FINANCIAL COMMISSION
REGULAR MEETING MINUTES

5:00 P.M., Monday, January 28, 2013
Neutra House
181 Hillview Avenue, Los Altos, California

Call to Order

The meeting was called to order at 5:35 P.M.

Roll Call

Commissioners present:	Chair David Byrne, Vice Chair Donald Korn, Robin Dickson, Les Poltrack, Roger Sievers and Kevin Thompson.
Commissioners absent:	Harold Guthart, with notice
Also Present:	Russell Morreale, Los Altos Finance Director and Staff Liaison

Pledge of Allegiance

The Pledge to the Flag was conducted

Public Comment

None

Consent Items

1. Approval of Minutes

With a first motion from Chair Byrne and a second from Commissioner Sievers, the minutes of December 17, 2012 were approved with unanimous agreement.

Discussion

2. Investment Portfolio Update

Investment advisor, Carlos Oblites of PFM Asset Management, provided an update of the City's portfolio performance through the Fourth Quarter of 2012. This reporting updated the investment performance through December 31, 2012 as a precursor to Council reporting. The Commission discussed the report and asked a number of questions as well as reaffirming the direction of remaining paced and prudent in placing investments in line with defined benchmarks.

3. Pension alternatives and Options Study

The pension study subcommittee members, as presented by Vice Chair Korn, provided an update on the status of the study. Liaison Morreale also shared with the Commission recently released

CALPERS actuarial valuation materials disclosing the much anticipated unfunded liability and Hypothetical Valuation amounts for the City of Los Altos as well as all California participating agencies.

3.2013 Meeting Calendar

The meeting calendar for 2013was approved unanimously with a motion from Commissioner Thompson and a second from Commissioner Dickson.

Commission Reports:
None

Adjournment
The meeting was adjourned at approximately 6:30 P.M. with general consensus

Respectfully Submitted,
Russell J. Morreale
Staff Liaison to the Financial Commission