

A. CALL TO ORDER:

Chairman Soenke called the meeting to order at 6:00 p.m.

B. ROLL CALL:

Present: Brian Colgan, Mark Gizzo, Edward Harvey, Michael Soenke, Curtis Williams, Paul Leong (City Council representative)

Absent: Gautam Grover

Also present: Ray Munch, Budget Manager; Melanie Smith, Accountant; Mike Piotrowski and Jesus Jimenez, Marquette Associates

C. PUBLIC FORUM:

No speakers present

D. REPORTS:

1. Receive the 2022 2nd quarter investment report

Mr. Piotrowski provided a general overview of market conditions through the first six months of 2022 noting that market returns across all sectors were negative. Piotrowski noted the historic rarity of both equities and fixed income investments experiencing negative returns. Mr. Jimenez reviewed the performance of the City's portfolio noting the total fixed income portfolio experienced a negative return of -2.1% in Q2 and has a -6.4% return for 2022 YTD. The total value of the City's cash and investment portfolio as of June 30, 2022, is \$220,447,714.06.

The board discussed the current strategies of PFM and Loop Capital, and how those strategies are impacting returns. Mr. Piotrowski offered insight on those strategies and how they are affecting returns in the current environment.

E. NEW BUSINESS:

1. Approval of the April 25, 2022, meeting minutes

No discussion.

A motion to approve the minutes was made by Chair Soenke, second by Harvey. Unanimous approval by voice vote.

2. Recommend a waiver of the Naperville Procurement Code for the extension of contracts with Marquette and Associates, PFM Asset Management and Loop Capital Asset Management - TCH through December 31, 2023

Chair Soenke introduced the item and asked Budget Manager Munch to summarize the request. Munch reviewed the justification provided with the agenda materials. Chair Soenke indicated that the extension seemed appropriate and that it would give staff and the Financial Advisory Board more time to consider the future make-up of the money managers in early 2023.

A motion to approve the recommendation was made by Colgan, second by Harvey. Unanimous approval by voice vote.

3. Review the City of Naperville Investment and Cash Management Policy

Chair Soenke introduced the item and advised the board that the investment policy calls for a review by the Board every three years. Chair Soenke opened the floor to a conversation about the current policy. Mr. Piotrowski was asked to offer his opinion on the current policy. He replied that the policy is sound and that he would recommend no changes at this time. Chair Soenke recommended that members continue to review the policy and make any official recommendations at the next meeting.

F. OLD BUSINESS:

None

G. ADJOURNMENT

Chair Soenke made a motion to adjourn the meeting at 7:26 p.m., second by Harvey. Unanimous approval by voice vote.