

TREASURY OVERSIGHT COMMITTEE MINUTES

April 26, 2013

Room 316, City Hall

1. Call to Order and Roll Call

The meeting was called to order at 10:05 a.m. by Ben Rosenfield, Controller. The following Committee members were present: Joe Grazioli, Peter Goldstein and Todd Rydstrom.

2. Discussion and Action to Approve Minutes

The minutes from the meeting on January 25, 2013 were unanimously approved.

There was no public comment.

3. Review of the Treasurer's Recent Investment Performance

Brian Starr, of the Office of the Treasurer and Tax Collector, provided an economic and market overview which included: U.S. monthly housing starts, non-farm payroll and the unemployment rate, changes in the PPI and the price of oil, and the Institute for Supply Management (ISM) manufacturing index.

The market overview included a review of year over year U.S. Treasury yields, sector spreads (a new measure) and the Federal Funds rate forward curve.

Ms. Pauline Marx, Chief Assistant Treasurer, discussed the county pooled fund statistics, investment fund participants (as of April 23, 2013) and compared the changes in the portfolio between December 15, 2012 (at which time the total book value was \$5.1 Billion dollars) and April 15, 2013 (at which time the total book value was \$6.4 billion dollars). The increases in the dollar amount of the portfolio reflect changes in various components. For example, the percentage allocations of U.S. Treasuries and Federal Agencies have been reduced. The Temporary Liquidity Guarantee Program (TLGP) expired at the end of 2012. The amounts invested in negotiable CDs and commercial paper has increased.

There was no public comment.

4. Review of Pooled Cash Balance

James Whitaker, Property Tax Manager for the Controller's Office, reviewed the pooled funds.

There was no public comment.

5. Public Comment

Jose Cisneros, Treasurer and Tax Collector, advised the Committee of a pending new member and reviewed the nominees qualifications.

There was no public comment.

The meeting adjourned at 10:45 a.m.