



Minutes of Virtual Meeting

January 26, 2023

10:00 a.m.

Members Present:

Don Kent	Executive Office
Sergio Vidal	RCTC
John Byerly (alternate)	Treasurer-Tax Collector
Scott Price	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:

Michael Thomas	County Counsel
Megan Gomez	Housing and Workforce Solutions
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 RESOLUTION NO. 2022-003

A Resolution of the Investment Oversight Committee authorizing remote teleconference meetings of the legislative bodies of the Investment Oversight Committee for the period of October 27, 2022 to November 26, 2022 pursuant to the Ralph M. Brown Act.

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

3. APPROVAL OF MINUTES

The July 28, 2022 meeting minutes were reviewed and approved.

**MOTION: Don Kent moved to approve.
Scott Price seconded.
All were in favor. The motion was approved unanimously.**

4. MONTHLY DISCLOSURE REPORT ON INVESTMENT PORTFOLIO

The TPIF market value balance ending December 31, 2022, was \$13.98 billion, up from \$11.38 billion on September 30, 2022. The portfolio yield on December 30, 2022, was 2.92%, up from 1.76% on September 30, 2022. With inflation indicators remaining much higher than normal, the Federal Reserve raised its Fed Funds rate by 75 basis points on November 2nd and also another 50 basis points on December 14th, bringing the lower range of the rate to 4.25%.

The 1-year Treasury bill yield began the quarter at 3.98% and ended at 4.71%. The 2-year Treasury yield began the quarter at 4.28% and ended at 4.43%. The 5-year Treasury yield began the quarter at 4.09% and ended at 4.01%. With the portfolio's maturities mostly concentrated in the 'under 1 year' sector, we should see continued increases in our yield as we roll these maturities into higher yielding money fund investments. It is currently expected that the Federal Reserve will raise the Fed Funds rate by 25 basis points at its next meeting on February 1st.

5. INVESTMENT REPORTS OF FUNDS OUTSIDE OF THE COUNTY TREASURY

CORAL: Jarvyk Punzalan reported First American money market funds are now invested at higher yields. All accounts are invested with yields above 4% with the exception of CORAL Series 2019A. Cash total of \$10,000 in the 2009 Public Safety Communication & Woodcrest Library Projects added to the letter of credit fund for debt service interest which was paid in the beginning of January. Increases were due to interest earnings.

LAND SECURED DISTRICTS: Jarvyk Punzalan reported all accounts in First American money market funds are now invested at higher yields. Invested above 4%. Slight increases in balances are due to interest earnings. Only significant decrease was 2015 CFD 07-2 Clinton Keith due to project improvement expenditures.

SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY: Imelda Delos Santos reiterated that the Finance Team is reviewing the various portfolios so that funds are invested in higher yielding money market fund investments. To this end, the Successor Agency requested an investments prospectus from the Trustee in order to transfer the funds to a higher yielding money market fund investment. Responding to Don Kent, Imelda confirmed that the Series 2011 bonds must be invested in a non-AMT tax exempt investment as described in the bond indenture. Imelda stated the Successor Agency portfolio decreased in the second quarter due to the payment of debt service in October.

PENSION OBLIGATION BONDS: Imelda Delos Santos reported no significant change in the portfolio. She said that all the accounts in the portfolio are yielding high rates. Don Kent noted

that Mass Mutual took over and honored the County's Investment Agreement with FSA and that the investment yields an interest rate of 4.83% through 2035.

INFRASTRUCTURE FINANCING AUTHORITY: Imelda Delos Santos reported that consistent with the objective of maximizing the rates, the Fidelity Govt Class III investment (2017 Lease Revenue Bonds Series A) will be replaced by a higher yielding money market fund investment. The change will be reported in the next quarterly report.

6. PUBLIC COMMENT

None.

7. OTHER BUSINESS

None.

8. ADJOURNMENT

The next IOC meeting is scheduled for Thursday, April 27, 2023 at 10:00 a.m.
Don Kent adjourned the meeting at 10:25 a.m.