



## OJAI VALLEY SANITARY DISTRICT

A Public Agency

1072 Tico Road, Ojai, California 93023

(805) 646-5548 • FAX (805) 640-0842

[www.ojaisan.org](http://www.ojaisan.org)

### MINUTES OF FINANCE COMMITTEE

The Finance Committee held a meeting at the District Office, 1072 Tico Road on July 9, 2014 beginning at 5:00 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. Mr. Smith introduced Steve Smailes, his junior partner with MorganStanley SmithBarney.

Mr. Palmer reviewed the District's investment returns over the past quarter, noting that the performance continues to be low; however, it remains 3 to 4 times better than LAIF returns for the same period.

*ITEM 1B-1*

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 5:21 p.m.

Minutes submitted by Brenda Krout, Clerk of the Board