

The School Board of Broward County, Florida
FINANCIAL ADVISORY COMMITTEE

MINUTES OF THE FINANCIAL ADVISORY COMMITTEE MEETING

August 26, 2022

Mr. Raymond Monteleone, Chair, called the Financial Advisory Committee Meeting to order at approximately 10:00 A.M. The meeting was held in the KCW Board room with the Committee members physically present. Roll call was done and a quorum was determined to be physically present. The Chair then asked if there was anyone from the public physically present or on the phone.

Those in Attendance:

Committee Members

Ray Monteleone - Chair, Community
Dane Sheldon – Community (Via Phone)
Ian Thomas – Community
Ivan Perrone – District Staff
Shelley Meloni – District Staff

Public

Dr. Natalie Lynch-Walsh

Invited Guests

Todd Chelibashki – District Staff
Mara Lugo – Financial Advisor, PFM-FM
Laura Howe - Financial Advisor, PFM-FM (Via phone)
Scott Sweeten - Asset Manager, PFM-AM (Via phone)

For more details regarding this Financial Advisory Committee meeting, please refer to <https://www.browardschools.com/Page/35396>.

The purpose of the meeting:

- Approve Minutes of the prior meeting held on May 20, 2022
- Old Business
 - Investment Advisor – PFM Asset Management (AM)
 - AM – Market Update
 - AM – Summary of the Quarterly Investment Report
 - Financial Advisor – PFM Financial Management (FM)
 - FM – Market Update
 - FM – Results of Tax Anticipation Notes, Series 2022
- New Business
 - Other Matters that May Come Before the Committee
 - Public Questions/Comments

The first item of business on the agenda was the approval of minutes from the May 20, 2022 meeting. A motion was made, seconded and passed unanimously.

The second item of business on the agenda was presented by Mr. Scott Sweeten, Investment Advisor with PFM. He provided a thorough market update and quarterly investment report reviewing the District's portfolio performance, trade summary, compliance and asset allocation. The Chair, Mr. Monteleone, made a second request for PFM to consider all of the factors that are affecting inflation, not just primarily the war in Ukraine, for example, the policies of the current administration and fossil fuel prices, at the next Financial Advisory Meeting.

The next item on the agenda was presented by Ms. Mara Lugo, Financial Advisor with PFM. She presented a brief market update, reviewing tax-exempt interest rates and market conditions over the last 3 years. Next, Ms. Lugo presented the results of the Tax Anticipation Notes (TANs), Series 2022. On July 28, 2022, \$156,805,000 was issued to provide funds to pay the operational expenditures of the District during the 2022-2023 fiscal year, pending the collection of ad valorem taxes, certain state funds and to pay costs of issuance. A total of 8 bids were received. The 2022 Notes were sold via a competitive sale on July 12, 2022 and awarded to JP Morgan Securities, LLC with the lowest NIC of 1.7% and with a cost of issuance (COI) of

approximately \$126,000. Mr. Perrone, Treasurer, stated that with all the instability in the market, he was very satisfied with the end result.

Mr. Dane Sheldon, Community member, asked if there has been any financial impact to the District during this time of uncertainty. Mr. Perrone replied, no, the District's financials are doing just fine.

Lastly, comments and/or questions from the public.

Being no further business, the Chair adjourned the meeting at approximately at 12:00PM.