TREASURY OVERSIGHT COMMITTEE
MINUTES
Friday, January 18, 2008
11:00 a.m. - City Hall, Room 316

1. Call to Order and Roll Call

Mr. Harrington, Chair, called the meeting to order at 11:09. Mr. Scott MacDonald was excused; all others present.

2. Introduction of New Chief Investment Officer

Treasurer Cisneros introduced Mr. Newlin Rankin, the newly hired Chief Investment Officer, who replaced Mr. Dan Daly. Mr. Rankin briefly described his professional background and expressed his excitement with his new position.

3. Discussion and Possible Action to Approve Minutes

The minutes of September 28, 2007 were unanimously approved.

4. Review of the Treasurer's Recent Investment Performance

Mr. Rankin discussed the City and County of San Francisco's portfolio statistics. He indicated that the average age of the Pooled fund is 97 days, with an earned income yield of 5.109% and net earnings of $84,256,206. He stated that the Earned Income Yield for the month of December was 4.886%.

He discussed the City's asset allocation, portfolio assets, and recent strategic actions. He also provided the Committee with a brief summary of the current national economic conditions. He noted that the City's portfolio is consistently growing.

Brief discussion ensued regarding the City's investment performance and strategies. Mr. Grazioli requested that, in addition to the material provided, Mr. Rankin provide the Committee with investment projections and interest income information at subsequent meetings. In addition, they would like to see investment performance comparisons with peer jurisdictions. Mr. Rankin indicated that he would be happy to do so. Ms. Pauline Marx stated that it is difficult to make a comparison with peer jurisdictions due to differences in cash flow characteristics, participants, and investment policies.

Ms. Pauline Marx stated that there is no investment policy discussion at this meeting, but that changes to the policy will be on the agenda in upcoming meetings.

5. General Public Comment

No Public Comment.
Mr. Philip Day noted that this will be his last meeting as he has accepted a position on the East Coast and will be leaving San Francisco prior to the next meeting. The Committee expressed their gratitude for his service and contribution to the City, and wished him well.

Adjournment

The meeting was adjourned at 12:15 p.m.