

Investment Advisory Committee Meeting
January 21, 2010

Members in Attendance:

Edward Leonard, Franklin County Treasurer
Ken Wilson, Designee for Commissioner Marilyn Brown
Don Brown, Designee for Commissioner John O'Grady
Zak Talarek, Designee for Commissioner Paula Brooks
Shawn Rieder, Designee for Clerk of Courts, Maryellen O'Shaughnessy

Guests in Attendance:

Kevin Klingel, Vice President, UACC
Emily Perkins, Investment & Cash Management Officer, FCT

Call to Order

Treasurer Leonard called the fourth quarter meeting of the Franklin County Investment Advisory Committee (IAC) to order at 2:00 p.m.

Approval of Minutes

The first order of business was to approve the minutes from the October 15, 2009 meeting. Zak Talarek moved to accept the minutes and Ken Wilson seconded the motion. Minutes were approved.

Economic Outlook -

At this time, Treasurer Leonard turned the meeting over to Kevin Klingel to present an overview of the Economic Outlook.

Mr. Klingel provided the following report:

Not a lot of difference from three months ago – a little improvement in the labor market. Bond market rate of .85% as the Feds continue to keep rates very low for an extended period of time, most likely will be pushed out to November or much longer.

Bond Proceeds Portfolio overview

Review of the charts show that over the past three months the holdings were \$46MM (\$46 - \$50MM as of 12/31/09). \$5MM in called bonds and \$9MM in maturities and none have been re-invested. Majority is being spent down keeping a shorter draw schedule – 2 year maturity limit but account continues to decline as payments are made out of fund (yield 2.25). The biggest share of the portfolio is in agency non-callables purchased a while back. Currently no agency discount notes because of the low rates, this will allow the portfolio to age or roll down.

Zak Talarek stated that he would have the revised draw schedule for 2010 to submit to UACC within the next week or so.

Core Portfolio review

Looking at the inventory, we have just under \$720MM invested as of 12/31/09. We were only \$645MM at the end of 2008, now we're investing at much higher yield with no collateralization issues. Last quarter we were under \$700, now up to \$720 – an increase of \$20MM.

Recap of the activity - \$170MM in purchases; \$92MM in sales and calls and \$44MM in maturities. He then reviewed the charts in Core Portfolio handouts.

Don Brown asked – of the \$720M in the portfolio at year end, how much is in undivided tax. Emily stated that it was all County money (not tax money as of 12/31/09).

Emily then reviewed the Liquid Portfolio handout stating that CD's were drastically reduced throughout the year, allowing for additional revenue to be moved to the Core account. The handout states the breakdown of where monies are invested and interest earned.

Emily then reviewed FY2009 investment earnings. She stated that the total investment earnings for FY2009 were \$26,402,000.

Projection for 2010 is on course as \$19,000,000.00.

Future Meeting

With no further discussion, Treasurer Leonard set the next meeting date as April 15, 2010 at 2:00 p.m. Zak Talarek moved to accept the meeting date and adjourn the meeting, Ken Wilson seconded the motion. Meeting adjourned.

Submitted by Janet Brown

Minutes were approved on April 15, 2010

Voting Aye thereon:

Voting Nay thereon:



Paula Brooks



Marilyn Brown

Paula Brooks

Marilyn Brown

John O'Grady

John O'Grady



Maryellen O'Shaughnessy

Maryellen O'Shaughnessy



Edward J. Leonard

Edward J. Leonard