

CITY OF SAN CLEMENTE

Investment Advisory Committee Minutes

Regular Meeting – November 26, 2012

A Regular Meeting of the City of San Clemente Investment Advisory Committee was called to order by City Treasurer, Pall Gudgeirsson, on November 26, 2012 at 5:05 p.m. in the Oceanview Conference Room at City Hall, 100 Avenida Presidio, San Clemente, California.

(1) **ROLL CALL**

PRESENT: **Investment Advisory Committee Members:**

Pall Gudgeirsson, Bob Baker, Art Carter, Mark Taylor, Les Wells

Staff:

Jake Rahn

ABSENT: None

(2) **APPROVAL OF MINUTES**

Minutes of the July 23, 2012 meeting were approved. Motion was made to approve by Les Wells, seconded by Bob Baker. Approved 5-0.

(3) **APPROVAL OF MINUTES**

Minutes of the October 22, 2012 meeting were approved. Motion was made to approve by Art Carter, seconded by Les Wells. Approved 5-0.

(4) **INVESTMENT REPORT 1st QUARTER 2012-13**

City Treasurer Pall Gudgeirsson presented the 1st Quarter investment report. Investment Advisor Les Wells provided an overview of the current interest rate environment and answered several questions from committee members. He also discussed the "fiscal cliff" and current issues with FNMA and FHLMC. Art Carter moved to approve the 4th Quarter Investment Report, seconded by Les Wells. Approved 5-0.

(5) **ANNUAL REVIEW BROKER/ DEALER QUESTIONNAIRES**

City Treasurer Gudgeirsson presented the broker/dealer questionnaire responses from five brokers. Three brokers were recommended for approval by the committee; Roth Capital, Smith Barney and Raymond James /Morgan Keegan. Motion by Les Wells, seconded by Mark Taylor. Approved 5-0

(6) **CITY INVESTMENT POLICY**

There were no changes recommended to the City's investment policy.

(7) **PUBLIC INPUT**

Councilmember Bob Baker announced the impending retirement of City Manager George Scarborough. He requested a follow up meeting of the committee to discuss the possibility of contracting out the investment function. Les Wells will provide information to the committee and a meeting will be scheduled

(8) **ADJOURNMENT**

Motion was made by Mark Taylor, seconded by Les Wells, carried 5-0 to adjourn to an Adjourned Regular Meeting to be held at 5pm on January 28, 2013 in the Ocean View Conference Room at City Hall, 100 Avenida Presidio, San Clemente, California.



Pall Gudgeirsson

Chair-Investment Advisory Committee

Future Meeting Dates:

January 28, 2013

April 22, 2013

July 22, 2013