

Session 11-03 a Regular Meeting of the Permanent Fund Committee was called to order on April 14, 2011 at 5:15 p.m. by Chair Barbara Howard at the City Hall Cowles Council Chambers located at 491 E. Pioneer Avenue, Homer, Alaska.

PRESENT: COMMITTEE MEMBERS: REGINA MAURAS,
BARBARA HOWARD, JO JOHNSON, BETH WYTHE

ABSENT: MATT NORTH (excused)

APPROVAL OF AGENDA

WYTHE/JOHNSON - MOVED TO APPROVE THE AGENDA.

There was no discussion.

VOTE: YES. NON OBJECTION. UNANIMOUS CONSENT.

Motion carried.

PUBLIC COMMENTS REGARDING ITEMS ON THE AGENDA

There were no public comments.

APPROVAL OF MINUTES

A. Synopsis of Regular Meeting of January 13, 2011

WYTHE/JOHNSON – MOVED TO APPROVE THE MINUTES OF JANUARY 13, 2011.

There was no discussion.

VOTE: YES. NON OBJECTION. UNANIMOUS CONSENT.

Motion carried.

B. Synopsis of Special Meeting of March 1, 2011

WYTHE/JOHNSON – MOVED TO APPROVE THE MINUTES OF MARCH 1, 2011.

There was no discussion.

VOTE: YES. NON OBJECTION. UNANIMOUS CONSENT.

Motion carried.

VISITORS

STAFF & COUNCIL REPORT/COMMITTEE REPORTS/BOROUGH REPORTS

Regina Mauras reported after working with U.S. Bank for online statements and accessibility to the account, she has been given access.

PUBLIC HEARING

PENDING BUSINESS

NEW BUSINESS

INFORMATIONAL MATERIALS

- A. Statement of Earnings – U.S. Bank
- B. Memorandum from U.S. Bank in regards to security in investments

Discussion ensued on administrative fees charged by U.S. Bank in the amount of \$2,866.59 for the period of January 1, 2011 through March 31, 2011. The net effect on the fund was \$1,066.61 for the 3-month period. Regina Mauras noted the net gains for June through December, 2010 was \$7,142 and administrative fees were \$2,749.33.

Funds were deposited June, 2010. July 2010 administrative expenses of \$521.87; October 2010 administrative expenses \$2,227.46; for a total of \$2,749.33 for 2010. Regina Mauras read the contract terms which indicate the administrative fees are billed per the fee schedule. She will attempt to secure a fee schedule for the committee to review. It is understood the market fluctuates, but administrative fees are high.

Chair Howard was told by Mr. Hogan the clarification of the protection of the assets is not satisfactory to him. Regina Mauras referred Mr. Hogan's question to U.S. Bank and Rod Castelda's response circled around the issue without addressing it. She has the same concern and cannot answer Mr. Hogan's question.

Committee Member Wythe asked that Regina Mauras provide a view of the fund from its inception to the current date. A running commentary of the fund for Council was requested as it will show the overall picture.

Discussion ensued on U.S. Bank representatives' arrival in Homer on April 25th. They will be making a presentation to City Council at the regular meeting.

COMMENTS OF THE AUDIENCE (3 MINUTE TIME LIMIT)

There was no audience.

COMMENTS OF THE CITY STAFF

There were no comments from the staff.

COMMENTS OF THE COUNCILMEMBER

Councilmember Wythe had no comment.

COMMENTS OF THE CHAIR

Chair Howard had no comment.

COMMENTS OF THE COMMISSION

Committee members Mauras and Johnson had no comment.

ADJOURNMENT

There being no further business to come before the Committee, the meeting was adjourned at 5:45 p.m. The next Regular Meeting is scheduled for Thursday, July 14, 2011 at 5:15 p.m. in the Homer City Hall Cowles Council Chambers, 491 E. Pioneer Avenue, Homer, Alaska.

Submitted by Jo Johnson