Approved 11/15/2024

The School Board of Broward County, Florida
FINANCIAL ADVISORY COMMITTEE

MINUTES OF THE FINANCIAL ADVISORY COMMITTEE MEETING

May 17, 2024

Mr. Henry Robinson, Vice Chair, called the Financial Advisory Committee Meeting to order at approximately 10:00 A.M. The meeting was held at the KCW Building in the 11th floor conference room with the Committee members physically present. Roll call was done and a quorum was determined to be physically present. The Vice Chair then asked if there was anyone from the public physically present or on the phone.

Those in Attendance:

Committee Members
Henry Robinson – Vice Chair, Community
Ian Thomas – Community
Ivan Perrone – District Staff
Oleg Gorokhovsky – District Staff
Shelley Meloni – District Staff

Public
None

Invited Guests
Richard Pengelly – PFM Investment Advisor
Laura Howe – PFM Financial Advisor
Mara Lugo – PFM Financial Advisor
Erum Motiwala – District Staff
Nicole Scott – District Staff

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 February 23, 2024

- New Business
    - Fund Balance Policy

- Old Business

-Investment Advisor(s) – PFM Asset Management, LLC
- Market Update
- Summary of the Quarterly Investment Report

-Financial Advisor(s) – PFM Financial Advisors, LLC
- Market Update
- Tax Anticipation Notes, Series 2024
- Master Energy Lease RFP

-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 February 23, 2024 meeting. A motion was made, seconded and passed unanimously.

The second item of business on the agenda was presented by Ms. Erum Motiwala, Associate Superintendent Finance. She discussed with the Committee the following proposed changes to Fund Balance Policy 3510: (1) Change the General Fund Balance to 5% and (2) Change the Capital Project Fund to 10%. After some review and discussion, the Committee expressed some concerns with the following: (1) GASB54 - 60 Day requirement (2) Written up by Audit for not following Policy and (3) Negatively affecting the District's rating.

The next item of business on the agenda was presented by Mr. Richard Pengelly, 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 next item of business on the agenda was presented by Ms. Mara Lugo, Financial Advisor with PFM. She provided a market update and discussed tax-exempt interest rates, the Bloomberg BVAL AAA Callable Curve and market conditions.

The next item of business on the agenda was presented by Ms. Laura Howe, Financial Advisor with PFM. The District anticipates issuing Tax Anticipation Notes, Series 2024 (2024 TAN) to provide funds for paying operational expenditures during the 2024-2025 fiscal year, pending the

collection of ad valorem taxes and certain state funds. The 2024 TAN would be a short-term borrowing maturing no later than June 30, 2025. The District has historically issued a TAN each year via a competitive sale. After a thorough review and discussion, a motion was made to move forward with the issuance of the 2024 TAN, it was seconded and passed unanimously.

The last item of business on the agenda was presented by Ms. Mara Lugo, Financial Advisor with PFM. She reviewed the five (5) proposals received on April 29, 2024 and provided a summary of each. At this time, PFM recommended the District move forward with Banc of America Public Capital Corp (BAPCC) as the provider for the Energy Lease. After a thorough review and discussion, a motion was made to move forward with BAPCC, it was seconded and passed unanimously.

Lastly, comments and/or questions from the public.

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