



AGENDA
TREASURY OVERSIGHT COMMITTEE
COUNTY OF MONO
STATE OF CALIFORNIA

Teleconference Only - No Physical Location

Quarterly Meeting
Thursday November 12, 2020
11:00 AM

-
- 1. CALL MEETING TO ORDER:**
 - 2. PUBLIC COMMENTS:**
 - 3. MINUTES:**
 - a. Review and approve the prior minutes of the August 27, 2020 Treasury Oversight Committee Meeting.
 - 4. QUARTERLY INVESTMENT REPORT:**
 - a. Review the Investment Report for the quarter ending September 30, 2020.
 - 5. INVESTMENT POLICY:**
 - a. Review and approve to agendaize for board of supervisor meeting in January 2021:
 - 6. REVIEW HISTORICAL MUNICIPAL BOND DEFAULT RATES:**
 - 7. QUESTIONS AND RECOMMENDATIONS:**
 - 8. NEXT MEETING DATE:**
 - 9. ADJOURN MEETING:**

Treasury Oversight Committee Secretary, Janelle Mills
Email: jmills@mono.ca.gov Work Phone: 760-932-5480



MEETING MINUTES

TREASURY OVERSIGHT COMMITTEE, COUNTY OF MONO

STATE OF CALIFORNIA

Teleconference Only – No Physical Location

Quarterly Meeting
Thursday, August 27, 2020
1:00 PM

Committee Members Present: Janet Dutcher, Gerald Frank, Bob Gardner, Brooke Bien, George Savage and Rob Patterson

Also Present: Janelle Mills, Secretary

Committee Members Absent: Jennifer Kreitz, Jennifer Weston, Kirk Stapp

Six out of seven Committee Members present, a quorum was met.

1. CALL MEETING TO ORDER:

The meeting was called to order at 1:02 PM by Janet Dutcher.

2. PUBLIC COMMENTS:

No public comments.

3. MINUTES:

A. Review and Approve the prior Minutes of the May 26, 2020 Treasury Oversight Committee Meeting.

MOTION: Rob Patterson made a motion to approve the minutes of the May 26, 2020 Treasury Oversight Committee Meeting with the correction to page 2, #5, 2nd paragraph, 1st sentence, adding “know so he.” [The corrected sentence should read; If the Town of Mammoth should need to pull money from the Pool, could they please let Gerald Frank know so he can plan ahead.](#) Brooke Bien seconded the motion VOTE: 4 Yeas; 0 Nays; 2 abstention.

4. QUARTERLY INVESTMENT REPORT:

A. Review the Quarterly Investment Report for the Quarter Ending June 30, 2020. – Gerald Frank.

B. Review Corrections to the Investment Report for the quarter ending June 30, 2020.- Gerald Frank.

LAIF had a correction on 07/29/2020 for the prior quarter. Those funds needed to be apportioned which caused two corrections to the Investment Report that will show on the next Quarterly Report that will be presented to the Board of Supervisors.

The Treasury was in compliance with the Mono County Investment Policy on June 30, 2020. The Weighted Average Maturity (WAM) was 556 days.

It is anticipated that the County treasury will be able to meet the liquidity requirements of its pooled participants for the next six months.

On the last day of the quarter, on a cost basis, the portfolio totaled \$116,181,200 and the market value was \$119,072,132 or 102.49% of cost.

The earned interest rate for the quarter ending June 30, 2020 was 1.8578%.

With the LAIF corrections, the earned interest rate is 1.9032% and the net interest for apportionment is \$638,763.

The following charts were reviewed; Portfolio Holdings by Security Sector, Distribution by Asset Category-Market Value, Treasury Cash Balances, Maturity Distribution, Quarterly Yield Comparison (this report will reflect the LAIF corrections to the County and LAIF quarterly yield comparisons) and the Investment Pool Participants.

No questions on the reports.

5. QUESTIONS AND RECOMMENDATIONS:

The Investment Policy's Temporary Constraints and Restrictions on Investments has expired. It is the consensus of the Treasury Oversight Committee that Wells Fargo and Deutsche Bank will stay on the restricted list and remove all other banks. The restriction timeline will be for five years.

6. NEXT MEETING DATE:

The next meeting date will be Thursday, November 12, 2020. This meeting will include the review of the Investment Policy.

7. ADJOURN MEETING:

Meeting ended at 1:25 PM.

Respectfully Submitted:

Janelle Mills, Treasury Oversight Committee Secretary



DEPARTMENT OF FINANCE

COUNTY OF MONO

Gerald A. Frank, CGIP
Assistant Finance Director
Treasurer-Tax Collector

Janet Dutcher, CPA, CGFM, MPA
Finance Director

Kimberly Bunn
Assistant Finance Director
Auditor-Controller

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Date: November 3, 2020

To: Honorable Board of Supervisors
Treasury Oversight Committee
Treasury Pool Participants

From: Gerald Frank

Subject: Quarterly Investment Report

The Treasury Pool investment report for the quarter ended September 30, 2020 is attached pursuant to Government Code §53646(b) and includes the following reports:

- **Portfolio Holdings by Security Sector** - includes, among other information, the type of investment, issuer, date of maturity, par value, dollar amount invested in all securities and market value as calculated by Union Bank, in accordance with Government Code §53646(b)(1).
- **Distribution by Asset Category – Market Value** – Provides a graphic to make it easy to see the asset allocation by type of security.
- **Distribution by Maturity Range – Face Value** – Provides a bar graph to see the maturities of the various investments and gives the reader a sense of the liquidity of the portfolio.
- **Treasury Cash Balances as of the Last Day of the Most Recent 14 Months** – Shows growth in the current mix of cash and investments when compared to prior months and particularly the same time last year. Additionally, the section at the bottom shows maturity by month for all non-same day investments.
- **Mono County Treasury Pool Quarterly Yield Comparison** – Shows, at a glance, the county pool performance in comparison to two-year US Treasuries and the California Local Agency Investment Fund (LAIF).
- **Mono County Treasury Pool Participants** – Provides a graphic to make it easy to see the types of pool participants.

The County also has monetary assets held outside the County Treasury including:

- The Sheriff's Department has two accounts: The Civil Trust Account and the Sheriff's Revolving Fund. The balances in these accounts as of September 30, 2020 were \$29,900 and \$3,572 respectively.
- Mono County's OPEB (Other Post Employment Benefit) trust fund with PARS had a balance of \$23,843,861 as of September 30, 2020. This is an irrevocable trust to mitigate the liability for the County's obligation to pay for retiree health benefits.

The Treasury was in compliance with the Mono County Investment Policy on September 30, 2020.

Weighted Average Maturity (WAM) as of September 30, 2020 was 513 days.

It is anticipated that the County Treasury will be able to meet the liquidity requirements of its pooled participants for the next six months.

The investments are presented at fair market value in accordance with Government Accounting Standards Board (GASB) Statement No. 31, Accounting and Financial Reporting for Certain Investments and for External Pools. On the last day of the quarter, on a cost basis, the portfolio totaled \$130,796,149 and the market value was \$133,677,622 (calculated by Union Bank) or 102.20% of cost. Market value does not include accrued interest, which was \$322,987 on the last day of the quarter.

Investment Pool earnings are as shown below:

Quarter Ending	12/31/2019	3/31/2020	6/30/2020	9/30/2020
Average Daily Balance	\$114,540,862	\$119,759,393	\$126,849,532	\$133,384,429
Earned Interest (including accruals)	\$648,951	\$645,597	\$600,241	\$513,690
Earned Interest Rate	2.2478%	2.1682%	1.9032%	1.5321%
Number of Days in Quarter	92	91	91	92
Interest Received (net of amortized costs)	\$652,369	\$677,713	650,101	514,015
Administration Costs	\$12,416	\$17,855	\$11,365	\$11,028
Net Interest for Apportionment	\$639,953	\$659,858	\$638,736	\$502,987

LAIF Correction
7/29/2020



Mono County

Portfolio Holdings by Security Sector

As of September 30, 2020

Description	CUSIP	Settlement Date	Cost Value	Face Amount/Shares	Market Value	Coupon Rate	YTM @ Cost	Maturity Date	Days To Maturity	Credit Rating 1	Accrued Interest	% of Portfolio
Cash												
Oak Valley Bank Cash	OAKVALLEY0670	02/28/2009	5,694,856.60	5,694,856.60	5,694,856.60	0.500	0.500	N/A	1	None		4.37
Sub Total / Average Cash			5,694,856.60	5,694,856.60	5,694,856.60	0.500	0.500		1		0.00	4.37
Local Government Investment Pools												
Local Agency Investment Fund LGIP	LAIF6000Q	07/01/2014	58,145,864.99	58,145,864.99	58,145,864.99	0.685	0.685	N/A	1	NR		44.57
Sub Total / Average Local Government Investment Pools			58,145,864.99	58,145,864.99	58,145,864.99	0.685	0.685		1		0.00	44.57
Local Government Notes												
Hilton Creek Community Service District 3.3 7/15/2	LOANHCCSD	07/16/2018	61,936.49	61,936.49	61,936.49	3.300	3.300	07/15/2023	1,018	NR	431.18	0.05
Sub Total / Average Local Government Notes			61,936.49	61,936.49	61,936.49	3.300	3.300		1,018		431.18	0.05
CD Negotiable												
Abacus Federal Savings Bank 1.75 10/18/2024	00257TBJ4	10/18/2019	249,000.00	249,000.00	263,417.10	1.750	1.750	10/18/2024	1,479	None	143.26	0.19
ALLEGIANCE BK TEX HOUSTON 2.15 9/29/2022	01748DAX4	09/29/2017	245,000.00	245,000.00	254,797.55	2.150	2.150	09/29/2022	729	None	14.43	0.19
Ally Bank 1.9 8/22/2022	02007GLF8	09/18/2019	245,932.96	247,000.00	255,264.62	1.900	2.053	08/22/2022	691	None	501.44	0.19
American Express Bank, FSB 2.35 5/3/2022	02587CEM8	05/03/2017	245,000.00	245,000.00	253,344.70	2.350	2.350	05/03/2022	580	None	2,366.10	0.19
Apex Bank 3.1 8/24/2023	03753XBD1	08/24/2018	245,000.00	245,000.00	265,631.45	3.100	3.100	08/24/2023	1,058	None	124.85	0.19
Austin Telco FCU 1.8 2/28/2025	052392AA5	02/28/2020	249,000.00	249,000.00	263,481.84	1.800	1.800	02/28/2025	1,612	None	356.10	0.19
AXOS Bank 1.65 3/26/2025	05465DAE8	03/26/2020	249,000.00	249,000.00	263,633.73	1.650	1.650	03/26/2025	1,638	None	45.02	0.19
Bank Hapoalim B.M. 3.5 11/14/2023	06251AV31	11/14/2018	245,000.00	245,000.00	270,114.95	3.500	3.500	11/14/2023	1,140	None	3,265.55	0.19
Bank of Baroda New York 3.3 9/28/2023	06062R4E9	11/19/2018	243,652.50	245,000.00	267,740.90	3.300	3.423	09/28/2023	1,093	None	44.30	0.19
Bank of Botetourt 1.75 10/25/2024	063907AA7	10/25/2019	249,000.00	249,000.00	263,476.86	1.750	1.750	10/25/2024	1,486	None	59.69	0.19
Bank of Deerfield 2.85 2/15/2024	061785DY4	02/15/2019	249,000.00	249,000.00	270,869.67	2.850	2.850	02/15/2024	1,233	None	291.64	0.19
Bank of Delight 2.85 2/22/2024	061803AH5	02/22/2019	249,000.00	249,000.00	270,976.74	2.850	2.850	02/22/2024	1,240	None	155.54	0.19
Bank of New England 3.2 7/31/2023	06426KAM0	08/09/2018	247,000.00	247,000.00	268,064.16	3.200	3.200	07/31/2023	1,034	None	0.00	0.19
Belmont Savings Bank 2.7 2/28/2023	080515CH0	02/28/2018	245,000.00	245,000.00	259,945.00	2.700	2.700	02/28/2023	881	None	36.25	0.19
BENEFICIAL BANK 2.15 10/18/2022	08173QBX3	10/18/2017	245,000.00	245,000.00	255,040.10	2.150	2.150	10/18/2022	748	None	2,381.20	0.19
BMW Bank North America 2.7 3/9/2022	05580ALT9	03/09/2018	245,000.00	245,000.00	254,148.30	2.700	2.700	03/09/2022	525	None	380.59	0.19
Caldwell Bank & Trust Company 1.95 8/19/2024	128829AE8	08/19/2019	247,000.00	247,000.00	262,810.47	1.950	1.950	08/19/2024	1,419	None	554.23	0.19
Capital One Bank USA NA 2 8/21/2024	14042TCB1	08/30/2019	245,000.00	245,000.00	261,172.45	2.000	2.000	08/21/2024	1,421	None	536.99	0.19
CAPITAL ONE, NATIONAL ASSOCIATION 1.7 10/5/2021	14042RCQ2	10/05/2016	245,000.00	245,000.00	248,378.55	1.700	1.700	10/05/2021	370	None	2,031.15	0.19
Celtic Bank 1.35 4/2/2025	15118RUR6	04/02/2020	249,000.00	249,000.00	260,336.97	1.350	1.350	04/02/2025	1,645	None	257.87	0.19
Centerstate Bank 1 4/30/2025	15201QDK0	05/13/2020	248,000.00	248,000.00	255,492.08	1.000	1.000	04/30/2025	1,673	None	1,039.56	0.19
CF Bank 2 8/13/2024	15721UDA4	08/13/2019	249,000.00	249,000.00	265,344.36	2.000	2.000	08/13/2024	1,413	None	231.95	0.19
Citadel Federal Credit Union 3 10/30/2020	17286TAC9	10/30/2018	249,000.00	249,000.00	249,612.54	3.000	3.000	10/30/2020	30	None	0.00	0.19
City National Bank of Metropolis 1.65 2/14/2025	17801GBX6	02/14/2020	249,000.00	249,000.00	263,312.52	1.650	1.650	02/14/2025	1,598	None	180.10	0.19
COMENITY CAP BK SALT LAKE CITY UTAH 1.6 4/12/2021	20033APV2	04/11/2016	245,000.00	245,000.00	247,391.20	1.600	1.600	04/12/2021	194	None	204.05	0.19
Commercial Bank Harrogate 3.4 11/15/2023	20143PDV9	11/15/2018	249,000.00	249,000.00	273,758.07	3.400	3.400	11/15/2023	1,141	None	347.92	0.19
Commercial Savings Bank 1.8 10/18/2024	202291AG5	10/18/2019	247,000.00	247,000.00	261,787.89	1.800	1.800	10/18/2024	1,479	None	2,009.84	0.19
Community Credit Union of Lynn 3.1 11/30/2020	20369AAG5	11/30/2018	246,000.00	246,000.00	247,269.36	3.100	3.100	11/30/2020	61	None	2,569.86	0.19
Compass Bank 3.1 11/30/2020	20451PVY9	11/28/2018	246,000.00	246,000.00	247,269.36	3.100	3.100	11/30/2020	61	None	2,611.64	0.19



Mono County Portfolio Holdings by Security Sector As of September 30, 2020

Description	CUSIP	Settlement Date	Cost Value	Face Amount/Shares	Market Value	Coupon Rate	YTM @ Cost	Maturity Date	Days To Maturity	Credit Rating 1	Accrued Interest	% of Portfolio
Congressional Bank 2.1 7/24/2024	20726ABD9	07/24/2019	247,000.00	247,000.00	264,005.95	2.100	2.100	07/24/2024	1,393	None	966.35	0.19
Cornerstone Community Bank 2.6 5/17/2024	219240BY3	05/17/2019	249,000.00	249,000.00	269,995.68	2.600	2.600	05/17/2024	1,325	None	230.58	0.19
Country Bank New York 3 1/25/2024	22230PBY5	01/25/2019	249,000.00	249,000.00	271,803.42	3.000	3.000	01/25/2024	1,212	None	102.33	0.19
Crossfirst Bank 2.05 8/18/2022	22766ABN4	08/18/2017	245,000.00	245,000.00	253,810.20	2.050	2.050	08/18/2022	687	None	165.12	0.19
Delta National Bank and Trust 0.55 7/21/2025	24773RBW4	07/31/2020	249,000.00	249,000.00	251,432.73	0.550	0.550	07/21/2025	1,755	None	228.88	0.19
Direct Federal Credit Union 3.5 9/11/2023	25460FCF1	12/10/2018	249,000.00	249,000.00	273,217.74	3.500	3.500	09/11/2023	1,076	None	477.53	0.19
Dollar BK Fed Savings BK 2.9 4/13/2023	25665QAX3	04/13/2018	245,000.00	245,000.00	261,914.80	2.900	2.900	04/13/2023	925	None	3,309.18	0.19
Enerbank USA 3.2 8/30/2023	29278TCP3	08/31/2018	245,000.00	245,000.00	266,476.70	3.200	3.200	08/30/2023	1,064	None	0.00	0.19
Enterprise Bank & Trust 1.8 11/8/2024	29367SJQ8	11/08/2019	249,000.00	249,000.00	264,094.38	1.800	1.800	11/08/2024	1,500	None	270.15	0.19
Evansville Teachers Federal Credit Union 2.6 6/12/	299547AQ2	06/12/2019	249,000.00	249,000.00	270,316.89	2.600	2.600	06/12/2024	1,351	None	514.37	0.19
Farmers State Bank 2.35 9/19/2022	310567AB8	01/19/2018	245,000.00	245,000.00	255,633.00	2.350	2.350	09/19/2022	719	None	173.51	0.19
First Bank of Greenwich 3 11/8/2020	31926GAL4	11/05/2018	246,000.00	246,000.00	246,703.56	3.000	3.000	11/08/2020	39	None	505.48	0.19
First Bank of Highland 2.2 8/9/2022	319141HD2	08/09/2017	245,000.00	245,000.00	254,420.25	2.200	2.200	08/09/2022	678	None	767.89	0.19
FIRST BUSINESS BK MADISON WIS 1.9 1/13/2021	31938QQ98	01/13/2016	245,000.00	245,000.00	246,315.65	1.900	1.900	01/13/2021	105	None	1,007.52	0.19
First Jackson Bank 1.05 3/27/2025	32063KAV4	03/27/2020	247,790.04	249,000.00	256,980.45	1.050	1.150	03/27/2025	1,639	None	21.49	0.19
First Kentucky Bank Inc 2.55 4/26/2024	32065TAZ4	04/26/2019	249,000.00	249,000.00	269,281.05	2.550	2.550	04/26/2024	1,304	None	69.58	0.19
First Missouri State Bank 2.85 8/14/2023	32100LBY0	02/13/2019	246,000.00	246,000.00	264,811.62	2.850	2.850	08/14/2023	1,048	None	921.99	0.19
First National Bank Dama 2.8 5/5/2023	32117BCX4	03/05/2019	249,000.00	249,000.00	265,946.94	2.800	2.800	05/05/2023	947	None	477.53	0.19
First National Bank of McGregor 2.85 2/21/2024	32112UCW9	02/21/2019	249,000.00	249,000.00	270,961.80	2.850	2.850	02/21/2024	1,239	None	194.42	0.19
First National Bank of Michigan 1.65 2/14/2025	32114VBT3	02/14/2020	249,000.00	249,000.00	263,312.52	1.650	1.650	02/14/2025	1,598	None	180.10	0.19
First Premier Bank 2.05 8/22/2022	33610RQY2	08/22/2017	245,000.00	245,000.00	253,895.95	2.050	2.050	08/22/2022	691	None	550.41	0.19
First Service Bank 3.3 5/16/2023	33640VCF3	11/16/2018	249,000.00	249,000.00	249,356.07	3.300	3.300	05/16/2023	958	None	315.17	0.19
First Source Federal Credit Union 1.95 3/26/2021	33651FAD1	10/08/2019	249,000.00	249,000.00	251,288.31	1.950	1.950	03/26/2021	177	None	385.78	0.19
Firstier Bank 1.95 8/23/2024	33766LAJ7	08/23/2019	249,000.00	249,000.00	264,945.96	1.950	1.950	08/23/2024	1,423	None	93.12	0.19
Flagstar Bank FSB 0.6 7/22/2025	33847E3W5	07/22/2020	249,000.00	249,000.00	252,025.35	0.600	0.600	07/22/2025	1,756	None	286.52	0.19
FNB BANK INC 2 2/25/2022	330459BY3	08/25/2017	245,000.00	245,000.00	251,490.05	2.000	2.000	02/25/2022	513	None	67.12	0.19
FNB Bank Inc/Romney 3 1/16/2024	30257JAM7	01/16/2019	249,000.00	249,000.00	272,343.75	3.000	3.000	01/16/2024	1,203	None	306.99	0.19
Fulton Bank 2.85 3/7/2023	359899AE1	03/07/2019	245,000.00	245,000.00	261,000.95	2.850	2.850	03/07/2023	888	None	439.99	0.19
Great Plains Bank 2.8 2/27/2024	39115UBE2	02/27/2019	249,000.00	249,000.00	270,630.63	2.800	2.800	02/27/2024	1,245	None	57.30	0.19
Healthcare Systems Federal Credit Union 3.2 1/18/2	42228LAC5	01/18/2019	245,000.00	245,000.00	262,135.30	3.200	3.200	01/18/2023	840	None	1,589.48	0.19
High Plains Bank 3 1/16/2024	42971GAA9	01/16/2019	245,000.00	245,000.00	267,319.50	3.000	3.000	01/16/2024	1,203	None	1,530.41	0.19
Home Savings Bank UT 2.85 2/12/2024	43733LBF3	02/12/2019	246,000.00	246,000.00	267,603.72	2.850	2.850	02/12/2024	1,230	None	941.20	0.19
Industrial and Commercial Bank of China USA, NA 2.	45581EAR2	02/14/2018	245,000.00	245,000.00	259,425.60	2.650	2.650	02/14/2023	867	None	284.60	0.19
Inspire Federal Credit Union 1.15 3/18/2025	457731AK3	03/18/2020	249,000.00	249,000.00	258,053.64	1.150	1.150	03/18/2025	1,630	None	94.14	0.19
Jefferson Financial Credit Union 3.35 10/19/2023	474067AQ8	10/19/2018	245,000.00	245,000.00	268,483.25	3.350	3.350	10/19/2023	1,114	None	3,687.75	0.19
Keesler Federal Credit Union 3.1 12/21/2020	49254FAC0	12/21/2018	249,000.00	249,000.00	250,705.65	3.100	3.100	12/21/2020	82	None	190.33	0.19
Kemba Financial Credit Union 1.75 10/18/2024	48836LAF9	10/18/2019	249,000.00	249,000.00	263,417.10	1.750	1.750	10/18/2024	1,479	None	143.26	0.19
Knox TVA Employee Credit Union 3.25 8/30/2023	499724AD4	08/30/2018	245,000.00	245,000.00	266,812.35	3.250	3.250	08/30/2023	1,064	None	632.64	0.19
KS Statebank Manhattan KS 2.1 5/17/2022	50116CBE8	11/17/2017	245,000.00	245,000.00	252,889.00	2.100	2.100	05/17/2022	594	None	183.25	0.19



Mono County Portfolio Holdings by Security Sector As of September 30, 2020

Description	CUSIP	Settlement Date	Cost Value	Face Amount/Shares	Market Value	Coupon Rate	YTM @ Cost	Maturity Date	Days To Maturity	Credit Rating 1	Accrued Interest	% of Portfolio
Lafayette Federal Credit Union 3.5 11/20/2023	50625LAK9	11/20/2018	249,000.00	249,000.00	274,634.55	3.500	3.500	11/20/2023	1,146	None	238.77	0.19
LCA Bank Corporation 2.3 1/12/2022	501798LJ9	01/12/2018	245,000.00	245,000.00	251,931.05	2.300	2.300	01/12/2022	469	None	1,235.07	0.19
Lebanon Federal Credit Union 3.2 9/21/2023	52248LAA4	09/21/2018	245,000.00	245,000.00	266,873.60	3.200	3.200	09/21/2023	1,086	None	193.32	0.19
Live Oak Banking Company 1.85 1/20/2025	538036HP2	01/24/2020	249,000.00	249,000.00	265,257.21	1.850	1.850	01/20/2025	1,573	None	366.00	0.19
Maine Savings Federal Credit Union 3.3 5/19/2023	560507AJ4	10/19/2018	249,000.00	249,000.00	269,460.33	3.300	3.300	05/19/2023	961	None	247.64	0.19
Mainstreet Bank 2.6 4/26/2024	56065GAG3	04/26/2019	249,000.00	249,000.00	269,721.78	2.600	2.600	04/26/2024	1,304	None	70.95	0.19
MARLIN BUSINESS BANK 1.4 10/28/2020	57116AMW5	10/28/2016	245,000.00	245,000.00	245,230.30	1.400	1.400	10/28/2020	28	None	1,456.58	0.19
MB FINANCIAL BANK, NATIONAL ASSN 1.8 1/15/2021	55266CQE9	01/15/2016	245,000.00	245,000.00	246,639.05	1.800	1.800	01/15/2021	107	None	181.23	0.19
MEDALLION BANK 2.15 10/11/2022	58404DAP6	10/11/2017	245,000.00	245,000.00	254,949.45	2.150	2.150	10/11/2022	741	None	2,496.65	0.19
Merrick Bank 2.05 8/10/2022	59013JZP7	08/10/2017	245,000.00	245,000.00	253,712.20	2.050	2.050	08/10/2022	679	None	275.21	0.19
Michigan Legacy Credit Union 3.45 11/9/2023	59452WAE8	11/09/2018	249,000.00	249,000.00	274,026.99	3.450	3.450	11/09/2023	1,135	None	494.25	0.19
Midwest Bank of West IL 3.3 8/29/2022	59828PCA6	11/28/2018	249,000.00	249,000.00	264,039.60	3.300	3.300	08/29/2022	698	None	45.02	0.19
Morgan Stanley Bank 2.65 1/11/2023	61747MF63	01/11/2018	245,000.00	245,000.00	258,923.35	2.650	2.650	01/11/2023	833	None	1,440.80	0.19
Morgan Stanley Private Bank 3.55 11/8/2023	61760ARS0	11/08/2018	245,000.00	245,000.00	269,813.60	3.550	3.550	11/08/2023	1,134	None	3,455.17	0.19
Mountain America Federal Credit Union 3 3/27/2023	62384RAF3	03/27/2018	245,000.00	245,000.00	262,248.00	3.000	3.000	03/27/2023	908	None	302.05	0.19
Northland Area Federal Credit Union 2.6 2/13/2023	666496AB0	02/13/2018	245,000.00	245,000.00	259,163.45	2.600	2.600	02/13/2023	866	None	855.15	0.19
Northwest Bank 2.95 2/13/2024	66736ABP3	02/13/2019	249,000.00	249,000.00	271,676.43	2.950	2.950	02/13/2024	1,231	None	342.12	0.19
Numerica Credit Union 3.4 10/31/2023	67054NAM5	10/31/2018	249,000.00	249,000.00	273,489.15	3.400	3.400	10/31/2023	1,126	None	0.00	0.19
Pacific Crest Savings Bank 2.85 3/13/2024	69417ACG2	03/13/2019	249,000.00	249,000.00	271,297.95	2.850	2.850	03/13/2024	1,260	None	330.52	0.19
Pacific Enterprise Bank 1.15 3/31/2025	694231AC5	03/31/2020	249,000.00	249,000.00	258,108.42	1.150	1.150	03/31/2025	1,643	None	0.00	0.19
Peoples Bank Newton NC 2 7/31/2024	710571DS6	08/01/2019	248,253.00	249,000.00	265,244.76	2.000	2.063	07/31/2024	1,400	None	0.00	0.19
Plains Commerce Bank 2.6 5/10/2024	72651LCJ1	05/10/2019	245,000.00	245,000.00	265,572.65	2.600	2.600	05/10/2024	1,318	None	2,495.64	0.19
Preferred Bank LA Calif 2 8/16/2024	740367HP5	08/16/2019	249,000.00	249,000.00	265,369.26	2.000	2.000	08/16/2024	1,416	None	191.01	0.19
Raymond James Bank, NA 2 8/23/2024	75472RAE1	08/23/2019	247,000.00	247,000.00	263,321.76	2.000	2.000	08/23/2024	1,423	None	514.30	0.19
Resource One Credit Union 1.9 11/27/2024	76124YAB2	02/04/2020	247,263.80	245,000.00	261,027.90	1.900	1.700	11/27/2024	1,519	None	369.85	0.19
Sallie Mae Bank/Salt Lake 2.75 4/10/2024	7954502D6	04/10/2019	245,000.00	245,000.00	266,462.00	2.750	2.750	04/10/2024	1,288	None	3,193.39	0.19
San Francisco FCU 1.1 3/27/2025	79772FAF3	03/27/2020	249,000.00	249,000.00	257,535.72	1.100	1.100	03/27/2025	1,639	None	22.51	0.19
Seasons Federal Credit Union 3 10/30/2020	812541AA8	10/30/2018	249,000.00	249,000.00	249,612.54	3.000	3.000	10/30/2020	30	None	0.00	0.19
Southwest Financial Federal CU 3.15 2/26/2021	84485EAE7	11/28/2018	249,000.00	249,000.00	252,114.99	3.150	3.150	02/26/2021	149	None	623.18	0.19
State Bank of India-Chicago IL 3.6 11/29/2023	856283G59	11/29/2018	245,000.00	245,000.00	271,183.15	3.600	3.600	11/29/2023	1,155	None	2,996.38	0.19
State Bank of Reeseville 2.6 4/12/2024	856487AM5	04/12/2019	249,000.00	249,000.00	269,537.52	2.600	2.600	04/12/2024	1,290	None	319.27	0.19
STATE BK & TR CO DEFIANCE OHIO 1.6 2/17/2021	855736DA9	02/17/2016	245,000.00	245,000.00	246,901.20	1.600	1.600	02/17/2021	140	None	139.62	0.19
Synchrony Bank 1.45 4/17/2025	87165FZD9	04/17/2020	248,000.00	248,000.00	260,484.32	1.450	1.450	04/17/2025	1,660	None	1,635.44	0.19
Third Federal Savings & Loan 1.95 11/25/2024	88413QCK2	11/25/2019	245,000.00	245,000.00	261,515.45	1.950	1.950	11/25/2024	1,517	None	1,675.40	0.19
Triad Bank/Frontenac MO 1.8 11/8/2024	89579NCB7	11/08/2019	249,000.00	249,000.00	264,094.38	1.800	1.800	11/08/2024	1,500	None	270.15	0.19
UBS Bank USA 3.45 10/24/2023	90348JEV8	10/24/2018	249,000.00	249,000.00	273,733.17	3.450	3.450	10/24/2023	1,119	None	141.21	0.19
United Community Bank 1.65 2/7/2025	90983WBT7	02/07/2020	249,000.00	249,000.00	263,257.74	1.650	1.650	02/07/2025	1,591	None	258.89	0.19
United Credit Union 1.9 1/11/2021	910160AR1	10/11/2019	249,000.00	249,000.00	250,287.33	1.900	1.900	01/11/2021	103	None	246.27	0.19
University of Iowa Community Credit Union 3 4/28/2	91435LAB3	04/30/2018	245,000.00	245,000.00	262,816.40	3.000	3.000	04/28/2023	940	None	583.97	0.19



Mono County Portfolio Holdings by Security Sector As of September 30, 2020

Description	CUSIP	Settlement Date	Cost Value	Face Amount/Shares	Market Value	Coupon Rate	YTM @ Cost	Maturity Date	Days To Maturity	Credit Rating 1	Accrued Interest	% of Portfolio
USAlliance Federal Credit Union 3 8/20/2021	90352RAC9	08/22/2018	245,000.00	245,000.00	251,370.00	3.000	3.000	08/20/2021	324	None	161.10	0.19
Verus Bank of Commerce 2.8 2/22/2024	92535LCC6	02/22/2019	249,000.00	249,000.00	270,555.93	2.800	2.800	02/22/2024	1,240	None	152.81	0.19
Washington Federal Bank 2.05 8/23/2024	938828BJ8	08/23/2019	249,000.00	249,000.00	265,912.08	2.050	2.050	08/23/2024	1,423	None	97.89	0.19
WELLS FARGO BK NA SIOUXFALLS SD 1.6 8/3/2021	9497486Z5	08/03/2016	245,000.00	245,000.00	247,839.55	1.600	1.600	08/03/2021	307	None	289.97	0.19
WEX BANK 2 10/19/2020	92937CGB8	10/18/2017	245,000.00	245,000.00	245,252.35	2.000	2.000	10/19/2020	19	None	2,215.07	0.19
Workers Credit Union 2.55 5/31/2022	98138MAB6	03/03/2020	250,426.75	245,000.00	254,907.80	2.550	1.544	05/31/2022	608	None	0.00	0.19
Worlds Foremost Bk Sidney NE 1.75 5/5/2021	981571CE0	05/05/2016	200,000.00	200,000.00	201,942.00	1.750	1.750	05/05/2021	217	None	239.73	0.15
Sub Total / Average CD Negotiable			28,123,319.05	28,120,000.00	29,698,189.36	2.404	2.398		1,007		77,964.13	21.55
Corporate Bonds												
Apple Inc 2.15 2/6/2022-15	037833AY6	10/20/2017	500,095.39	500,000.00	512,765.00	2.150	2.145	02/06/2022	494	Moody's-Aa1	1,522.92	0.38
Apple Inc 2.7 5/13/2022-15	037833BF6	11/13/2018	488,676.62	500,000.00	519,255.00	2.700	3.392	05/13/2022	590	Moody's-Aa1	5,137.50	0.38
Apple Inc. 3.45 5/6/2024-14	037833AS9	05/06/2019	514,690.00	500,000.00	551,130.00	3.450	2.816	05/06/2024	1,314	Moody's-Aa1	6,900.00	0.38
Bank of New York Mellon 2.1 10/24/2024	06406RAL1	10/24/2019	499,880.00	500,000.00	529,145.00	2.100	2.105	10/24/2024	1,485	Moody's-A1	4,550.00	0.38
Bank of New York Mellon 3.5 4/28/2023	06406RAG2	04/30/2018	500,250.92	500,000.00	538,970.00	3.500	3.489	04/28/2023	940	Moody's-A1	7,388.89	0.38
Berkshire Hathaway Inc 3.4 1/31/2022	084670BF4	04/25/2017	528,500.00	500,000.00	520,250.00	3.400	2.135	01/31/2022	488	Moody's-Aa2	2,833.33	0.38
Colgate-Palmolive 2.25 11/15/2022-17	19416QEL0	11/15/2017	499,805.00	500,000.00	520,315.00	2.250	2.258	11/15/2022	776	Moody's-Aa3	4,218.75	0.38
International Business Machine Corp 1.875 8/1/2022	459200HG9	10/19/2017	490,400.00	500,000.00	515,050.00	1.875	2.301	08/01/2022	670	Moody's-A2	1,536.46	0.38
Johnson & Johnson 2.625 1/15/2025-17	478160CJ1	01/16/2020	517,404.64	500,000.00	543,390.00	2.625	1.892	01/15/2025	1,568	Moody's-Aaa	2,734.38	0.38
Microsoft Corp 2 11/3/2020-20	594918BG8	12/28/2015	501,580.00	500,000.00	500,025.00	2.000	1.931	11/03/2020	34	Moody's-Aaa	4,083.33	0.38
Microsoft Corp 2.65 11/3/2022-22	594918BH6	11/03/2017	507,740.00	500,000.00	523,270.00	2.650	2.320	11/03/2022	764	Moody's-Aaa	5,410.42	0.38
Microsoft Corp 2.7 2/12/2025-24	594918BB9	02/13/2020	523,695.00	500,000.00	544,505.00	2.700	1.707	02/12/2025	1,596	Moody's-Aaa	1,800.00	0.38
Oracle Corp 2.5 5/15/2022-15	68389XBB0	11/13/2018	483,495.00	500,000.00	515,660.00	2.500	3.509	05/15/2022	592	Moody's-A3	4,687.50	0.38
Procter & Gamble Co 2.15 8/11/2022-17	742718EU9	10/29/2018	480,269.24	500,000.00	517,725.00	2.150	3.267	08/11/2022	680	Moody's-Aa3	1,463.19	0.38
Toyota Motor Credit 3.35 1/5/2024	89236TFS9	02/12/2019	506,560.00	500,000.00	543,335.00	3.350	3.059	01/05/2024	1,192	Moody's-A1	3,815.28	0.38
Toyota Motor Credit Corp 3.45 9/20/2023-18	89236TFN0	10/03/2018	499,217.02	500,000.00	542,365.00	3.450	3.484	09/20/2023	1,085	Moody's-A1	479.17	0.38
United Parcel Service 2.5 4/1/2023-23	911312BK1	04/05/2018	485,225.00	500,000.00	525,270.00	2.500	3.145	04/01/2023	913	Moody's-A2	6,215.28	0.38
US Bancorp 3 3/15/2022-22	91159HHC7	04/25/2017	517,195.00	500,000.00	518,555.00	3.000	2.253	03/15/2022	531	Moody's-A1	625.00	0.38
US Bank NA 3.4 7/24/2023-23	90331HNV1	08/01/2018	498,910.00	500,000.00	539,675.00	3.400	3.448	07/24/2023	1,027	S&P-AA-	3,116.67	0.38
Sub Total / Average Corporate Bonds			9,543,588.83	9,500,000.00	10,020,655.00	2.724	2.666		881		68,518.07	7.28
Municipal Bonds												
California State GO UNLTD 2.367 4/1/2022	13063DAD0	04/27/2017	251,937.50	250,000.00	257,235.00	2.367	2.200	04/01/2022	548	Moody's-Aa2	2,942.31	0.19
California State GO UNLTD 2.367 4/1/2022	13063DAD0	04/27/2017	252,287.50	250,000.00	257,235.00	2.367	2.170	04/01/2022	548	Moody's-Aa2	2,942.31	0.19
Central Valley Support Services Joint Powers Agenc	155751CU2	09/04/2018	641,651.40	585,000.00	653,398.20	5.526	3.400	09/01/2023	1,066	S&P-A+	2,604.13	0.45
Citrus Community College GO 0.819 8/1/2025	17741RC6	08/04/2020	350,000.00	350,000.00	350,920.50	0.819	0.819	08/01/2025	1,766	Moody's-Aa1	445.90	0.27
City of Glendora CA POB 1.898 6/1/2024	378612AE5	09/05/2019	500,000.00	500,000.00	521,300.00	1.898	1.898	06/01/2024	1,340	S&P-AAA	3,136.97	0.38
City of Ridgecrest California 5 6/1/2022	765761BH3	12/18/2018	463,478.40	440,000.00	467,706.80	5.000	3.351	06/01/2022	609	S&P-AA	7,272.22	0.34
Desert Sands Unified School District 1.544 8/1/202	250433TY5	05/22/2020	308,022.55	305,000.00	313,347.85	1.544	1.300	08/01/2024	1,401	Moody's-Aa2	771.79	0.23
Hawaiian Gardens Redev 2.714 12/1/2023	41987YAV8	04/29/2019	501,250.00	500,000.00	531,050.00	2.714	2.655	12/01/2023	1,157	S&P-AA	4,485.64	0.38
Imperial Community College District 2.024 8/1/2023	452641JN4	10/16/2019	500,000.00	500,000.00	508,730.00	2.024	2.024	08/01/2023	1,035	S&P-AA	1,658.56	0.38



Mono County Portfolio Holdings by Security Sector As of September 30, 2020

Description	CUSIP	Settlement Date	Cost Value	Face Amount/Shares	Market Value	Coupon Rate	YTM @ Cost	Maturity Date	Days To Maturity	Credit Rating 1	Accrued Interest	% of Portfolio
LANCASTER REDEV AGY A 2.125 8/1/2021	513802CE6	08/01/2016	661,995.40	655,000.00	659,853.55	2.125	1.900	08/01/2021	305	S&P-AA	2,281.13	0.50
Los Angeles Cnty Public Wks 6.091 8/1/2022-10	54473ENR1	07/12/2018	555,000.00	500,000.00	550,015.00	6.091	3.176	08/01/2022	670	Moody's-Aa2	4,991.24	0.38
Menlo Park City School Dist 1.928 7/1/2024	586840NA4	10/08/2019	500,000.00	500,000.00	522,440.00	1.928	1.928	07/01/2024	1,370	Moody's-Aaa	2,383.22	0.38
Palm Desert CA Redev 2.25 10/1/2020	696624CC7	04/26/2018	247,077.50	250,000.00	250,000.00	2.250	2.750	10/01/2020	1	S&P-AA	2,796.88	0.19
Rancho Cucamonga Ca Public Finance Authority 3 5/1	75213EAY0	02/14/2019	449,896.50	450,000.00	469,417.50	3.000	3.004	05/01/2023	943	S&P-AA	5,587.50	0.34
Rancho Santiago Community College GO 0.734 9/2/202	752147HJ0	09/02/2020	500,000.00	500,000.00	500,575.00	0.734	0.734	09/02/2025	1,798	Moody's-Aa2	285.44	0.38
Rosemead School District 2.042 8/1/2024	777526MP6	10/09/2019	350,000.00	350,000.00	365,330.00	2.042	2.042	08/01/2024	1,401	Moody's-Aa3	1,171.31	0.27
San Bernardino Community College District 2.044 8/	796720MG2	12/12/2019	250,000.00	250,000.00	263,682.50	2.044	2.044	08/01/2024	1,401	Moody's-Aa1	837.47	0.19
San Jose Evergreen Community College Dist 1.908 8/	798189PW0	10/01/2019	250,000.00	250,000.00	260,750.00	1.908	1.908	08/01/2024	1,401	Moody's-Aa1	781.75	0.19
San Jose RDA Successor Agency 2.828 8/1/2023	798170AF3	01/11/2019	302,776.55	305,000.00	325,264.20	2.828	3.000	08/01/2023	1,035	S&P-AA	1,413.61	0.23
Southwestern Community College GO 0.891 8/1/2025	845389JH9	08/05/2020	502,465.00	500,000.00	501,360.00	0.891	0.790	08/01/2025	1,766	Moody's-Aa2	680.62	0.38
State of California 3 4/1/2024	13063DLZ9	04/04/2019	511,190.00	500,000.00	540,930.00	3.000	2.520	04/01/2024	1,279	Moody's-Aa2	7,458.33	0.38
University of California 3.466 5/15/2024-18	91412HBL6	07/09/2019	530,595.00	500,000.00	551,690.00	3.466	2.131	05/15/2024	1,323	Moody's-Aa2	6,498.75	0.38
Sub Total / Average Municipal Bonds			9,379,623.30	9,190,000.00	9,622,231.10	2.679	2.184		1,111		63,427.08	7.04
US Agency												
FFCB 0.68 6/10/2025-22	3133ELH80	06/26/2020	1,000,000.00	1,000,000.00	1,001,800.00	0.680	0.680	06/10/2025	1,714	Moody's-Aaa	2,077.78	0.77
FFCB 1.5 10/16/2024	3133EK3B0	10/18/2019	990,760.00	1,000,000.00	1,047,830.00	1.500	1.694	10/16/2024	1,477	Moody's-Aaa	6,833.33	0.77
FFCB 2.08 11/1/2022	3133EHM91	11/15/2017	998,080.00	1,000,000.00	1,039,560.00	2.080	2.121	11/01/2022	762	Moody's-Aaa	8,608.89	0.77
FFCB 2.35 1/17/2023	3133EH7F4	01/17/2018	999,770.00	1,000,000.00	1,049,240.00	2.350	2.355	01/17/2023	839	Moody's-Aaa	4,765.28	0.77
FFCB 2.7 4/11/2023	3133EJKN8	04/11/2018	999,196.41	1,000,000.00	1,062,760.00	2.700	2.717	04/11/2023	923	Moody's-Aaa	12,675.00	0.77
FFCB 3.05 10/2/2023	3133EJD48	10/17/2018	996,674.50	1,000,000.00	1,084,240.00	3.050	3.123	10/02/2023	1,097	Moody's-Aaa	15,080.56	0.77
FFCB 3.17 1/26/2024	3133EJM48	02/04/2019	1,023,543.68	1,000,000.00	1,096,370.00	3.170	2.662	01/26/2024	1,213	Moody's-Aaa	5,635.56	0.77
FHLB 2 9/9/2022	313380GJ0	09/29/2017	1,002,290.00	1,000,000.00	1,036,180.00	2.000	1.951	09/09/2022	709	Moody's-Aaa	1,166.67	0.77
FHLB 2.875 6/13/2025	3130A5R35	07/21/2020	842,255.35	755,000.00	844,988.45	2.875	0.483	06/13/2025	1,717	Moody's-Aaa	6,451.58	0.58
FHLB 3.25 6/9/2023	313383QR5	02/04/2019	461,340.00	450,000.00	486,202.50	3.250	2.632	06/09/2023	982	Moody's-Aaa	4,509.37	0.34
FHLMC 0.6 7/22/2025-22	3134GV5V6	07/22/2020	1,000,000.00	1,000,000.00	1,000,140.00	0.600	0.600	07/22/2025	1,756	Moody's-Aaa	1,133.33	0.77
FHLMC 2.375 1/13/2022	3137EADB2	01/13/2017	1,016,560.00	1,000,000.00	1,028,870.00	2.375	2.025	01/13/2022	470	Moody's-Aaa	5,079.86	0.77
FNMA 0.625 7/14/2025-22	3136G4YL1	07/14/2020	1,000,000.00	1,000,000.00	999,850.00	0.625	0.625	07/14/2025	1,748	Moody's-Aaa	1,319.44	0.77
FNMA 0.7 7/24/2025-22	3136G4YE7	07/24/2020	1,000,000.00	1,000,000.00	1,000,980.00	0.700	0.700	07/24/2025	1,758	Moody's-Aaa	1,283.33	0.77
FNMA 0.74 6/30/2025-21	3136G4XZ1	06/30/2020	795,000.00	795,000.00	795,095.40	0.740	0.740	06/30/2025	1,734	Moody's-Aaa	1,470.75	0.61
FNMA 1.25 5/6/2021	3135G0K69	10/26/2016	747,270.00	750,000.00	754,942.50	1.250	1.333	05/06/2021	218	Moody's-Aaa	3,750.00	0.57
FNMA 1.375 10/7/2021	3135G0Q89	10/26/2016	997,470.00	1,000,000.00	1,012,370.00	1.375	1.428	10/07/2021	372	Moody's-Aaa	6,607.64	0.77
FNMA 1.5 11/30/2020	3135G0F73	12/31/2015	983,000.00	1,000,000.00	1,002,290.00	1.500	1.863	11/30/2020	61	S&P-AA+	5,000.00	0.77
FNMA 1.875 12/28/2020	3135G0H55	12/31/2015	1,000,000.00	1,000,000.00	1,004,050.00	1.875	1.875	12/28/2020	89	Moody's-Aaa	4,791.67	0.77
FNMA 2 10/5/2022	3135G0T78	10/06/2017	999,340.00	1,000,000.00	1,037,080.00	2.000	2.014	10/05/2022	735	Moody's-Aaa	9,722.22	0.77
FNMA 2.375 1/19/2023	3135G0T94	01/23/2018	994,410.00	1,000,000.00	1,049,050.00	2.375	2.495	01/19/2023	841	Moody's-Aaa	4,684.03	0.77
Sub Total / Average US Agency			19,846,959.94	19,750,000.00	20,433,888.85	1.829	1.725		1,005		112,646.29	15.14
Total / Average			130,796,149.20	130,462,658.08	133,677,622.39	1.511	1.455		513		322,986.75	100.00



Mono County

Distribution by Asset Category - Market Value

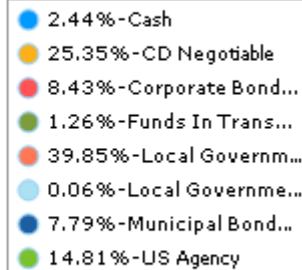
Investment Portfolio

Begin Date: 6/30/2020, End Date: 9/30/2020

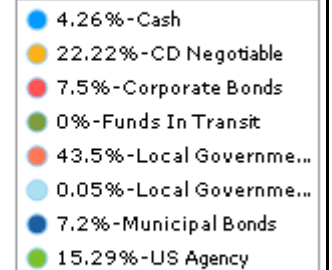
Asset Category Allocation

Asset Category	Market Value 6/30/2020	% of Portfolio 6/30/2020	Market Value 9/30/2020	% of Portfolio 9/30/2020
Cash	2,900,770.27	2.44	5,694,856.60	4.26
CD Negotiable	30,188,697.64	25.35	29,698,189.36	22.22
Corporate Bonds	10,042,205.00	8.43	10,020,655.00	7.50
Funds In Transit	1,500,000.00	1.26	0.00	0.00
Local Government Investment Pools	47,455,962.46	39.85	58,145,864.99	43.50
Local Government Notes	71,685.32	0.06	61,936.49	0.05
Municipal Bonds	9,281,256.85	7.79	9,622,231.10	7.20
US Agency	17,631,554.70	14.81	20,433,888.85	15.29
Total / Average	119,072,132.24	100.00	133,677,622.39	100.00

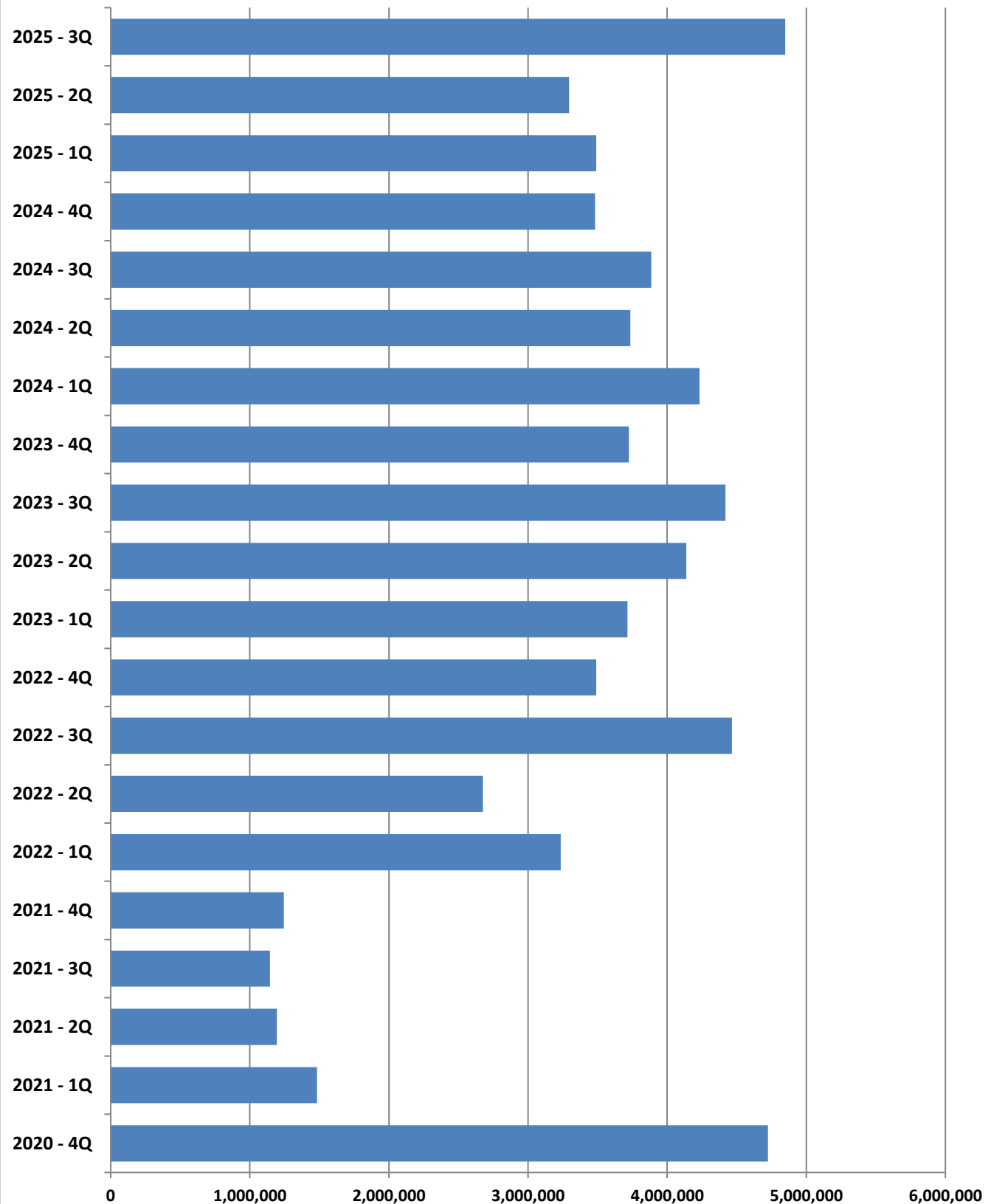
Portfolio Holdings as of 6/30/2020



Portfolio Holdings as of 9/30/2020

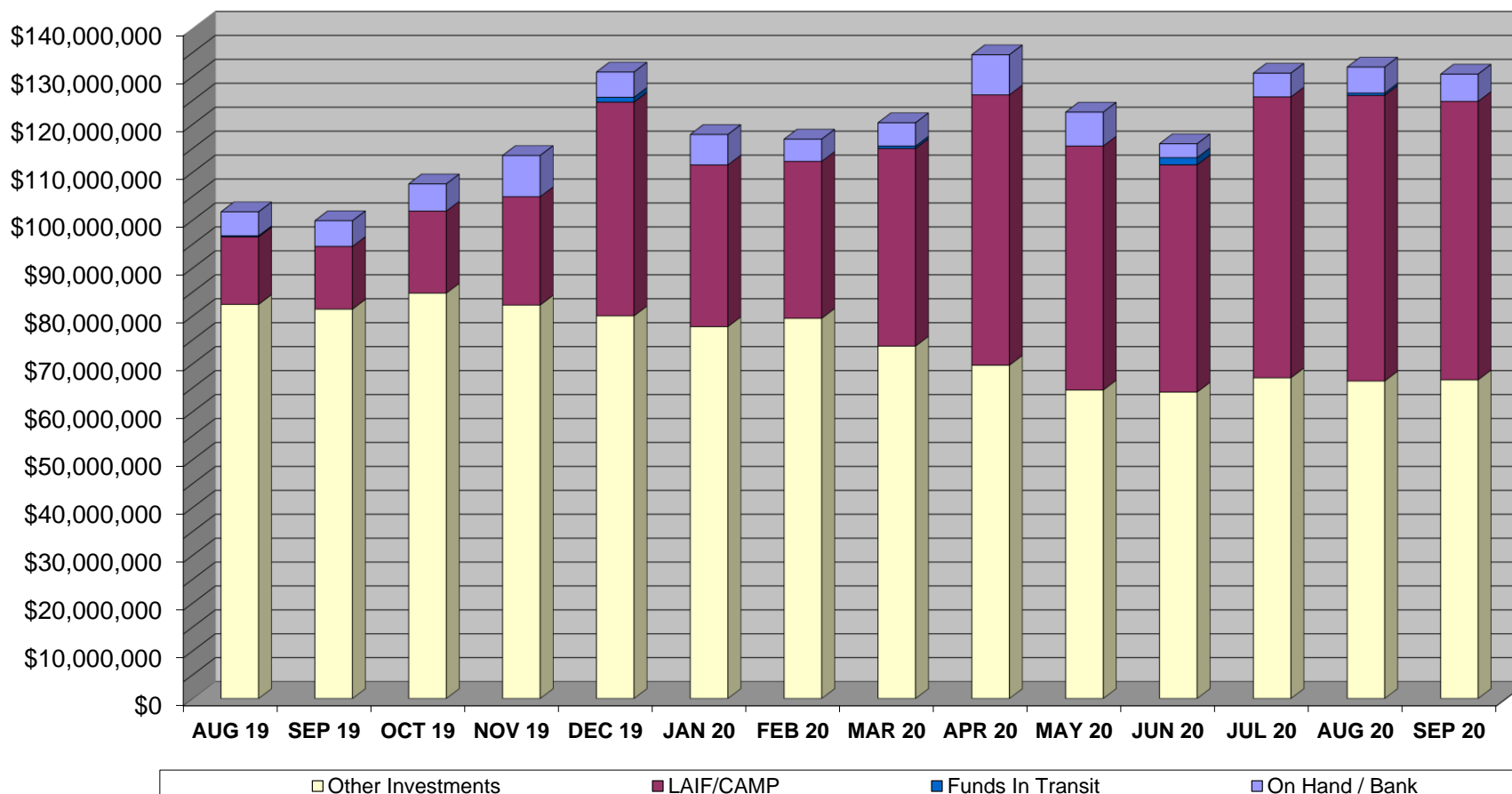


Maturity Distribution As of 9/30/2020

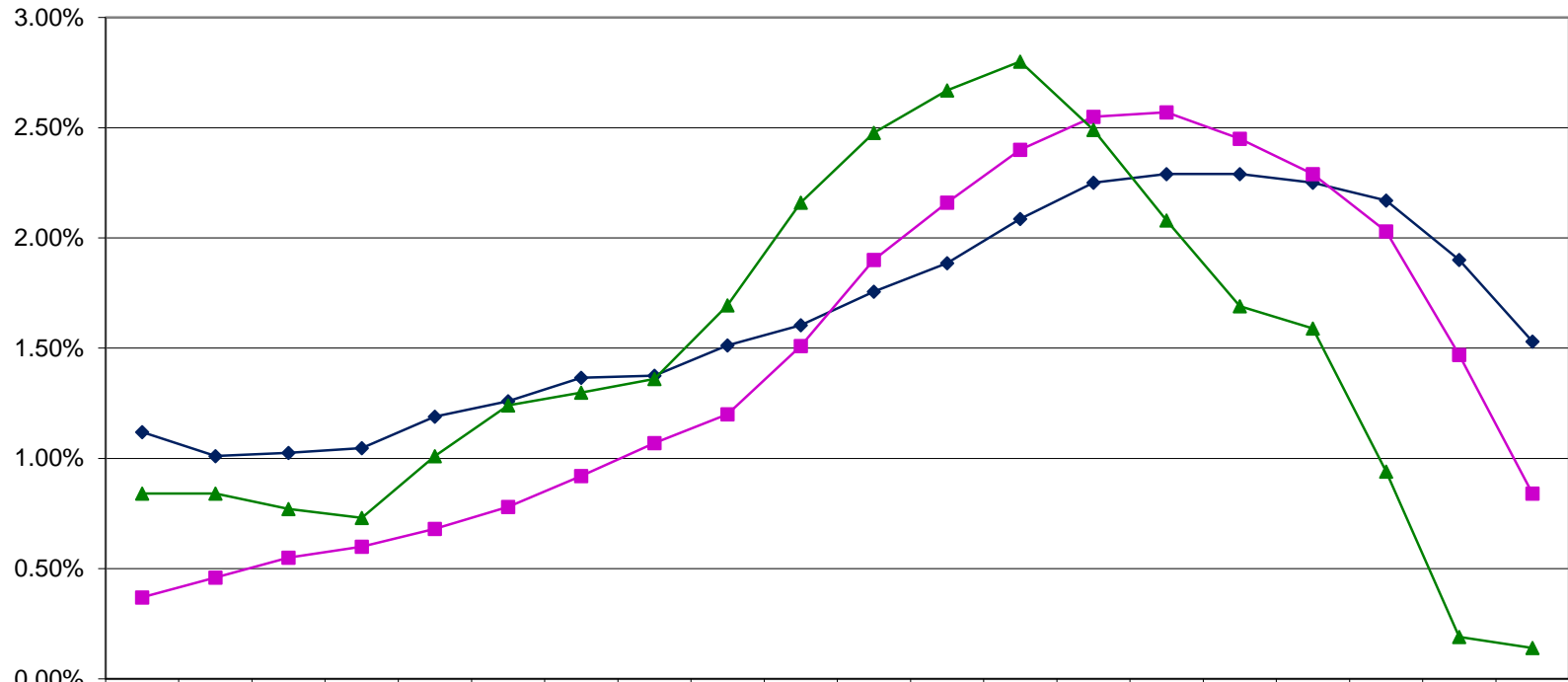


TREASURY CASH BALANCES AS OF THE LAST DAY OF THE MOST RECENT 14 MONTHS

	AUG 19	SEP 19	OCT 19	NOV 19	DEC 19	JAN 20	FEB 20	MAR 20	APR 20	MAY 20	JUN 20	JUL 20	AUG 20	SEP 20
On Hand / Bank	\$4,987,124	\$5,369,284	\$5,679,365	\$8,599,882	\$5,280,573	\$6,352,031	\$4,641,262	\$4,864,384	\$8,378,307	\$7,079,440	\$2,900,770	\$4,957,551	\$5,418,533	\$5,694,857
Funds In Transit	\$245,000				\$1,000,000			\$500,000			\$1,500,000		\$494,000	
LAIF/CAMP	\$14,100,010	\$13,100,118	\$17,130,401	\$22,630,401	\$44,630,401	\$33,774,981	\$32,774,981	\$41,274,981	\$56,455,962	\$50,955,962	\$47,455,963	\$58,645,865	\$59,645,865	\$58,145,865
Other Investments	\$82,372,277	\$81,379,277	\$84,726,277	\$82,235,277	\$79,985,277	\$77,724,685	\$79,465,685	\$73,665,685	\$69,672,685	\$64,490,686	\$64,060,685	\$67,054,936	\$66,370,936	\$66,621,936
TOTAL	\$101,704,411	\$99,848,679	\$107,536,043	\$126,455,560	\$130,896,251	\$117,851,697	\$116,881,928	\$120,305,050	\$134,506,954	\$122,526,088	\$115,917,418	\$130,658,352	\$131,929,334	\$130,462,658

[illegible]

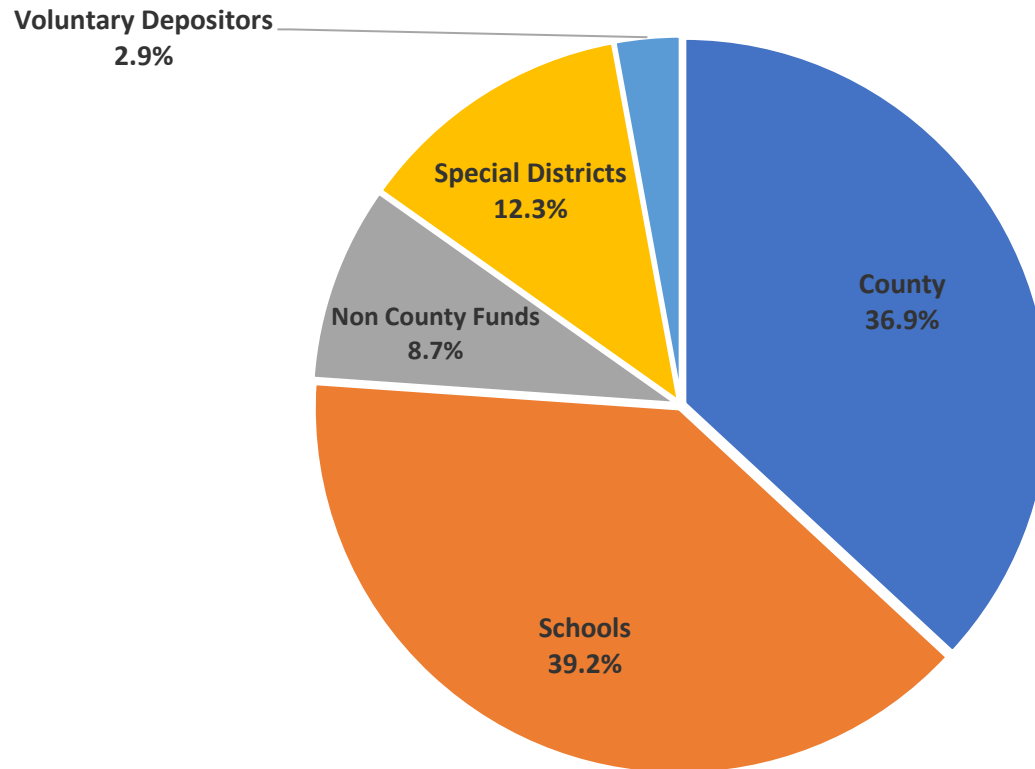
MONO COUNTY TREASURY POOL QUARTERLY YIELD COMPARISON



	12/31 2015	3/31 2016	6/30 2016	9/30 2016	12/30 2016	3/31 2017	6/30 2017	9/30 2017	12/31 2017	3/31 2018	6/30 2018	9/30 2018	12/31 2018	3/31 2019	6/30 2019	9/30 2019	12/31 2019	3/31 2020	6/30 2020	9/30 2020
—◆— COUNTY	1.12%	1.01%	1.03%	1.05%	1.19%	1.26%	1.37%	1.38%	1.51%	1.60%	1.76%	1.89%	2.09%	2.25%	2.29%	2.29%	2.25%	2.17%	1.90%	1.53%
—■— LAIF	0.37%	0.46%	0.55%	0.60%	0.68%	0.78%	0.92%	1.07%	1.20%	1.51%	1.90%	2.16%	2.40%	2.55%	2.57%	2.45%	2.29%	2.03%	1.47%	0.84%
—▲— 2YR TREAS	0.84%	0.84%	0.77%	0.73%	1.01%	1.24%	1.30%	1.36%	1.69%	2.16%	2.48%	2.67%	2.80%	2.49%	2.08%	1.69%	1.59%	0.94%	0.19%	0.14%

LAIF Correction on 7/29/20 for Quarter ending 6/30/2020

Investment Pool Participants as of 9/30/2020



The Pool is comprised of monies deposited by mandatory and voluntary participants. Mandatory participants include the County of Mono, School Districts, and Special Districts. Voluntary participants are those agencies that are not required to invest their monies in the County Pool and do so only as an investment option.

Districts Participating in Pool

Antelope Valley Fire Protection District, Antelope Valley Water District, Birchim Community Service District, Bridgeport Fire Protection District, Bridgeport Public Utility District, Chalfant Valley Fire Protection District, County Service Area #1, County Service Area #2, County Service Area #5, Hilton Creek Community Services District, June Lake Fire Protection District, Lee Vining Fire Protection District, Lee Vining Public Utility District, Long Valley Fire Protection District, Mammoth Community Service District, Mammoth Lakes Mosquito Abatement District, Mono City Fire Protection District, Mono County Resource Conservation District, Paradise Fire Protection District, Tri-Valley Ground Water Management District, Wheeler Crest Community Service District, Wheeler Crest Fire Protection District, White Mountain Fire Protection District.

Districts Not Participating in Pool

Inyo-Mono Resource Conservation District, June Lake Public Utility District, Mammoth Lakes Community Water District, Mammoth Lakes Fire Protection District, Southern Mono Healthcare District.

MONO COUNTY STATEMENT OF INVESTMENT POLICY



January 5, 2021

Table of Contents

I. Introduction	1
II. Governing Authority	1
III. Scope	1
IV. General Objectives.....	1
1. Safety.....	1
2. Liquidity.....	1
3. Yield.....	1
V. Standards of Care.....	1
1. Prudence	1
2. Ethics and Conflicts of Interest	2
3. Delegation of Authority and Responsibilities	2
VI. Authorized Financial Institutions, Depositories and Broker/Dealers	3
VII. Safekeeping and Custody	3
VIII. Authorized Investments	4
IX. Investment Parameters.....	6
X. Reporting	7
XI. Investment Pool Costs and Earnings Distribution	8
XII. Investment of Bond Proceeds.....	8
XIII. Withdrawal Requests.....	8
XIV. Terms and Conditions for Outside Investors.....	9
XV. Policy Review.....	9
APPENDIX A – Summary of Investment Limitations	
APPENDIX B – Glossary	
APPENDIX C – Temporary Constraints and Restrictions on Investments	

COUNTY OF MONO INVESTMENT POLICY

I. Introduction

The intent of the Investment Policy of the County of Mono is to define the parameters within which funds are to be managed. In methods, procedures, and practices, the policy formalizes the framework for the County's investment activities that must be exercised to ensure effective and judicious fiscal and investment management of the County's funds. The guidelines are intended to be broad enough to allow the Director of Finance to function properly within the parameters of responsibility and authority, yet specific enough to adequately safeguard the investment assets.

II. Governing Authority

The investment program shall be operated in conformance with Government Code §53601, et seq. which provides legal authorization for the investment and deposit of funds of specified local agencies and which is made applicable to counties by Government Code §53635.2.

III. Scope

The policy applies to activities of the County with regard to investing the financial assets of all funds. In addition, funds held by trustees or fiscal agents are excluded from these rules; however, all funds are subject to regulations established by the State of California.

Note that any excluded funds such as the Other Post Employment Benefit Trust Fund are covered by separate policies.

Except for funds in certain restricted and special funds, the County commingles its funds to maximize investment earnings and to increase efficiencies with regard to investment pricing, safekeeping and administration. Investment income will be allocated to the various funds based on their respective participation and in accordance with generally accepted accounting principles.

IV. General Objectives

The primary objectives, in priority order, of investment activities shall be:

1. **Safety** – Safety of principal is the foremost objective of the investment program. Investments shall be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio. The goal will be to mitigate the credit risk and interest rate risk.
2. **Liquidity** – The investment portfolio shall remain sufficiently liquid to meet all operating requirements that may be reasonably anticipated.
3. **Yield** – The investment portfolio shall be designed with the objective of attaining a market rate of return throughout budgetary and economic cycles, taking into account the investment risk constraints of safety and liquidity needs.

V. Standards of Care

1. **Prudence** – The standard to be used by the Director of Finance/Investment Officer shall be the “prudent person” standard and shall be applied in the context of managing an overall portfolio. The Finance Director acting in accordance with written procedures and this

investment policy and exercising due diligence shall be relieved of personal liability for an individual security's credit risk or market price changes, provided deviations from expectations are reported in a timely fashion and appropriate action is taken to control adverse developments.

The "prudent person" standard states that,

"Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as the probable income to be derived."

2. **Ethics and Conflicts of Interest** – Officers and employees involved in the investment process shall refrain from personal activity that could conflict with the proper execution and management of the investment program, or that could impair their ability to make impartial investment decisions. Employees and investment officials shall disclose any material interests in financial institutions with which they conduct business. Disclosure shall be made to the governing body. They shall further disclose any personal financial/investment positions that could be related to the performance of the investment portfolio. Employees and officers shall refrain from undertaking any personal investment transactions with the same individual with whom business is conducted on behalf of the County.
3. **Delegation of Authority and Responsibilities Governing Body** – The Board of Supervisors (Board) will retain ultimate fiduciary responsibility for the portfolio. The Board will receive monthly and quarterly reports, designate investment officers and annually review the investment policy making any necessary changes by adoption.

Delegation of Authority – Pursuant to Government Code §53607, authority to invest or reinvest, or to sell or exchange securities so purchased, may be delegated for a one-year period; thereafter, the County Finance Director shall assume full responsibility for those transactions until the delegation of authority is revoked or expires, and shall make a monthly report of those transactions to the legislative body. Subject to review, the legislative body may renew the delegation of authority pursuant to this section each year.

Responsibility for the operation of the investment program shall be delegated by ordinance pursuant to Government Code §27000.1 to the Finance Director until the Board of Supervisors revokes its delegation of authority, by ordinance, or decides not to renew the annual delegation. The Finance Director shall act in accordance with established, written procedures and internal controls for the operation of the investment program consistent with this Investment Policy.

All participants in the investment process shall seek to act responsibly as custodians of the public trust.

Treasury Oversight Committee – A County Treasury Oversight Committee has been established in accordance with §27130 et seq. of the Government Code to promote public interest by involving depositors in the management of their funds. The Treasury Oversight Committee shall:

- A. Review and monitor the Investment Policy,
- B. Annually review the investments made by the County Treasury,
- C. Cause an annual audit to be conducted to determine the County Treasury's compliance with Government Code §27130 et seq., and

- D. Meet on other matters as necessary.

By statute, the County Treasury Oversight Committee has no authority to direct individual investment decisions, select individual investment advisors, brokers, or dealers, or to impinge on the day-to-day operations of the County Treasury.

Committee members may not accept any honoraria, gifts or gratuities from advisors, brokers, dealers, bankers, or other persons with whom the County Treasury conducts business, which are more than the limits imposed by State Law, or by the Fair Political Practices Commission.

Investment Advisor – The County may engage the services of one or more external investment managers to assist in the management of the entity’s investment portfolio in a manner consistent with the entity’s objectives. Such external managers may be granted discretion to purchase and sell investment securities in accordance with this Investment Policy. Such managers must be registered under the Investment Advisers Act of 1940.

VI. Authorized Financial Institutions, Depositories and Broker/Dealers

1. Financial institutions and depositories authorized to provide investment services and security broker/dealers will be selected by creditworthiness (e.g., a minimum capital requirement of \$10,000,000 and at least five years of operation). These may include “primary” dealers or regional dealers that qualify under both Government Code §53601.5 and Securities and Exchange Commission (SEC) Rule 15C3-1 (uniform net capital rule).
2. All financial institutions and broker/dealers who desire to become qualified for investment transactions shall meet the requirements of Government Code §53601.5 and, in addition, must supply the following as deemed appropriate by the Finance Director.
 - A. Audited financial statements demonstrating compliance with the state and federal capital adequacy guidelines.
 - B. Proof of Financial Industry Regulation Authority (FINRA) certification (not applicable to Certificate of Deposit counterparties).
 - C. Proof of California state registration.
 - D. Certification of having read and understood and agreeing to comply with the County’s investment policy.
 - E. Evidence of adequate insurance coverage meeting any applicable requirements of State law and otherwise deemed adequate by the Finance Director.
3. An annual review of the financial condition and registration of all qualified financial institutions and broker/dealers will be conducted by the Finance Director.

VII. Safekeeping and Custody

1. **Delivery vs. Payment** – All trades, where applicable, will be executed by delivery vs. payment (DVP) to ensure that securities are deposited in an eligible financial institution prior to the release of funds.
2. **Safekeeping** – Pursuant to Government Code §53608, the Board delegates to the Finance Director its authority to deposit securities for safekeeping. Securities will be held by a third-party custodian meeting the requirements of Government Code §53608 or other applicable law and selected by the Finance Director. The safekeeping institution shall annually provide a

copy of their most recent report on internal controls (Statement of Auditing Standards No. 70)

- 3. Internal Controls** – The Finance Director is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the County are protected from loss, theft or misuse. The internal control structure shall be designed to provide reasonable assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of the control should not exceed the benefits likely to be derived and that the valuation of costs and benefits requires estimates and judgments by management. The internal controls shall address the following points at a minimum:

- A. Control of collusion,
- B. Separation of transaction authority from accounting and recordkeeping,
- C. Custodial safekeeping,
- D. Avoidance of physical delivery securities,
- E. Clear delegation of authority to subordinate staff members,
- F. Written confirmation of transactions for investments and wire transfers,
- G. Dual authorization of wire transfers,
- H. Development of a wire transfer agreement with the lead bank and third-party custodian,
- I. Staff training, and
- J. Review, maintenance and monitoring of security procedures both manual and automated.

VIII. Authorized Investments

- 1. Investment Types** – All investments shall be made in accordance with §53600 et seq. of the California Government Code and as described within this Investment Policy and summarized in Appendix A. Permitted investments under this policy shall include:

- A. **United States Treasury notes, bonds bills, or certificates of indebtedness**, or those for which the faith and credit of the United States are pledged for the payment of principal and interest. [Gov't Code §53601(b).]

There is no limitation as to the percentage of the portfolio that can be invested in this category.

- B. **Federal Agency or United States Government-Sponsored Enterprise Obligations, Participations, or other Instruments**, including those issued by or fully guaranteed as to principal and interest by Federal agencies or United States government-sponsored enterprises §53601(f) such as Fannie Mae and Freddie Mac.

There is no limitation as to the percentage of the portfolio that can be invested in this category.

- C. **State of California Notes & Bonds** registered state warrants or treasury notes of California including bonds payable solely out of the revenues from a revenue-producing property owned, controlled, or operated by the state or by a department, board, agency, or authority of the state. [Gov't Code §53601(c).]

There is no limitation as to the percentage of the portfolio that can be invested in this category.

- D. **Notes and Bonds of Other 49 States** registered treasury notes or bonds of any of the other 49 states, including bonds payable solely out of the revenues from a revenue-producing property owned, controlled, or operated by the state or by a department, board, agency, or authority of that state. [Gov't Code §53601(d).]

There is no limitation as to the percentage of the portfolio that can be invested in this category.

- E. **Negotiable Certificates of Deposit (NCDs)** issued by a nationally or state chartered bank, a state or federal savings and loan association, a State or federal credit union or by a state-licensed branch of a foreign bank. [Gov't Code §53601(i).]

No more than 30% of the portfolio may be invested in NCDs

- F. **Banker's acceptances**, otherwise known as bills of exchange or time drafts that are drawn on and accepted by a commercial bank. [Gov't Code §53601(g).]

May not exceed 180 days to maturity or be more than 40% of the market value of the portfolio and no more than 30% of the County's moneys may be invested in banker's acceptances in the same bank.

- G. **Commercial paper** of "prime" quality of the highest ranking or of the highest letter and number rating as provided for by a nationally recognized statistical-rating organization (NRSRO) such as Standard & Poor's or Moody's. [Gov't Code §53601(h) & §53635(a).]

Must have a maximum maturity of 270 days or less, no more than 40% of the portfolio may be invested in eligible commercial paper and no more than 10% may be invested in any one issuer's commercial paper.

- H. **Medium-term notes** include corporate and depository institution debt securities with a maximum remaining maturity of five years or less, issued by corporations organized and operating within the United States or by depository institutions licensed by the United States or any state and operating within the United States and rated "A" or better by an NRSRO. [Gov't Code §53601(k).]

May not exceed 30% of the portfolio may be invested in medium-term notes.

- I. **Reverse repurchase agreements** whose underlying purchased securities consist of the aforementioned instruments, subject to all the conditions set forth in Government Code §53601(j)(3).

May not exceed 20% of the base value of the portfolio and no agreement may exceed 92 days.

- J. **Money market mutual funds** – shares of beneficial interest issued by diversified management companies that are money market funds registered with the Securities and Exchange Commission under the Investment company Act of 1940 (15 U.S.C. §80a-1 et seq. [Gov't Code §53601(l).]

No more than 20% of the portfolio may be invested in money market funds.

- K. **Local Agency Investment Fund** – established by the State Treasurer for the benefit of local agencies. [Gov't Code §16429.1.]

No more than \$75 million may be invested in LAIF (LAIF rules)

- L. **California Asset Management Program (CAMP)**. Shares in a California common law trust established pursuant to Title 1, Division 7, Chapter 5 of the Government Code of

the State of California which invests exclusively in investments permitted by §53601 of the Government Code as it may be amended. [Gov't Code §53601(p).]

No more than 20% of the portfolio may be invested in the California Asset Management Program

M. **Commercial or Savings Bank, Savings and Loan or Credit Union** may be used to invest surplus funds up to 30% of the portfolio pursuant to §§53601.8 and 53635.8 of the Government Code.

No more than 10% can be invested in any one institution.

N. **Bonds, notes, warrants or other evidences of indebtedness** of a local agency within the State of California, including local agencies formed within Mono County. [Gov't Code §53601(e).]

May not exceed 5 years to maturity. All investments with local agencies formed within Mono County must be pre-approved by the Board of Supervisors.

O. **Supranationals** – United States dollar denominated senior unsecured unsubordinated obligations issued or unconditionally guaranteed by the International Bank for Reconstruction and Development, International Finance Corporation, or Inter-American Development Bank, with a maximum remaining maturity of five years or less, and eligible for purchase and sale within the United States and rated AA or better by an NRSRO. [Gov't Code §53601(q).]

No more than 30% may be invested in supranationals

2. **Collateralization** – Where allowed by state law, full collateralization will be required on all demand deposit accounts, including checking accounts and non-negotiable certificates of deposit. Repurchase agreements will be collateralized at 102 percent.

IX. Investment Parameters

1. **Mitigating Credit Risk in the portfolio** – Credit risk is the risk that a security or a portfolio will lose some or all of its value due to a real or perceived change in the ability of the issuer to repay its debt. The County shall mitigate credit risk by adopting the following:

Diversification – The investments will be diversified by

- i. Limiting investments to avoid overconcentration in securities from a specific issuer or business sector (excluding U.S. Treasury securities),
- ii. Limiting investment in securities that have higher credit risks,
- iii. Investing in securities with varying maturities, and
- iv. Continuously investing a portion of the portfolio in readily available funds such as local government investment pools, money market funds or overnight repurchase agreements to ensure that appropriate liquidity is maintained in order to meet ongoing obligations.

Due to fluctuations in the aggregate surplus funds balance, maximum percentages for a particular issuer or investment type may be exceeded at a point in time subsequent to the purchase of a particular issuer or investment type. Securities need not be liquidated to realign the portfolio; however, consideration should be given to this matter when future purchases are made to ensure that appropriate diversification is maintained.

2. *Mitigating Market Risk in the portfolio* – Market risk is the risk that the portfolio value will fluctuate due to changes in the general level of interest rates. The County recognizes that, over time, longer-term/core portfolios have the potential to achieve higher returns. On the other hand, longer-term portfolios have higher volatility of return. The County shall mitigate market risk by providing adequate liquidity for short-term cash needs, and by making longer-term investments only with funds that are not needed for current cash flow purposes. The County further recognizes that certain types of securities, including variable rate securities, securities with principal pay downs prior to maturity, and securities with embedded options, will affect the market risk profile of the portfolio differently in different interest rate environments. The County, therefore, adopts the following strategies to control and mitigate market risk:

- i. The County shall maintain a minimum of three months of budgeted operating expenditures in short term investments to provide sufficient liquidity for expected disbursements,
- ii. The maximum percentage of callable Agency Bonds or Certificate of Deposits in the portfolio shall be 30%,
- iii. The maximum stated final maturity of individual securities in the portfolio shall be five years, except as otherwise stated in this policy,
- iv. Liquidity funds will be held in LAIF, CAMP or money market instruments maturing one year and shorter,
- v. Longer term/Core funds will be defined as the funds in excess of liquidity requirements. The investments in this portion of the portfolio will have maturities between 1 day and 5 years and will be only invested in higher quality and liquid securities.
- vi. It is recommended that the Weighted Average Maturity of the portfolio not exceed 24 months (730 Days) or such shorter dollar-weighted average maturity as may be required by State law. Securities need not be liquidated to realign the portfolio; however, consideration should be given to this matter when future purchases are made to ensure that the appropriate Weighted Average Maturity is maintained.

X. Reporting

1. The Finance Director shall provide quarterly investment reports to the Board of Supervisors and The Treasury Oversight Committee within 30 days following the end of the quarter covered by the report. These reports shall include the following investment information as required by Government Code §53646(b):
 - A. The type of investment, issuer, date of maturity, par and dollar amount invested in all securities, investments and moneys held in the County Treasury,
 - B. Market value as of the date of the report and the source of this valuation,
 - C. The weighted average maturity of the investments within the Treasury,
 - D. Distribution by type of investment,
 - E. A description of all the County's funds and investments that are under the management of contracted parties,

- F. A statement of compliance of the portfolio to this Statement of Investment Policy or manner in which the portfolio is not in compliance, and
 - G. A statement denoting the ability of the County to meet its pool's expenditure requirements for the next six months, or provide an explanation as to why sufficient money shall, or may, not be available.
- 2. The Treasury Oversight committee shall cause an annual audit to be conducted to determine the county treasury's compliance with Chapter 5, Article 6 (§27130-§27137) of the Government Code and this Statement of Investment Policy.

XI. Investment Pool Costs and Earnings Distribution

Costs directly related to the operation and management of the investment pool shall be deducted quarterly directly from net interest earnings prior to the distribution of interest earnings for the quarter. Pool costs include, but are not limited to, staff time, investment tracking costs, brokerage costs, and treasury pool audit costs.

Interest earnings shall be allocated quarterly according to each fund's average daily cash balances as a percentage of the total investment pool. Earnings shall be the net of received interest, amortized premiums, accreted discounts and profit or loss on the sale of trade of a security attributable to the quarter being apportioned, plus adjustments from prior quarters. The interest shall be apportioned as of the last day of the quarter and added to each participating fund's balance in the pooled investment fund.

XII. Investing of Bond Proceeds

The County Treasurer shall invest bond proceeds using the standards of this Investment Policy. The bond proceeds will be invested in securities permitted by the bond documents. If the bond documents are silent, the bond proceeds will be invested in securities permitted by this Policy.

XIII. Withdrawal Requests

1. Regular Operation

The County Finance Director seeks to honor all written withdrawal requests for regular operating purposes that are approved by the County Auditor- Controller's Office in a timely fashion. However, the County Finance Director recognizes that occasionally the Pool Participants may request large amounts in withdrawals to cover unexpected operational needs. To accommodate such withdrawals and allow for adequate time for adjustments to the liquidity position of the Pool, the County Finance Director expects all Pool Participants to submit their written requests within the following timeframes:

- A. Withdrawals up to \$2 million – 3 business days in advance of disbursement
- B. Withdrawals above \$2 million – 5 business days in advance of disbursement and in no case can more than \$5 million dollars be withdrawn in a single business day

Extraordinary withdrawal requests are considered withdrawals outside the normal cash-flow patterns of a Pool Participant. For any withdrawal considered extraordinary, the Finance Director shall evaluate the effect of the proposed withdrawal on the stability and predictability of the investments in the County treasury. In the event that the Finance Director

must liquidate investments in order to honor the withdrawal request, the Pool Participant who requests the withdrawal shall be subject to all expenses associated with the liquidation, including, but not limited to loss of principal and interest income, withdrawal penalties, and associated fees.

2. Investing or Depositing Funds Outside the Pool

Any entity that seeks to withdraw funds for the purpose of investing or depositing those funds outside the county treasury pool, shall first submit the request for withdrawal to the Finance Director who shall evaluate the effect of the proposed withdrawal on the stability and predictability of the investments in the county treasury. Prior to approval, the Finance Director shall find that the proposed withdrawal will not adversely affect the interests of the other depositors in the pool (Government Code §27136). If it is necessary to liquidate securities, all losses occurring from the sale of a security prior to its maturity shall be borne by the entity wishing to withdraw funds.

XIV. Terms and Conditions for Outside Investors

Outside local agencies, where the County Finance Director does not serve as the agency's treasurer, may invest in Mono County's Investment Pool as permitted by Government Code §53684. Deposits are subject to the consent of the County Finance Director. The local agency legislative body must approve the county investment pool as an authorized investment. If the County Finance Director deems appropriate, the deposits may be returned at any time.

XV. Policy Review

This investment policy shall be reviewed at least annually to ensure its consistency with the overall objectives of preservation of principal liquidity, rate of return and its relevance to current law and financial and economic trends.

SUMMARY OF INVESTMENT LIMITATIONS					
Investment Type	Government Code Reference	Limit ¹ Per Investment Type(s)	Limit ¹ Per Institution	Minimum ² Ratings	Maxium ² Allowable Maturity
United States Treasuries	§53601 (b)	None	None	None	5 years
United States Federal Agencies & Government-Sponsored Enterprises	§53601 (f)	None	None	None	5 years
State of California Notes & Bonds	§53601 (c) & 53601 (e)	None	None	None	5 years
Notes & Bonds of Other 49 States	§53601 (d)	None	None	None	5 years
California Local Agency Debt	§53601 (a), (c) & (e)	None	None	None	5 years
Medium-Term Notes	§53601 (k)	30%	None	A	5 years
Negotiable Certificates of Deposit	§53601 (i)	30%	None	N/A	5 years
Bankers Acceptances	§53601 (g)	40%	30%	A-1	180 days
Commercial Paper	§53601 (h) & 53635 (a)	40%	10%	A-1 (short) A (long)	270 days
Reverse Repurchase Agreements	§53601 (j)	20%	None	Primary Dealer	92 days
Local Agency Investment Fund (LAIF)	§16429.1	N/A	N/A	N/A	N/A
California Asset Management Program (CAMP)	§53601(p)	N/A	N/A	N/A	N/A
Money Market Mutual Funds	§53601(l)	20%	10%	AAA	N/A
Commercial or Savings Bank, Savings and Loan or Credit Union	§53601.8 & 53635.8	30%	10%	N/A	N/A
Supranationals	§53601(q)	30%	N/A	AA	5 years

¹ Based on total of surplus funds at the time the investment decision is made.

² At the time of purchase.

GLOSSARY

Accreted Discount – The increase in the value of a discounted instrument as time passes and it approaches maturity. The value of the instrument will accrete (grow) at the interest rate implied by the discounted issuance price, the value at maturity and the term to maturity.

Accrued Interest – Interest that has accumulated by has not yet been paid from the most recent interest payment date or issue date to a certain date.

Amortization – The reduction of debt through regular payment of principal scheduled to complete repayment by maturity. Usually the payment of interest is incorporated to compensate the lender over the life of the debt.

Bankers' Acceptance – A time bill of exchange drawn on and accepted by a commercial bank to finance the exchange of goods. When a bank “accepts” such a bill, the time draft becomes, in effect, a predated, certified check payable to the bearer at some future specified date. Little risk is involved for the investor because the commercial bank assumes primary liability once the draft is accepted.

Basis point – One basis point is equal to 1/100 of 1%. For example, if interest rates increase from 4.25% to 4.5%, the difference is referred to as a 25-basis-point increase.

Book Value – The value of a security as carried in the records of an investor. Generally, this is the initial outlay for the investment and may be net or gross of expenses such as trading costs, services charges, etc.

Bond – A debt investment in which an investor loans money to an entity (corporate or governmental) that borrows the funds for a defined period of time at a fixed interest rate. Bonds are used by companies, municipalities, states and U.S. and foreign governments to finance a variety of projects and activities.

Broker/Dealer – Any person engaged in the business of effecting transactions in securities in this state for the account of others or for his/her own account. Broker/Dealer also includes a person engaged in the regular business of issuing or guaranteeing options with regard to securities not of his/her own issue.

Commercial Paper – Short-term, unsecured promissory note issued in either registered or bearer form and usually backed by a line of credit with a bank. Maturities do not exceed 270 days and generally average 30 – 45 days.

Coupon Rate – The interest rate stated on a bond when it is issued. The coupon is typically paid semi-annually.

Current Yield – The annual income (interest or dividends) divided by the current price of the security. Since the mathematical calculation relies on the current market value rather than the investor's cost, current yield is unrelated to the actual return the investor will earn if the security is held to maturity.

CUSIP Numbers – An acronym for Committee on Uniform Security Identification Procedures, CUSIP numbers are identification numbers assigned to each maturity of a security issue and usually printed on the face of each individual security in the issue. The CUSIP numbers are intended to facilitate identification and clearance of securities.

Debt Instrument – An instrument or promissory note which evidences and documents the terms of the loaning of funds from one party to another. Typically, the instrument contains the loan date, the maturity date, the repayment provisions, and the interest rate of the borrowing.

Default – The failure to pay debt obligations as agreed in the terms of the debt

Discount – The condition of the price of a bond that is lower than par. The discount equals the difference between the price paid for a security and the security's par value.

Earnings Apportionment – The quarterly interest distribution to the Pool participants.

Fair Value – The amount at which an investment could be exchanged in a current transaction between willing parties, other than a forced or liquidation sale.

Fannie Mae (FNMA, Federal National Mortgage Association) – A government-sponsored enterprise (GSE) that was created in 1938 to expand the flow of mortgage money by creating a secondary mortgage market. Fannie Mae is a publicly traded company which operates under a congressional charter that directs Fannie Mae to channel its efforts into increasing the availability and affordability of homeownership for low-, moderate-, and middle-income Americans.

Federal Government Agency – Debt issued by government sponsored entities (GSE) to facilitate various types of lending. For example, the Federal Farm Credit Bank provides funds to farmers and FNMA provides funds to the real estate mortgage markets.

Freddie Mac (FHLMC, Federal Home Loan Mortgage Corp.) – A stockholder owned government sponsored enterprise (GSE) chartered by Congress in 1970 to keep money flowing to mortgage lenders in support of homeownership and rental housing for middle-income Americans. The FHLMC purchases, guarantees and securitizes mortgages to form mortgage-backed securities. The mortgage-backed securities that it issues tend to be very liquid and carry a credit rating close to that of U.S. Treasuries.

Government-Sponsored Enterprise (GSE) – Privately held corporations with public purposes created by the U.S. Congress to reduce the cost of capital for the certain borrowing sectors of the economy. Members of these sectors include students, farmers and homeowners.

Local Agency Investment Fund (LAIF) – The State of California investment pool in which money of local agencies is pooled as a method for managing and investing local funds.

Market Value – The price at which a security is trading and could presumably be purchased or sold.

Maturity – The date upon which the principal of a security becomes due and payable to the holder.

Money Market Mutual Fund – A mutual fund with investments directed in short-term money market instruments only, which can be withdrawn daily without penalty

Par Value – The face value of a bond. Par value is important for a bond or fixed-income instrument because it determines its maturity value as well as the dollar value of coupon payments.

Premium – The condition of the price of a bond that is higher than par. The premium equals the difference between the price paid for a security and the security's par value.

Principal – The face amount of a security not taking into account discounts or premiums. The amount borrowed or the amount still owed on a loan, separate from interest.

Repurchase Agreement (Repo) – A form of short-term borrowing for dealers in government securities. The dealer sells the government securities to investors, usually on an overnight basis, and buys them back the following day. For the party selling the security (and agreeing to repurchase it in the future) it is a repo; for the party on the other end of the transaction, (buying the security and agreeing to sell in the future) it is a reverse repurchase agreement.

Reverse Repurchase Agreement – The purchase of securities with the agreement to sell them at a higher price at a specific future date.

Registered Warrants – A “promise to pay” with interest, that is issued by the State of California when there is not enough cash to meet all of the State's payment obligations.

Settlement Date – The date on which the purchase or sale of securities is executed. For example, in a purchase transaction, the day the securities are physically delivered or wired to the buyer in exchange for cash is the settlement date.

Supranational Bonds – These bonds are issued when two or more central governments issue foreign bonds to promote economic development for the member countries. These include bonds issued by the International Bank for Reconstruction and Development, or World Bank, and the International American Development Bank.

Trade Date – The date and time corresponding to an investor's commitment to buy or sell a security.

U.S. Treasury Obligation – Direct obligations of the United States Treasury whose payment is guaranteed by the United States of America.

Weighted Average Maturity (WAM) - The weighted average of the time until all securities in a portfolio mature.

TEMPORARY CONSTRAINTS AND RESTRICTIONS ON INVESTMENTS

1. County of Mono restricts the purchase of any retail products issued by Wells Fargo and Deutsche Bank from January 1, 2021 until December 31, 2025.

Municipal Bond Security Provisions: Default Rates

Recent Aggregate Cumulative Default Rates Still Low For All Sectors

Cumulative Default Rates, Average over the Period 2009-2018, General Governments vs Municipal Utilities vs Competitive Enterprises

General Governments											
Rating	Average Cohort Count	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10
Aaa	553	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Aa	6,208	0.00%	0.00%	0.00%	0.01%	0.01%	0.02%	0.04%	0.05%	0.05%	0.05%
A	3,805	0.00%	0.01%	0.03%	0.04%	0.06%	0.10%	0.19%	0.28%	0.34%	0.34%
Baa	361	0.08%	0.15%	0.41%	1.02%	1.82%	2.65%	3.27%	3.88%	4.26%	4.26%
Ba	76	0.15%	1.21%	2.77%	4.26%	5.09%	5.09%	5.09%	5.09%	5.09%	5.09%
B	13	3.30%	6.89%	10.98%	12.90%	12.90%	12.90%	12.90%	12.90%		
Caa-C	8	20.97%	36.53%	45.88%	49.67%	50.07%	50.07%	50.07%	50.07%		
Investment-Grade	10,927	0.00%	0.01%	0.02%	0.04%	0.07%	0.11%	0.15%	0.19%	0.22%	0.22%
Speculative-Grade	96	2.28%	4.93%	7.53%	9.27%	9.94%	9.94%	9.94%	9.94%	9.94%	9.94%
All Rated	11,023	0.02%	0.05%	0.08%	0.11%	0.14%	0.18%	0.22%	0.26%	0.29%	0.29%
Municipal Utilities											
Rating	Average Cohort Count	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10
Aaa	89	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Aa	1,141	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
A	964	0.01%	0.02%	0.04%	0.05%	0.05%	0.08%	0.13%	0.20%	0.28%	0.28%
Baa	136	0.02%	0.02%	0.02%	0.12%	0.33%	0.41%	0.41%	0.41%	0.41%	0.41%
Ba	14	0.00%	0.00%	0.00%	0.52%	0.52%	0.52%	0.52%	0.52%	0.52%	0.52%
B	3	0.43%	6.16%	10.20%	10.20%	10.20%	10.20%	10.20%			
Caa-C	2	25.52%	39.26%	60.55%	60.55%						
Investment-Grade	2,330	0.00%	0.01%	0.02%	0.03%	0.04%	0.05%	0.07%	0.10%	0.13%	0.13%
Speculative-Grade	18	1.94%	3.50%	4.90%	5.33%	5.33%	5.33%	5.33%	5.33%	5.33%	5.33%
All Rated	2,349	0.02%	0.04%	0.05%	0.07%	0.08%	0.09%	0.11%	0.14%	0.17%	0.17%

Municipal Bond Security Provisions: Default Rates

Recent Municipal and Global Corporate Default Rates Converging

Cumulative Default Rates, Average over the Period 2009-2018, Municipals vs. Global Corporates

Municipals

Rating	Average Cohort Count	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10
Aaa	1,061	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Aa	8,157	0.00%	0.00%	0.00%	0.00%	0.01%	0.02%	0.03%	0.04%	0.04%	0.04%
A	5,554	0.00%	0.01%	0.03%	0.04%	0.05%	0.08%	0.15%	0.22%	0.27%	0.27%
Baa	832	0.05%	0.09%	0.20%	0.45%	0.78%	1.08%	1.28%	1.46%	1.57%	1.57%
Ba	163	0.07%	0.56%	1.34%	2.36%	3.02%	3.02%	3.51%	4.78%	5.24%	5.24%
B	36	2.97%	7.17%	11.69%	13.32%	14.54%	16.50%	19.36%	19.36%	19.36%	
Caa-C	22	15.51%	27.37%	35.59%	41.32%	45.90%	52.86%	56.04%	56.04%	56.04%	56.04%
Investment-Grade	15,604	0.00%	0.01%	0.02%	0.04%	0.06%	0.09%	0.12%	0.15%	0.18%	0.18%
Speculative-Grade	222	2.06%	4.21%	6.25%	7.78%	8.89%	9.87%	11.02%	11.99%	12.35%	12.35%
All Rated	15,826	0.03%	0.06%	0.09%	0.13%	0.16%	0.19%	0.23%	0.27%	0.29%	0.29%

Global Corporates

Rating	Average Cohort Count	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10
Aaa	70	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Aa	397	0.03%	0.09%	0.11%	0.11%	0.17%	0.24%	0.39%	0.48%	0.63%	0.63%
A	1,234	0.05%	0.12%	0.26%	0.42%	0.55%	0.67%	0.78%	0.87%	0.96%	0.96%
Baa	1,580	0.08%	0.18%	0.33%	0.50%	0.64%	0.88%	1.12%	1.40%	1.62%	1.69%
Ba	724	0.30%	0.87%	1.50%	2.41%	3.56%	4.45%	5.41%	6.28%	7.09%	7.69%
B	988	1.09%	2.89%	5.32%	8.06%	10.76%	13.45%	15.52%	17.00%	18.18%	19.82%
Caa-C	1,088	7.59%	13.57%	19.18%	24.22%	28.38%	31.87%	35.56%	38.51%	39.53%	39.86%
Investment-Grade	3,281	0.06%	0.15%	0.27%	0.41%	0.53%	0.69%	0.86%	1.02%	1.17%	1.20%
Speculative-Grade	2,800	3.37%	6.34%	9.28%	12.10%	14.62%	16.78%	18.74%	20.25%	21.20%	22.06%
All Rated	6,081	1.55%	2.86%	4.11%	5.24%	6.18%	6.99%	7.70%	8.24%	8.60%	8.84%