



**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

**Submitted on:**  
**(COB Stamp)**

**Department Name:** Treasurer-Tax Collector  
**Department No.:** 065  
**Agenda Date:** June 10, 2025  
**Placement:** Administrative Agenda  
**Estimated Time:**  
**Continued Item:** No  
**If Yes, date from:**  
**Vote Required:** Majority

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**TO:** Board of Supervisors  
**FROM:** Harry E. Hagen, CPA, CCMT, CPFA, CPFO, ACPFIM, CFIP, CGIP, Treasurer – Tax Collector  
(805) 568 - 2490  
Contact: Daniel A. Chandler, CPA, CCMT, CFIP, CGIP, Chief Investment Officer  
(805) 568 - 2925  
**SUBJECT: Temporary Transfers to Cover Cash Flow Deficits Occurring from July 1, 2025 through April 27, 2026**

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**County Counsel Concurrence**

As to form: Yes

**Other Concurrence:**

As to form: N/A

**Auditor-Controller Concurrence**

As to form: Yes

**Recommended Actions:**

That the Board of Supervisors:

- a) Adopt a Resolution “In the Matter of Authorizing the County Treasurer to Make Temporary Transfers to Political Subdivisions Whose Funds are in Custody and are Paid Out Solely Through the Treasurer’s Office for the Fiscal Year 2025 - 26”; and
- b) Determine that the above action involves government funding mechanisms and/or fiscal activities and is not a project under the California Environmental Quality Act (CEQA) pursuant to section 15378(b)(4) of the CEQA Guidelines.

**Summary Text:**

Section 6 of Article XVI of the Constitution of the State of California authorizes the County Treasurer to make temporary transfers to offset cash flow demands that may occur prior to actual revenue

receipts, thus providing cash to meet obligations incurred by political subdivisions whose funds are in the Treasurer's custody and paid out solely through the Treasurer's Office (School Districts, Community College Districts, Special Districts, and the County).

**Discussion:**

Authorizing temporary transfers allows the Treasurer to assist depositors with their temporary cash flow needs.

**Background:**

Agencies with funds on deposit in the Treasurer's Investment Pool receive the bulk of their revenue from secured property taxes which are primarily collected in December and April of the fiscal year. They are then apportioned to each agency in the Treasurer's Investment Pool by the Auditor – Controller on, or before, December 31 and April 30. As a result, cash in these funds may be insufficient to meet obligations that will occur between July 1 and the last Monday in April.

To address the timing differences between revenue receipts and operating expenditures, Article XVI, Section 6 of the Constitution of the State of California authorizes the Treasurer to make temporary transfers from available funds in his custody to agencies with funds on deposit in the Investment Pool. Such temporary transfers cannot exceed 85% of the anticipated revenues accrued to the agency, which should be made between the first day of the fiscal year and the last Monday in April of the same fiscal year and must be repaid to the County Treasurer before any other obligations of the agency.

**Fiscal and Facilities Impacts:**

Agencies with funds on deposit in the Treasurer's Pool earn interest based upon their average daily cash balance over the quarter. In the event this balance is negative, interest will be charged to the agency at the quarterly earnings rate of the pool and interest earned by other entities will not be affected.

**Special Instructions:**

Email Resolution to: Dan Chandler, [dchandler@countyofsb.org](mailto:dchandler@countyofsb.org)

Email Board Letter, Resolution, and Minute Order to: Pam Avila, [pavila@countyofsb.org](mailto:pavila@countyofsb.org)

**Attachments:**

**Attachment A** - Resolution

**Contact Information:**

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