



Becker Capital Management, Inc.

1211 SW 5TH AVENUE, SUITE 2185

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Everett School Employee Benefit Tr.

Investment Summary

March 31, 2014

EVERETT SCHOOL

APR 21 2014

EMPLOYEE BENEFIT TRUST



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April 17, 2014

Everett School Employee Benefit Tr.
Darla Van Duren
PO Box 2098
Everett, Washington 98213

Dear Darla:

Enclosed is your first quarter, 2014 report including investment results, transactions, summary of investments, and a fee statement.

	QTD	1 Year	3 Years	Incept. 09-03-09
Everett School Trust	0.2%	0.5%	1.2%	1.5%
Fixed Income	0.3%	0.6%	1.3%	1.7%
BAML 1 Yr Treasury Note	0.1%	0.3%	0.3%	0.5%

The fixed income markets provided good returns in the first quarter of 2014. Three-quarters of the returns came in January as the U.S. economic expansion slowed and overseas events, particularly economic news from China and Turkey, created a preference for U.S. denominated assets. In general, longer maturing securities performed better. Credit, i.e. municipal and corporate bonds, provided moderately better returns than Treasury securities with a similar maturity.

The broad taxable bond market returned 2.11% in the first quarter. This was modestly better than the 1.87% average return provided since 1973 when the calculations began. Corporate bonds once again provided better returns than their Treasury note counterparts. The broad municipal market returned 3.80% in the first quarter. It was a good quarter for municipal bonds, the best in two and one-half years and well above the quarterly average of 1.27%. Municipal bonds provided good relative performance when compared to the taxable fixed income market but much of this was due to the municipal bond market's longer average maturity. When adjustments are made for maturity structure and for tax exempt income, municipal bonds performed in line with the taxable fixed income market. The quality of municipal credits, despite the obvious exceptions of Detroit and Puerto Rico, are improving. Since the recession, tax receipts have been growing faster than expenditures.

Recent economic data supports the case that bad weather was behind most of the slowing in first quarter U.S. growth. The fixed income markets are also uncertain about the timing and pace of rate increases by the Federal Reserve. This uncertainty has created some volatility in the fixed income markets as the forecasts of future interest rates change. The differences in these forecasts are quibbles for long-term investors. It amounts to a



disagreement over the initiation of rate hikes in the second or third quarter of 2015. The consensus among economists is that rates will gradually rise. The forecast is for ten-year Treasury notes to yield 3.35% by year end. They currently yield about 2.70%. We hate to run with the pack, but we agree that the tapering of "Quantitative Easing" and the eventual normalization of short-term rates by the Federal Reserve will provide upward pressure on interest rates. We continue to conservatively invest your fixed income assets.

And finally, our annual housekeeping items:

The Securities and Exchange Commission requires that we notify you annually of any material changes made to our Form ADV Part 2A. Since Becker Capital's last update on March 31, 2013, the following change was made.

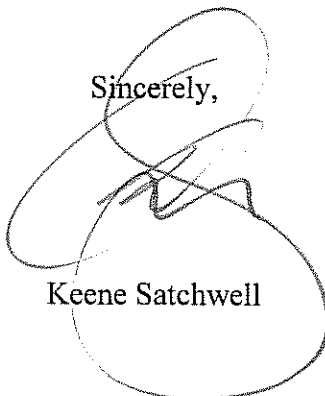
BCM has entered into an agreement with Charles Schwab & Co., Inc. ("Schwab") to participate in the Schwab Advisor Network® ("the Service"), an advisor referral service designed to help investors find an independent investment advisor. BCM pays Schwab a fee to receive client referrals. BCM does not charge clients referred through the Service, fees greater than the fees BCM charges its advisory clients who were not introduced by the Service.

If you would like to receive a complete copy of the Form ADV Part 2A, please contact Stephanie Moyer at smoyer@beckerap.com.

In keeping with requirements to provide you with a copy of our Privacy Disclosure annually, please note that we are enclosing that as well.

If you have any questions or comments, please do not hesitate to contact any of us at Becker Capital.

Sincerely,



Keene Satchwell