

COUNTY OF SANTA BARBARA
OFFICE OF THE AUDITOR-CONTROLLER

Auditor-Controller's Report on the Santa Barbara County Treasurer's Investment Pool Statement of Assets

As of March 31, 2026

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Auditor-Controller

June 16, 2026

Background



- The County Treasurer is responsible for investing the currently available cash of Santa Barbara County (County) and other entities that maintain funds in the Treasury such as school districts, special districts, and others, in accordance with California Government Code and the County Investment Policy. In accordance with California Government Code section 53646(b)(1), the County Treasurer submits a quarterly report on the investment pool to the Board of Supervisors.
 - The County Investment Policy is prepared annually and presented to the Board of Supervisors and Treasury Oversight Committee for review and approval. The goals of the County Investment Policy are safety, liquidity, and yield, in that order.
 - In accordance with California Government Code Section 26920 and Santa Barbara County Code of Ordinances Section 2-23-2, at least once in each quarter, the Auditor-Controller shall perform a review of the Santa Barbara County Treasurer's Investment Pool Statement of Assets.

Executive Summary



As required under California Government Code §26920, our review included the following procedures:

1. The quarterly review of the Statement of Assets in the County Treasury.
2. A physical count of selected cash in the County Treasury.
3. Verifying the records of the County Treasury and Auditor-Controller are reconciled for cash and investment accounts required under California Government Code §26905.

Based on our review, the cash and investment amounts represented on the Statement of Assets as of March 31, 2026, appear to be reasonably stated and do not appear to require any material adjustments.

Investment Analytics

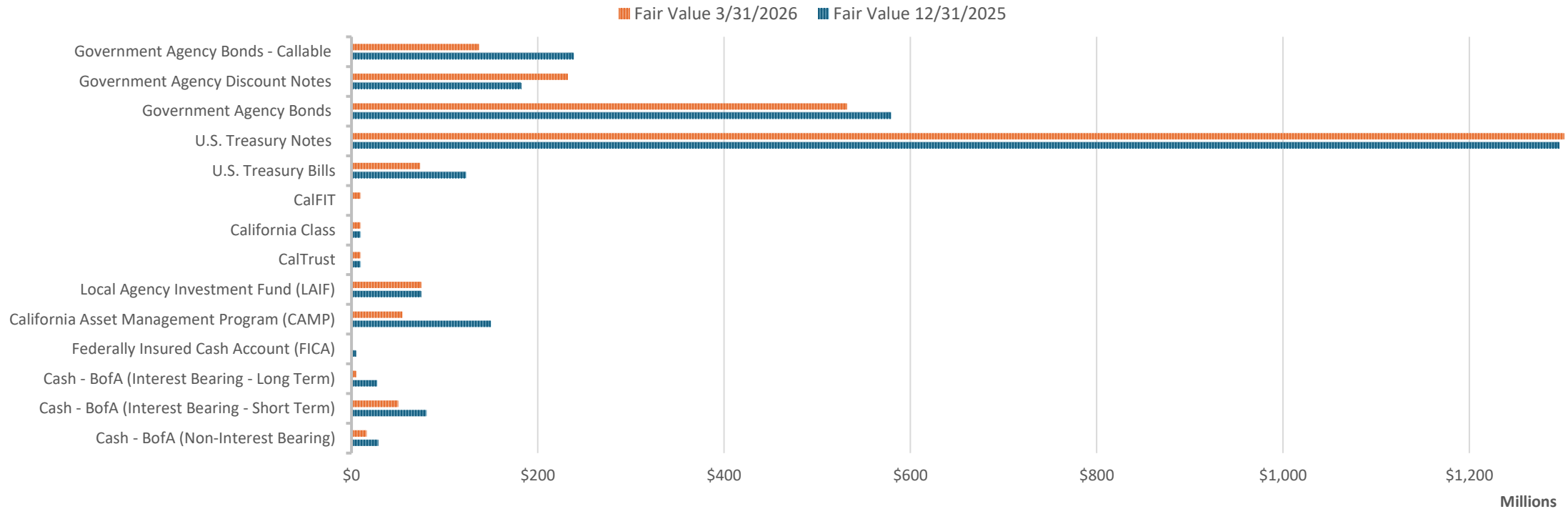


Asset Description	Fair Value as of 12/31/2025	Change in Unrealized Gains/Losses	Realized Gains (Losses)/Interest Income/Dividends	Purchases/Deposits	Sales/Maturity/Withdrawals	Fair Value as of 3/31/2026
Cash - BofA (Non-Interest Bearing)	\$ 28,859,482		\$ -	\$ -	\$ (12,459,900)	\$ 16,399,582
Cash - BofA (Interest Bearing - Short Term)	\$ 80,765,212		\$ -	\$ -	\$ (30,636,636)	\$ 50,128,576
Cash - BofA (Interest Bearing - Long Term)	\$ 28,000,000		\$ -	\$ -	\$ (23,000,000)	\$ 5,000,000
Federally Insured Cash Account (FICA)	\$ 5,000,000		\$ -	\$ -	\$ (5,000,000)	\$ -
California Asset Management Program (CAMP)	\$ 150,000,000		\$ -	\$ -	\$ (95,000,000)	\$ 55,000,000
Local Agency Investment Fund (LAIF)	\$ 75,000,000		\$ -	\$ -	\$ -	\$ 75,000,000
CalTrust	\$ 10,000,000		\$ -	\$ -	\$ -	\$ 10,000,000
California Class	\$ 10,000,000		\$ -	\$ -	\$ -	\$ 10,000,000
CalFIT	\$ -		\$ -	\$ 10,000,000	\$ -	\$ 10,000,000
U.S. Treasury Bills	\$ 123,421,950	\$ (107,236)	\$ 747,736	\$ -	\$ (50,000,000)	\$ 74,062,450
U.S. Treasury Notes	\$ 1,296,829,150	\$ (6,258,229)	\$ 1,710,938	\$ 235,602,992	\$ (50,000,000)	\$ 1,477,884,850
Government Agency Bonds	\$ 579,449,510	\$ (2,484,180)	\$ -	\$ -	\$ (45,000,000)	\$ 531,965,330
Government Agency Discount Notes	\$ 182,407,850	\$ 924,557	\$ 787,556	\$ 93,173,588	\$ (45,000,000)	\$ 232,293,550
Government Agency Bonds - Callable	\$ 238,974,205	\$ 765,915	\$ 162,000	\$ -	\$ (103,000,000)	\$ 136,902,120
	\$ 2,808,707,359	\$ (7,159,173)	\$ 3,408,229	\$ 338,776,579	\$ (459,096,536)	\$ 2,684,636,458

- Overall, the Fair Value of the investment pool decreased by \$124,070,901 between 12/31/2025 and 3/31/2026.
- The County Treasurer withdrew the entire \$5,000,000 balance from the Federally Insured Cash Account (FICA) account.
- The County Treasurer opened an account with the California Fixed Income Trust (CalFIT) and deposited \$10,000,000.

Investment Analytics (cont.)

INVESTMENT POOL COMPOSITION CHANGE FROM PRIOR QUARTER IN MILLIONS



Notable changes during this quarter were the maturing of \$103,000,000.00 in Callable Government Agency Bonds and a withdrawal of \$95,000,000.00 from the California Asset Management Program (CAMP).

Comparative Analytics

Investment Type	San Diego	Riverside	San Luis Obispo	Sacramento	Santa Barbara
Lower Risk and Liquid Securities:					
LAIF/CAMP/FICA/CalTrust/CalFIT/CalClass	2%	0%	15%	1%	5%
Money Market & Mutual Funds	2%	1%	9%	2%	0%
Lower Risk Securities with Longer Maturity:					
Loans/Local bonds/Teeter/Muni	3%	1%	0%	1%	0%
Certificates of Deposit/ Time Deposit	22%	12%	4%	26%	0%
U.S Treasury Bills/Notes	25%	7%	22%	2%	59%
Government Agency Bonds/Discount Notes/Callable	12%	53%	35%	23%	34%
MTN: TLGP (FDIC Insured)/TAG (FDIC)	0%	1%	0%	0%	0%
Investment Account (Chase Bank)	1%	0%	0%	0%	0%
Joint Powers Authority	0%	2%	0%	0%	0%
Higher Risk Securities:					
Mortgages/Asset Backed	3%	0%	0%	0%	0%
Supranational	13%	2%	15%	24%	0%
Repurchase Agreements	0%	5%	0%	0%	0%
Commercial Paper	18%	15%	0%	22%	0%
Corporate Bonds	1%	0%	0%	0%	0%
Other:					
Other:	0%	0%	0%	0%	0%
Total:	100%	100%	100%	100%	100%
Weighted Average Days to Maturity	515	515	463	351	728
Market Value*	\$16,199,832,829	\$16,611,677,968	\$1,894,659,197	\$7,012,840,378	\$2,613,108,300
Current pool yields	3.87%	3.80%	4.06%	3.79%	3.50%
Prior quarter pool yields	3.83%	3.83%	4.07%	3.91%	3.39%

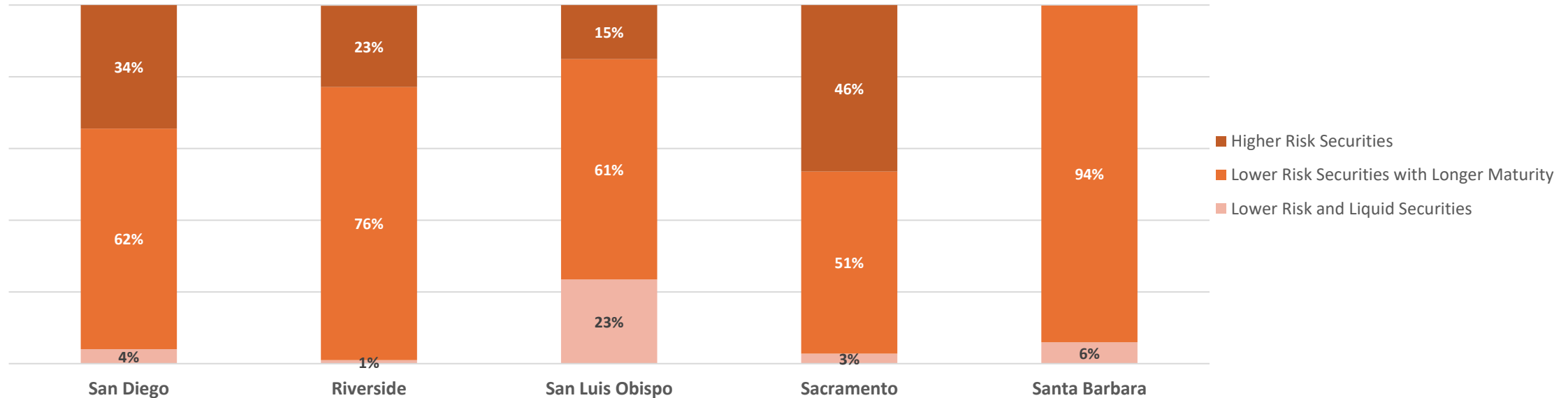
- The Weighted Average Days to Maturity (WAM) is higher compared to other counties, as the County Treasurer's investments are concentrated in U.S. Treasury Bills and Notes with varying maturity dates.
- Compared to the prior quarter the WAM has increased by 85 days, indicating a continued preference for longer term maturities.
- Compared to the prior quarter the current pool yield has increased by 0.11% to 3.50%. Resulting in \$23,382,158.22 in net pool earnings for the period, an increase of \$1,428,689.19 from the prior quarter.

*The market value used in the comparison does not include cash.

**Percentages are calculated based on the Market Value of the investment type and rounded to the nearest percent.

Comparative Analytics (cont.)

Investment Pool Composition Comparison



- Overall, the County Treasurer continues to invest in lower risk investments with better credit quality and lower returns as opposed to riskier investments with poorer credit quality and potentially higher returns to satisfy the County Investment Policy’s primary objective of safety.