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# INVESTMENT OVERSIGHT COMMITTEE

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County of Riverside, Executive Office  
4080 Lemon Street, 4<sup>th</sup> Floor, Conference Room C  
Riverside, California 92501

## Meeting Minutes July 29, 2019

### **Members Present:**

Don Kent	Executive Office
Elliot Duchon	Jurupa Unified School District
Theresia Trevino	Riverside County Transportation Commission
Giovane Pizano	Treasurer-Tax Collector

### **Members Absent:**

Jon Christensen	Treasurer-Tax Collector
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### **Staff and Guests Present:**

Edwin Gomez	Riverside County Office of Education
Michael Thomas	County Counsel
Rose Salgado	Economic Development Agency
Mike Wallace	Housing Authority Economic Development Agency
Matt Jennings	Treasurer-Tax Collector
Jake Nieto	Treasurer-Tax Collector
Shelby Rogers	Student Intern, Treasurer-Tax Collector
Stephanie Persi	Executive Office
Susana Garcia	Executive Office
Jarvyk Punzalan	Executive Office
Valerie Arce	Executive Office

### **1. CALL TO ORDER**

Don Kent noted that four IOC members were in attendance and a quorum was established. He called the meeting to order at 10:00 a.m.

### **2. APPROVAL OF MINUTES**

Two minor corrections were identified by Don Kent. Theresia Trevino motioned to approve the meeting minutes of April 25, 2019 with the corrections. Don Kent seconded, and the motion passed.

### **3. MONTHLY DISCLOSURE REPORT ON INVESTMENT PORTFOLIO**

Giovane Pizano introduced Shelby Rogers, Student Intern and new member of the Treasurer-Tax Collector team. Ms. Rogers shared that she is attending the University of California, Riverside and was welcomed by all.

Mr. Pizano informed that Edwin Gomez, Deputy Superintendent of the Riverside County Office of Education, will be joining the meeting shortly and will be participating as a public member. The Treasurer-Tax Collector intends to nominate him as an IOC member to replace Paul Jessup.

From March to June, the portfolio dropped by \$700 million and this was expected. Funds are collected, then dispersed in May. This runs into June. The yield dropped from 235 to 232. The maturity of the portfolio increased from 1.04 to 1.06. The economy has been strong during this time. The Gross Domestic Product (GDP) has remained around 3.1%. Employment is strong within the United States with the unemployment rate at historically low levels. However, this is not the case outside of the U.S. Europe is close to a recession. Many emerging market economies are displaying a slow-down. The Federal Reserve met on May 1 and June 19, 2019 and decided not to raise rates. The markets reacted by moving down 30-50 basis points.

Mr. Kent shared that the Federal Reserve will meet again tomorrow. Mr. Pizano added that the markets are predicting a rate cut at that meeting. All will wait to hear more.

#### 4. INVESTMENT REPORTS OF FUNDS OUTSIDE THE COUNTY TREASURY

- a) **CORAL:** Mr. Pizano reported there are no major changes. There may be additional direct investment opportunities for CORAL and Land Secured Districts. Funds that are currently earning money market yields could be used to buy commercial market paper ahead of the expiration evaluation date which would reduce the risks of the trustee asking for additional funds to meet its obligations.
- b) **LAND SECURED DISTRICTS:** Stephanie Persi reported that there were no significant changes.
- c) **SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY:** Jarvyk Punzalan reported that, other than a decrease due to debt service payment in May, there were no significant changes.

Theresa Trevino noted errors on page 11 and 27 of the report. The bottom line amounts do not match the amount reported on the lines directly above. Mr. Kent requested Ms. Punzalan contact Columbia Capital Management to make them aware of this.

- d) **HOUSING AUTHORITY:** Michele Jordan reported that the Housing Authority refunding revenue bonds for the Corona projects were redeemed. The last Mobile Home Tenant Loan Program of \$6 million was closed. A total of \$850,000 was all allocated to Paseo de los Heroes and \$1 million to home repair. They are in an exclusive negotiation agreement with the developer on the Camino Real and Middleton projects in Jurupa Valley.
- e) **HOUSING AUTHORITY SUCCESSOR AGENCY:** Ms. Jordan reported no significant changes.
- f) **RIVERSIDE COUNTY DISTRICT COURT FINANCING CORPORATION:** Ms. Persi reported no significant changes.
- g) **PENSION OBLIGATION BONDS:** Ms. Persi reported no significant changes.

h) **RIVERSIDE PUBLIC FINANCING AUTHORITY:** Ms. Persi reported a drop in assets of \$10 million due to project costs payments.

i) **INFRASTRUCTURE FINANCING AUTHORITY:** Ms. Persi reported no significant changes.

**5. PUBLIC COMMENT**

Edwin Gomez, Deputy Superintendent with the Riverside County Office of Education, introduced himself and shared that he has 23 years in education. Mr. Kent stated that he appreciated the participation from Paul Jessup and welcomed Mr. Gomez.

Mr. Pizano reported that the Treasurer-Tax Collector will go before the Board of Supervisors on August 6 to nominate Mr. Gomez as an IOC member.

**6. OTHER BUSINESS**

None.

**7. ADJOURNMENT**

The next IOC meeting is scheduled for Thursday, October 24, 2019 at 10:00 a.m. Don Kent adjourned the meeting at 10:20 a.m.