

Portland, Oregon
FINANCIAL IMPACT and PUBLIC INVOLVEMENT STATEMENT
For Council Action Items

(Deliver original to City Budget Office. Retain copy.)

1. Name of Initiator Jennifer Cooperman		2. Telephone No. (503) 823-6851	3. Bureau/Office/Dept. OMF – Public Finance and Treasury Division
4a. To be filed (hearing date): August 14, 2013	4b. Calendar (Check One) <div style="display: flex; justify-content: space-around;"> Regular <input type="checkbox"/> Consent <input checked="" type="checkbox"/> 4/5ths <input type="checkbox"/> </div>		5. Date Submitted to Commissioner's office and CBO Budget Analyst: August 1, 2013
6a. Financial Impact Section: <input checked="" type="checkbox"/> Financial impact section completed		6b. Public Involvement Section: <input checked="" type="checkbox"/> Public involvement section completed	

1) Legislation Title:

Appoint Christopher E. Abbruzzese to the Investment Advisory Committee for term to expire July 23, 2015 (Report)

2) Purpose of the Proposed Legislation:

3) Which area(s) of the city are affected by this Council item? (Check all that apply—areas are based on formal neighborhood coalition boundaries)?

- | | | | |
|--|------------------------------------|------------------------------------|--------------------------------|
| <input checked="" type="checkbox"/> City-wide/Regional | <input type="checkbox"/> Northeast | <input type="checkbox"/> Northwest | <input type="checkbox"/> North |
| <input type="checkbox"/> Central Northeast | <input type="checkbox"/> Southeast | <input type="checkbox"/> Southwest | <input type="checkbox"/> East |
| <input type="checkbox"/> Central City | | | |

FINANCIAL IMPACT

4) Revenue: Will this legislation generate or reduce current or future revenue coming to the City? If so, by how much? If so, please identify the source.

No Revenue impact. This appointment is a citizen-volunteer position.

5) Expense: What are the costs to the City as a result of this legislation? What is the source of funding for the expense? (Please include costs in the current fiscal year as well as costs in future year, including Operations & Maintenance (O&M) costs, if known, and estimates, if not known. If the action is related to a grant or contract please include the local contribution or match required. If there is a project estimate, please identify the *level of confidence*.)

No expense impact. This appointment is a citizen-volunteer position.

6) Staffing Requirements:

- **Will any positions be created, eliminated or re-classified in the current year as a result of this legislation?** *(If new positions are created please include whether they will be part-time, full-time, limited term, or permanent positions. If the position is limited term please indicate the end of the term.)*

No Staffing impact. This appointment is a citizen-volunteer position.

- **Will positions be created or eliminated in future years as a result of this legislation?**

No Staffing impact. This appointment is a citizen-volunteer position.

(Complete the following section only if an amendment to the budget is proposed.)

7) Change in Appropriations *(If the accompanying ordinance amends the budget please reflect the dollar amount to be appropriated by this legislation. Include the appropriate cost elements that are to be loaded by accounting. Indicate "new" in Fund Center column if new center needs to be created. Use additional space if needed.)*

Fund	Fund Center	Commitment Item	Functional Area	Funded Program	Grant	Sponsored Program	Amount

[Proceed to Public Involvement Section — REQUIRED as of July 1, 2011]

PUBLIC INVOLVEMENT

8) Was public involvement included in the development of this Council item (e.g. ordinance, resolution, or report)? Please check the appropriate box below:

☐ **YES:** Please proceed to Question #9.

☒ **NO:** Please, explain why below; and proceed to Question #10.

This report to council authorizes the appointment of a new member to the Investment Advisory Committee (IAC) for a two year term pursuant to Title 3.88.010. The candidate has expressed interest in joining the committee by completing the Interest Form for City Board & Commisision Appointments.

9) If "YES," please answer the following questions:

a) What impacts are anticipated in the community from this proposed Council item?

b) Which community and business groups, under-represented groups, organizations, external government entities, and other interested parties were involved in this effort, and when and how were they involved?

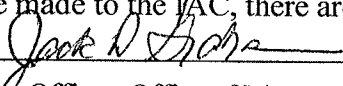
c) How did public involvement shape the outcome of this Council item?

d) Who designed and implemented the public involvement related to this Council item?

e) Primary contact for more information on this public involvement process (name, title, phone, email):

10) Is any future public involvement anticipated or necessary for this Council item? Please describe why or why not.

Yes. When new appointments are made to the IAC, there are will be a public involvement process and Council action.


Jack D. Graham, Chief Administrative Officer, Office of Management and Finance

APPROPRIATION UNIT HEAD (Typed name and signature)



CITY OF PORTLAND
OFFICE OF MANAGEMENT AND FINANCE
Charlie Hales, Mayor
Jack D. Graham, Chief Administrative Officer

Jennifer Cooperman, Treasurer
1120 S.W. Fifth Avenue, Rm. 1250
Portland, Oregon 97204
(503) 823-4220
FAX (503) 823-4209
TTY (503) 823-6868

DATE: August 1, 2013
TO: Mayor Charlie Hales
FROM: Jennifer Cooperman, City Treasurer *JC*
RE: Council Report on the Appointment of Christopher Abbruzzese to Investment Advisory Committee

FOR MAYOR'S OFFICE USE ONLY

Reviewed by Bureau Liaison _____

1. **INTENDED THURSDAY FILING DATE:** August 1, 2013
2. **REQUESTED COUNCIL AGENDA DATE:** August 14, 2013
3. **CONTACT NAME & NUMBER:** Jennifer Cooperman, City Treasurer (503) 823-6851

4. **PLACE ON:** X **CONSENT** **REGULAR**

5. **BUDGET IMPACT STATEMENT ATTACHED:** **Y** **N** X **N/A**

6. (3) **ORIGINAL COPIES OF CONTRACTS APPROVED AS TO FORM BY CITY ATTORNEY ATTACHED:** **Yes** **No** X **N/A**

7. **BACKGROUND/ANALYSIS**

I am recommending the appointment of Christopher (Chris) E. Abbruzzese to the City's Investment Advisory Committee ("IAC") for a term that will expire July 24, 2015.

As the Chief Investment Officer and Co-Owner of Rain Capital Management, Chris has extensive experience in the investment field. Chris brings extensive experience in risk management, investment and operational due diligence, portfolio construction, investment strategy and capital markets transactions. Prior to co-founding Rain, Chris was Director of Research and Analytics and Director of Alternative Investments at Arnerich Massena, Inc. In his roles, he provided management and oversight of the analytics group and had primary responsibility for sourcing new investment managers. In addition, Chris was responsible for the strategic direction of the firm's research efforts and investment strategy and also chaired the firm's Investment Committee.

Previously, Chris was Executive Director at JP Morgan, serving as a risk manager in the firm's Global Prime Services division. He also served as Managing Director Principal at Bear Stearns & Co, where he held various positions in the firm's Global Credit and Global Clearing Services Risk Control departments. In 1995, he started Bear Stearns' Sovereign Risk Control unit. Chris is an award-winning writer and frequent speaker on issues of investment strategy, risk management, and due diligence practices.

The Investment Advisory Committee has proven over the years to be an important resource to the City Treasurer in managing the City's investment portfolio. Chris' willingness and interest to serve on the Committee is very much appreciated.

If you have any questions, please feel free to call Jennifer Cooperman (503) 823-6851.

8. **FINANCIAL IMPACT**

No Financial Impact.

9. **RECOMMENDATION/ACTION REQUESTED**

It is recommended that the Council accept this Report.

An Equal Opportunity Employer

To help ensure equal access to programs, services and activities, the Office of Management & Finance will reasonably modify policies/procedures and provide auxiliary aids/services to persons with disabilities upon request.

Interest Form for City Board & Commission Appointments

The purpose of this form is to obtain information for use in making appointments to City boards, commissions, and committees, and to assist the Mayor in making inquiries concerning the qualifications of applicants for appointment. Please note that information provided in this document is **public information**, with the exception of the confidential section. (Information in the confidential section will only be disclosed as required by law.) If you have a recently prepared biography or resumé, please attach it to this form. Thank you for your interest.

Please return application, resumé and any additional information to:
Office of Neighborhood Involvement, 1221 SW 4th Ave, Room 110, Portland, Or 97204

To help ensure equal access to City programs, services and activities, the City of Portland will reasonably modify policies/procedures and provide auxiliary aids/services to persons with disabilities. Call 503-823-2030 or 503-823-4000 with such requests.

Name: Christopher E. Abbruzzese

First

Middle Initial Last

Mailing Address:

██████████, Portland, OR 97212

Occupation:

Chief Investment Officer, Rain Capital Management

Daytime Phone:

Email:

Biography/Resumé Attached?

☒ Yes

☐ No

CHECK UP TO THREE (3) GROUPS YOU ARE INTERESTED IN (descriptions are online):

- | | | |
|--|--|---|
| <input type="checkbox"/> Adjustment Committee | <input type="checkbox"/> Home Forward (formerly the Housing Authority of Portland) | <input type="checkbox"/> Portland Parks Board |
| <input type="checkbox"/> Alternative Technology Adv Com | <input type="checkbox"/> Human Rights Commission | <input type="checkbox"/> Portland Planning & Sustainability Com |
| <input type="checkbox"/> Building Code Board of Appeal | <input type="checkbox"/> Independent Police - Citizen Review Com | <input type="checkbox"/> Portland Utility Review Board |
| <input type="checkbox"/> Business License Appeals Board | <input checked="" type="checkbox"/> Investment Advisory Committee | <input type="checkbox"/> Private-for-Hire Board of Review |
| <input type="checkbox"/> Citizen Campaign Committee | <input type="checkbox"/> Mechanical Code Board of Appeal | <input type="checkbox"/> Public Involvement Advisory Council |
| <input type="checkbox"/> Civil Service Board | <input type="checkbox"/> Metro Exposition Recreation Commission | <input type="checkbox"/> Purchasing Board of Appeals |
| <input type="checkbox"/> Community Budget Advisory Board | <input type="checkbox"/> Mt. Hood Cable Regulatory Comm | <input type="checkbox"/> Regional Arts & Culture Council |
| <input type="checkbox"/> Design Commission | <input type="checkbox"/> Noise Review Board | <input type="checkbox"/> River Community Advisory Committee |
| <input type="checkbox"/> Development Review Advisory Com | <input type="checkbox"/> Plumbing Code Board of Appeal | <input type="checkbox"/> Small Business Advisory Council |
| <input type="checkbox"/> Elders in Action | <input type="checkbox"/> Portland Children's Levy Allocation Committee | <input type="checkbox"/> Structural Engineering Adv Board |
| <input type="checkbox"/> Electrical Code Board of Appeals | <input type="checkbox"/> Portland Community Media | <input type="checkbox"/> Time, Place, Manner Oversight Com |
| <input type="checkbox"/> Fire Code Board of Appeal | <input type="checkbox"/> Portland Development Commission | <input type="checkbox"/> Towing Board of Review |
| <input type="checkbox"/> Floating Structures Board of Appeal | <input type="checkbox"/> Portland Housing Advisory Commission | <input type="checkbox"/> Urban Forestry Commission |
| <input type="checkbox"/> Golf Advisory Committee | <input type="checkbox"/> Portland/Multnomah Food Policy Council | |
| <input type="checkbox"/> Historic Landmarks Commission | | |

List education, including degree(s) earned:

B.A. Lewis and Clark College, 1993. Major: International Affairs Minor: Latin American Lit.
M.I.A. Columbia University, 1995. International Finance & Economics Concentration.

1st Choice:

Name of Board/Commission/Committee: Investment Advisory Committee

A. Reasons for wanting to serve on this group:

I have been looking for an opportunity to get more involved in public service since moving back to Portland in 2008. The Investment Advisory Committee is appealing because it would allow me to be involved in an area where I can offer some professional expertise.

B. List skills or knowledge that would be relevant to this Board/Commission:

Professional background in economic modeling, capital markets and credit risk management, investment due diligence across most capital markets strategies, asset allocation, investment advisory work with defined contribution, foundation & endowment and high net worth clients.

C. List work or volunteer experience that would add to your expertise for this Board/Commission

Dates (from/to)	Employer or Volunteer Activity	Responsibilities
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2nd Choice:

Name of Board/Commission/Committee: _____

A. Reasons for wanting to serve on this group:

B. List skills or knowledge that would be relevant to this Board/Commission:

C. List work or volunteer experience that would add to your expertise for this Board/Commission:

Dates (from/to)	Employer or Volunteer Activity	Responsibilities
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3rd Choice:

Name of Board/Commission/Committee: _____

A. Reasons for wanting to serve on this group:

B. List skills or knowledge that would be relevant to this Board/Commission:

C. List work or volunteer experience that would add to your expertise for this Board/Commission

Dates (from/to)	Employer or Volunteer Activity	Responsibilities
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List your experience working on diverse teams or committees:

Member, Credit Policy Committee, Bear Stearns

Member, Global Credit Committee Bear Stearns

Member, Global Cross Margin Working Group, Bear Stearns

Chair, Investment Committee, Arnerich Massena

Department Director, Research and Analytics, Arnerich Massena

Describe your understanding of the services the City of Portland provides:

The City of Portland promotes economic growth, ensures community safety, delivers a number of municipal services (including public transit), and manages parks and recreation programs and other quality of life city services.

My signature affirms that all information contained herein is true to the best of my knowledge, and that I understand that any misstatement of fact or misrepresentation of credentials may result in this application being disqualified from further consideration.

Signature: _____

Date: _____

CHRISTOPHER E. ABBRUZZESE

████████████████████
████████████████████
Portland, OR 97212

EMPLOYMENT

RAIN CAPITAL MANAGEMENT
11/11 – Present

Co-Owner, Chief Investment Officer

ARNERICH MASSENA, INC.

Director – Research and Analytics

1/09 – 10/11

- Investment Committee Chair: develop and recommend investment policies, strategy and implementation for the Firm's \$15 billion of advisory assets. Work collaboratively with the research function and each business unit to tailor implementation for each client type (high net worth, foundation and endowments, defined contribution plans). Guide advisors on portfolio risk characteristics and compliance with investment guidelines. Communicate regularly with outside constituencies in the form of presentations, white papers, market and economic commentary, with a focus on thought leadership and education.
- Department Manager: Responsible for management and oversight of 7 research analysts, 1 quantitative analyst, 2 data integrity specialists and firm operations manager. Focus on developing industry best practices research processes, employee development, ethics, as well as department budget and technology issues. Peer review all traditional and alternative due diligence published by the department.
- Manager Due Diligence: direct all aspects of sourcing new managers and completing primary and ongoing manager due diligence relating to alternative investments, including hedge funds, hedged mutual funds, real estate and private equity. In depth due diligence includes regular on-site meetings evaluating investment process, portfolio construction, philosophy, personnel, performance attribution, risk management, and operational systems and processes. Develop and present client investment recommendations and strategies to wealth management client base.

J.P. MORGAN

Executive Director – Global Prime Services

4/08 – 12/08

Prime Brokerage Risk

- Managed credit integration process between JP Morgan Credit, Bear Stearns legacy Credit and Prime Brokerage Risk functions. Acted as liaison between Credit and Prime Brokerage Risk on derivatives products and cross margin issues for all capital markets products. Continued process of aligning Credit and Prime Brokerage risk units, rationalizing capital usage, and developing a common risk culture between Prime Brokerage and Credit. Led all due diligence efforts for joint Credit / Prime Brokerage hedge fund customers.

BEAR, STEARNS & COMPANY, INC.,

Managing Director Principal – Global Risk Management

2/06 – 3/08

Prime Brokerage Risk Management

San Francisco, CA

- Created a unified framework to measure and price the risk / reward tradeoffs across all businesses. Defined firm-wide credit appetite toward counterparties that is fungible between business units. Project goals were to better align Credit and Prime Brokerage risk units, rationalize capital usage across businesses, create similar incentives for marketers across products, develop a common risk culture between Prime Brokerage risk and Credit units, and harmonize risk voice facing clients. Member of the Global Cross Margin Working Group, developing and implementing the documentation and legal framework for providing portfolio risk-based margin to customers across the firm. Member of the Credit Policy Committee, the firm's senior-most credit policy making body.

4/00 – 1/06

Hedge Fund Counterparty Risk Management

San Francisco, CA

- Managed portfolio of approximately 125 hedge fund clients with emphasis on equity and credit based strategies including convertible arbitrage, distressed, high yield, capital structure arbitrage, long / short equity, global macro, and risk arbitrage. Responsibilities included ongoing due-diligence of hedge fund counterparties, entailing in-depth analysis of strategy, performance attribution, risk management, organizational structure, and operations; this included frequent discussions with hedge fund management and annual visits. Established and managed counterparty risk limits for equity, interest rate and credit derivatives, foreign exchange, and futures products. Collaborated with traders and quantitative staff to calculate risk associated with derivatives transactions and negotiated appropriate margin requirements. Supervised three hedge fund analysts as well the sovereign risk analyst.
- Key accomplishments: Opened West Coast credit office to initiate coordination of Hedge Fund Risk Group with efforts in Equity Prime Brokerage Risk Group, resulting in enhanced fund transparency, more consistent margin levels, progress on firm-wide cross margining and reduced redundancies between departments. Conducted review of the firm's stock loan business and promoted stress testing of each counterparty portfolio; this significantly improved exposure calculations and senior management's understanding of risks associated with the product. Developed ratings methodology for the firm's convertible arbitrage counterparty universe; the peer group review method was adopted as the Group's standard for hedge fund analysis. Expanded the Group's focus to include review of loan participations to hedge funds before the firm's Principal Activities Committee.

7/95 – 3/00

Sovereign Risk Management

New York, NY

- Managed Sovereign Risk Group - responsible for recommending country limits and evaluating and managing risks associated with sovereign exposures. Assessed impact of convertibility, devaluation and default events on the Firm's credit profile. Responsibilities also included day-to-day risk management of central bank, clearing house and development bank exposures. Presented in-depth macroeconomic and political evaluations of various G-7 and emerging market countries to the firm's senior management on a weekly basis.
- Key accomplishments: Established sovereign risk function of Credit Risk Department. Developed internal country ratings methodology using logistic regression model, ranking countries by probability of default. Worked with senior management to formulate country risk policy and establish firm-wide country limits. Managed country limits effectively to avoid significant credit losses during Asian, Russian and Latin American country crises. Developed strong presentation skills as a member of and weekly presenter to the Global Credit Committee.

EDUCATION

COLUMBIA UNIVERSITY

New York, NY

School of International and Public Affairs

Master of International Affairs, May 1995

Concentration: International Finance and Economics

Full Tuition Fellowship Award: Banking and Finance Departmental Research Assistant.

LEWIS AND CLARK COLLEGE

Portland, OR

Bachelor of Arts, International Affairs, June 1993

Minor: Latin American Literature. Coursework abroad in Ecuador and Colombia.

Honors: Recipient of the Jack Burns and Joan Green Foundation Scholarships.

OTHER

Former NYSE/NASD Series 7 / 63; Proficient in Spanish. Irvington Elementary School (Portland Public Schools): tutor at-risk students in reading and math on a weekly basis.

INTERESTS

Backpacking, mountain climbing, cycling, fly fishing, architecture.

Conflict of Interest/Reference Form for City Board & Commission Appointments

The purpose of this form is to obtain further information for your application for appointment to City boards, commissions, and committees, and to assist the Mayor in making inquiries concerning the qualifications of applicants for appointment. Please note that information provided in this document is public information. Thank you for your interest.

Name: Christopher E Abbruzzese
First Middle Initial Last

Mailing Address: [REDACTED] Portland, OR 97212

Occupation: Investment manager

Daytime Phone: [REDACTED] Email: [REDACTED]

Please list the board(s), commission(s), and/or committee(s) for which you've applied:

Investment Advisory Committee

REFERENCES: *(List two people who may be contacted as references who know about your qualifications and interests.)*

Name David Reichle Relationship Business partner

Address [REDACTED] Day Phone [REDACTED]

Name Brian Loescher Relationship Former colleague

Address [REDACTED] Day Phone [REDACTED]

CONFLICT OF INTEREST

Appointees to the City boards, commissions and committees are subject to confirmation by the Mayor and City Council. One area of inquiry will be whether you or a member of your household may have a conflict of interest between private life and public service. Please complete the following questions to describe potential conflicts that could arise from service on the City board(s), commission(s), and/or committee(s) for which you are under consideration.

List all names not previously provided under which you or members of your household do business. Include the business address and a brief description of the business. *(Add rows as needed)*

Name	Business Address	Description
Shaanti Abbruzzese	Kaiser Permanente	My spouse's employer

List by name any compensated lobbyist with whom you or a member of your household share any direct economic interest such as a partnership, joint venture, or similar substantial economic interest.

Will your business, or any client or customer of your business, be a party to matters which will come before the City Budget Committee?

☒ No ☐ Yes

If yes, please describe:

If you, a member of your household, or your business have conducted business with the City of Portland during the immediately preceding calendar year, please describe the nature of the transaction and the amount of money involved. Include professional or service contracts, as well as provision of materials or supplies. (Add rows as needed)

Type of Transaction	Amount of Transaction

If you or a member of your household is an employee of the City of Portland, please list the bureau or department and the position held. (Add rows as needed)

Name	Relationship	Bureau/Department	Position

Do you currently hold elective office? ☒ No ☐ Yes _____
(Position)

My signature affirms that all information contained herein is true to the best of my knowledge, and that I understand that any misstatement of fact or misrepresentation of credentials may result in this application being disqualified from further consideration.

Signature  Date July 22, 2013

Name: Christopher E Abbruzzese Date: July 22, 2013