

Finance Committee Meeting
Acton Water District
693 Massachusetts Avenue
Acton, MA 01720

May 20, 2009

In attendance were Finance Committee Members William Kingman, Chuck Bradley and David Butler. Also in attendance were Brewster Conant, Karen Bottar, Boston Financial and Mary J. Bates, District Treasurer.

The meeting was called to order at 11:00 am.

REORGANIZATION

Mr. Bradley made a motion to elect Mr. Butler as Chairman. Mr. Kingman seconded and all were in favor.

MINUTES

Mr. Bradley made a motion to approve the minutes of the December 8, 2008 minutes as presented. Mr. Kingman seconded the motion and it was unanimously approved.

Mr. Bradley made a motion to approve the minutes of the January 26, 2009 meeting as presented. Mr. Kingman seconded the motion and it was unanimously approved.

BOSTON FINANCIAL UPDATE

Karen Bottar presented the Grace and MTBE fund balances as of May 13, 2009. The Grace fund has a market value of \$2,156,052.13 and the MTBE fund has a market value of \$1,008,247.49. The MTBE account is cash heavy, with investments to be made over the next few months. The top 10 holdings in the Grace account have outperformed their sector. It appears that we are in a slow long term recovery, with some market gains this week. Ms. Bottar reviewed the bond quality ratings. There was discussion of the legal list limitations and the possibility of investing

outside of the list. Mrs. Bates indicated that the Mass. Collectors and Treasurers Association has again sponsored the Prudent Man legislation, which would allow Treasurers to invest following that guideline. This legislation has been filed before and has not gotten out of committee. The FinCom would like to look into legislation specific to the Acton Water District investments.

Mr. Bradley made a motion to adjourn the meeting at pm and it was unanimously approved.