**Cincinnati Model Investment Club Minutes**

West Chester Mid-Pointe Library Boardroom – Jan 20, 2018

**Call to Order:** Presiding Partner Richard Alden called the meeting to order at 9:45a. Proxies where noted, one in-house guest – Glenna Baumbaugh. ***Guests on webinar:*** Linda Miller, Linda Margolis and Susan Tanoe.

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Name** | **Here** | **Proxy** | **Name** | **Here** | **Proxy** |
| Jackie Koski | X |  | Harrison Baumbaugh | X |  |
| Betsy Eller, Financial Partner | X |  | Mary Thomas | X |  |
| Craig Jacobsen |  | Marty | Gregg Hopkins | web | Jackie |
| Marty Eckerle | web |  | Latisha Douglas |  | Marty |
| Gerry Geverdt  |  | X | Frank Bicknell  |  | Michele |
| Dene Alden, Volunteer Recording | X |  | Michele Grinoch  | X |  |
| Richard Alden, Presiding Partner | X |  | Kate Lester |  | Dene |
|  |  |  | Nelson Page | X | Dene |
|  |  |  |  |  |  |

Note: Parentheses denote provisional presence or proxies should members not be present for the full meeting

**Recording Partner’s Report:** Minutes of the Dec 17 meeting were approved as posted.

**Financial Partner’s Report:**

* Current cash: $1,394.25; minus $400 for ManifestInvesting subscription leaves $994.25.
* There are no limit orders
* Jan. report was filed for audit.

**Announcements:** Classes and webinars:

* Marty announced that the new OKI Tri-State Chapter web pages are now “live” with new format.
* Classes and webinars: see BetterInvesting Magazine “ONLINE” section opposite CONTENTS or visit the web site under Events.
* “The Roundtable”, “Turn Out Tuesday” and “Investing Topics with Mark and Ken” are sponsored by BI Mid-Michigan. Register for any of them by contacting: nkavula1@comcast.net.
* The OKI Chapter will have their spring educational event on April 21, 2018 in Dayton at the Holiday Inn opposite Wright State.
* Check out Stock Up and Ticker Talk on the BI web site
* Marty posted a table of events with dates and information, will distribute to members:

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**Old Business:**

* Dene made a motion to pay the $400 ManifestInvesting annual fee out of the general cash fund. Seconded by Jackie. Motion passed 11/2/0

**New Business:**

* March 17 meeting date conflicts with the yearly Shamrock Shuffle Charity Run. Registration is held at the Mid Pointe Library Auditorium. Motion made to move date ahead to **March 24**, Gerry/Mary, motion passed 13/0/2
* April 21 meeting date conflicts with OKI Tri-State Chapter Spring Educational Event in Dayton. Motion made to move date ahead to **April 28**, Gerry/Dene, motion passed 13/0/2.

**Education:** Michele Grinoch - “Cash Flow”

* Michele presented a revised and up-dated educational segment on Cash Flow.
* The original presentation can be found on the new OKI Tri-State Chapter web page under News and Articles as a “MINI EDUCATIONAL” segment along with other classes.
* She covered accrual accounting, operating and investing activities of companies using cash for plant and equipment as long term improvements; “net cash from operational activities” should be going in same direction as EPS; “cash is king” and cash flow should always be part of your investment research.

**New Stock Presentation:** None this month, continuation of the Portfolio Review

**Portfolio Analysis** Stocks covered this month were CVS and LKQ

* CVS, Marty reported in watcher Latisha Douglas’s absence
	+ Adjustments were made to SSG; and a group discussed the additional debt from acquisition of Aetna.
	+ Most mergers and acquisitions do not go well and this one will change the CVS business/market plan.
	+ CVS will have a high ratio of interest 11:1
	+ Therefore the group felt that this stock is a possible “ASF” (available for sale) should the stock fail to perform.
* LKQ, Michele Grinoch
	+ LKQ is performing well, one of our highest growth of revenues and EPS in the portfolio.
	+ They tend to make very good acquisitions and are controlling debt
	+ Agreed SSG has LKQ in the hold range.

**Close of the Bell**: Marty carefully explained in great detail the excel spread sheet of data showing a number of points that the club should consider. He showed the six bottom tabs: CinMIC Portfolio, Monthly Update, Triple Play, MI Monthly Comparison, Growth Potential and IRR Report.

**Portfolio Review:**

|  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Stock** | **Symbol** | **Watcher** | **Watcher: Buy/Hold/Sell** | **SSG: Buy/Hold/Sell** | **Report posted:** | **# of Shares** | **% of Portfolio** | **Year End** | **Next Earnings Report:** |
| Apogee | APOG | Nelson | BUY 10 | Buy |  | 130 | 3.8 | Dec |  |
| Apple  | AAPL | Jackie | HOLD | HOLD |  | 95 | 10.9 | Sep. |  |
| C. H. Robinson  | CHRW | Dene | HOLD | HOLD |  | 150 | 9.2 | Dec |  |
| Cerner  | CERN | Gregory | HOLD | HOLD |  | 60 | 2.7 | Dec |  |
| Cognizant | CTSH | Michele | HOLD | HOLD |  | 200 | 9.9 | Dec |  |
| CVS Health | CVS | Latisha | HOLD | HOLD |  | 130 | 6.7 | Dec |  |
| Danaher | DHR | Harrison | HOLD | HOLD |  | 110 | 7.1 | Dec |  |
| Fastenal | FAST | Rich | HOLD | HOLD |  | 200 | 6.9 | Dec |  |
| Gilead  | GILD | Dene | HOLD | HOLD |  | 55 | 2.9 | Dec |  |
| LKQ Corp  | LKQ | Frank | HOLD | HOLD |  | 375 | 10.4 | Dec |  |
| Schlumberger | SLB | Mary | HOLD | HOLD |  | 140 | 6.9 | Dec |  |
| Signature Bank | SBNY | Craig | HOLD | HOLD |  | 110 | 11.3 | Dec |  |
| Starbucks | SBUX | Gerry | HOLD | BUY |  | 120 | 4.7 | Sep |  |
| Tractor Supply | TSCO | Kate | HOLD | HOLD |  | 110 | 5.8 | Dec |  |
|  | **Stocks on “Pounce / Watch List”** |
| ULTA | ULTA | Ian | Buy Range: 176 to 234.1 |  | 0 | 0 | Jan | 12-07 |

**Buy/Sell Decisions:** (motion/second: action, type, yes/no/abstain)

* Dene/Harrison: sell 5 sh of GILD @ window to raise cash, FIFO, 11/4/0, hand vote
* Gerry/Dene: buy 10 sh SBUX @ window, 9/6/0, ballot
* Nelson/Marty: buy 10 sh APOG @ window, 11/4/0, ballot

**Next Meeting:**

 Mid-month Study Group: Feb 3, Boardroom, 10:00AM to Noon; cover TSCO and DHR,

 Regular meeting in Feb, Saturday, Feb 17th, 9:45-11:45AM; BOARDROOM

**Education and Stock Presentation Schedule for 2018/2019:**

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**Adjourned:** by Rich at 11:50AM

Submitted by Dene Alden, temp recording partner