

MINUTES OF THE INVESTMENTS COMMITTEE
MEETING OF THE BOARD OF REGENTS OF THE
DEL MAR COLLEGE DISTRICT

May 8, 2007

The Investments Committee meeting of the Board of Regents of the Del Mar College District convened in the Isensee Board Room, Harvin Student Center, Del Mar College East Campus, Corpus Christi, Texas, at 10:36 a.m. on Tuesday, May 8, 2007 with the following present:

From the Committee:

Dr. Haysam Dawod, Chair; Mrs. Minerva Arriaga, Mr. James Boggs, and Ms. Linda B. Garcia.

From the Board:

Ms. Elva Estrada

From the College:

Dr. Carlos A. Garcia, College President, Mr. Joe Alaniz, Vice President, Business and Finance; Mr. José Rivera, Vice President of Student Development; Ms. Vickie Natale, Dean of Administrative Services; Mrs. Susie Kaspar, Executive Administrative Assistant to the President, and other administrators, faculty and staff.

From the Attorney's Office:

Mr. Augustin Rivera, Jr.

CALL TO ORDER/QUORUM CALL/MOMENT OF SILENCE/PLEDGE OF ALLEGIANCE:

Dr. Dawod called the meeting to order, and there being a quorum present, requested a moment of silence. Mr. Boggs led the Pledge of Allegiance.

PENDING BUSINESS

None.

1. Approval of Minutes: March 20, 2007

Mr. Boggs made a motion, seconded by Ms. Arriaga, to approve the minutes of the March 20, 2007 meeting. There being no public comments, a roll-call vote was taken, and the motion passed unanimously.

2. Discussion and possible recommendation related to Quarterly Investment Report for the period ending February 28, 2007.

Mr. Alaniz introduced Ms. Linda Patterson, Patterson & Associates. Ms. Patterson reviewed the December 2006 - February 2007 management report, including economic trends, comparative analysis of pooled funds, asset allocations, comparison of tax bond

fund (earnings to date – \$2,476,285).

Ms. Patterson discussed the diversification limits to total portfolio, noting the flex repurchase agreement spending has reduced its impact, the 2006 tax bonds funds now represent 40.36% of the total portfolio (from 4.6% last quarter), only 14% of the total funds were in pool at the end of the quarter. She commented that the portfolio is well diversified for risk and change in rates.

Ms. Patterson reviewed market sector performance and pooled fund allocation

In an overview, she presented the following update:

	<u>February 2007</u>
Funds	5.295%
Bond Funds	4.811%
Earnings	
Pooled	\$ 485,912.00
Bonds	452,456.00
3-mo. T-Bill	5.070%
6-mo. T-Bill	5.114%

Dr. Dawod noted the increase from 4.3% to 5.3% on investments, and praised Ms. Patterson, Mr. Alaniz, and Ms. Minnie Hernandez for their management of the College's investments.

Mr. Boggs made a motion, seconded by Ms. Arriaga, to approve the Quarterly Investment Report for the period ending February 28, 2007. There being no public comments, a roll-call vote was taken, and the motion passed unanimously.

3. Discussion and possible recommendation related to Investment Policy.

Ms. Patterson led the committee in the annual review of the Investment Policy. She noted that through the policy, the College manages the risk with four objectives: safety, liquidity, diversification and yield.

The committee recommended changes as follows to the Investment Policy:

ARTICLE II DELEGATION OF AUTHORITY

II.1 Designation of Investment Officers

The ~~President~~, Vice President of Business and Finance, ~~and~~ Director of Cash Management, *and the Director of Fiscal Services*, acting on behalf of the Board of Regents . . .

ARTICLE III AUTHORIZED INVESTMENTS

III.1 Authorized Investments

- J. Cash Management and Fixed Income Funds sponsored by organizations exempt from Federal income tax under ~~Section 501(f) of the Texas Government Code~~ *the Internal Revenue Code*.

Ms. Arriaga made a motion, seconded by Mr. Boggs, to adopt a written resolution stating the committee has reviewed the policy, and accepts the Authorized Broker/Dealer List. There being no public comments, a roll-call vote was taken, and the motion passed unanimously.

PUBLIC COMMENTS (Non-Agenda Items) – 3-minute time limit
None.

CALENDAR: Discussion and possible action related to calendaring dates.
None.

ADJOURNMENT

The meeting was adjourned at 12:00 noon.

Investments Committee

Dr. Haysam Dawod, Chair

Minerva Arriaga

James Boggs

Linda Garcia