

TREASURY OVERSIGHT COMMITTEE MEETING

Wednesday, February 2, 2022 10:00 A.M.

TELECONFERENCE BY ZOOM

ALTURAS, CALIFORNIA 96101

MINUTES

Present: Cheryl Knoch, Modoc County Treasurer; Leslie Corder, MCOE Director of Financial Services; Elizabeth Guzman, MJUSD Business Manager; Kathie Rhoads, Modoc County Board of Supervisors; Marie Neer, Member at Large, Stephanie Wellemeyer, Modoc County Auditor, Chester Robertson, County Administrative Officer, Tiffany Martinez, Assistant County Administrative Officer

The meeting was called to order at 10:07 a.m. by Elizabeth Guzman.

By eMail: August 25, 2021 minutes, February 2, 2022 Agenda, Treasurer's Investment Portfolio, Treasury Bar Charts, and Treasurer's Investment Policy, Chandler Quarterly Report

1. Review Minutes from previous meeting: The minutes of the previous meeting were approved as submitted. Leslie Corder moved; Kathie Rhoads seconded. Motion approved.

2. Review Treasurer's Investment Portfolio and 2nd Quarter 2020-21 Interest Apportionment: Cheryl discussed the December 31 reports. Treasury shows healthy balance of \$48,000,000, with a positive total of \$57,000,000 and \$9,000,000 negative balance. Regarding the SGM Grant, with an update from Tiffany Martinez, Cheryl reported that invoices had been submitted and payment was expected by end of February. Leif Grant reimbursements can take three months to be paid. First payment is \$12,984. The Planning Department's LEAP grant has submitted their claim for reimbursement, previous claim took 3 months to receive funds. Stephanie is monitoring Grant Funding 135, which is the Sheriff's Homeland Security grant. EMPG has not submitted new claims. The Lake City Fire District spending of Workers' Comp exceeded the allocation of \$6,989. Cheryl is concerned that, as everywhere else, insurance costs keep going up and over extending fund allocations. Chester added that it is a concerning trend.

3. Review/approve Investment Policy: Cheryl reported that there had been no changes in law, so she sees no need to change policies for investment. Leslie asked if there had been a change of accounts borrowing from one another, and Cheryl said that there were no changes at this time. She will report to the Committee by next meeting. Leslie moved to approve the policy report. Kathie seconded. Motion passed.

4. Review Chandler Asset Management performance: Cheryl briefly reviewed history with Chandler, starting with them in August 2015. Interest apportionment rates have been down for two years, but their investments stay above benchmark. Modoc pays about \$12,000 annually for Chandler's management of \$10,000,000. She is very satisfied with their policies, as they outperform US Treasury and Agency Index. She added that of last summer, Jayson Schmitt CFA, has taken over management of the funds. She will present her report to the Modoc Board of Supervisors.

5. Schedule next Treasury Oversight Committee meeting: The next meeting is scheduled for May 19, 2022 at 10 a.m. tentatively via Zoom. The meeting was adjourned at 10:36 a.m.

Respectfully submitted
Marie Neer, Board Member
February 5, 2022

Elizabeth Guzman, Chair