



County of Riverside
INVESTMENT OVERSIGHT COMMITTEE (IOC)
Minutes of Virtual Meeting
October 27, 2022
10:00 a.m.

Members Present:

Don Kent	Executive Office
Mays Kakish	Beaumont Unified School District
Dr. Ruth Perez	Riverside County Office of Education
Sergio Vidal	RCTC
Giovane Pizano (alternate)	Treasurer-Tax Collector

Staff and Guests Present:

Kristine Valdez	County Counsel
Imelda Delos Santos	Executive Office
Ivanka Aghbashian	Executive Office
Jarvyk Punzalan	Executive Office
John Byerly	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: Mays Kakish moved to approve.
Dr. Ruth Perez 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.
Sergio Vidal seconded.
All were in favor. The motion was approved unanimously.**

4. MONTHLY DISCLOSURE REPORT ON INVESTMENT PORTFOLIO

The TPIF's market value ending September 30, 2022 was \$11.069 billion, down from \$11.553 billion on June 30, 2022. The portfolio yield on September 30, 2022 was 1.76%, up from 1.05% on June 30, 2022. With inflation still staying stubbornly high, the Federal Reserve raised its Fed Funds rate by 75 basis points on July 27th, and also another 75 basis points on September 21st, bringing the lower range of the rate to 3.00%. The 1-year U.S. Treasury bill yield began the quarter at 1.61% and ended at 3.99%. The 2-year Treasury yield began the quarter at 2.95%, and ended at 4.28%. The 5-year Treasury yield began the quarter at 3.04%, and ended at 4.09%.

With the portfolio's maturities still 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 market investments. It is currently expected that the Federal Reserve will continue to make incremental rate increases through at least the end of the 2022 calendar year, and possibly into 2023.

5. INVESTMENT REPORTS OF FUNDS OUTSIDE THE COUNTY TREASURY

CORAL: Jarvyk Punzalan reported a significant increase in the Hospital Bond fund balance from prior quarter, for the upcoming FY 22/23 debt service payment. First American funds are now invested at higher yields, and we'll see the change in next quarter's report.

LAND SECURED DISTRICTS: Jarvyk Punzalan reported cash for CFD 04-2 Lake Hills Crest has been reinvested into Morgan Stanley money market funds. Overall, significant decrease for CFDs/AD due to debt service payments in September. All accounts in First American funds are now invested at higher yields.

SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY: Imelda Delos Santos reported the new features of the Investment Reports such as the allocation percentage of the various investments to the overall portfolio and the addition of CUSIPs for each of the bond issues. For the Successor Agency, Imelda stated the portfolio benefited from the increases in interest rates, however, the overall portfolio decreased during the quarter by about \$11.6 million due to the payment of debt service in April.

PENSION OBLIGATION BONDS: Imelda Delos Santos reported no significant change but that the composition of the portfolio changed from last quarter to this quarter. She said the investment in the GIC with FSA (now MassMutual) is being drawn down at the end of the year per the requirement of the Agreement.

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

6. PUBLIC COMMENT

None.

7. OTHER BUSINESS

None.

8. ADJOURNMENT

The next IOC meeting is scheduled for Thursday, January 26, 2023 at 10:00 a.m.
Don Kent adjourned the meeting at 10:37 a.m.

