



LARRY COHEN, MBA
SAN DIEGO COUNTY TREASURER-TAX COLLECTOR
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TREASURY OVERSIGHT COMMITTEE

October 08, 2025

Voting Members Present:

Seat 1: Myrna Zambrano, Acting-County Treasurer, Ex-officio

Seat 2: Tracy Drager, County Auditor-Controller, Ex-officio

Seat 3: Joan Bracci, Board of Supervisors Representative/CFO

Seat 4: Michael Simonson, San Diego County Office of Education, County Superintendent of Schools Representative, Ex-officio

Seat 6: Kimberly Trammel, SANDAG, Special District Representative

Seat 7: Colleen Harvey, Public Member (Public Finance Expertise)

Seat 8: Gabriel Wisdom, Public Member (Public Finance Expertise)

County Staff:

Chris Herrera, Chief Deputy Treasurer, Treasury & Investment Division

RC Kinzly, Chief Investment Officer, Treasury & Investment Division

Kevin Foley, Investment Officer, Treasury & Investment Division

Kevin McManus, Investment Officer, Treasury & Investment Division

Amparo Chavez, Treasury Accounting Manager, Treasury & Investment Division

Sander Franken, Principal Accountant, Treasury & Investment Division

Kristine Gachalian, Investment Analyst, Treasury & Investment Division

Ramy Hajjar, Investment Analyst, Treasury & Investment Division

Robert Goshey-Garcia, Admin Analyst, Treasury & Investment Division



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Guests:

Lindsey Zimmerman, Brown Armstrong Accountancy Corporation

Jayson Schmitt, Chandler Asset Management

Public:

No public attendees

1. Call Meeting to Order

Myrna Zambrano, Acting-County Treasurer, called the meeting to order at 1:31 PM in Room 302 in the County Administration Center (CAC).

2. Requests by Public to Address the Treasury Oversight Committee (TOC) on any Matter within the Committee's Jurisdiction

No members of the public were present.

3. Approval of April 9, 2025, Meeting Minutes

The April 9, 2025 meeting minutes was reviewed and approved by the Committee.

ACTION: Tracy Drager made a motion to approve, and Mike Simonson seconded the motion. The minutes were approved unanimously.

4. Fiscal Year 2024-25 Audit and Annual Comprehensive Financial Report Update

Lindsey Zimmerman, Partner with Brown Armstrong Accountancy Corporation, presented the update on the annual audit for FY 2024-25. They performed all their audit procedures in terms of internal controls as well as



compliance audit and happy to report they have no findings thus far. The audit is on schedule to be issued November 14, 2025.

5. Economic Update

Chris Herrera, Chief Deputy Treasurer, provided an update on the economy and the market. The Fed resumed rate cuts in September 2025, lowering the target range to 4.00%–4.25%, with markets expecting additional cuts through next year. Inflation remains slightly elevated, and unemployment has risen to 4.3% amid slowing payroll growth and a major downward job revision. Despite these mixed signals, GDP growth is strong at around 3.8%. Manufacturing remains in contraction, but services, consumer spending, and retail sales are holding up reasonably well.

Markets have been volatile but generally strong, with equities rebounding sharply after an early-year drop and reaching high valuations, particularly in tech and AI. Credit spreads are near decade lows, and the yield curve has steepened, prompting increased allocations to Treasuries. In San Diego, housing price growth has cooled, sales remain low, and mortgage rates hover near 6.5%–6.8%, with the median detached home price around \$1 million.

6. Portfolio Review

Richard Kinzly, Chief Investment Officer, presented the key portfolio metrics as of August 2025. The book value was \$14 billion which was a \$0.8 billion increase in book value year-over-year. Decline was driven by a decrease in bond proceeds. The yield to maturity was 3.78% which is a 13 basis point increase in yield year-over-year. The projected pool yield in FY25/26 is 3.65%. The Weighted Average Maturity increased to 646 days in August 2025 versus 526 days in August 2024.

7. 2026 Investment Policy Update

Kevin Foley, Investment Officer, presented the Investment Policy update for 2026. In accordance with its duties, the Treasury Oversight Committee is asked to review and monitor the San Diego County Treasurer's Pooled Money Fund Investment Policy. The



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Investment Policy is anticipated to be presented for annual approval to the Board of Supervisors on

The 2026 Investment Policy includes non-material revisions from the 2025 version. The specific changes are as follows:

- Section 15 A. - Increasing maturity limit of commercial paper investments from 270 days to 397 days to match recent change in CA Code
- Section 37 C. – interest rate calculation frequency changed from quarter-end to month-end to align with county policy
- Updated references from 2025 to 2026 where applicable

ACTION: Gabriel Wisdom made a motion to approve, and Kimberly Tramel seconded the motion. The Investment Policy was approved unanimously.

8. **Proposed 2026 Meeting Schedule**

For 2026, the proposed meetings are April 1, 2026, and September 30, 2026 at 1:30 PM.

9. **Adjournment**

The meeting adjourned at 2:11 PM.

Minutes taken by Robert Goshey-Garcia, Admin Analyst