



City of Villa Park
17855 Santiago Boulevard
Villa Park, California 92861
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INVESTMENT ADVISORY COMMITTEE

Minutes - Regular Meeting

April 23, 2008

ORDER OF BUSINESS

1. CALL TO ORDER

The meeting was called to order at 8:30 AM by Chair Carlberg.

2. ROLL CALL

The following members and attendees were present:

Dan Carlberg, Chair, Investment Advisory Committee

William Nelson, Vice-Chair, Resident Member

Joe Hagler, Resident Member

Mary Jo Chorbajian, Resident Member (Alternate)

Jim Rheins, Mayor Pro Tem, Chair City Council Finance Committee

Rich Ulmer, Council Member, City Council Finance Committee

Dennis Kuli, City Treasurer

Michelle Danaher, Finance Manager

Ken Domer, City Manager

3. PUBLIC COMMENT

No public comment.

4. DISCUSSION ITEMS

a) Review of Orange County Investment Pool holdings

A general discussion on OCIP holdings to include a quick review of the Whistlejacket SIV performance. Member Hagler asked questions but proposed no change at this time in the recommendation for OCIP. A review of rates for OCIP and LAIF occurred. The recent failure of the Cannon Wall prompted questions regarding the potential impacts of needed funds.

b) Review of Statement of Investment Policy

Discussion of clarifying Section 2.14 regarding diversification and adding language regarding LAIF. With general consensus of the group the section was verbally changed and the Finance Manager will follow up with written changes. Member Hagler discussed that LAIF is a money manager, not a category to clarify some thoughts.

General discussion of the General Fund Reserve Policy and whether it is warranted to put the entire reserve into one instrument for long term investment potential. The consensus is that at this time such an action is no better than LAIF. Staff was directed to create a graph to show inflation

adjusted projections as a guide. Discussion led by Chair Carlberg and Councilman Ulmer on the Council role and what the IAC, as committee, can do. It was recommended that the IAC review the inflation adjusted projections for the reserve and make a recommendation to the Council for the June study session when the amount will be set.

5. PUBLIC AND MEMBER COMMENT

Member Chorbajian made comments on the March minutes as clarification.

6. ADJOURNMENT

The meeting as adjourned at 9:15 AM to the next meeting date of May 28, 2008 at 8:30 AM.