



# CITY OF PORTLAND

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**City of Portland  
Socially Responsible Investments Committee  
Monday, November 21, 2016**

**Committee Members Present:** Dave Cutler, Robert Landauer, Sayer Jones, Hyung Nam, Katrina Scotto di Carlo, Kristen Sheeran.

**City Personnel Present:** Kelly Ball, OMF Business Operations; Jennifer Cooperman, OMF Treasury; Katie Shriver, Commissioner Novick's Office; Janet Storm, OMF Business Operations.

## **Welcome**

Kelly Ball reviewed the meeting agenda.

## **Communications**

Hyung Nam reported discussing the committee at various meetings.

Robert Landauer submitted his report to Council.

Dave Cutler provided commentary to Enlace for a report on debt securities.

Katrina Scotto di Carlo was contacted by a California organization asking the SRIC Committee to review Precision Castparts.

Kelly Ball gave a brief summary of public comments received on the committee's report to Council.

## **Council Process**

Council has a 2:00 p.m. time certain scheduled on their Wednesday, November 30, agenda to vote on accepting the committee's report. Three hours have been scheduled.

Sayer Jones was selected as the spokesperson for the Committee and will present testimony on behalf of the committee. Council may have additional questions so the other members are encouraged to attend if possible.

Kelly Ball will start the presentation with a process overview, followed by Jones. Jennifer Cooperman, the City Treasurer, will present on the financial impacts. Katie Shriver, from Commissioner Novick's Office, will present next steps. There will be an opportunity for Council to ask questions and for public testimony during the three hours allotted for the presentation. Committee members are free to offer individual public comments.

The Council will vote on the DNB List on December 21 at 3 p.m.

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Points and suggestions for Jones' presentation on November 30 are as follows:

- There is quite a bit of complexity to this issue.
- The Committee is recommending eligible issuers to the DNB List that it believes are among the worst of the worst.
- For this first year, the Committee chose to look at companies where there were assumed issues or know controversies.
- Decisions were made based on a moral compass and values of the City, not just investment risk information.
- The committee is aware that putting institutions on the list results in the risk of income loss, which would translate into tradeoffs Council will have to weigh. The Committee is not charged with determining the tradeoffs (i.e. jobs, programs, etc.).
- The estimated financial impact is a worst-case scenario and the Committee is hopeful that the reality will be more moderate.
- Guidance from Council on how to address corporate-owned subsidiary companies would be helpful.
- There is continued discussion about how to recognize and acknowledge positive changes in behavior on the part of issuers; Council guidance on this issue would also be helpful.

### **MSCI Reports**

MSCI reports on 3M, Procter & Gamble, and UPS were distributed.

### **Focused Public Input:**

No members of the public were present. There was no focused public input.

### **General Public Comment**

No members of the public were present. There was no general public input.

### **Next Steps**

Council will vote on accepting the committee's report at the November 30 Council meeting. Council will vote on the Do Not Buy List at the December 21 Council meeting.

More information and a full meeting schedule is available at <http://www.portlandoreogn.gov/omf/sric>.