MINUTES
INVESTMENT ADVISORY BOARD

Thursday, July 23, 2026 - 5:00 p.m.
City of Huntington Beach
City Council Chambers
2000 Main Street
Huntington Beach, CA 92648

Chair Schreiber called the meeting to order at 5:15 P.M. and led the Pledge of Allegiance.

MEMBERS PRESENT:	Allen Schreiber, Chair Doug Misterly, Vice-Chair (via phone) Mark Ellett, Board Member (via phone) Martha Morrow, Board Member Michelle Schuetz, Board Member
MEMBERS ABSENT:	Richard Jackson, Board Member
STAFF PRESENT:	Jason Schmitt, City Treasurer Joyce Zacks, Deputy City Treasurer Colin Stevens, Treasury Manager

PUBLIC COMMENTS

There were no public comments.

CONSENT ITEMS

Approval of Meeting Minutes

Motion: Moved by Chair Schreiber and seconded by Vice-Chair Misterly to approve the Investment Advisory Board Meeting Minutes dated Thursday, April 23, 2026.

The motion carried by the following votes: 5-0-1
Ayes: Schreiber, Misterly, Ellett, Morrow, Schuetz
Noes: None

DISCUSSION ITEMS AND POTENTIAL RECOMMENDATIONS

The Board received and filed the Quarterly Investment Report for the quarter ending June 30, 2026.

Supplemental Retirement Plan Overview: Darren Stewert of BFSG provided an overview of the plan currently invested by U.S. Bancorp Asset Management, explaining who qualifies and the Board oversight structure (Treasurer, City Manager and CFO). The expected return on the portfolio is 6.25%, while the actual portfolio is returning 6.44%. The plan is potentially over-funded and the

DRAFT

board may consider derisking the portfolio or transferring it to a pension insurance provider pending the results of an audit in mid-September.

Investment Portfolio & Market Outlook: City Treasurer Schmitt provided an update on the City's investment portfolio, including a quarterly yield of 3.94%, outperforming last year and the 18-month Treasury Index at 3.75%. Portfolio diversification, focus on longer maturities, and utilizing higher yielding investments to capitalize on elevated interest rates all contributed to the record results. No compliance issues were reported. It was noted that overall City finances moved from an $8 million dollar deficit in the adopted budget to a $1 million surplus in the mid-year forecast, partially attributable to increased investment earnings.

Other Treasury Initiatives: City Treasurer outlined the major operational initiatives that his office has completed including the reorganization of the department, expansion of the City's broker-dealer network, and an improved cashflow model. He noted the launch of the new My Meter water billing software and the Deckard software for short-term rentals, as well as the ongoing hotel audit related to Transit Occupancy Taxes. Finally, he announced the Advanced Public Investment Certification acquired by both the City Treasurer and Colin Stevens. Positive feedback was given by board members on investment strategy, departmental progress, and the use of technology and automation.

ADJOURNMENT

Motion: Moved by Chair Schreiber and seconded by Board Member Morrow to adjourn the meeting at 5:35 P.M.

The motion carried by the following votes: 5-0-1
Ayes: Schreiber, Misterly, Ellett, Morrow, Schuetz
Noes: None

Submitted by: Jason Schmitt, City Treasurer
Prepared by: Joyce Zacks, Deputy City Treasurer