

TREASURY OVERSIGHT COMMITTEE

Minutes

Regular Meeting

Thursday, April 7, 2005

(Rescheduled from April 15, 2005)

City Hall, Room 316

1. Call to Order

Mr. Harrington, Chair, called the meeting to order at 9:04 a.m.

2. Roll Call

Dr. Philip R. Day, Jr. Chancellor, S.F. Community College District
Leo Fermin, Deputy Airport Director, Business & Finance – Absent
Ed Harrington, Controller
Richard Sullivan, Member of the Public

Mr. Harrington conducted roll call and noted that there was a quorum.

Also in attendance were:

José Cisneros, Treasurer
Dan Daly, Chief Investment Officer
Joseph Grazioli, Chief Finance Officer, S.F. Unified School District
Pauline Marx, Chief Assistant Treasurer
Thomas Owen, Deputy City Attorney
Janet Tolenada, Cash Manager, Investment Division
Amy Wang, Investment Principal Clerk

3. Approval of the Minutes

The minutes of the April 16, 2004 meeting were approved.

4. Review of the Treasurer's Recent Investment Performance – José Cisneros and Dan Daly

The portfolio performance was slightly better than the peer group which includes the State of California, Los Angeles County, Sacramento County and San Diego County. The portfolio was balanced with 25% in Treasuries, 39% in U.S. Government Agencies, and the remaining funds are in a miscellaneous mixture of Commercial Paper and Negotiable Certificates of Deposit (*all with major U.S. Banks - no other private sector exposure*). We have a positive cash flow for the next 18 months with the surplus (zero reinvestment of principal) of \$1.1 billion at the end of the 18th month (Oct 06).

5. California Debt and Investment Advisory Commission Letter – Dan Daly

Dan Daly reported that the California Debt Advisory requested a copy of the portfolio for the quarter. The Treasurer's Office had mailed it but it was lost in transit. New data has been delivered.

Mr. Cisneros will nominate and recommend Joe Grazioli to the Board of Supervisors for a seat on the Treasury Oversight Committee.

6. Public Comment

There was no public comment.

7. Adjournment

The meeting was adjourned at 9:30 a.m.