MINUTES

Investment Committee Special Meeting

April 28, 2021 – Wednesday – 10:00 A.M.

Teleconference

I. Call to Order

The meeting was called to order by Chair Donald Moore at 10:03 a.m.

II. Roll call

Members Present:	Bart Hadley, Deputy City Manager Donald Moore, Finance Director Brian Henry, Senior Vice President LNB Mark Brace, President BancFirst Randy Warren, Councilmember Ward 8 Julie Magness, Budgeting & Accounting Supervisor
Members Absent:	None
Others Present:	Susan Schlecht, Accountant Kaitlin Nunley, Administrative Assistant II Caroline Rodriguez, Administrative Assistant III
Vacancies:	None

III. Old Business

A. Approval of minutes from last meeting: First Quarter Regular Meeting – October 28, 2020

MOTIONED by, Brace SECOND by, Hadley to receive the minutes of the January 27, 2020 regular meeting. AYE: Moore, Henry, Warren. NAY: None. MOTION CARRIED.

B. Approval of Investment Report: Third Quarter, January 2021 – March 2021

Schlecht reviewed the first page of the Investment report beginning with Investment Portfolio. She presented the current market value of the portfolio as of March 31st, 2021, to be $10,029,733 – well diversified. Good rates on certificate of deposits and an increase in agencies. No questions were brought up on the first page.

Next, she proceeded to maturity range. This month, there was an increase in longer term compared to the previous month. She remained with one, two, and three years.

Hadley stated that it would be good to go with longer investments if it will get better interest rates.

Next, Schlecht moved on to Maturity Detail Page. Brace asked if the only fund that is growing is the CIP fund. Schlecht stated the 2019 CIP fund is growing considerably.

The committee discussed the concern with short term and negative rates, whether to stay with short term, how the municipal bond market will be affected and the inflation period. Henry added how negative rates means the city pays the bank.

Moore added how it will affect the municipal bond market, but tax rates on the rise and what the demand will be.

The members of the committee further discussed the economy and the rates.

Hadley asked if there were any other advice or comments, no additional comments, Henry motioned to approve the investment report.

MOTIONED by, Henry SECOND by, Brace to accept the Second Quarter Investment Report (October 2020 – December 2020) AYE: Moore, Hadley, Warren. NAY: None. MOTION CARRIED.

IV. New business

A. New business

No other comments or advice.

V. Communication/Discussion

A. 2019 CIP

The committee had a discussion on the use of funds, rates, and what should be done. Warren mentioned if best to keep or hold interest rates, Hadley included borrowing and Brace agreed to that.

In addition, the committee discussed the increase in prices, such as plywood, the glue from plywood from overseas and beating inflation. Brace commented how the winter storm caused a production shortage. Warren included the cost of shipping and fuel has also increased. Truck drivers are leaving the market or retiring.

Hadley requested a motion to adjourn.

VI. Adjournment

MOTIONED by Hadley SECOND by Henry to adjourn. AYE: Moore, Brace, Henry. NAY: None. MOTION CARRIED.

Meeting adjourned at 10:37 a.m.