



SACRAMENTO COUNTY
TREASURY OVERSIGHT COMMITTEE
Regular Meeting — Friday, February 18, 2011 / 9:00 a.m.
700 H Street, 4th Floor Large Conference Room
Sacramento, California 95814

MINUTES

PRESENT: John Christ, Angelica Hernandez, Aisha Martin-Walton, Stu Robken, Tamara Sanchez, Douglas Thompson, Julie Valverde.

ABSENT: Jeff Ramos, Bill Sponable.

STAFF: Alan Matré, Dave Matuskey, Bernard Santo Domingo, Bryan Celey-Butlin.

1. CALL TO ORDER AND INTRODUCTIONS.

Chair John Christ called the meeting to order at 9:01 a.m.

2. COMMENTS FROM THE PUBLIC.

There were no comments from the public.

3. APPROVAL OF NOVEMBER 5, 2010, MEETING MINUTES.

The minutes of the November 5, 2010, meeting were approved as amended on a motion made by Tamara Sanchez, seconded by Stu Robken, and unanimously carried (7-0).

4. DISCUSSION AND ACTION ON THE INTERNAL AUDIT OF NON-POOLED INVESTMENT FUNDS FOR THE QUARTER ENDED DECEMBER 31, 2010.

Alan Matré reported that 11 issues, none of which were external and 1 of which was new, were reviewed and no instances of non-compliance were found.

The Internal Audit Of Non-Pooled Investment Funds For The Quarter ended December 31, 2010, was accepted on a motion made by Douglas Thompson, seconded by Tamara Sanchez, and unanimously carried (7-0).

5. STATUS REPORT ON MEMBER POSITIONS.

A. ELECTED MEMBERS.

Julie Valverde noted that an election will be held for the School and Community College District Representative position that expires on June 30, 2011. John Christ stated that he would not be running for reelection.

B. APPOINTED MEMBERS.

Julie Valverde noted that the terms for the Third and Fourth District public member positions will expire June 30, 2011. Douglas Thompson stated that he would not be reapplying for appointment.

6. PRESENTATION OF THE SACRAMENTO COUNTY ANNUAL INVESTMENT POLICY OF THE POOLED INVESTMENT FUND FOR CALENDAR YEAR 2011.

Bernard Santo Domingo presented the Sacramento County Annual Investment Policy of the Pooled Investment Fund for Calendar Year 2011. He noted that only a few minor changes were made to match changes in state and federal regulations.

7. DISCUSSION AND ACTION ON THE NON-POOLED FUNDS PORTFOLIO REPORT FOR THE QUARTER ENDED DECEMBER 31, 2010.

Bernard Santo Domingo presented the Quarterly Report Of The Non-Pooled Funds Portfolio For The Quarter Ended December 31, 2010.

The Non-Pooled Funds Portfolio Report For The Quarter Ended December 31, 2010, was accepted on a motion made by Aisha Martin-Walton, seconded by Douglas Thompson, and unanimously carried (7-0).

8. DISCUSSION AND ACTION ON THE QUARTERLY REPORT OF THE POOLED INVESTMENT FUND FOR THE QUARTER ENDED DECEMBER 31, 2010, AND COMPLIANCE WITH INVESTMENT POLICY.

Bernard Santo Domingo presented the Quarterly Report Of The Pooled Investment Fund For The Quarter Ended December 31, 2010. 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 and noted that while inflation has been seen in the developing world, particularly in food prices, employment in the U.S. is too constrained to allow for run away inflation. He stated that with the Fed not likely to raise the Fed Funds rate in the short term, the pooled fund yield will remain around 50 basis points.

The Quarterly Report Of The Pooled Investment Fund For The Quarter Ended December 31, 2010, was approved on a motion made by Stu Robken, seconded by Douglas Thompson, and unanimously carried (7-0).

9. OVERVIEW OF POOLED INVESTMENT FUND STATISTICS FROM VARIOUS JURISDICTIONS FOR DECEMBER 2010.

Bernard Santo Domingo presented the *Investment Fund Statistics Questionnaire Results – December 2010, Comparison of Various County Pooled Investment Funds and LAIF – 12-Month Yield Performance as of December 2010, and Overview of Pooled Investment Fund Statistics from Various Jurisdictions – Comparison of Yields and Average Weighted Maturities from March 31, 2010, to December 31, 2010.*

10. PRESENTATION OF THE AGREEMENT FOR INDEPENDENT AUDITING SERVICES FOR THE TREASURY OVERSIGHT COMMITTEE.

Julie Valverde presented the committee the executed agreement for independent auditing services for the Treasury Oversight Committee with Vavrinek, Trine, Day & Co.

11. FPPC FORM 700 REMINDER.

Dave Matuskey reminded the committee members to complete their Form 700s and return them to the Clerk of the Board.

12. PRESENTATION OF UPDATES TO THE TREASURY OVERSIGHT COMMITTEE POLICIES AND PROCEDURES HANDBOOK AND LEGISLATIVE UPDATE.

Dave Matuskey presented the updates to the Treasury Oversight Committee Policies and Procedures Handbook and a legislative update. He stated that there were no major changes to the California Government Code related to the investment of public funds.

13. NEXT MEETING REMINDER.

Chair John Christ reminded the committee that the next regular meeting of the Treasury Oversight Committee is scheduled for Friday, May 20, 2011, in the County Administration Center's fourth floor large conference room.

14. ADJOURNMENT.

The meeting was adjourned at 9:55 a.m.

Respectfully submitted:

Approved:

Dave Matuskey
Administrative Services Officer

John Christ, Chair
Treasury Oversight Committee

cc: Treasury Oversight Committee Members
Department of Finance Staff