



County of Riverside
INVESTMENT OVERSIGHT COMMITTEE (IOC)
Minutes of Meeting
July 27, 2023
10:00 a.m.

Members Present:

| | |
|----------------------------|--------------------------------------|
| Don Kent | Executive Office |
| Sergio Vidal | RCTC |
| Giovane Pizano (alternate) | Treasurer-Tax Collector |
| Scott Price (alternate) | Riverside County Office of Education |

Members Not Present:

| | |
|----------------|--------------------------------------|
| Mays Kakish | Beaumont Unified School District |
| Dr. Ruth Perez | Riverside County Office of Education |
| Matt Jennings | Treasurer-Tax Collector |

Staff and Guests Present:

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|---------------------|--------------------------|
| Michael Thomas | County Counsel |
| Imelda Delos Santos | Executive Office |
| Ivanka Aghbashian | Executive Office |
| Jarvyk Punzalan | Executive Office |
| Isela Licea | 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 10:00 a.m.

2. APPROVAL OF MINUTES

The April 27, 2023 meeting minutes were reviewed and approved.

**MOTION: Giovane Pizano moved to approve.
Sergio Vidal seconded.
All were in favor. The motion was approved unanimously.**

3. MONTHLY DISCLOSURE REPORT ON INVESTMENT PORTIFOLIO

Steve Faeth reported the TPIF market value balance ending June 30, 2023 was \$13.78 billion, up from \$13.33 billion on March 31, 2023. The portfolio yield on June 30, 2023 was 3.86%, up from 3.48% on March 31, 2023. The Federal Reserve raised the Fed Funds rate by 25 basis points at May 3rd meeting, but paused at June 14th meeting, leaving the rate range at 5.00% - 5.25%. Money market

fund investments normally trade very close to the lower number in the range. Intermediate yields traded in a wide range during the quarter, with the 2 -year U.S. Treasury yield starting at 4.90%, dropping to 3.80% mid quarter, then rising back up to 4.90% in late June. This was due to investors' belief early in the quarter that the Fed might be done with rate hikes then as the quarter progressed that belief faded as economic reports came in stronger than expected.

With our portfolio always heavily concentrated in the 'under 1 year maturity range' we are benefiting from the higher short rates, while still locking in a portion of new investments in intermediate maturities to protect us in case of a future downward reversal of rates.

4. INVESTMENT REPORTS OF FUNDS OUTSIDE THE COUNTY TREASURY

CORAL: Jarvyk Punzalan reported a significant decrease in CORAL balance due to a hospital bond debt service payment that occurred in June.

LAND SECURED DISTRICTS: Jarvyk Punzalan reported a significant increase in balances due two secured settlement tax deposits that will be due next quarter in September.

SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY: Imelda Delos Santos reported a decrease in balances due to \$10 million in debt service being paid in April. Interest rates continue to climb. Fidelity has 46% of the money market fund investments 5.02% followed by Goldman, with 21% of the portfolio, also earning 5.02%. They are our highest yielding money market fund investments.

PENSION OBLIGATION BONDS: Imelda Delos Santos reported no significant change.

INFRASTRUCTURE FINANCING AUTHORITY: Imelda Delos Santos reported no significant change.

5. PUBLIC COMMENT

None.

6. OTHER BUSINESS

None.

7. ADJOURNMENT

The next IOC meeting is scheduled for Thursday, October 27, 2023, at 10:00 a.m.
Don Kent adjourned the meeting at 10:26 a.m.

