

Town of Waterville Valley Trustees of the Funds Meeting Minutes

January 28, 2020

The Meeting was called to order by Chair Amy Saulnier at 2:05. In attendance were members Amy Saulnier and Deborah Wenger. A quorum was established with the members present. Judy Rolfe Benefits Coordinator & Bookkeeper was also in attendance for a portion of the meeting. Christine Bierbrier, member, was not in attendance.

Old Business

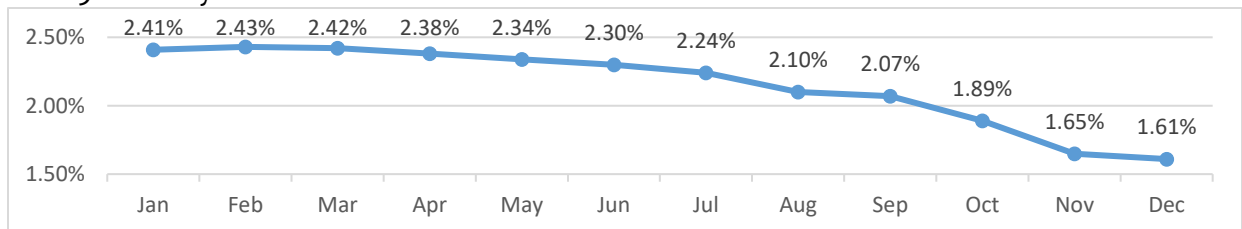
- Approved the minutes of November 19, 2019 meeting.

Market Recap

- Trade outlook improved with the extension of the Brexit deadline. However, skepticism around specifics of the Phase One China trade deal, as well as the recent China coronavirus outbreak, are expected to lead to ongoing volatility in the markets.
- Nonfarm payrolls 266K in Nov (vs. 187K expected). 145K in Dec (vs 160K expected); Unemployment down to 3.5%
- PMI Dec was 47.2% vs 48.1% in Nov. Lowest reading since 46.3% in Jun 2009.
- Final Q3 GDP released December 20 at 2.1% (up from 2.0% in Q2)
- During 2019, the Fed cut rates by a total of 75bp. US Treasuries 3 month down 88bp, 5 year down 83bp and 30 year down 68bp.

NHPDIP Returns Performance

- 2019 Monthly Distribution Yields for the NHPDIP are below:



- The Funds Weighted Average maturity (WAM) as of Nov 30 was 47 days. The Average Credit Rating was AAAM. Over the past year, the fund has returned 2.23% (net) vs. the iMoneyNet Money Market Fund Index return of 2.15%.

Review of 2019 MS9 and MS10

- Reviewed and approved the 2019 MS9 and MS10.
- There was \$5,400 of encumbered funds from a prior year spent for its purpose in 2019. As such, she moved \$5,400 back into the Road Repair CRA.
- Discussed plans for small balances in the CRAs for Fire Apparatus, Police Cruiser and Ladder Truck. There will be a Warrant at Town Meeting for these funds to be used in 2020.

Investment Policy

- Reviewed and approved proposed changes to the towns Investment Policy, including adding maximum maturity limits of 90 Days for Operating Funds and 5 years for CRA

Funds as well as a diversification rule of no more than 10% in any single issuer (excluding US Government) as well as several small necessary for the upcoming bond issuance.

- Amy noted that RSAs 31:25, 35.9 and 34.5 are inconsistent with respect to approved investment vehicles. Based on discussions with NHMA, it seems that the differences were unintended.

The next meeting is scheduled for April 7, 2020 at 2:00.

Meeting adjourned at 2:45