



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 October 7, 2014 beginning at 3:00 p.m.

COMMITTEE MEMBERS PRESENT: Peter M. Kaiser
William C. Murphy
John R. (Randy) Burg, Chairman

COMMITTEE MEMBERS ABSENT: None

STAFF PRESENT: Jeff Palmer, General Manager
Brenda Krout, Administrative Officer
Ronald E. Sheets, Operations Superintendent

OTHERS PRESENT: Howard Smith, MorganStanley SmithBarney
Steve Smailes, MorganStanley SmithBarney

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

None

FOR DISCUSSION & RECOMMENDATION

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

Howard Smith of MorganStanley SmithBarney addressed the Committee presenting an overview of the District's investment portfolio. Steve Smailes, junior partner with MorganStanley SmithBarney, was also in attendance.

Mr. Palmer reviewed the District's investment returns over the past quarter, noting that the performance continues to be low; however, it remains much better than LAIF returns for the same period.

Mr. Smith discussed the trends and forecast for the national economy, reminding the Committee that the District's portfolio contains only bonds, noting that the bond market remains the most secure investment.

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.

FOR DISCUSSION & REVIEW

3. **General Discussion**

- a. Audience
None
- b. Committee Members
None
- c. General Manager
None

The Finance Committee meeting adjourned at 3:22 p.m.

Minutes submitted by Brenda Krout, Clerk of the Board