TOWN OF PALM BEACH

Office of the Town Clerk

REPORT OF THE INVESTMENT ADVISORY COMMITTEE MEETING
HELD ON FRIDAY, MAY 29, 2015

I. CALL TO ORDER AND ROLL CALL

The Investment Advisory Committee meeting was called to order on Friday, May 29, 2015, at 12:30 p.m., in the Town Council Chambers. On roll call, all members were found to be present, with the exception of Committee Member Storkerson, who arrived at approximately 12:48 p.m.

II. PLEDGE OF ALLEGIANCE

Chairman Andrews led the Pledge of Allegiance.

III. ANNUAL ELECTION OF CHAIRMAN AND VICE CHAIRMAN

Motion was made by Committee Member Snyder, and seconded by Committee Member McCluskey, to elect Committee Member Andrews to serve another term as Chairman of the Committee, and Committee Member Panfel to serve as Vice Chairman of the Committee. On call for a vote, the motion carried 4-0, with Committee Member Storkerson absent.

IV. APPROVAL OF AGENDA

By consensus of the Committee, the Agenda was approved.

V. COMMUNICATION FROM CITIZENS – None

VI. APPROVAL OF MINUTES

a. MINUTES FROM FEBRUARY 20, 2015 MEETING

By consensus of the Committee, the February 20, 2015, meeting minutes were approved.

VII. PRIME BUCHHOLZ [Sean Higman, Prime Buchholz]

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a. QUARTERLY PERFORMANCE UPDATE

Sean Higman, Prime Buchholz, provided an overview of the Town's quarterly performance.

Discussion ensued regarding linear and linked indexes, relative performance amongst the managers, 7.5% as a reasonable rate of return in building the portfolio, and the use of indexes.

(Clerk's Note: Committee Member Storkerson arrived at approximately 12:48 p.m.)

b. PEER COMPARISON

Sean Higman, Prime Buchholz, provided an overview of the Peer Comparison.

c. ASSET ALLOCATION

Sean Higman, Prime Buchholz, provided an overview of asset allocation.

Discussion ensued regarding more risk taking, private and public equity, more liquidity in the portfolio, the impact of a possible rate increase, world currency, indexing, and evaluating managers.

It was the consensus of the Committee that Mr. Higman would create a self-evaluation tool and that the Committee Members would each evaluate Prime Buchholz and provide said evaluations to Director of Finance Struder.

VIII. INVESTMENT REPORT

Assistant Director of Finance Somers provided an overview of the April 2015 Investment Report. She stated that there will be reserves to transfer to OPEB in August 2015.

IX. NEXT MEETING: AUGUST 14, 2015 AT 2:00PM

Chairman Andrews stated that the next meeting date will be Friday, August 14, 2015, at 2:00 p.m.

X. ANY OTHER MATTERS – None

XI. ADJOURNMENT

There being no further business, the May 29, 2015, Investment Advisory Committee meeting was adjourned at 2:40 p.m.

APPROVED:

Dr. Michael F. Andrews
Chairman