

Peachtree City Water and Sewerage Authority

March 20, 2019

SPECIAL CALLED MEETING


The Peachtree City Water and Sewerage Authority held a special called meeting on Wednesday, March 20, 2019, in the conference room of the John W. Gronner Administrative Center. The following individuals were present: Chairman Vanessa Fleisch, Vice-Chairman Mike King, Treasurer/Secretary Terry Ernst, Board Member Phil Prebor, Board Member Kevin Madden, Ms. Melissa Griffis (attorney with Rosenzweig, Jones, Horne & Griffis), Mr. Dan Davis (ISE), Mr. Bo Davis (ISE), and Ms. Leslie Baer (ISE).

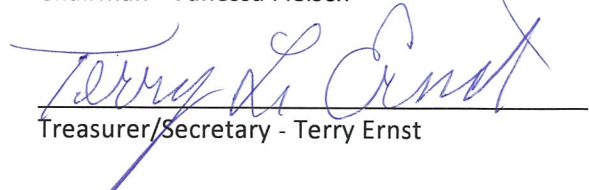
Ms. Fleisch called the meeting to order at 9:00 am, and began with the Pledge of Allegiance.

Ms. Griffis presented the proposed Resolution to Authorize Investment – Georgia Fund 1. Ms. Griffis stated the form resolution should be executed by the Board if they desired because as of March 31, 2019 the previous provider (Morgan Stanley) will no longer be holding funds that are WASA's size, and WASA funds must be moved. Mr. Bo Davis explained that WASA funds will move from Morgan Stanley into a local government investment pool called Georgia Fund 1 hosted by the Office of State Treasurer. Mr. Bo Davis stated this is where local municipalities and governments pool funds for investments. Mr. Bo Davis stated Synovus is shown on the form because funds will be drawn to the Synovus account when the Authority needs cash. Mr. Bo Davis explained the four operating accounts with Synovus: 1) a sinking fund for debt allocation; 2) a capital projects fund; 3) a renewal and extension fund; and 4) a main operating fund. Mr. Bo Davis stated the funds currently at Morgan Stanley are approximately 90/10 in long-term versus cash investment; performance has been marginal. Mr. Dan Davis stated the investments earn marginal returns because they are very conservative and restricted as to the type of investment. Mr. Prebor stated he would like a bond review sometime in the future. Mr. Bo Davis stated he will bring a debt schedule to the next Board meeting. Mr. Dan Davis stated the City is currently getting a higher return than WASA. Mr. Dan Davis stated WASA will be moving to a system that other local governments are using where they are seeing better returns; but there is no guarantee of a specific return amount. Mr. Bo Davis stated the same diversification strategy will be used with the new account.

Mr. King made a motion to approve the Georgia Fund 1 Resolution to Authorize Investment. The motion was seconded by Mr. Ernst. Motion carried.

Ms. Fleisch asked for a motion to adjourn. The motion was made by Mr. Ernst and seconded by Mr. King. Motion carried. The meeting was adjourned at 9:10 am.


Chairman - Vanessa Fleisch


Treasurer/Secretary - Terry Ernst