

BEFORE THE METRO COUNCIL

FOR THE PURPOSE OF CONFIRMING THE) RESOLUTION NO. 98-2593
APPOINTMENT OF JAMES E. DIAMOND, JR.)
AND JOHN F. FRYER TO THE INVESTMENT) Introduced by Mike Burton
ADVISORY BOARD) Executive Officer

WHEREAS, The Metro Code, Section 2.06.030, provides that the Council confirms members to the Investment Advisory Board; and,

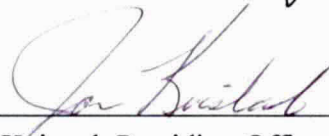
WHEREAS, James E. Diamond, Jr. and John F. Fryer come highly recommended by their background and experience; and,

WHEREAS, The Council finds that James E. Diamond, Jr. and John F. Fryer are exceptionally qualified to perform these duties, now, therefore,

BE IT RESOLVED,

That James E. Diamond, Jr. and John F. Fryer are confirmed as members of the Investment Advisory Board for the term ending October 31, 2000.

ADOPTED by the Metro Council this 12th day of FEBRUARY, 1998.



Jon Kvistad, Presiding Officer

Approved as to Form:



Daniel B. Cooper, General Counsel

FINANCE COMMITTEE REPORT

CONSIDERATION OF RESOLUTION NO. 98-2593, FOR THE PURPOSE OF CONFIRMING THE APPOINTMENT OF JAMES E. DIAMOND, JR. AND JOHN F. FRYER TO THE INVESTMENT ADVISORY BOARD

Date: February 11, 1998 Presented by: Councilor

Committee Recommendation: At its February 5 meeting, the Committee considered Resolution No. 98-2593 and voted unanimously to send the resolution to the Council with a do pass recommendation. Voting in favor: Councilors Kvistad, McFarland, Mclain, Morissette, Naito, Washington, and Chair McCaig.

Background

The Metro Code (Section 2.06.030) establishes an Investment Advisory Board to oversee the investment of Metro funds, particularly those in unappropriated balances and various reserve accounts. Members generally have an extensive background in banking or finance.

Committee Issues/Discussion: Howard Hansen, Investment and Credit Analyst, reviewed the qualifications of the two nominees for the Investment Advisory Board. Committee members had no questions.

STAFF REPORT

CONSIDERATION OF RESOLUTION NO. 98-2593 CONFIRMING THE APPOINTMENT OF JAMES E. DIAMOND, JR. AND JOHN F. FRYER TO THE INVESTMENT ADVISORY BOARD.

Date: December 15, 1997

Presented by: Howard Hansen

FACTUAL BACKGROUND AND ANALYSIS

Metro Code, Section 2.06.030, includes the creation of the Investment Advisory Board. One provision of this Code requires the Investment Officer to recommend to the Council for confirmation those persons who shall serve on the Board to discuss and advise on investment strategies, banking relationships, the legality and probity of investment activities, and the establishment of written procedures for the investment operation.

On April 14, 1994, Virginia V. Benware was appointed to the Investment Advisory Board for the term ending October 31, 1998. Her employment has changed which precludes her completion of this term. Mr. Ralph Wiita, Executive Vice President of Albina Community Bank has suggested James E. Diamond, Jr. as a candidate for a full term to replace Virginia V. Benware.

Mr. Diamond is President and Chief Financial Officer of Paul O. Giesey Adcrafters, Inc. where he has been for five years. His resume (Attachment A) reports a twenty-three year prior history in commercial banking. He is also Trustee and Chair of the Audit Committee of a mutual fund group located in Seattle.

On February 11, 1993, William E. Peressini was appointed for the term ending October 31, 1997. While his services have been practical and constructive, promotions by his employer prohibit his continuation. He recommends John F. Fryer as his replacement. Mr. Fryer performs work similar to Mr. Peressini for the same employer, PacifiCorp. Mr. Fryer has been with PacifiCorp since January 1995. His resume (Attachment B) recaps an eighteen year employment history in cash management, investments and finance.

The Executive Officer, acting as the Investment Officer, recommends appointment of James E. Diamond, Jr. and John F. Fryer for three year terms ending October 31, 2000.

EXECUTIVE OFFICER'S RECOMMENDATION

The Executive Officer recommends approval of Resolution No. 98-2593

JAMES E. DIAMOND, JR.

1081 Forest Meadows Way
Lake Oswego, Oregon 97034
503-226-3943 (bus)
503-636-2675 (res)
503-226-4655 (fax)

EXPERIENCE AND SELECT ACCOMPLISHMENTS

PAUL O. GIESEY ADCRAFTERS, INC.

President and Chief Financial Officer Portland, Oregon, 1992 – 1997

Responsible for all financial, operating, and administrative decisions for this general commercial printing and typesetting company. Responsible for the successful turnaround of a previously unprofitable company.

RAINIER INVESTMENT MANAGEMENT, INC

Trustee and Chair of Audit Committee, Seattle, Washington, 1994 – 1997

Responsible for assisting in the establishment of a group of mutual funds and for the continuing oversight of their operation and performance. Funds have grown from zero to over \$800 million in three years.

SECURITY PACIFIC BANK

Executive Vice President, Business Banking Group, Portland Oregon, 1988 – 1992

Responsible for all sales, credit administration and operations related to commercial lending in Oregon. 130 employees, \$600 million assets, \$6 million expense budget.

Senior Vice President, National Banking Department, Seattle, Washington 1982 – 1988

Responsible for the management of 40 employees involved in marketing to the Fortune 500. Personally sold complex financial products and services to the CFO's of major corporations. As manager, increased the net income 40% per year.

CITICORP

Assistant Vice President, Citicorp USA, Seattle, Washington 1979 – 1982

Responsible for new business development in Oregon, Washington and Alaska. Marketed a full range of bank products and services. Names West Coast Marketing Officer for the year of 1980.

Account Officer, Citibank, NA, New York, New York 1974 – 1979

Relationship Management and new business development. Successful career in Agribusiness unit specializing in providing banking products and services to commodity traders.

Account Officer, Citicorp Leasing, New York, New York 1974

New business development.

EDUCATION

MBA Finance, University of Pittsburgh, 1974
BS Psychology, University of Pittsburgh, 1973

COMMUNITY SERVICE

American Leadership Forum, Portland, OR – Board Member, Treasurer, Committee Member
School of Champions Football Club, Portland, OR – Board Member, Team Manager
Parry Center for Children, Portland, OR – Board Member, President, Treasurer, Committee Chair
Children's Museum, Portland OR – Board Member
Business Committee for the Arts, Portland, OR – Board Member and Executive Committee
United Way, Portland, OR and Seattle, WA – Security Pacific Campaign Chair, Allocations Panel Member

ATTACHMENT A

JOHN F. FRYER
1990 Greentree Road
Lake Oswego, Oregon 97034

697-1753
731-2066

BUSINESS EXPERIENCE

PACIFICORP, Portland, Oregon
Assistant Treasurer, Treasury Operations

15-Present

Responsibilities:

- Manage tax exempt (\$700 million) and taxable (\$on) short term borrowing programs;
- Manage Corporate Cash Management Program;
- Manage Corporate Foreign Exchange Program;
- Manage Corporate Credit Administration Program

Key Accomplishments:

- Consolidated the Pacifcorp Cash Management pr which resulted in a reduction of excess bank balances (million) and staff (3 FTE);
- Supervised the implementation of a Treasury wotion in connection with the above Cash Management coation;
- Implemented a Credit Administration Program tort financial and physical electricity trading program
- Played a significant role in structuring and nego of the foreign exchange and financing strategies used t of The Energy Group Acquisition.

LATTICE SEMICONDUCTOR, Hillsboro, Oregon
Treasurer

93-1994

Responsibilities:

- Managed corporate investment portfolio (\$150 m);
- Managed Cash Management and Foreign Exchange programs;
- Managed patent and trademark programs.

ATTACHMENT B

Key Accomplishments:

- Restructured corporate Cash Management program which resulted in a reduction of excess bank balances, cash borrowing and cash management costs;
- Implemented a short term cash forecasting program;
- Developed a system for tracking the status of trademarks and trademark negotiations.

NERCO, Inc., Portland, Oregon
Director Treasury/Corporate Planning

10/6/24/93

Responsibilities:

- Managed long and short term borrowing facilities;
- Managed corporate wide cash management program;
- Managed precious metal and energy hedging programs.

Key Accomplishments:

- Restructured corporate Cash Management program which resulted in a reduction of excess bank balances, cash management costs;
- Implemented a short term borrowing program, integrated commercial paper and committed and uncommitted bank lines;
- Developed and implemented a strategy for hedge Company's natural gas and crude oil production.

THE BANK OF NOVA SCOTIA
Corporate Loan Officer

1/7/30/88

Responsibilities:

- Marketing and structuring financial products to corporations in the Pacific Northwest.

U.S. NATIONAL BANK OF OREGON
Senior Financial Analyst

1/1/80-1/1/87

Responsibilities:

-Various managerial assignments in the Cash management, general accounting, cost accounting and corporate finance areas.

EDUCATION

Bank Administration Institute- University of Wisconsin
1984-1986 Major: Bank Operations

Oregon State University
1976-1978 Degree: MBA- Finance- Management

Manhattan College
1971-1975 Major: BS - Economics/Finance