



SACRAMENTO COUNTY
TREASURY OVERSIGHT COMMITTEE
Regular Meeting — Friday, August 16, 2019 / 9:00 a.m.
700 H Street, Hearing Room One, Room 1487
Sacramento, California 95814

MINUTES

PRESENT: Jeremy Edwards, Angelica Hernandez, Ben Lamera, Mario Rodriguez, Michael Smith, Amanda Thomas, David Villanueva, Joseph Wilson.

ABSENT: Chris Parker, Ronald Seaman.

STAFF: Peggy Marti, Alan Matré, Dave Matuskey, Bernard Santo Domingo.

GUESTS: None.

1. CALL TO ORDER AND INTRODUCTIONS.

Vice-Chair Jeremy Edwards called the meeting to order at 9:02 a.m.

2. COMMENTS FROM THE PUBLIC.

There were no comments from the public.

3. APPROVAL OF MAY 17, 2019, MEETING MINUTES.

The minutes of the May 17, 2019, meeting were approved as amended on a motion made by Ben Lamera, seconded by Joseph Wilson, and carried (6-0).

4. DISCUSSION AND ACTION ON THE INTERNAL AUDIT OF NON-POOLED INVESTMENT FUNDS FOR THE QUARTER ENDED JUNE 30, 2019.

Alan Matré reported for the quarter ended June 30, 2019, that thirteen issues, three of which were new and one of which was external, were reviewed and no instances of non-compliance were found.

The Internal Audit Of Non-Pooled Investment Funds For The Quarter ended June 30, 2019, was accepted on a motion made by Angelica Hernandez, seconded by Mario Rodriguez, and unanimously carried (7-0).

5. STATUS REPORT ON MEMBER POSITIONS.

Dave Matuskey reported that Amanda Thomas from the Sacramento Metropolitan Fire District was elected as the Special Districts Representative and the First, Second, and Fifth District Public Member Representatives were all reappointed to the committee.

6. DISCUSSION AND ACTION ON THE QUARTERLY REPORT OF THE NON-POOLED FUNDS PORTFOLIO REPORT FOR THE QUARTER ENDED JUNE 30, 2019.

Bernard Santo Domingo presented the Quarterly Report of the Non-Pooled Funds Portfolio for the Quarter Ended June 30, 2019.

The Non-Pooled Funds Portfolio Reports For The Quarter Ended June 30, 2019, was accepted on a motion made by Michael Smith, seconded by Angelica Hernandez, and unanimously carried (7-0).

7. DISCUSSION AND ACTION ON THE QUARTERLY REPORT OF THE POOLED INVESTMENT FUND FOR THE QUARTER ENDED JUNE 30, 2019, AND COMPLIANCE WITH INVESTMENT POLICY.

Bernard Santo Domingo presented the Quarterly Report Of The Pooled Investment Fund For The Quarter Ended June 30, 2019, and Compliance with Investment Policy. 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. He stated the Fed cut rates for the first time in a decade in July, dropping the Fed Funds rate by 0.25%. He noted the 10-to-2-year yield curve is currently negative, which is an indicator of a coming recession, but that the U.S. economy still seems to be doing well. He stated that there is pressure on the Fed to cut rates with the global economy not doing well. Mr. Santo Domingo stated that with the expectation for the rate cuts, he forecasts lower pooled fund rates going forward.

The Quarterly Reports of the Pooled Investment Fund For The Quarter Ended June 30, 2019, were accepted on a motion made by Angelica Hernandez, seconded by Amanda Thomas, and unanimously carried (7-0).

8. OVERVIEW OF POOLED INVESTMENT FUND STATISTICS FROM VARIOUS JURISDICTION FOR JUNE 2019.

Bernard Santo Domingo presented the *Investment Fund Statistics Questionnaire Results – June 2019, Comparison of Various County Pooled Investment Funds and LAIF – 12-Month Yield Performance as of June 2019, and Overview of Pooled Investment Fund Statistics from Various Jurisdictions – Comparison of Yields and Average Weighted Maturities from September 30, 2018 – June 30, 2019.*

9. DISCUSSION AND ACTION ON REPORT OF COMPLIANCE WITH GOVERNMENT CODE SECTION 27133(c) AND INVESTMENT POLICY REGARDING POLITICAL CONTRIBUTIONS

Bernard Santo Domingo presented the Report of Compliance with Government Code Section 27133(c) and Investment Policy Regarding Political Contributions and stated that all broker/dealers and direct issuers were in compliance.

The Report of Compliance with Government Code Section 27133(c) and Investment Policy Regarding Political Contributions was accepted on a motion made by Joseph Wilson, seconded by Michael Smith, and unanimously carried (7-0).

10. NEXT MEETING REMINDER.

Chair Chris Parker reminded the committee that the next regular meeting of the Treasury Oversight Committee is scheduled for Friday, November 15, 2019, in the County Administration Center's Hearing Room One, Room 1487.

11. ADJOURNMENT.

The meeting was adjourned at 9:36 a.m.

Respectfully submitted:

Approved:

Dave Matuskey
Investment Officer

Chris Parker, Chair
Treasury Oversight Committee

cc: Treasury Oversight Committee Members
Department of Finance Staff