



**BOARD OF SUPERVISORS  
AGENDA LETTER**

**Agenda Number:**

**Clerk of the Board of Supervisors**  
105 E. Anapamu Street, Suite 407  
Santa Barbara, CA 93101  
(805) 568-2240

**Department Name:** Treasurer - Tax Collector  
**Department No.:** 065  
**For Agenda Of:** May 14, 2024  
**Placement:** Administrative  
**Estimated Tme:**  
**Continued Item:** No  
**If Yes, date from:**  
**Vote Required:** Majority

---

**TO:** Board of Supervisors  
**FROM:** Department Harry E. Hagen, CPA, CCMT, CPFA, CPFO, ACPFIM, CFIP,  
Director(s) CGIP, Treasurer - Tax Collector 805-568-2490  
Contact Info: Daniel A. Chandler, CPA, CCMT, CFIP, CGIP, Chief Investment Officer  
805-568-2925  
**SUBJECT:** Treasurer’s Investment Pool Report for the quarter ended March 31, 2024 and Investment Policy Statement

---

**County Counsel Concurrence**

As to form: N/A

**Auditor-Controller Concurrence**

As to form: N/A

**Other Concurrence:**

As to form: N/A

**Recommended Actions:**

That the Board of Supervisors:

- A. Accept for filing the Treasurer’s Investment Pool Report for the quarter ended March 31, 2024 pursuant to California Government Code section 53646(b).
- B. Review and approve the Investment Pool Policy Statement pursuant to California Government Code Section 53646.
- C. Authorize the County Treasurer to manage the investment pool in accordance with the policy, pursuant to section 53646(a) and 53607 of the Government Code.

**Summary Text:**

The value of the Treasurer’s Investment Pool at principal cost on March 31, 2024, was \$2,625,723,294. The market value of the investment pool was \$2,580,412,669. The weighted average days-to-maturity (WAM) for the investment pool was 568 days.

The Treasurer's Investment Pool earned \$16,939,311 for the quarter ending March 31, 2024, an annualized return of 2.61%. The net yield earned over the past year is 2.31%. Per California Government Code Section 53600.5, the Santa Barbara County Treasurer has a mandated responsibility to manage and invest public funds with the primary objective of safeguarding principal, the secondary objective of meeting the liquidity needs of pool participants, and thirdly, the objective of attaining a market average rate of return, consistent with the primary objectives of safety and liquidity.

For the quarter ending March 31, 2024, the Treasurer's Investment Pool anticipated and met all liquidity requirements, precluding any need to sell holdings unexpectedly at a potential loss to meet cash flow demands.

All investments purchased, met, or exceeded state and local policy requirements for credit quality. The credit quality of assets held in the Treasurer's Investment Pool is monitored on an ongoing basis.

The Santa Barbara County Treasurer conforms to all applicable State statutes and County resolutions that govern the investment of public funds.

### **Background:**

This quarterly report is being submitted to you pursuant to California Government Code section 53646(b). In addition, California Government Code section 53646(b)(3) requires the Treasurer-Tax Collector to include a statement in the Treasurer's Report affirming the ability of the Santa Barbara County Investment Pool to meet expenditure requirements for the next six months. This report was reviewed and approved by the Treasury Oversight Committee at its quarterly meeting on April 29, 2024. The Treasury Oversight committee promotes public interest and is governed by California Government Code sections 27130 through 27133.

The Treasurer's Investment Pool is managed by the County Treasurer's office on behalf of the County, local community colleges, local school districts, and other districts and agencies. California Government Code Section 53646 provides that the County Treasurer may annually present to the Board of Supervisors a statement of investment policy for review and approval. The current Investment Policy Statement was last approved by the Board on August 16, 2022. The attached Investment Policy Statement was approved by the Treasury Oversight Committee on April 29, 2024. The policy meets or exceeds the requirements of laws and regulations governing the pool.

Government Code section 53607 provides that a County Board of Supervisors may delegate the authority to invest and reinvest funds of the County to the County Treasurer for a one-year period. The government code further provides that this delegation may be made only to the Treasurer of the County. Additionally, pursuant to the government code, the transactions related to the investment and reinvestment of funds are included with this quarterly report and are filed monthly with the Clerk of the Board.

### **Performance Measure:**

To ensure the financial stability of the County, monitor and project liquidity requirements as evidenced by zero securities sold at a loss to meet cash flow needs of pool participants: Accomplished.

To ensure the financial stability of the County and secure public agency funds, all investments stay within compliance 100% of the time with the Government Code and the Treasurer's Investment Policy: Accomplished.

### **Fiscal and Facilities Impacts:**

Budgeted: Yes

**Fiscal Analysis:**

For the quarter ending March 31, 2024, net investment earnings achieved by the Treasurer's Investment Pool were \$16,939,311 with the County receiving 38.0%, Schools 55.1%, and Special Districts the balance of 6.9%. The net yield earned for the quarter on an annualized basis is 2.61% and over the past year is 2.31%

**Attachments:**

1. Treasurer's Investment Pool Report for the quarter ended March 31, 2024
2. Investment Policy Statement

**Authored by:**

Daniel A. Chandler, CPA, CCMT, CGIP, CFIP, Chief Investment Officer