

Investment Advisory Committee Meeting

April 21, 2016

Members in Attendance:

Ed Leonard, Franklin County Treasurer

Erik Janas, Designee for Commissioner John O'Grady

Zak Talarek, Designee for Commissioner Paula Brooks

Angela Radney, Designee for Clerk of Courts, Maryellen O'Shaughnessy

Ken Wilson, Designee for Commissioner Marilyn Brown

Guests in Attendance

Dennis Yacobozzi, President, UACC

Kevin Klingel, Vice President, UACC

Jim McCourt, UACC

Emily Perkins, Investment & Cash Management Officer, FCT

Call to Order

Treasurer Leonard called the First Quarter 2016 meeting of the Franklin County Investment Advisory Committee (IAC) to order on April 21, 2016.

Approval of Minutes

The first order of business was to approve the minutes from the previous meeting. Treasurer Leonard moved to accept the minutes and the committee seconded the motion. The minutes were approved.

Economic Outlook

The Investment Advisory Committee discussed the economic outlook. Global concerns, including "Brexit," kept the Fed on hold during the second quarter. Meanwhile, expected increased stimulus from other central banks and investor demand has resulted in negative yields for many sovereign debt issues, and the widening differential between U.S. rates and other government bond yields continues to attract international investors. As a result, bond prices ended the quarter considerably higher, and the yield curve continued to flatten.

Portfolio Analysis

UACC discussed all aspects of the portfolio's activity for the quarter, including a review of market conditions, which affected the value and return of the core portfolio. Additionally, UACC presented a quarter by quarter summary to illustrate changes in the portfolio over the last year. UACC also indicated that all investments made during the quarter are in full compliance with Chapter 135.35 of the Ohio Revised Code and the County's approved investment policy.

The size of the portfolio increased to over \$950 million during the quarter, as funds that were withheld for possible year-end disbursements were returned to the investment portfolio. Federal Agency securities (callable and non-callable) remain the primary asset class, with the majority being non-callable. To increase overall portfolio liquidity without sacrificing yield, commercial paper holdings were increased during the period. The core portfolio ended the quarter with an overall yield of 1.21 percent and an average maturity of just over 2 years, while the public safety center fund has a 1.1 yield with an average maturity of approximately 2.4 years.

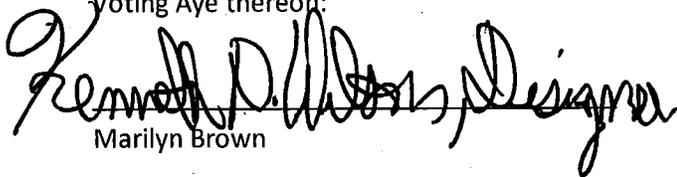
Liquid Portfolio

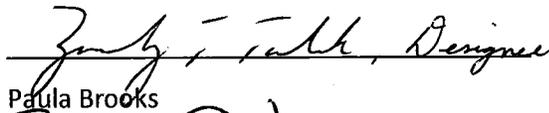
The liquid portfolio ended March with \$105 million at 41 basis points earning \$250,000 in the quarter. The county is on track to meet the budget for the year.

Future Meeting

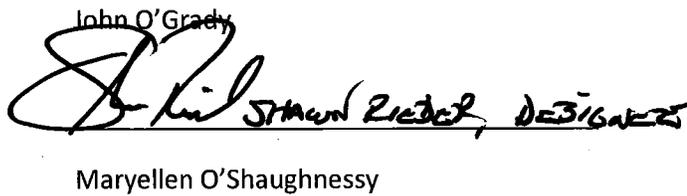
Treasurer Leonard motioned to end the meeting. The motion was seconded and the meeting was adjourned. The next meeting will be taking place on July 28th, 2016 at 2:00 pm.

Voting Aye thereon:


Marilyn Brown


Paula Brooks


John O'Grady


Maryellen O'Shaughnessy

Edward J. Leonard


Voting Nay thereon:

Marilyn Brown

Paula Brooks

John O'Grady

Maryellen O'Shaughnessy

Edward J. Leonard