



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

Minutes of the April 1, 2026, Meeting

Voting Members Present:

Seat 1: Larry Cohen, County Treasurer, Ex-officio

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

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

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:

Myrna Zambrano, Assistant Treasurer-Tax Collector

Chris Herrera, Chief Deputy Treasurer, Treasury & Investment Division

RC Kinzly, Chief Investment Officer, Treasury & Investment Division

Laura Dolan, Sr. Deputy County Council

Kevin Foley, CFA, Investment Officer, Treasury & Investment Division

Kevin McManus, CFA, Investment Officer, Treasury & Investment Division

Michael Adkins, II, 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:

Jayson Schmitt, Chandler Asset Management

Alaina Vandermade, Brown Armstrong Accountancy Corporation

Public:

No public attendees

1. Call Meeting to Order

Chair Colleen Harvey, called the meeting to order at 1:32 PM in Room 162W 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 October 8, 2025, Meeting Minutes

The October 8, 2025 meeting minutes were reviewed and approved by the Committee.

ACTION: Larry Cohen made a motion to approve, and Joan Bracci seconded the motion. The minutes were approved unanimously.

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

Alaina Vandermade, Partner with Brown Armstrong Accountancy Corporation, presented the annual audit update for the fiscal year ended June 30, 2025. She reported that no significant changes or new accounting policies were adopted during the year. The audit included a detailed review of the fair value of investments to ensure all valuation methods were applied appropriately. Disclosures were also examined



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thoroughly to confirm they were presented accurately. Ms. Vandermade noted that there were no difficulties encountered during the audit, no corrected or uncorrected misstatements, and no disagreements with management.

The audit for fiscal year 2026 is scheduled to begin on June 1, with the final report expected to be issued on November 13, 2026.

5. Economic Update

Chris Herrera, Chief Deputy Treasurer, provided an update on the economy and financial markets. He noted that the Federal Reserve remains on hold, with markets not pricing in any rate cuts until July 2027. Inflation remains slightly elevated at 2.4%, and a recent spike in oil prices has added upward pressure on future inflation. Unemployment has risen to 4.4% amid slowing payroll growth and a significant downward revision to prior job figures. Despite these mixed signals, GDP growth remains strong at approximately 3.8%. Manufacturing continues to contract, while services, consumer spending, and retail sales are performing reasonably well.

Financial markets have been volatile but generally strong. Equities have rebounded sharply following an early-year decline, reaching high valuations driven largely by continued strength in the technology sector. Credit spreads are near decade lows, and the yield curve has steepened, prompting increased allocations to U.S. Treasuries. In the San Diego region, housing-price growth continues to lag other major metros, with sales remaining low. Mortgage rates are ranging between 5.98% and 7.79%, currently around 6.44%, and the median price of a detached home is approximately \$1 million.

6. Portfolio Review

RC Kinzly, Chief Investment Officer, presented the key portfolio metrics as of February 2026. The pool's book value was \$16.1 billion, representing a \$200 million year-over-year decrease driven primarily by lower bond proceeds. The yield to maturity was 3.86%, a nine-basis-point increase from the prior year. The projected pool yield for FY 2026–27 is 3.65%. The weighted average maturity increased to 540 days in February 2026, up from 460 days in February 2025.



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7. Treasurer's Updates

Larry Cohen, Treasurer-Tax Collector, shared reflections on his first four months in the position. He emphasized the importance of managing Treasury and Tax Collection as distinct yet critical operational units.

His priorities for the next eight months include continuing the IPTS (property tax) software update and modernization. He noted the need to encourage taxpayers to submit payments online to reduce mail volume and minimize interest loss. Currently, more than 170,000 mailed payments delay the deposit of over \$1 billion, resulting in millions in lost interest earnings. He also plans to secure additional internal resources to accelerate processing and improve overall operational efficiency. Finally, he underscored that the Treasurer-Tax Collector's Office "brings money" to the County rather than generating net costs.

8. Next 2026 Meeting Schedule

September 30, 2026, at 1:30 PM.

9. Adjournment

The meeting adjourned at 2:10 PM by Chair Colleen Harvey.

Minutes taken by Robert Goshey-Garcia, Admin Analyst