

MINUTES

401(A) ADVISORY COMMITTEE MEETING

East Bay Municipal Utility District

MARCH 1, 2012

The first quarter meeting of the EBMUD 401(a) Advisory Committee convened at 10:34 a.m., Thursday, March 1, 2012 in the Boardroom Annex of the Administration Building.

PRESENT: Wanda Hendrix and Tamara Wickland

ABSENT: None

STAFF PRESENT: Dhanyale Dunbar and Elizabeth Grasseti

FIDELITY STAFF PRESENT: Ed Chen, Andrew Fackrell, and Suzanne Rogers

PUBLIC COMMENT: None

APPROVAL OF MINUTES: Tamara Wickland moved the Committee accept the August 18, 2011 minutes. The motion was seconded by Wanda Hendrix and passed unanimously.

ECONOMY & FINANCIAL MARKET OVERVIEW: Ed Chen gave an overview of the market. The slowing world economy weighed heavily on riskier assets during the second half of 2011. U.S. stocks registered broad-based gains in the fourth quarter of 2011. Foreign stock returns mixed, while commodity prices dropped. High-quality bonds benefited from plunging interest rates and Federal action.

QUARTERLY INVESTMENT REPORT: The Committee agreed to keep Mutual Beacon Fund Class Z on watch. Freedom K 2055 will be added to the EBMUD core options within the next few months. Fidelity advised the Committee that the Heartland Value Fund and American Century Investments Select Fund could be changed to funds with lower expense ratios, which would reduce costs to participants. Wanda Hendrix moved that Heartland Value Fund and American Century Investments Select Fund Investor Class be mapped respectively to Heartland Value Fund Institutional and American Century Investments Select Fund Institutional. The motion was seconded by Tamara Wickland and passed unanimously.

ITEMS CALENDARED FOR FUTURE MEETINGS: Fidelity will bring information on the status of Heartland Value and American Century Select share class change, information on International Index Funds for Committee review, and information on TIPS/inflation protected bond funds.

ADJOURNMENT: Wanda Hendrix moved the meeting be adjourned. Tamara Wickland seconded the motion and the meeting adjourned at 10:47 a.m.