

**INVESTMENT COMMITTEE
MINUTES
October 26, 2016**

Attendees: Tom Muething (committee member), Peg Conway (committee member), Kathy Harcourt, Scott Lahrmer, Edward Hattenbach

Residents in Attendance: Bill Doering

Guest speaker: Robert Francati, Managing Director, PNC Capital Markets

The minutes of the October 27, 2015 meeting were approved as submitted.

Bob Francati, reviewed the village's investment objectives. There are certain inherent risks in any investment portfolio, be credit, interest, or liquidity. Amberley Village's portfolio is laddered to minimize most of these risks. Currently, the village has \$6,250,000 in various CD's and US Agency obligations. The average maturity of these investments is 1.23 years with an average yield just under 1.00%. This structure allows the village to have the benefit of longer term investments to attract moderately higher returns without having the risk of having to be forced to liquidate investments when there might be a critical need for cash.

Mr. Francati also reviewed the PNC economists rate projections going forward. Their opinion is that there will be some FOMC rate hikes occurring in December, 2016, December, 2017, and mid-year 2018. Their opinion is that there is no basic pressure, inflationary or otherwise, to force the Fed to raise the fed funds rate.

There were opportunities to ask questions of Mr. Francati.

There being no further business, the meeting was adjourned.

Edward Hattenbach
Chairman, Finance Committee