

EMERALD COAST UTILITIES AUTHORITY
RFI 2013 16 Investment Management Services
August 5, 2013

ADDENDUM NUMBER 2

Prospective Bidders:

The following questions were received and the answers have been provided for clarification.

1. The RFI states on p2 that the purpose for this RFI is for ECUA's approximately \$50 million dollar core (long-term) portfolio. Within the text of the RFI, on p 11, there is a request for performance data for the long term portfolio as well as the intermediate term and the short term portfolios. Is the approximate \$50 million mandate applicable only to the long term portfolio? Are there additional portfolios the ECUA has in place currently for the short term and intermediate term portfolios? **In response to your question about various portfolios, the answer is no, we do not have other portfolios set up at this time. We are looking for a strategy for the \$50 million to be between 1 – 5 years in duration, therefore, the request for the various time-frame portfolio yields and performances as shown in Section G. on page 10. Also, on page 16, as part of the draft Investment policy, is a description of the "core" portfolio outlining a "not to exceed" 5 year duration.**

2. Is there an incumbent manager? **No, all investments have been handled by in-house staff.**

3. What are the current holdings for Emerald Coast Utility Authority? **We currently hold short-term liquid investments such as the Florida Local Government Investment Pool, and various money market accounts.**

4. Can you please clarify the necessary benchmarks? **Section G (page 10) provides a table for your use to list the portfolio yields vs. the benchmark yields for portfolios you currently manage that you are using to propose as a like-kind ECUA strategy.**

5. Is your priority to seek Investment Advisory or Investment Management Services? **Both are important. If an investment manager is hired for the long-term portfolio, we would like that firm to also be available to staff for periodic advice on the short-term portfolio strategies.**

If you have any questions, please call my office at 850-969-6531, or email me at amy.williamson@ecua.fl.gov.

Regards,

Amy Williamson, CPPB, FCCM
Senior Purchasing Agent