

Town of Thornton
Trustees of Trust Funds
Meeting January 27, 2020, 4:30 pm
Town Office Building Meeting Room
16 Merrill Access Road

AGENDA – notes in blue

Present: Richard Baker

- ◆ 4:30 - presentation from Kristy Goodson, Northway Bank – moved to Feb 3 meeting due to family emergency
- ◆ 5:15 – presentation from Frank Anderson, Bank of New Hampshire – moved up to 4:30 – Frank Anderson was joined by Charlie Mathews, both from Bank of NH Wealth Management Group – work with municipalities – would invest in a 2-prong approach with Capital Reserve Funds in quality investments which secures principal such as treasuries, hi-yield corporate bonds, similar and Trust funds likely in stock market for greater long term yield – funds are not an asset of the bank so a potential bank failure is irrelevant-bonds, treasuries, similar are guaranteed-long term gain of stock market should far outweigh inflation – always seek to invest so that inflation is less than yield to preserve purchasing power of funds (current inflation rate=1.9%, current secure deposit rate is 1.3%) - invest in multiple funds which is more secure than all eggs in one basket - “Prudent Investor” rule applies to Trust Funds not Capital Reserve Funds (see tab 3, page 26 of handout; pages 20-29) – our Investment Policy is specific to Capital Reserve Funds – any need for liquid funds is available within 24 hours, transfer to Bank of NH checking account (phone, fax, online, e-mail) – get one statement (can view online anytime) though there will be multiple investments – can draw off Trust Fund interest/earnings – brief discussion of sample Capital Reserve fund, handout tab 4, and Trust Fund sample, tab 5

all remaining topics either have already been handled (position filing for example) or moved to February 23 meeting

- ◆ Town Report pages sent 1-14-2020
- ◆ MS-9 report
- ◆ investment policy – draft
- ◆ new signature cards – letter from Selectboard
- ◆ Richard – Jan 22-31 file for opening on this committee, town election
- ◆ annual transaction to avoid dormancy charge
- ◆ NHPDIP, Terry Knowles, Tyler Paine (Plodzik & Sanderson)
- ◆ New Hampshire chartered banks – online banks
- ◆ other business
- ◆ topics listed above that we do not have time to address will be carried forward to our February 3, 2020 meeting