Town of Mount Desert

Investment Committee Meeting

August 13, 2012

Minutes

Committee Members Present Public Present

Christopher Willis ~ Citizen Marsha Osgood Connors ~ Acadia Trust, N.A.

Dennis Shubert ~ Selectman Edwin A. Bonenfant ~ Acadia Trust, N.A.

Durlin Lunt ~ Town Manager

Kathryn Mahar ~ Town Treasurer

1. The meeting was called to order by Dennis Shubert at 9:30 a.m.
2. Christopher Willis was elected Chairman of the Committee
3. It was decided that the Current Investment Policy was appropriate and did not need revisions

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1. 1) Representatives from Acadia Trust N.A. presented a July 31, 2012 Portfolio Report for the

investments held in their Trust Department and a copy of the current fee schedule for the Trust. A discussion was held on the current investment position and growth of the fund from inception to date (6% on average since 1996). It was decided to continue the current investment strategy for the foreseeable future in light of the upcoming Presidential election and the economic conditions in the European sector.

2) The Treasurer presented the Current Investment Policy, a June 2012 Cash Position Report, a Schedule of Municipal Reserves resident in the Acadia Trust Investment Account, a Schedule of Fund 85 Investments resident in the Bar Harbor Trust Account, and a Five-Year Cash Flow Analysis.

 5. A discussion was held on the advantages and/or disadvantages of having funds in multiple

banking institutions vs. a single institution. It was decided to extend a RFP for all banking services with an incentive for our local institutions. This will be brought to the Board of Selectmen for approval to initiate the process.

1. The frequency of formal meetings was discussed. It was decided to have a formal Annual Meeting unless economic conditions warranted meeting otherwise. The Treasurer will forward quarterly reports from the Trust Institutions and backup schedules as presented to the members as soon as available from the banking institutions.
2. The meeting was adjourned at 10:45 a.m.