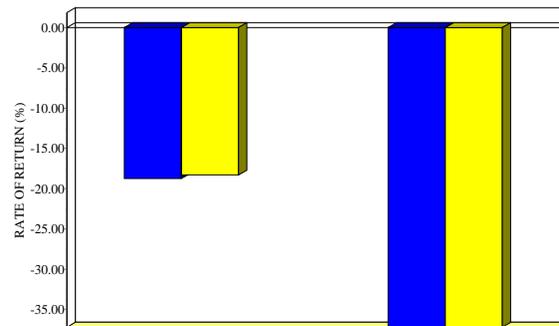
City of Sanibel Municipal Police Officers' Retirement System Vanguard REIT Performance Profile Period Ending March 31, 2014

PERIOD	RETURN	UNIVERSE RANKING	BETA	ALPHA	STD DEV	SHARPE RATIO
ONE YEAR	4.33	38	1.03	-0.20	15.39	0.28
THREE YEARS	10.56	9	1.00	0.06	16.54	0.63

	QTD	ONE YEAR	THREE YEARS
VANGUARD REIT	10.12	4.33	10.56
WILSHIRE REIT	10.13	4.45	10.53
EXCESS	-0.01	-0.12	0.02
RISKLESS INDEX	0.01	0.07	0.08
REAL ROR	8.71	2.99	8.57

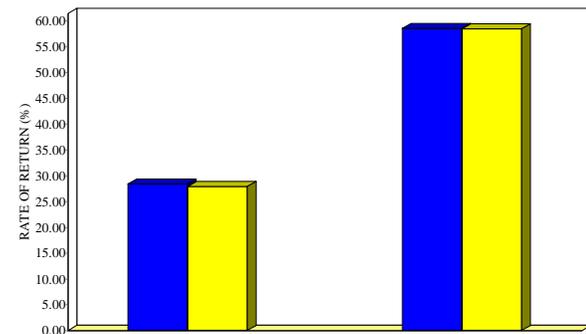


DOWN MARKET PERFORMANCE



	ONE YEAR	THREE YEARS
VANGUARD REIT	-18.78	-37.26
WILSHIRE REIT	-18.34	-37.24
DIFFERENCE	-0.44	-0.01
RATIO	1.02	1.00
DOWN PERIODS	4	14

UP MARKET PERFORMANCE

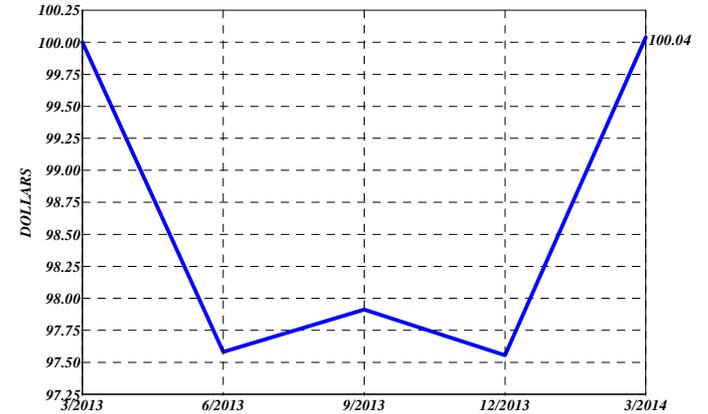


	ONE YEAR	THREE YEARS
VANGUARD REIT	28.46	58.54
WILSHIRE REIT	27.91	58.47
DIFFERENCE	0.55	0.08
RATIO	1.02	1.00
UP PERIODS	8	22

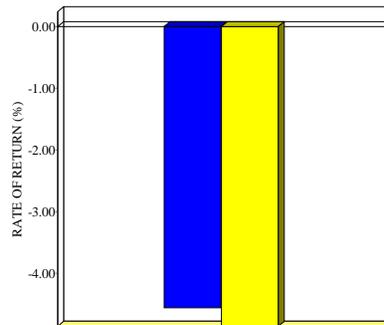
**City of Sanibel Municipal Police Officers' Retirement System
Ridgeworth Total Return Bond Fd
Performance Profile
Period Ending March 31, 2014**

PERIOD	RETURN	UNIVERSE RANKING	BETA	ALPHA	STD DEV	SHARPE RATIO
ONE YEAR	0.04	82	0.97	0.13	3.34	-0.01

	QTD	ONE YEAR
RIDGEWORTH TOTAL RETUR	2.55	0.04
FI BENCHMARK	1.84	-0.10
EXCESS	0.70	0.14
RISKLESS INDEX	0.01	0.07
REAL ROR	1.14	-1.34

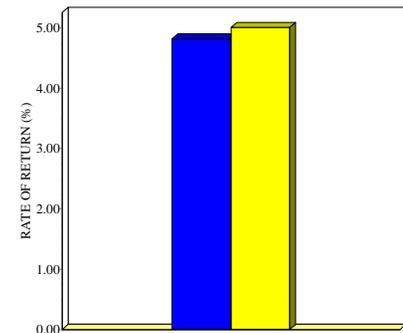


DOWN MARKET PERFORMANCE



	ONE YEAR
RIDGEWORTH TOTAL RETURN BOND FD	-4.56
FI BENCHMARK	-4.86
DIFFERENCE	0.30
RATIO	0.94
DOWN PERIODS	6

UP MARKET PERFORMANCE

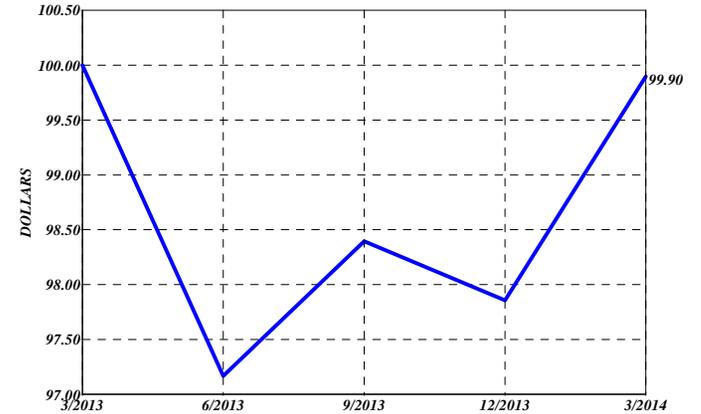


	ONE YEAR
RIDGEWORTH TOTAL RETURN BOND FD	4.82
FI BENCHMARK	5.01
DIFFERENCE	-0.18
RATIO	0.96
UP PERIODS	6

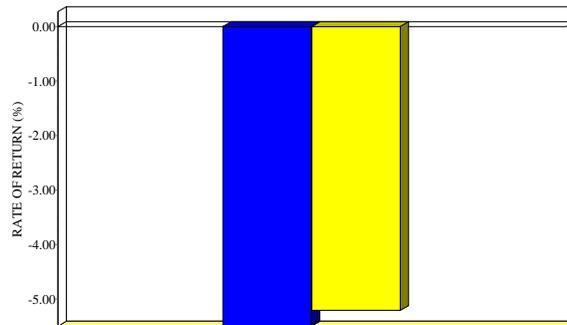
City of Sanibel Municipal Police Officers' Retirement System Vanguard GNMA Performance Profile Period Ending March 31, 2014

PERIOD	RETURN	UNIVERSE RANKING	BETA	ALPHA	STD DEV	SHARPE RATIO
ONE YEAR	-0.10	86	1.10	0.12	4.06	-0.04

	QTD	ONE YEAR
VANGUARD GNMA	2.08	-0.10
BC GNMA	1.76	-0.19
EXCESS	0.33	0.08
RISKLESS INDEX	0.01	0.07
REAL ROR	0.68	-1.49

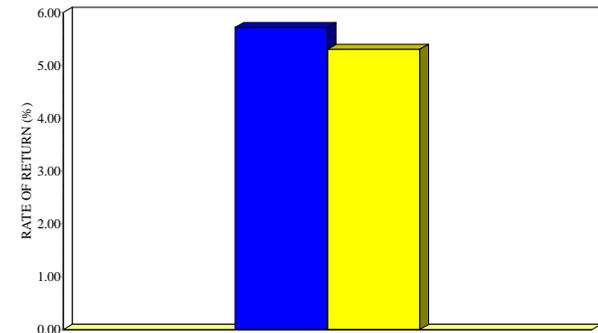


DOWN MARKET PERFORMANCE



	ONE YEAR
VANGUARD GNMA	-5.51
BC GNMA	-5.21
DIFFERENCE	-0.29
RATIO	1.06
DOWN PERIODS	7

UP MARKET PERFORMANCE



	ONE YEAR
VANGUARD GNMA	5.72
BC GNMA	5.30
DIFFERENCE	0.41
RATIO	1.08
UP PERIODS	5

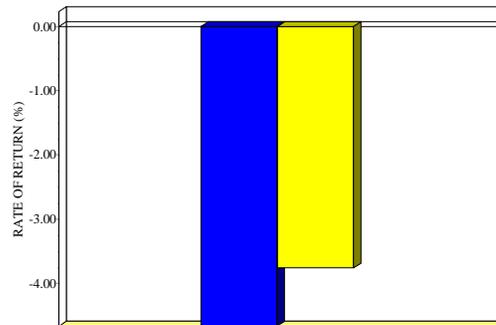
City of Sanibel Municipal Police Officers' Retirement System Vanguard High Yield Fd Performance Profile Period Ending March 31, 2014

PERIOD	RETURN	UNIVERSE RANKING	BETA	ALPHA	STD DEV	SHARPE RATIO
ONE YEAR	5.76	93	1.07	-2.12	5.05	1.13

	QTD	ONE YEAR
VANGUARD HIGH YIELD FD	2.80	5.76
ML HIGH YIELD MASTER	2.99	7.51
EXCESS	-0.19	-1.74
RISKLESS INDEX	0.01	0.07
REAL ROR	1.39	4.29

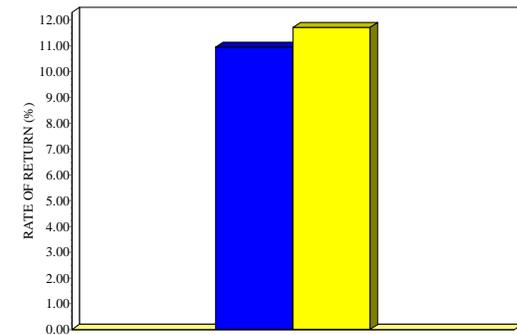


DOWN MARKET PERFORMANCE



	ONE YEAR
VANGUARD HIGH YIELD FD	-4.68
ML HIGH YIELD MASTER	-3.77
DIFFERENCE	-0.91
RATIO	1.24
DOWN PERIODS	3

UP MARKET PERFORMANCE



	ONE YEAR
VANGUARD HIGH YIELD FD	10.95
ML HIGH YIELD MASTER	11.71
DIFFERENCE	-0.76
RATIO	0.93
UP PERIODS	9

City of Sanibel Municipal Police Officers' Retirement System

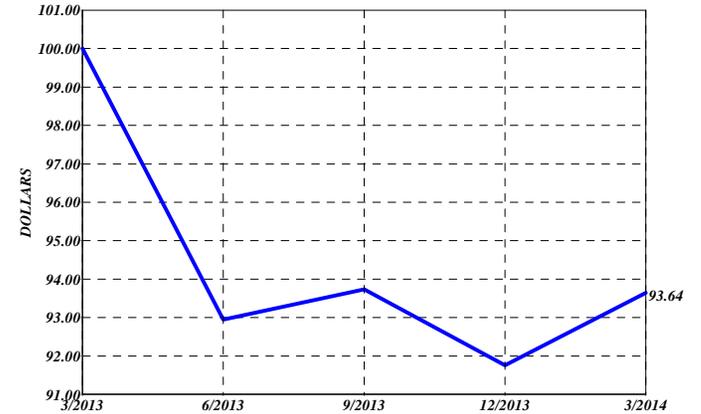
iShares Barclays TIPS

Performance Profile

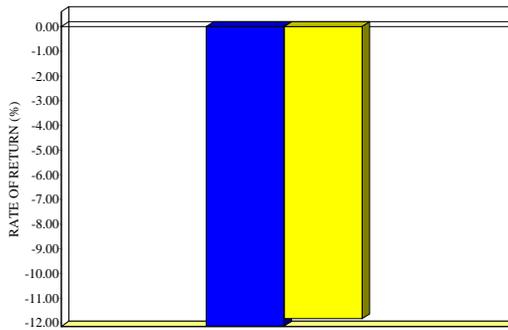
Period Ending March 31, 2014

PERIOD	RETURN	UNIVERSE RANKING	BETA	ALPHA	STD DEV	SHARPE RATIO
ONE YEAR	-6.36	99	1.03	0.35	6.68	-0.96

	QTD	ONE YEAR
ISHARES BARCLAYS TIPS	2.05	-6.36
BC TIPS	1.95	-6.49
EXCESS	0.11	0.13
RISKLESS INDEX	0.01	0.07
REAL ROR	0.65	-7.66

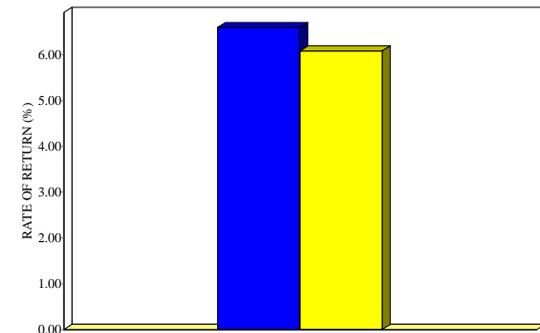


DOWN MARKET PERFORMANCE



	ONE YEAR
ISHARES BARCLAYS TIPS	-12.15
BC TIPS	-11.85
DIFFERENCE	-0.30
RATIO	1.03
DOWN PERIODS	6

UP MARKET PERFORMANCE



	ONE YEAR
ISHARES BARCLAYS TIPS	6.60
BC TIPS	6.09
DIFFERENCE	0.51
RATIO	1.08
UP PERIODS	6

City of Sanibel Municipal Police Officers' Retirement System Glossary of Terms

- ACCRUED INTEREST- Bond interest earned since the last interest payment, but not yet received.
- ALPHA- A linear regressive constant that measures expected return independent of Beta.
- ASSET ALLOCATION- The division of portfolio asset classes in order to achieve an expected investment objective.
- BALANCED UNIVERSES - BNY Mellon Public Funds, Endowments & Foundations, Corporate peer groups, and PSN peer groups.
- BETA- A measure of portfolio sensitivity (volatility) in relation to the market, based upon past experience.
- BOND DURATION- A measure of portfolio sensitivity to interest rate risk.
- COMMINGLED FUND- An investment fund which is similar to a mutual fund in that investors are permitted to purchase and redeem units that represent ownership in a pool of securities.
- CONVERTIBLE BONDS - Hybrid securities' that offer equity returns during rising equity markets and improved down-market protection.
- CORE- An equal weighting in both growth and value stocks.
- CORRELATION COEFFICIENT- A measure of how two assets move together. The measure is bounded by +1 and -1; +1 means that the two assets move together positively, while a measure of -1 means that the assets are perfectly negatively correlated.
- GROWTH MANAGER- Generally invests in companies that have either experienced above-average growth rates and/or are expected to experience above-average growth rates in the future. Growth portfolios tend to have high price/earnings ratios and generally pay little to no dividends.
- INDEXES- Indexes are used as "independent representations of markets" (e.g., S&P 500).
- INFORMATION RATIO- Annualized excess return above the benchmark relative to the annualized tracking error.
- LARGE CAP- Generally, the term refers to a company that has a market capitalization that exceeds \$10 billion.
- MANAGER UNIVERSE- A collection of quarterly investment returns from various investment management firms that may be subdivided by style (e.g. growth, value, core).
- MID CAP- Generally, the term refers to a company that has a market capitalization between \$2 and \$10 billion.
- NCREIF - A quarterly time series composite total rate of return measure of investment performance of a large pool of individual commercial real estate properties acquired in the private market for investment purposes only.
- NCREIF ODCE - Open End Diversified Core Equity index which consists of historical and current returns from 26 open-end commingled funds pursuing core strategy. This index is capitalization weighted, time weighted and gross of fees.



City of Sanibel Municipal Police Officers' Retirement System Glossary of Terms

-NET- Investment return accounts only for manager fees.

-PROTECTING FLORIDA INVESTMENT ACT (PFIA) - SBA publishes a list of prohibited investments (scrutinized companies).

-RATE OF RETURN- The percentage change in the value of an investment in a portfolio over a specified time period, excluding contributions.

-RISK MEASURES- Measures of the investment risk level, including beta, credit, duration, standard deviation, and others that are based on current and historical data.

-R-SQUARED- Measures how closely portfolio returns and those of the market are correlated, or how much variation in the portfolio returns may be explained by the market. An R2 of 40 means that 40% of the variation in a fund's price changes could be attributed to changes in the market index over the time period.

-SHARPE RATIO- The ratio of the rate of return earned above the risk-free rate to the standard deviation of the portfolio. It measures the number of units of return per unit of risk.

-SMALL CAP- Generally refers to a company with a market capitalization \$300 million to \$2 billion.

-STANDARD DEVIATION- Measure of the variability (dispersion) of historical returns around the mean. It measures how much exposure to volatility was experienced by the implementation of an investment strategy.

-SYSTEMATIC RISK- Measured by beta, it is the risk that cannot be diversified away (market risk).

- TIME WEIGHTED (TW) RETURN - A measure of the investments versus the investor. When there are no flows the TW & DOLLAR weighted (DW) returns are the same and vice versa.

-TRACKING ERROR- A measure of how closely a manager's performance tracks an index; it is the annualized standard deviation of the differences between the quarterly returns for the manager and the benchmark.

-TREYNOR RATIO- A measure of reward per unit of risk. (excess return divided by beta)

-UP AND DOWN-MARKET CAPTURE RATIO- Ratio that illustrates how a manager performed relative to the market during rising and declining market periods.

-VALUE MANAGER- Generally invests in companies that have low price-to-earnings and price-to-book ratios and/or above-average dividend yields.



City of Sanibel Municipal Police Officers' Retirement System Disclosure

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Performance Reporting:

- 1.Changes in portfolio valuations due to capital gains or losses, dividends, interest, income and management fees are included in the calculation of returns. All calculations are made in accordance with generally accepted industry standards.
- 2.Transaction costs, such as commissions, are included in the purchase cost or deducted from the proceeds or sale of a security. Differences in transaction costs may affect comparisons.
- 3.Individual client returns may vary due to a variety of factors, including differences in investment objectives, asset allocating and timing of investment decisions.
- 4.BCA does not have discretion or decision making authority over any investments. All decisions regarding investment manager selection and retention, asset allocation, and other investment policies were made by the client. While BCA provides recommendations and choices regarding suitable investments, not all clients take these recommendations or select from the choices offered.
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