

MINUTES OF MEETING
INVESTMENT SUBCOMMITTEE

**Meeting held in the Committee Room, Northland Regional Council
on Friday 23 March 2018 at 10.00am**

Chair: Cr John Bain

Present: Cr Bill Shepherd Cr Penny Smart Geoff Copstick

In Attendance: Cr Rick Stolwerk Dave Tams Simon Crabb
Kym Ace Jonathan Eriksen (via telephone)
Rachael King (minutes)

The Chair declared the meeting open at 10.00am

1.0 APOLOGIES

Malcolm Nicolson

2.0 DECLARATIONS OF CONFLICTS OF INTEREST

Nil

3.0 OPEN MEETING

**3.1 Performance of Council's Externally Managed Funds to
February 2018
ID: A1046781**

Presented by: Simon Crabb

Moved (Copstick / Shepherd)

1. That the report "Performance of council's externally managed funds to February 2018" by Simon Crabb, Finance Manager, and dated 19 March 2018, be received.

Carried

10.07am: Jonathan Eriksen joined the meeting (by phone)

Jonathan Eriksen provided a market update:

- SALT
 - February saw a sharp downturn and then a bounce-back
 - Fund managers invest for a 3 to 5 year term
- Private Equity
 - Valuations are usually very conservative to maximise the performance of the fund
- Overall Eriksens believe that council's portfolio is as well positioned as they can possibly make it

10.28am: Jonathan Eriksen left the meeting

- Council's role is to decide where to invest based on expert advice, however, if Council decides not to follow the advice given it needs to have sound reasons that will stand up to scrutiny for taking a different stance to the advice given
- There could be a risk in relying solely on one expert for their opinion
- A second opinion should be sought from an investment expert to review the advice Council is receiving

Agreed Action: Names of potential reviewers to be forwarded to the Finance Manager, who will provide a list to the Committee before the next meeting, where an expert will be selected

SC

3.2 Other Matters

- Discussion took place regarding a quorum being the entire Committee
- This is because of the small number of members

Moved (Bain / Shepherd)

2. That Cr Rick Stolwerk be appointed as an alternate for any member of the Committee who is unable to attend.

Carried

Meeting closed at 10.50am