

**SANTA FE COUNTY
INVESTMENT COMMITTEE MINUTES
FEBRUARY 18, 2010**

Meeting called to order @ 2:14 pm.

Committee Members in Attendance:

Victor Montoya
Commissioner Harry Montoya
Ted Apodaca
Lowell Gilbert

Committee Members Absent:

Teresa Martinez
Roman Abeyta

A motion to approve the January 21, 2010 Minutes was made by Ted Apodaca, seconded by Commissioner Harry Montoya, motion carried unanimously.

A motion to approve the Agenda was made by Commissioner Harry Montoya, seconded by Ted Apodaca, motion carried unanimously.

Treasurer Montoya began the meeting with the first item on the Agenda which was the investment activity since the last committee meeting on January 21, 2010. We purchased and settled on the following government agencies (bonds), CD's and Savings Accounts.

- a. Morgan Keegan, Federal Home Loan Bank Bond CUSIP #3133XWKR9 in the amount of \$2,000,000.00 settled January 27, 2010 with a rate of 1.50%.
- b. Mutual Securities Fannie Mae Bond CUSIP #3136FJT68 in the amount of \$2,000,000.00 settled on January 29, 2010 with a rate of 1.00%.

Treasurer Montoya informed the committee that both these bonds are callable. He also stated that the rates have gone down drastically and in order to get a decent rate, 1.75% and up, we would have to invest for 5 years or more. He indicated we have a few investments which are 5 years and over but they are still callable, he indicated that he tries to get at least 6 months of call protection which means that they will not be called for at least 6 months and that the rate is locked for that period of time.

Treasurer Montoya referred to the next item on the Agenda which was the property tax collections and distributions. Treasurer Montoya informed the committee that distributions collected for January 2010 property taxes were \$3,103,488.22 which will be made on February 19, 2010. The county's share for January 2010 collections was \$1,321,553.42. The maintenance report shows we have collected \$80,948,733.12 through January 31, 2010. The tax collection rate through January was 56.78%.

Treasurer Montoya informed the committee that the year-to-date collection rate report on January 31, 2009 over January 31, 2010 shows we were down 1.06%; but in dollars we are \$3,409,941.06 ahead of last year's collections.

Treasurer Montoya then discussed the County's portfolio report as of February 18, 2010, he asked the committee to turn to page 3 of the Agenda, he indicated there are no new CD's to report for Wells Fargo or First Community Bank CD's, but at Los Alamos National Bank we had two CD's that matured and a new account that we reinvested, he stated that the two accounts brought in \$2 million dollars plus interest

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associated with the account. He informed the committee he took cash that we had and reinvested it for a year @ .75%. He then asked the committee to turn to page 4 of the Agenda which represents the new account highlighted in yellow with Los Alamos National Bank in the amount of \$10 million, page 5 of the Agenda lists the new government agency bonds, also highlighted in yellow, we purchased totaling \$4 million. He then referred to page 6 of the Agenda showing the balance at the LGIP Pool, he asked the committee to turn back to page 1 of the Agenda item #4, Status of Accounts at the LGIP as of January 31, 2010; the State Treasurer's LGIP released \$1,397,402.02 of the County's funds that had been tied up for litigation with the Reserve Primary Fund. Treasurer Montoya informed the committee it now leaves a balance of \$1,559,597.39 in the LGIP; the State Treasurer's Contingency Reserve has now been reduced to \$356,063.02.

Treasurer Montoya provided the committee with a copy of the letter from the Reserve in reference to the release of our funds which was on page 7 of the Agenda. He then asked the committee to refer back to page 6 of the Agenda and explained that the item highlighted in brown was the amount which was released to the County, the items highlighted in yellow is the Pool Contingency Reserve Fund balance in the amount of \$356,063.02, which must be kept in the LGIP account to be used in the event there are losses. The amount of the current LGIP balance is \$1,559,597.39 which will be taken out and invested at Los Alamos National Bank in the near future.

Treasurer Montoya then stated he included copies of the STO Portfolio and Maturity schedule as of January 31, 2010, as well as a copy of the LGIP Participant Rates as of February 18, 2010 for the committee's review.

Treasurer Montoya then moved on to the next item on the Agenda which was providing a copy of the January STO report which he attached to the Agenda along with the Executive Summary of the LGIP. He informed the Committee that the February 2010 STO report was not available on February 18, 2010.

Treasurer Montoya included a chart from First Empire Securities to provide information update on the Treasury yield curve and where the maximum short term yields are on U.S. Treasuries as of February 16, 2010.

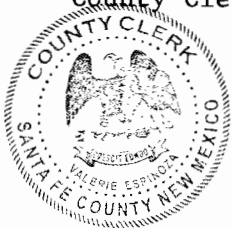
The next meeting was scheduled for March 18, 2010.

Meeting adjourned @ 2:27 pm.



Valerie Espinoza VT

Valerie Espinoza
County Clerk



Victor A. Montoya
Victor A. Montoya, Committee Chair

COUNTY OF SANTA FE)
STATE OF NEW MEXICO) ss
INVESTMENT COMMITTEE
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I Hereby Certify That This Instrument Was Filed for
Record On The 19TH Day Of March, 2010 at 02:16:45 PM
And Was Duly Recorded as Instrument # 1593743
Of The Records Of Santa Fe County

Witness My Hand And Seal Of Office
Deputy *[Signature]* Valerie Espinoza
County Clerk, Santa Fe, NM

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