Intro. Res. No. 1299-2014 Laid on Table 3/18/2014
Introduced by Legislator D'Amaro

RESOLUTION NO. 286 -2014, AUTHORIZING CHANGES IN INVESTMENT MANAGEMENT POLICY FOR THE SUFFOLK COUNTY VANDERBILT MUSEUM ENDOWMENT TRUST FUND

WHEREAS, Procedural Motion 7-2013 was adopted to retain PFM Asset Management LLC (PFM) to serve as the investment advisor for the Vanderbilt Museum Endowment Trust Fund; and

WHEREAS, the Agreement with PFM was duly executed on April 23, 2013; and

WHEREAS, PFM does not invest directly in individual stocks or bonds, but instead mutual fund shares on behalf of the Vanderbilt Museum Endowment Trust Fund; and

WHEREAS, PFM has advised that the current investment guidelines established via Resolution No. 215-1987, as amended by Resolution No. 1266-2007, directing that a 50/50 split between fixed securities and equities to range between 5-10% of the 50/50 split as determined by market conditions shall remain in effect until modified by duly enacted resolution of the Suffolk County Legislature is hampering their ability to maximize investment returns for the Vanderbilt Museum Endowment Trust Fund; and

WHEREAS, the Suffolk County Legislature has fiduciary responsibility for the Museum's Endowment Trust Fund; and

WHEREAS, authorizing the Vanderbilt Museum Trust Fund's Investment manager to invest in fixed securities (bonds) and equities (stocks) via a 50/50 split between fixed securities and equities to range between 10-20% of the 50/50 split as determined by market conditions would allow the investment advisor flexibility needed to be consistent with the priorities of preserving principal, producing a reasonable level of current income and providing for future growth of income through capital growth; now, therefore be it

1st **RESOLVED**, that the Fund's investment management policy adopted in Resolution No. 215-1987, as amended by Resolution No. 1266-2007, directing that a 50/50 split between fixed securities and equities to range between 5-10% of the 50/50 split as determined by market conditions be amended to allow a 50/50 split between fixed securities and equities to range between 10-20% of the 50/50 split as determined by market conditions; and be it further

2nd **RESOLVED**, that the investment guidelines stipulated in this resolution shall remain in effect until modified by a duly enacted resolution of the Suffolk County Legislature.

DATED: April 29, 2014

APPROVED BY:

/s/ Steven Bellone
County Executive of Suffolk County

Date: May 12, 2014