

MINUTES OF THE TREASURY OVERSIGHT COMMITTEE
ORANGE COUNTY, CALIFORNIA

REGULAR MEETING

April 27, 2005

Approved
7-27-05

The Regular Meeting of the Treasury Oversight Committee (TOC) was held on April 27, 2005, and called to order by Robert Fauteux, Vice-Chair, at 3:02 p.m.

Committee Members:

Present:

Robert Fauteux, Representative of Outside Participants, Vice-Chair
John Nakane, for David Sundstrom, Auditor-Controller
Bill Habermehl, O.C. Board of Education (not present at Roll Call)
Thomas Beckett, for Thomas G. Mauk, CEO

Absent:

Charles Schroeder, Member of the Public, Chair (3-13-03)

Also present were:

John Moorlach, Treasurer-Tax Collector; **Gary Cowan, Brett R. Barbre, Melody Taylor, Paul Gorman, Judy Jacobson, and Paul Cocking**, Treasurer's Office; **Tom Agin**, County Counsel; **Shaun Skelly**, Auditor-Controller.

1. Meeting Called to Order

Vice Chairman Fauteux called the meeting to order.

2. Welcome and self-introductions

Introductions were made.

3. Public Comments

There were none.

4. Approval of Minutes

Recommended Action: Mr. Fauteux called for a motion to approve the Minutes as presented. Mr. Nakane moved to approve the Minutes, 2nd by Mr. Beckett. Passed 3-0.

5. Chairman's Report

The Chairman had no comments.

Mr. Habermehl arrived at 3:11 p.m.

6. Treasurer's Report

- a) **Long Term Pool Agreement** - The Treasurer has had discussions regarding a Long Term Pool Agreement with the Children & Family Commission, John Wayne Airport, and Integrated Waste Management Department (IWMD). A draft

agreement is in circulation for approval by the Treasurer's office and County Counsel.

- b) **Local Investment Pools** - Some county agencies are voluntarily participating in a LGIP survey. This survey should be finished in 3 months. California and the state of Washington are the only states that have local county pools, so this information will be a useful management tool.
- c) **Legislative Update** - SB268 is moving right along. It has already been approved in the State Senate and the next action will occur in the State Assembly.
- d) **SB866 Audit Update** – The first draft will be available on May 10, 2005. The Treasurer's Office will make copies available to the TOC members before the next meeting on July 27, 2005.

7. Proposed Changes to the Investment Policy Statement (IPS)

There were handouts given to the TOC members regarding the four items brought forth to review for changes on the 2006 Investment Policy Statement (IPS). There was a brief discussion on each item. The items are the following:

- 1) Credit Watch Negative Language;
- 2) Issuer Limit-25% for three days (conforming with SB 268);
- 3) Merrill Lynch technical clean-up; and
- 4) Technical clean-up on the ethics and conflict of interest paragraph regarding "designated employees."

Mr. Fauteux called for a motion to receive and file the proposals. Mr. Habermehl moved to receive and file. 2nd by Mr. Beckett. Passed 4-0.

8. Public Comments

There were none.

9. Schedule Next Meeting Date

The next regular meeting was scheduled for July 27, 2005 in the Treasurer's Office, Conference Room A, 3:00 p.m.

10. Adjournment

Mr. Fauteux adjourned the meeting at 3:32 p.m.