



SACRAMENTO COUNTY
TREASURY OVERSIGHT COMMITTEE
Regular Meeting — Friday, February 17, 2017 / 9:00 a.m.
700 H Street, Hearing Room One, Room 1487
Sacramento, California 95814

MINUTES

PRESENT: Gerardo Castillo, Jeremy Edwards, Angelica Hernandez, Ben Lamera, Chris Parker, Brandon Rose, Tamara Sanchez, Ronald Seaman, David Villanueva.

ABSENT: None.

STAFF: Peggy Marti, Alan Matré, Dave Matuskey, Bernard Santo Domingo.

GUESTS: None.

1. CALL TO ORDER AND INTRODUCTIONS.

Chair Brandon Rose called the meeting to order at 9:05 a.m.

2. COMMENTS FROM THE PUBLIC.

There were no comments from the public.

3. APPROVAL OF NOVEMBER 18, 2016, MEETING MINUTES.

The minutes of the November 18, 2016, meeting were approved as amended on a motion made by Ronald Seaman, seconded by David Villanueva, and unanimously carried (8-0).

4. DISCUSSION AND ACTION ON THE INTERNAL AUDIT OF NON-POOLED INVESTMENT FUNDS FOR THE QUARTER ENDED DECEMBER 31, 2016.

Alan Matré reported for December 31, 2016, that eleven issues, two of which were new and none of which was external, were reviewed and no instances of non-compliance were found.

The Internal Audit Of Non-Pooled Investment Funds For The Quarter ended December 31, 2016, was accepted on a motion made by Ronald Seaman, seconded by Chris Parker, and unanimously carried (8-0).

5. STATUS UPDATE ON MEMBER POSITIONS.

Dave Matuskey noted that the District 1 public member position is still open and the terms of the District 3 and District 4 public member positions expire June 30, 2017. He stated that the term of the Schools and Community College Districts Representative also expires June 30, 2017, and a letter requesting nominations for the position would be sent to all the school and community college districts the following week.

6. PRESENTATION OF THE SACRAMENTO COUNTY ANNUAL INVESTMENT POLICY OF THE POOLED INVESTMENT FUND FOR CALENDAR YEAR 2017.

Bernard Santo Domingo presented the *Annual Investment Policy of the Pooled Investment Fund for Calendar Year 2017*. He noted that in addition to clarifying language, the policy was also amended to allow the purchase of negotiable certificates of deposit from foreign banks in countries with a sovereign rating of AAA from Standard & Poor's, Moody's, or Fitch. The policy previously required a AAA sovereign rating from Fitch.

7. DISCUSSION AND ACTION ON THE QUARTERLY REPORT OF THE NON-POOLED FUNDS PORTFOLIO REPORT FOR THE QUARTER ENDED DECEMBER 31, 2016.

Bernard Santo Domingo presented the Quarterly Report of the Non-Pooled Funds Portfolio for the Quarter Ended December 31, 2016.

The Non-Pooled Funds Portfolio Reports For The Quarter Ended December 31, 2016, was accepted on a motion made by Angelica Hernandez, seconded by Chris Parker, and unanimously carried (9-0).

8. DISCUSSION AND ACTION ON THE QUARTERLY REPORT OF THE POOLED INVESTMENT FUND FOR THE QUARTER ENDED DECEMBER 31, 2016, AND COMPLIANCE WITH INVESTMENT POLICY.

Bernard Santo Domingo presented the Quarterly Report Of The Non-Pooled Funds Portfolio For The Quarter ended December 31, 2016, and Compliance with Investment Policy. He stated that the Pooled Investment Fund was in compliance with the investment policy and California Government Code.

Bernard Santo Domingo provided his economic commentary. He noted that the FOMC raised the fed funds rate 25 basis points on February 1, 2017, and the early forecast was for two to three more rate hikes in 2017. Mr. Santo Domingo stated that the December 2-year Treasury Note was at multiyear highs, and he estimates the fiscal year 2016-2017 pooled fund yield will be around 95 basis points.

The Quarterly Reports of the Pooled Investment Fund For The Quarter Ended December 31, 2016, were accepted on a motion made by Ronald Seaman, seconded by Ben Lamera, and unanimously carried (9-0).

9. OVERVIEW OF POOLED INVESTMENT FUND STATISTICS FROM VARIOUS JURISDICTION FOR DECEMBER 2016.

Bernard Santo Domingo presented the *Investment Fund Statistics Questionnaire Results – December 2016, Comparison of Various County Pooled Investment Funds and LAIF – 12-Month Yield Performance as of December 2016, and Overview of Pooled Investment Fund Statistics from Various Jurisdictions – Comparison of Yields and Average Weighted Maturities from March 31, 2016 – December 31, 2016.*

10. FPPC FORM 700.

Dave Matuskey updated the committee on the need to file Form 700s electronically by April 3, 2017.

11. NEXT MEETING REMINDER.

Chair Brandon Rose reminded the committee that the next regular meeting of the Treasury Oversight Committee is scheduled for Friday, May 19, 2017, in the County Administration Center's Hearing Room One, Room 1487.

12. ADJOURNMENT.

The meeting was adjourned at 9:49 a.m.

Respectfully submitted:

Approved:

Dave Matuskey
Investment Officer

Brandon Rose, Chair
Treasury Oversight Committee

cc: Treasury Oversight Committee Members
Department of Finance Staff