



SACRAMENTO COUNTY
TREASURY OVERSIGHT COMMITTEE
Regular Meeting — Friday, May 19, 2023 / 9:00 a.m.
700 H Street, Hearing Room One, Room 1487
Sacramento, California 95814

MINUTES

PRESENT: Mary Beth Barber, Jeremiah Loughry, Chris Parker, Joyce Renison, Joseph Wilson.

ABSENT: Angelica Hernandez, Ivan Myrick, Dave O'Toole, David Villanueva.

STAFF: Peter Aw-Yang, Dave Matuskey, Bernard Santo Domingo.

GUESTS: Kathleen Foster.

1. CALL TO ORDER AND INTRODUCTIONS.

Chair Chris Parker called the meeting to order at 9:01 a.m. Joyce Renison announced that Chad Rinde would be the new Director of Finance subject to approval by the Board of Supervisors.

2. COMMENTS FROM THE PUBLIC.

There were no comments from the public.

3. APPROVAL OF FEBRUARY 17, 2023, MEETING MINUTES.

The minutes of the February 17, 2023, meeting were approved on a motion made by Mary Beth Barber, seconded by Joseph Wilson, and unanimously carried (5-0).

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, 2022.

Kathleen Foster of MGO presented the *Treasury Oversight Committee Independent Accountant's Report for the Year Ended December 31, 2022*, and noted that no instances of non-compliance were found.

The Treasury Oversight Committee Independent Accountant's Report for the Year Ended December 31, 2022, was accepted on a motion made by Jeremiah Loughry, seconded by Joseph Wilson, and unanimously carried (5-0).

5. MEMBER UPDATE.

Dave Matuskey stated that nominations are currently being accepted for the Community Colleges District representative position, the terms for the 3rd and 4th District positions end on June 30, 2023, and the 5th District position remains vacant.

6. DISCUSSION AND ACTION ON THE NON-POOLED FUNDS PORTFOLIO REPORT AND INTERNAL AUDIT OF THE NON-POOLED INVESTMENT FUNDS FOR THE QUARTER ENDED MARCH 31, 2023.

Bernard Santo Domingo presented the Quarterly Report of the Non-Pooled Funds Portfolio for the Quarter Ended March 31, 2023. Mr. Santo Domingo also presented the Internal Audit of Non-Pooled Investment Funds for the Quarter Ended March 31, 2023.

The Non-Pooled Funds Portfolio Report And Internal Audit Of The Non-Pooled Investment Funds For The Quarter Ended March 31, 2023, were accepted on a motion made by Joseph Wilson, seconded by Mary Beth Barber, and unanimously carried (5-0).

7. DISCUSSION AND ACTION ON THE QUARTERLY REPORT OF THE POOLED INVESTMENT FUND FOR THE QUARTER ENDED MARCH 31, 2023, AND COMPLIANCE WITH INVESTMENT POLICY.

Bernard Santo Domingo presented the Quarterly Report Of The Pooled Investment Fund For The Quarter Ended March 31, 2023, 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 over the last year, the Fed has raised rates at a historical rate, up to a range of 5.00% to 5.25% at its May 3rd meeting. He stated the market is currently pricing in a less than fifty-fifty chance that it will raise rates again at the June 14th meeting, with the April CPI under 5% for the first time in two years but still above the 2% target along with unemployment at its lowest levels since 1969 and nonfarm payrolls still elevated. He noted that fed futures are pricing in 75 basis points in rate cuts by January 2024, primarily due to concerns over financial stability, with even non-banks starting to have issues. He projects rates on the Pooled Investment Fund to continue to continuing climbing in the short term.

The Quarterly Report of the Pooled Investment Fund For The Quarter Ended March 31, 2023, were accepted on a motion made by Jeremiah Loughry, seconded by Joseph Wilson, and unanimously carried (5-0).

8. OVERVIEW OF POOLED INVESTMENT FUND STATISTICS FROM VARIOUS JURISDICTION FOR MARCH 2023.

Bernard Santo Domingo presented the *Investment Fund Statistics Questionnaire Results – March 2023, Comparison of Various County Pooled Investment Funds and LAIF – 12-Month Yield Performance as of March 2023, and Overview of Pooled Investment Fund Statistics from Various Jurisdictions – Comparison of Yields and Average Weighted Maturities from June 30, 2022 – March 31, 2023.*

9. COMMUNITY REINVESTMENT ACT PROGRAM.

Dave Matuskey reported that applications for Community Reinvestment Act Program deposits were sent to banks operating within the county on March 1, 2023, and as a result, four deposits were made for a total of \$60,238,000.

10. NEXT MEETING REMINDER.

Chris Parker reminded the committee that the next regular meeting of the Treasury Oversight Committee is scheduled for Friday, August 18, 2023.

11. ADJOURNMENT.

The meeting was adjourned at 9:44 a.m.

Respectfully submitted:

Approved:

Dave Matuskey
Investment Officer

Chris Parker, Chair
Treasury Oversight Committee

cc: Treasury Oversight Committee Members
Department of Finance Staff