



OJAI VALLEY SANITARY DISTRICT

A Public Agency

1072 Tico Road, Ojai, California 93023

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MINUTES OF FINANCE COMMITTEE

The Finance Committee held a meeting at the District Office, 1072 Tico Road on January 10, 2013 beginning at 3:30 p.m.

COMMITTEE MEMBERS PRESENT: Peter M. Kaiser
Stan Greene
William D. O'Brien, Chairman

COMMITTEE MEMBERS ABSENT: None

STAFF PRESENT: Jeff Palmer, General Manager
Brenda Krout, Administrative Officer

OTHERS PRESENT: Howard Smith, MorganStanley SmithBarney

1. **Public Comment - (Items not on the agenda - 3 minute limit)**

None

2. **Quarterly Review of District's Investments**

Howard Smith of MorganStanley SmithBarney addressed the Committee presenting an overview of the District's investment portfolio noting that the entire portfolio is based on maintaining a low risk level in accordance with State law for investment of public funds. Mr. Smith briefly reviewed the national and world economic conditions and explaining how they affect the District's investments.

Director Kaiser questioned if the District should discontinue investing in corporations which have demonstrated poor management practices. The social responsibility of the Board was discussed. It was agreed that developing a definition of the Board's social responsibility position in general, not just in regards to investments, would be a good topic to discuss with the full Board at their January 14, 2013 Special Meeting Workshop.

Mr. Smith responded to questions from the Committee.

The Committee unanimously supported presenting a recommendation to the Board to continue on the current course with the District's investments.

3. **Discussion**

a. Audience

None

b. Committee Members

None

c. General Manager

None

The Finance Committee meeting adjourned at 4:35 p.m.

Minutes submitted by Brenda Krout, Clerk of the Board