



SACRAMENTO COUNTY
TREASURY OVERSIGHT COMMITTEE
Regular Meeting — Friday, August 19, 2022 / 9:00 a.m.
Zoom Teleconference

MINUTES

PRESENT: Mary Beth Barber, Angelica Hernandez, Ben Lamera, Ivan Myrick, Jeremiah Loughry, Chris Parker, Joseph Wilson.

ABSENT: Dave O'Toole, David Villanueva.

STAFF: Tae-Young Kang, Peggy Marti, Dave Matuskey, Bernard Santo Domingo.

GUESTS: Kathleen Foster.

1. CALL TO ORDER AND INTRODUCTIONS.

Chris Parker called the meeting to order at 9:01 a.m. The new County Superintendent of Schools Representative, Ivan Myrick, was introduced to the committee.

2. COMMENTS FROM THE PUBLIC.

There were no comments from the public.

3. APPROVAL OF FEBRUARY 18, 2022, MEETING MINUTES.

The minutes of the February 18, 2022, meeting were approved on a motion made by Ben Lamera, seconded by Jeremiah Loughry, and carried (7-0).

4. DISCUSSION AND ACTION ON THE ANNUAL INDEPENDENT ACCOUNTANT'S REPORT REGARDING INVESTMENT COMPLIANCE REQUIREMENTS FOR THE POOLED AND NON-POOLED INVESTMENT FUNDS FOR THE YEAR ENDED DECEMBER 31, 2021.

Kathleen Foster of MGO presented the *Treasury Oversight Committee Independent Accountant's Report for the Year Ended December 31, 2021*, and noted that no instances of non-compliance were found.

The Treasury Oversight Committee Independent Accountant's Report for the Year Ended December 31, 2021, was accepted on a motion made by Angelica Hernandez, seconded by Joseph Wilson, and unanimously carried (7-0).

5. ELECTION OF CHAIR AND VICE CHAIR FOR TWO-YEAR TERMS EXPIRING JUNE 2024.

Chris Parker was elected Chair and on a motion made by Ben Lamera, seconded by Mary Beth Barber, and carried (6-0) with Chris Parker abstaining.

Joseph Wilson was elected Vice Chair and on a motion made by Chris Parker, seconded by Ben Lamera, and unanimously carried (7-0).

6. MEMBER UPDATE.

Dave Matuskey stated that Dave O'Toole was ratified as the Special Districts Representative and that Joseph Wilson and Chris Parker were reappointed to the committee.

7. DISCUSSION AND ACTION ON THE NON-POOLED FUNDS PORTFOLIO REPORTS AND INTERNAL AUDITS OF THE NON-POOLED INVESTMENT FUNDS FOR THE QUARTERS ENDED MARCH 31, 2022, AND JUNE 30, 2022.

Bernard Santo Domingo presented the Quarterly Reports of the Non-Pooled Funds Portfolio for the Quarters Ended March 31, 2022, and June 30, 2022. Tae-Young Kang presented the Internal Audits of Non-Pooled Investment Funds for the Quarters Ended March 31, 2022, and June 30, 2022.

The Non-Pooled Funds Portfolio Reports And Internal Audits Of The Non-Pooled Investment Funds For The Quarters Ended March 31, 2022, and June 30, 2022, were accepted on a motion made by Joseph Wilson, seconded by Angelica Hernandez, and unanimously carried (7-0).

8. DISCUSSION AND ACTION ON THE QUARTERLY REPORTS OF THE POOLED INVESTMENT FUND FOR THE QUARTERS ENDED MARCH 31, 2022, AND JUNE 30, 2022, AND COMPLIANCE WITH INVESTMENT POLICY.

Bernard Santo Domingo presented the Quarterly Reports Of The Pooled Investment Fund For The Quarters Ended March 31, 2022, and June 30, 2022, 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 federal funds rate three-quarters of a percentage point both its June and July meetings, bringing the rate to a range of 2.25% to 2.50%. He stated that inflation is still running too hot with June's CPI of 9.1%, the highest single month reading since 1981. Mr. Santo Domingo said it's unknown whether we've seen inflation peak, but that the FOMC is hopeful it can engineer a soft landing. He projects rates on the Pooled Investment Fund to increase through the rest of the year.

The Quarterly Reports of the Pooled Investment Fund For The Quarters Ended March 31, 2022, and June 30, 2022, were accepted on a motion made by Joseph Wilson, seconded by Jeremiah Loughry, and unanimously carried (7-0).

9. OVERVIEW OF POOLED INVESTMENT FUND STATISTICS FROM VARIOUS JURISDICTION FOR JUNE 2022.

Bernard Santo Domingo presented the *Investment Fund Statistics Questionnaire Results – June 2022, Comparison of Various County Pooled Investment Funds and LAIF – 12-Month Yield Performance as of June 2022, and Overview of Pooled Investment Fund Statistics from Various Jurisdictions – Comparison of Yields and Average Weighted Maturities from September 30, 2021 – June 30, 2022.*

9. DISCUSSION AND ACTION ON REPORT OF COMPLIANCE WITH GOVERNMENT CODE SECTION 27133(c) AND INVESTMENT POLICY REGARDING POLITICAL CONTRIBUTIONS

Bernard Santo Domingo presented the Report of Compliance with Government Code Section 27133(c) and Investment Policy Regarding Political Contributions and stated that all broker/dealers and direct issuers were in compliance.

The Report of Compliance with Government Code Section 27133(c) and Investment Policy Regarding Political Contributions was accepted on a motion made by Angelica Hernandez, seconded by Ben Lamera, and unanimously carried (7-0).

11. COMMUNITY REINVESTMENT ACT PROGRAM.

Dave Matuskey reported that three applications were received for CRA Program deposits with one bank awarded a deposit. He stated there may be another application window opened before the next annual outreach in March 2023.

12. NEXT MEETING REMINDER.

Chris Parker reminded the committee that the next regular meeting of the Treasury Oversight Committee is scheduled for Friday, November 18, 2022.

13. ADJOURNMENT.

The meeting was adjourned at 10:04 a.m.

Respectfully submitted:

Approved:

Dave Matuskey
Investment Officer

Chris Parker, Chair
Treasury Oversight Committee

cc: Treasury Oversight Committee Members
Department of Finance Staff