
County of Riverside

INVESTMENT OVERSIGHT COMMITTEE

MINUTES OF CONFERENCE CALL

October 28, 2021 10:00 a.m.

WebEx Conference Call

Members Present:

Don Kent	Executive Office
Matt Jennings	Treasurer-Tax Collector
Theresa Trevino	Riverside County Transportation Commission
Scott Price, Alternate	Riverside County Office of Education
Mays Kakish	Jurupa Unified School District

Members Absent:

Dr. Ruth Perez	Riverside County Office of Education
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Staff and Guests Present:

Kristine Bell-Valequez	County Counsel
Imelda Delos Santos	Executive Office
Ivanka Aghbashian	Executive Office
Jarvyk Punzalan	Executive Office
Jeanie Rey	Flood Control
Esmeralda Oviedo	HHPWS
Michele Cisneros	RCTC
John Byerly	Treasurer-Tax Collector
Giovane Pizano	Treasurer-Tax Collector
Steve Faeth	Treasurer-Tax Collector

1. CALL TO ORDER

Don Kent noted the established quorum and called the meeting to order at 10:01 a.m.

2. Approval of Resolution No. 2021-001

A Resolution of the Investment Oversight Committee authorizing remote teleconference meetings of the legislative bodies of the Investment Oversight Committee for the period of October 28, 2021 to November 27, 2021 pursuant to the Ralph M. Brown Act.

MOTION: Matt Jennings moved to approve.

Theresa Trevino seconded.

All were in favor. The motion approved unanimously.

3. APPROVAL OF MINUTES

The July 22, 2021 meeting minutes were reviewed and approved.

MOTION: Theresa Trevino moved to approve.

Matt Jennings seconded.

All were in favor. The motion approved unanimously.

4. MONTHLY DISCLOSURE REPORT ON INVESTMENT PORTFOLIO

Steve Faeth gave the Treasurer's Pool book value balance for September 30, 2021 was \$9.56 billion vs. \$9.50 billion on June 30, 2021. The yield on the portfolio began the quarter at .27% and ended the quarter at .28%. The quarter's economic news was dominated early by the fear of a resurgence of the Covid pandemic, with travel and other hospitality businesses seeing some slowdown in traffic. With this fear in the headlines, the Federal Reserve remained in cautious mode and made no mention of raising interest rates.

As the Covid situation eased somewhat in September, the Fed began to focus more on rising inflation numbers and longer interest rates began increasing slightly with talk of the Fed tapering their open market purchases in the bond market. While this rise in longer rates helps with a small portion of our investments, we will have to wait until the Fed raises the Funds rate to see our yield begin to rise noticeably as we roll over our highly liquid, shorter portion of the portfolio.

5. INVESTMENT REPORTS OF FUNDS OUTSIDE THE COUNTY TREASURY

CORAL: Isela Licea reported no significant changes.

LAND SECURED DISTRICTS: Jarvyk Punzalan reported no significant changes.

SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY Imelda Delos Santos no significant changes. The portfolio increased this quarter due to deposits for debt service.

HOUSING AUTHORITY SUCCESSOR AGENCY: Esmeralda Oviedo reported no significant changes.

PENSION OBLIGATION BONDS: Imelda Delos Santos reported no significant changes. She said the portfolio was higher this quarter due to the deposit in July for debt service. Don noted that the County tries to maximize the investment in FSA and keep the investment as long as possible since such investment is earning 4.83%.

RIVERSIDE PUBLIC FINANCING AUTHORITY: Imelda Delos Santos reported no significant changes. Imelda also noted that the two public financing authority bonds are refunded by the new 2021 Infrastructure Financing Authority Lease Revenue Refunding Bonds.

INFRASTRUCTURE FINANCING AUTHORITY: Imelda Delos Santos reported no significant changes. She said the County issued the new 2021 Infrastructure Financing Authority Lease Revenue Refunding Bonds to refund 5 CORAL bonds and 2 Public Financing Authority Bonds.

6. INVESTMENT POLICY REVIEW/ UPDATE

John Byerly stated Investment Policy Review update on page 1 updating county ordinance number. Top of page 2 adding position names. Page 6, a date was updated. Page 8 adding Ramirez & Co. Inc, Stifel Nicolas & Co. and StoneX Financial Inc. as approved brokers. Insperex LLC, updated name from Incapital.

7. AGREED UPON PROCEDURES (AUP) AUDIT REPORT

Imelda delos Santos stated that every year, pursuant to Section III-A of Board Policy B-21, the Investment Oversight Committee engaged Van Lant & Fankhanel LLP to perform the Agreed Upon Procedures (AUP) audit. At the end of the engagement, the external auditors expressed no exceptions (no findings noted) on all areas of the AUP.

8. PUBLIC COMMENT

None.

9. OTHER BUSINESS

Theresa Trevino retiring December 29, 2021. Theresa stated that she will be submitting letter of resignation letter in a couple of weeks. Theresa has served on IOC Committee member for 18 years.

10. ADJOURNMENT

The next IOC meeting is scheduled for Thursday, January 27, 2022 at 10:00 a.m. Don Kent adjourned the meeting at 10:57 a.m.