

**SUBMITTAL TO THE BOARD OF SUPERVISORS  
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**



**ITEM: 2.16  
(ID # 22796)**

**MEETING DATE:**  
Tuesday, August 29, 2023

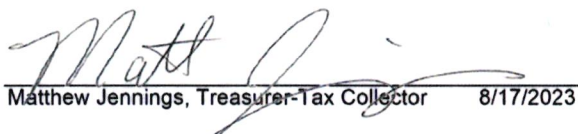
**FROM :** TREASURER-TAX COLLECTOR:

**SUBJECT:** TREASURER-TAX COLLECTOR: Receive and File the Treasurer's Monthly Disclosure Report on Investments dated July, 2023, All Districts. [\$0]

**RECOMMENDED MOTION:** That the Board of Supervisors:

1. Receives and files the 'Monthly Disclosure Report on Investments dated July, 2023'.

**ACTION:Consent**

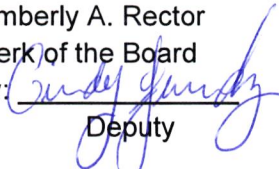
  
Matthew Jennings, Treasurer-Tax Collector 8/17/2023

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**MINUTES OF THE BOARD OF SUPERVISORS**

On motion of Supervisor Spiegel, seconded by Supervisor Perez and duly carried by unanimous vote, IT WAS ORDERED that the above matter is received and filed as recommended.

Ayes: Jeffries, Spiegel, Perez, Washington, and Gutierrez  
Nays: None  
Absent: None  
Date: August 29, 2023  
xc: Tax-Collector

Kimberly A. Rector  
Clerk of the Board  
By:   
Deputy

**SUBMITTAL TO THE BOARD OF SUPERVISORS COUNTY OF RIVERSIDE,  
STATE OF CALIFORNIA**

<b>FINANCIAL DATA</b>	<b>Current Fiscal Year:</b>	<b>Next Fiscal Year:</b>	<b>Total Cost:</b>	<b>Ongoing Cost</b>
<b>COST</b>	\$ 0	\$ 0	\$ 0	\$ 0
<b>NET COUNTY COST</b>	\$ 0	\$ 0	\$ 0	\$ 0
<b>SOURCE OF FUNDS: NA</b>			<b>Budget Adjustment:</b>	No
			<b>For Fiscal Year:</b>	2023-2024

**C.E.O. RECOMMENDATION:** Approve.

**BACKGROUND:**

**Summary**

The County Treasurer -Tax Collector is submitting the above noted report to the County Board of Supervisors in keeping with Section 53607 of the California Government Code, which requires a quarterly report on the status of investments. The practice has been to provide the Board with a monthly report. The report gives various statistics on the portfolio as to overall composition, liquidity, credit quality on the various securities and provides several trends on earning performance, average weighted maturity, and the portfolio's 'paper loss or gain'.

# COUNTY OF RIVERSIDE TREASURER-TAX COLLECTOR'S

MANAGED BY

**Matt Jennings**  
Treasurer-Tax Collector

Giovane Pizano  
Assistant Treasurer

John Byerly  
Chief Investment Officer

Steve Faeth  
Senior Investment Officer

Isela Licea  
Investment Officer

COUNTY ADMINISTRATIVE CENTER  
4080 LEMON STREET,  
4TH FLOOR,  
RIVERSIDE, CA 92502-2205

[WWW.COUNTYTREASURER.ORG](http://WWW.COUNTYTREASURER.ORG)



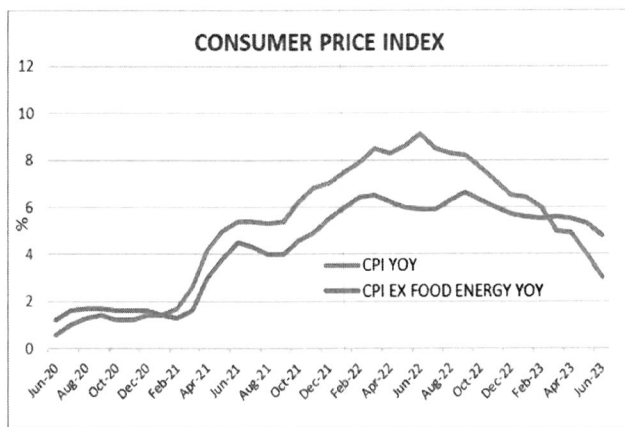
TREASURER-TAX COLLECTOR'S  
POOLED INVESTMENT FUND

July 2023 REPORT

## Inflation Finally Cooling

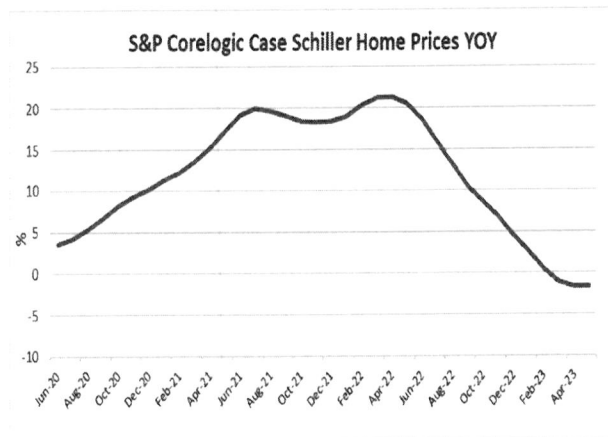
The economy of the United States is developing signs of slowing, driving the inflation rate lower. Job growth indicators weakened in July, with the monthly Nonfarm Payroll Index showing only 209,000 jobs were added. In addition, the Bureau of Labor Statistics revised their previous two month's values down. While this new trend in hiring is now clearly weaker, a 200k+ monthly job gain is still healthy.

Central to the interest rate story, and driving Federal Reserve action, is inflation. One measure of inflation, the Consumer Price Index (CPI), was reported up 3.00% on an annual basis, a significant deceleration from previous months. This is much improved from June 2022's 9.1% inflation rate and closing in on the Fed's desired 2.00% target level.



Housing, a major component of consumer costs, played a part in the CPI cooling. Higher mortgage costs are taking their toll on home sales, with many buyers unable to qualify for substantially higher monthly mortgage payments caused by higher rates. As home

buying activity slows, home prices are stabilizing. According to CoreLogic data, over the last 12 months, Inland Empire homes sold slipped 27%, while prices are finally capitulating, falling between 3-5%.



Seeing the FED's apparent success at reigning in inflation, investors are expecting the FED to pause their increases to short-term interest rates. This view encourages investors to lock-in interest rates by selecting securities with longer maturities. Intermediate yields dropped slightly in July. The 2-year Treasury Note yield began the month at a 4.94% yield and ended the month at 4.88%. The 5-year Treasury Note began the month at a 4.19% yield and ended the month at 4.18%. Stocks rose in July, with the Dow Jones Industrial Average beginning the month at 34,400 and ending the month at 35,600.

**Matt Jennings**  
**Treasurer-Tax Collector**

## Treasurer Tax-Collector Statement



### PORTFOLIO SUMMARY

Month End Values \$  
are Expressed in

000,000	Jul-23	Jan-23	Jul-22
Principal Value	13,117.15	13,032.62	11,179.87
Market Value*	12,887.89	12,795.38	10,985.70
Book Value*	13,177.60	13,063.40	11,189.74
Unrealized Gain/Loss*	(289.71)	(268.02)	(204.04)
Paper Gain or Loss %	-2.199%	-2.052%	-1.823%
Yield	3.86	3.15	1.25
WAM (Yrs)	1.35	1.34	1.23

\* Market values do not include accrued interest.

\* Book Value is amount paid changed by amortization, accretion, adjustments, write downs

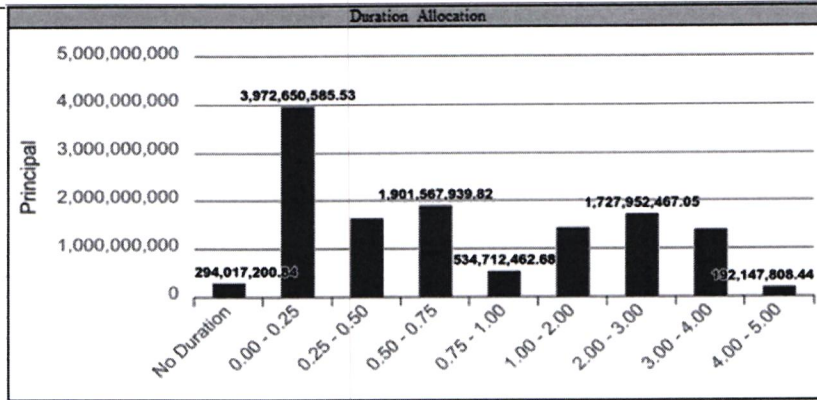
\* Unrealized Gain/Loss is Market Value - Book Value

The Treasurer's Pooled Investment Fund is comprised of contributions from the county, schools, special districts, and other discretionary depositors throughout the County of Riverside. The primary objective of the Treasurer shall be to **safeguard the principal** of the funds under the Treasurer's control, meet the **liquidity needs** of the depositor, and to maximize a **return on the funds** within the given parameters.

The Treasurer-Tax Collector and the Capital Markets team are committed to maintaining the highest credit ratings. The Treasurer's Pooled Investment Fund is currently rated **Aaa-bf** by **Moody's Investor Service** and **AAAf/S1** by **Fitch Ratings**, two of the nation's most trusted bond credit rating services.

Since its inception, the Treasurer's Pooled Investment Fund has been in **full compliance** with the Treasurer's Statement of Investment Policy, which is more restrictive than California Government Code 53646.

# TPIF STATS

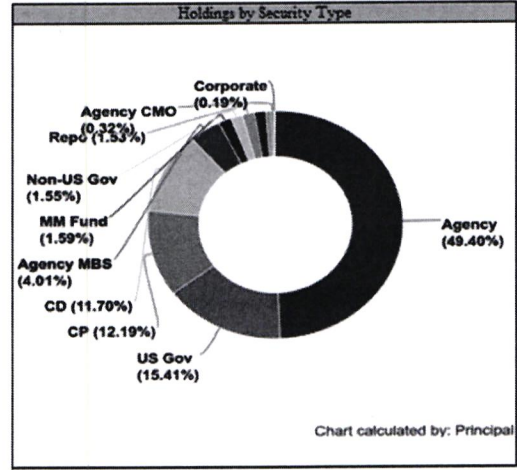


**Composite Credit Ratings**

Rating	Moody's Rating	Market Value	Fitch Rating
AAA	Aaa	575,241,989.77	---
AA+	Aaa	6,191,756,865.10	---
AA	Aa2	74,303,369.60	---
AA-	Aa2	9,325,389.00	---
NA	NA	615,007,875.84	---
A-1+	P-1	4,445,101,933.93	---
A-1	P-1	977,159,254.04	---

**Holdings by Security Type**

Security Type Category	Days to Final Maturity	Par Value	Market Price	Yield	Principal
Corporate	168	25,000,000.00	99.1537	4.967	24,674,750.00
Agency CMO	689	42,745,801.29	96.4371	4.588	41,675,380.26
Mutual Fund	---	93,213,169.12	1.0086	4.730	94,017,200.84
Muni	484	184,460,000.00	97.0310	1.795	185,310,815.00
Repo	1	200,000,000.00	100.0000	5.320	200,000,000.00
Non-US Gov	415	203,895,000.00	96.4264	2.221	202,808,207.58
MM Fund	0	208,000,000.00	1.0000	5.298	208,000,000.00
Agency MBS	1372	534,680,524.53	95.9185	4.196	525,680,751.18
CD	132	1,535,000,000.00	100.0000	5.484	1,535,000,000.00
CP	75	1,631,990,000.00	98.9971	5.276	1,598,282,121.84
US Gov	485	2,040,000,000.00	96.8202	3.221	2,021,473,230.55
Agency	646	6,537,952,250.00	96.4471	3.301	6,480,233,974.78
<b>Total</b>	<b>493</b>	<b>13,236,936,744.95</b>	<b>95.1043</b>	<b>3.863</b>	<b>13,117,166,432.03</b>



# PORTFOLIO CASHFLOWS

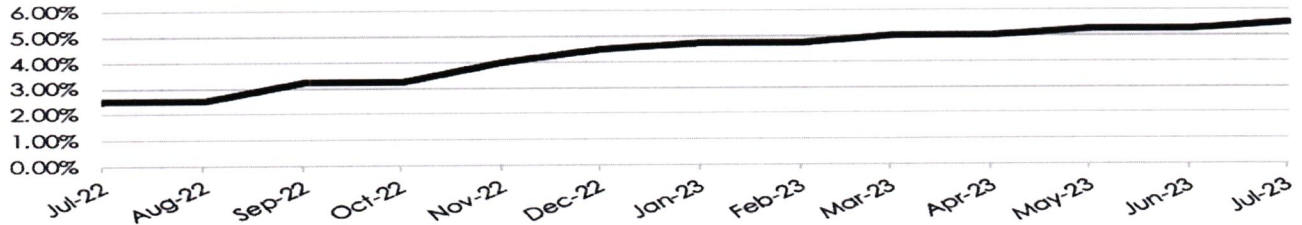
Month	Monthly Receipts	Monthly Disbursements	Difference	Required Matured Investments	Balance	Actual Investments Maturing	Available to Invest > 1 Year
08/2023					62.09		
08/2023	1,800.00	1,600.00	200.00		200.00	1,541.39	
09/2023	2,100.00	1,750.00	350.00		550.00	1,334.37	
10/2023	1,750.00	2,100.00	-350.00		200.00	1,042.08	
11/2023	1,670.00	1,800.00	-130.00		70.00	705.25	
12/2023	3,900.00	1,800.00	2100.00		2,170.00	224.98	
01/2024	1,800.00	2,800.00	-1000.00		1,170.00	846.26	
02/2024	1,600.00	2,200.00	-600.00		570.00	432.57	
03/2024	2,600.00	1,900.00	700.00		1,270.00	743.22	
04/2024	3,131.00	2,100.00	1031.00		2,301.00	203.17	
05/2024	2,300.00	3,075.25	-775.25		1,525.75	497.08	
06/2024	2,100.00	2,300.00	-200.00		1,325.75	346.22	
07/2024	1,200.00	2,300.00	-1100.00		225.75	87.81	
<b>TOTALS</b>	<b>25,951.00</b>	<b>25,725.25</b>	<b>225.75</b>	<b>0.00%</b>	<b>11,640.34</b>	<b>8,004.39</b>	<b>13,236.93</b>
						<b>60.47%</b>	<b>100.00%</b>

# FIXED INCOME MARKETS

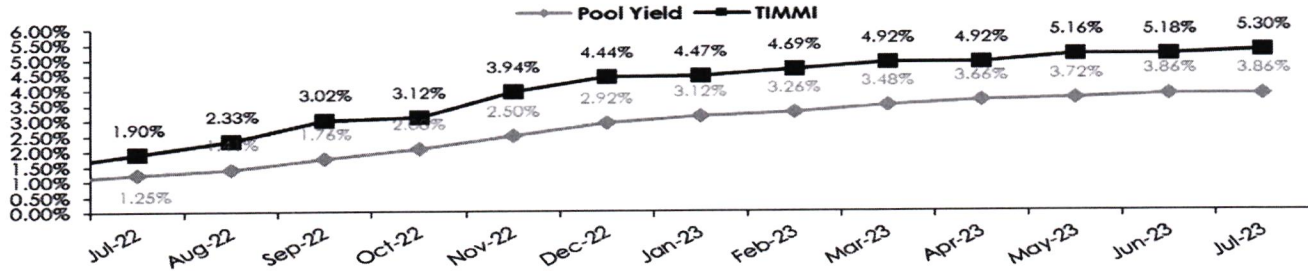
## FED FUNDS UPPER LIMIT RATE

Fed Fund Rate: 5.25% to 5.50%

Next FOMC Scheduled Meeting: 09/20/2023



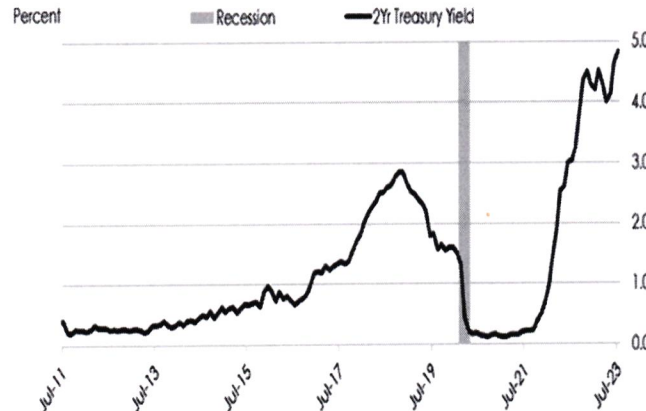
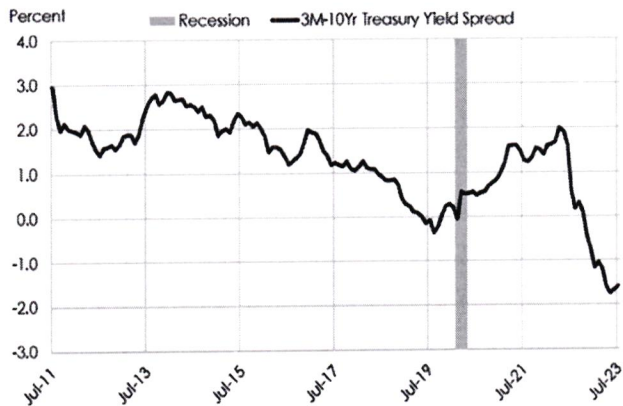
## TIMMI



The Treasurer's Institutional Money Market Index (TIMMI) is a composite index of four AAA rated prime institutional money market funds.

Their average yield is compared to the yield of the Treasurer's Pooled Investment Fund in the above graph.

## US Treasury Market



US Treasury Yield Curve	3 Mo	6 Mo	1 Yr	2 Yr	3 Yr	5 Yr	10 Yr	30 Yr
07/31/2023 - 07/03/2023	0.11	0.00	-0.06	-0.06	-0.05	-0.01	0.11	0.15
07/31/2023	5.55	5.53	5.37	4.88	4.51	4.18	3.97	4.02
07/03/2023	5.44	5.53	5.43	4.94	4.56	4.19	3.86	3.87

## Compliance Status: Full Compliance

The Treasurer's Pooled Investment Fund was in full compliance with the County of Riverside's Treasurer's Statement of Investment Policy. The County's Statement of Investment Policy is more restrictive than California Government Code 53646. The County's Investment Policy is reviewed annually by the County of Riverside's Oversight Committee and approved by the Board of Supervisors.

Investment Category	GOVERNMENT CODE			COUNTY INVESTMENT POLICY			Actual % of Book Value
	Maximum Maturity	Authorized % Limit	S&P/ Moody's	Maximum Maturity	Authorized % Limit	S&P/ Moody's	
<b>MUNICIPAL BONDS (MUNI)</b>	5 YEARS	NO LIMIT	NA	4 YEARS	15%	AA-/Aa3/AA-	<b>1.34%</b>
<b>U.S. TREASURIES</b>	5 YEARS	NO LIMIT	NA	5 YEARS	100%	NA	<b>15.43%</b>
<b>LOCAL AGENCY OBLIGATIONS (LAO)</b>	5 YEARS	NO LIMIT	NA	3 YEARS	2.50%	INVESTMENT GRADE	<b>0.00%</b>
<b>FEDERAL AGENCIES</b>	5 YEARS	NO LIMIT	AAA	5 YEARS	100%	NA	<b>53.72%</b>
<b>COMMERCIAL PAPER (CP)</b>	270 DAYS	40%	A1/P1	270 DAYS	40%	A1/P1/F1	<b>12.26%</b>
<b>NEGOTIABLE CERTIFICATE OF DEPOSITS &amp; COLLATERALIZED TIME DEPOSITS (NCD &amp; TCD)</b>	5 YEARS	30%	NA	1 YEAR	25% Combined	A1/P1/F1	<b>11.65%</b>
<b>INT'L BANK FOR RECONSTRUCTION AND DEVELOPMENT AND INT'L FINANCE CORPORATION</b>	NA	NA	NA	4 YEARS	20%	AA/Aa/AA	<b>1.54%</b>
<b>REPURCHASE AGREEMENTS (REPO)</b>	1 YEARS	NO LIMIT	NA	45 DAYS	40% max, 25% in term repo over 7 days	A1/P1/F1	<b>1.52%</b>
<b>REVERSE REPOS</b>	92 DAYS	20%	NA	60 DAYS	10%	NA	<b>0.00%</b>
<b>MEDIUM TERM NOTES (MTNO)</b>	5 YEARS	30%	A	3 YEARS	20%	A/A2/A	<b>0.19%</b>
<b>CALTRUST SHORT TERM FUND</b>	NA	NA	NA	DAILY LIQUIDITY	1.00%	NA	<b>0.71%</b>
<b>MONEY MARKET MUTUAL FUNDS (MMF)</b>	60 DAYS <sup>(1)</sup>	20%	AAA/Aaa <sup>(2)</sup>	DAILY LIQUIDITY	20%	AAA by 2 Of 3 RATINGS AGC.	<b>0.05%</b>
<b>LOCAL AGENCY INVESTMENT FUND (LAIF)</b>	NA	NA	NA	DAILY LIQUIDITY	Max \$50 million	NA	<b>0.00%</b>
<b>CASH/DEPOSIT AC-COUNT</b>	NA	NA	NA	NA	NA	NA	<b>1.52%</b>













5.484 100.0000 12/10/2023 1,535,000,000.00 1,535,000,000.00 1,535,000,000.00 0.00

CP
Cusip Description Yield Market Price Final Maturity Par Value Market Value Book Value Net Unrealized Gain/Loss
7426M5V14 Private Export Funding Corporation 4.956 100.0000 08/01/2023 25,000,000.00 25,000,000.00 25,000,000.00 0.00

5.274 99.0069 10/14/2023 1,631,990,000.00 1,615,622,869.31 1,615,622,869.32 (0.00)

Corporate
COPR
Cusip Description Yield Market Price Final Maturity Par Value Market Value Book Value Net Unrealized Gain/Loss
742651D16 PRIVATE EXPORT FUNDING CORP 4.967 99.1537 01/15/2024 25,000,000.00 24,788,425.00 24,843,015.17 (54,590.17)

M Fund
MMFUND
Cusip Description Yield Market Price Final Maturity Par Value Market Value Book Value Net Unrealized Gain/Loss
949921126 ALLSPRING GOVT MM SEL 5.250 1.0000 07/31/2023 1,000,000.00 1,000,000.00 1,000,000.00 0.00

5.298 1.0000 07/31/2023 208,000,000.00 208,000,000.00 208,000,000.00 0.00

Muni
MUNI
Cusip Description Yield Market Price Final Maturity Par Value Market Value Book Value Net Unrealized Gain/Loss
419792F76 HAWAII ST 0.422 100.0000 08/01/2023 15,000,000.00 15,000,000.00 15,000,000.00 0.00

1.793 97.0282 11/27/2024 184,460,000.00 178,983,443.75 184,924,721.02 (5,941,277.27)

Mutual Fund
Open-End Fund
Table with columns: Cusip, Description, Yield, Market Price, Final Maturity, Par Value, Market Value, Book Value, Net Unrealized Gain/Loss

Non-US Gov
SUPRANATIONAL
Table with columns: Cusip, Description, Yield, Market Price, Final Maturity, Par Value, Market Value, Book Value, Net Unrealized Gain/Loss

Repo
REPO
Table with columns: Cusip, Description, Yield, Market Price, Final Maturity, Par Value, Market Value, Book Value, Net Unrealized Gain/Loss

US Gov
T-BILL
Table with columns: Cusip, Description, Yield, Market Price, Final Maturity, Par Value, Market Value, Book Value, Net Unrealized Gain/Loss

US Gov
US GOV
Table with columns: Cusip, Description, Yield, Market Price, Final Maturity, Par Value, Market Value, Book Value, Net Unrealized Gain/Loss

912828P46	UNITED STATES TREASURY	0.799	92.7656	02/15/2026	10,000,000.00	9,276,562.50	10,205,658.46	(929,095.96)
912828P46	UNITED STATES TREASURY	0.670	92.7656	02/15/2026	10,000,000.00	9,276,562.50	10,238,669.34	(962,106.84)
91282CBQ3	UNITED STATES TREASURY	0.591	90.0313	02/28/2026	20,000,000.00	18,006,250.00	19,953,780.59	(1,947,530.59)
91282CBT7	UNITED STATES TREASURY	0.715	90.5313	03/31/2026	25,000,000.00	22,632,812.50	25,022,937.73	(2,390,125.23)
91282CCJ8	UNITED STATES TREASURY	0.882	90.2188	06/30/2026	20,000,000.00	18,043,750.00	19,996,016.15	(1,952,266.15)
91282CCJ8	UNITED STATES TREASURY	0.906	90.2188	06/30/2026	35,000,000.00	31,576,562.50	34,968,913.52	(3,392,351.02)
91282CCW9	UNITED STATES TREASURY	0.832	89.3594	08/31/2026	25,000,000.00	22,339,843.75	24,885,889.59	(2,546,045.84)
91282CCW9	UNITED STATES TREASURY	0.902	89.3594	08/31/2026	25,000,000.00	22,339,843.75	19,934,054.57	(2,015,304.57)
91282CCZ2	UNITED STATES TREASURY	0.982	89.5938	09/30/2026	20,000,000.00	17,918,750.00	14,257,598.31	(1,818,535.81)
91282CCZ2	UNITED STATES TREASURY	2.540	89.5938	09/30/2026	15,000,000.00	13,439,062.50	9,467,968.05	(461,718.05)
91282CDG3	UNITED STATES TREASURY	2.884	90.0625	10/31/2026	10,000,000.00	9,006,250.00	9,467,968.05	(232,427.10)
912810EY0	UNITED STATES TREASURY	4.205	105.9375	11/15/2026	25,000,000.00	26,484,375.00	26,716,802.10	(270,087.67)
912810EZ7	UNITED STATES TREASURY	4.099	90.2500	11/30/2026	25,000,000.00	22,562,500.00	22,832,587.67	(720,866.28)
91283CF4	UNITED STATES TREASURY	3.048	106.9375	02/15/2027	15,000,000.00	16,040,625.00	16,761,491.28	(1,561,068.85)
91283CF4	UNITED STATES TREASURY	2.502	93.7500	03/31/2027	25,000,000.00	23,437,500.00	24,998,568.85	(1,559,637.70)
91283CF4	UNITED STATES TREASURY	2.503	93.7500	03/31/2027	25,000,000.00	23,437,500.00	24,997,137.70	(1,017,854.51)
91283ZS2	UNITED STATES TREASURY	2.845	86.5938	05/31/2027	20,000,000.00	17,318,750.00	18,336,604.51	(650,251.50)
91283CFW7	UNITED STATES TREASURY	3.109	96.1719	06/30/2027	15,000,000.00	14,425,781.25	15,076,032.75	(594,087.00)
91283CFW7	UNITED STATES TREASURY	3.213	96.1719	06/30/2027	15,000,000.00	14,425,781.25	15,019,868.25	(644,913.47)
912810FA1	UNITED STATES TREASURY	3.247	107.2813	08/15/2027	15,000,000.00	16,092,187.50	16,737,100.97	(504,394.96)
912810FA1	UNITED STATES TREASURY	3.483	107.2813	08/15/2027	15,000,000.00	16,092,187.50	16,596,582.46	(192,579.09)
91282CFH9	UNITED STATES TREASURY	3.269	95.6094	08/31/2027	5,000,000.00	4,780,468.75	4,973,047.84	(174,565.59)
912810FB9	UNITED STATES TREASURY	4.003	107.0156	11/15/2027	15,000,000.00	16,052,343.75	16,226,909.34	(249,738.06)
91282CFZ9	UNITED STATES TREASURY	3.840	98.4688	11/30/2027	15,000,000.00	14,770,312.50	15,020,050.56	(212,528.62)
91282CFZ9	UNITED STATES TREASURY	4.048	98.4688	11/30/2027	25,000,000.00	24,617,187.50	24,829,716.12	(62,016.26)
91282CHK0	UNITED STATES TREASURY	4.125	99.2031	06/30/2028	25,000,000.00	24,800,781.25	24,862,797.51	
---	UNITED STATES TREASURY	2.160	95.5354	07/27/2025	1,320,000,000.00	1,259,781,250.00	1,317,478,919.16	(57,697,669.16)

Summary

Cusip	Description	Yield	Market Price	Final Maturity	Par Value	Market Value	Book Value	Net Unrealized Gain/Loss
---	---	3.860	95.1060	12/05/2024	13,236,936,744.95	12,887,896,677.29	13,177,600,774.60	(289,704,097.31)





COUNTY OF RIVERSIDE  
TREASURER-TAX COLLECTOR  
CAPITAL MARKETS

COUNTY ADMINISTRATIVE CENTER  
4080 LEMON STREET,  
4TH FLOOR,  
RIVERSIDE, CA 92502-2205