
County of Riverside INVESTMENT OVERSIGHT COMMITTEE

MINUTES OF CONFERENCE CALL

May 05, 2021 3 p.m.

WebEx Conference Call

Members Present:

Don Kent	Executive Office
Elliot Duchon	Jurupa Unified School District
Matt Jennings	Treasurer-Tax Collector
Theresia Trevino	Riverside County Transportation Commission

Members Absent:

Edwin Gomez	Riverside County Office of Education
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Staff and Guests Present:

Kristine Bell- Valdez	County Counsel
Imelda Delos Santos	Executive Office
Jen Kammerer	Executive Office
Stephanie Persi	Executive Office
Michele Cisneros	RCTC
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 3:00 p.m.

2. APPROVAL OF MINUTES

The January 28, 2021 meeting minutes were reviewed and approved.

MOTION: Theresia Trevino moved to approve.

Matt Jennings seconded.

All were in favor. The motion approved unanimously.

3. MONTHLY DISCLOSURE REPORT ON INVESTMENT PORTFOLIO

The TPIF market value balance ending March 31, 2021 was \$9,083,152,137, down from \$9,623,955,692 on December 31, 2020. The yield on March 31, 2021 was .31%, down from .35% on December 31, 2020. The drop in yield was caused by the continued drop in short-term investment yields. As an example, 90 day and shorter T-bill yields ended the quarter at the shocking level of .01%. The Federal Reserve has consistently stated that they have no intention of raising the Fed Funds rate in the near future and as maturities of our higher yielding investments made in prior years roll off, we are forced to reinvest at these painful current market rates.

One promising change in the markets to note though is the rise in the rates of 4 to 5 year treasuries, which we have been able to take advantage of. The 5 year ended the quarter at .90%, up from .30% at the end of 2020. This is due to recent inflation indicators beginning to heat up. If inflation does indeed continue to rise, the Fed will eventually be forced to raise rates. As stated in our previous reports, we continue to invest the Pool in an ultra-conservative, ultra-liquid manner with safety of principal being our number one goal.

4. INVESTMENT REPORTS OF FUNDS OUTSIDE THE COUNTY TREASURY

CORAL: Giovane Pizano stated that there were no significant changes.

LAND SECURED DISTRICTS: Stephanie Persi reported no changes.

SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY: Imelda Delos Santos reported that there was an increase of \$12 million in the portfolio from the last report due to deposits for debt service. Otherwise, no significant changes.

HOUSING AUTHORITY SUCCESSOR AGENCY: No update given.

PENSION OBLIGATION BONDS: Imelda reported that there was a big decrease from \$80 million last quarter down to \$5 million this quarter due to payment of principal and interest debt service in February. Otherwise, no significant changes.

RIVERSIDE PUBLIC FINANCING AUTHORITY: Imelda reported no significant changes.

INFRASTRUCTURE FINANCING AUTHORITY: Imelda reported no significant changes.

5. PUBLIC COMMENT

None.

None.

6. OTHER BUSINESS

Don Kent mentioned that an appointment for Elliot Duchon's position was needed. The Treasurer-Tax Collector will nominate a new member and the Board of Supervisors will confirm it. Elliot Duchon will submit a letter of resignation to the Executive Office.

7. ADJOURNMENT

The next IOC meeting is scheduled for Thursday, July 22, 2021 at 10:00 a.m. Don Kent adjourned the meeting at 3:30 p.m.