

BOARD OF SUPERVISORS
Yolo County, California

To: Fin. Svcs. ✓

CONSENT CALENDAR

Excerpt of Minute Order No. 16-14 Item No. 10, of the Board of Supervisors' meeting of February 9, 2016.

MOTION: Rexroad. SECOND: Chamberlain. AYES: Chamberlain, Villegas, Saylor, Rexroad, Provenza.

10.

Receive and file the County Treasurer's Investment Report for the quarter ended December 31, 2015. (No general fund impact) (Newens)

Approved recommended action on Consent.



County of Yolo

www.yolocounty.org

To: Supervisor Jim Provenza, Chair
and Members of the Board of Supervisors

Consent-General Government # 10.

Board of Supervisors

Financial Services

Meeting Date: 02/09/2016

Brief Title: Treasurer's Investment Report - Quarter Ended 12/31/2015

From: Howard Newens, Chief Financial Officer, Department of Financial Services

Staff Contact: Chad Rinde, Accounting Manager, Department of Financial Services, x8050

Subject

Receive and file the County Treasurer's Investment Report for the quarter ended December 31, 2015. (No general fund impact) (Newens)

Recommended Action

Receive and file the Yolo County Treasurer's Report on Investments for the quarter ended December 31, 2015.

Strategic Plan Goal(s)

Operational Excellence

Reason for Recommended Action/Background

INVESTMENT PORTFOLIO

The County treasury investment portfolio is summarized in *Att. A - Investment Summary*. It includes county funds and deposits from special districts and school districts totaling \$519.4 million as of December 31, 2015. The portfolio consisted of 4.9% (\$25.4 million) in cash at bank; 36.4% (\$188.9 million) in short term investments in government investment pools such as the Local Agency Investment Fund (LAIF) and the California Asset Management Program (CAMP); 58.7% (\$305.1 million) in an investment pool that is actively managed by a professional investment advisor, PFM Asset Management, LLP (PFM). These investments consist mostly of fixed income securities as authorized by government code, such as U.S. Treasuries; securities issued by federal agencies such as FNMA (Fannie Mae), FHLMC (Freddie Mac) and Federal Home Loan Bank; corporate notes; commercial papers; and certificates of deposit. The detail of investments is shown in *Att. B - PFM Statements*. The significant increase in the investments in government investments pools was due to the increase in funds from the receipts of property taxes due on December 10th; these were distributed out to agencies of the county in January, 2016. The Treasury pool completed the transition in November 2015 of the strategy to extend the duration of the investment pool in scheduled increments from a 50/50 percent long term/short term approach to a 70/30 percent approach. During November, the Treasury closed the Davis

Library Reserve CAMP account as part of the refinancing of the Library Special Tax Revenue Bonds.

In their quarterly investment review for the 2nd Quarter (*Att. C - Investment Performance 2Q15*), PFM noted that interest rates have continued to trend upward due to action taken by the Federal Open Market Committee (FOMC) of the Federal Reserve Bank. This was a long anticipated action to start the beginning of an upward push in rates. The FOMC raised the federal funds target rate to 25 basis points (0.25%) in December. This is the first rate increase by the Federal Reserve in the last seven years.

The decision to raise rates was due to the strengthening of the economy (with an unemployment rate of 5.0%). The county is continuing with the approved strategy of maintaining a 30% short-term and 70% long term target. PFM reported that the portfolio complies with government code and county investment policy and is well diversified. In the quarter ended December 31, 2015, the portfolio achieved a quarter ended return of -0.18% compared to the benchmark performing at -0.30%. This is primarily due to adjustments in fair value as a result of the FOMC action in December.

CASH BALANCES

The chart (*Att. D - Cash Balances*) depicts the cash balances of the three major operation funds of the County, and their combined balance. On December 31, 2015, this balance was \$13.0 million; down \$4.4 million from the prior quarter due to normal operating revenues and expenditures. Generally, this period of the year in the fall is a drier period with property tax revenues and public safety tax not distributed until January, while expenditures remain at normal operating levels, creating the decreases in available cash. The Treasury is closely monitoring the available cash in these funds.

CERTIFICATION

The Yolo County investment pool is in compliance with the Yolo County Investment Policy. Our analysis indicates that the investment holdings in the Yolo County Investment Pool are of proper amount and duration to meet the estimated cash flow requirements of the county an all pool participants for the next six months, barring substantial cash payment deferrals from the State government or other unforeseen cash needs.

Collaborations (including Board advisory groups and external partner agencies)

Other agencies having deposits in the pool include: school districts, special districts, cities, Sacramento-Yolo Mosquito District and YCPARMIA. A copy of the report is available on the Department of Financial Services' website. The Board of Supervisors Investment Committee reviews the investment activity and strategy monthly; the Financial Oversight Committee reviews investment performance quarterly. All reports from PFM Asset Management LLC are available in the County Treasurer's office.

Fiscal Information

No Fiscal Impact

Fiscal Impact of this Expenditure

Total cost of recommended action	\$0
Amount budgeted for expenditure	\$0
Additional expenditure authority needed	\$0
On-going commitment (annual cost)	

Source of Funds for this Expenditure

General Fund

Attachments

- [Att. A. Investment Summary](#)
 - [Att. B. Investment Holdings](#)
 - [Att. C. Investment Performance](#)
 - [Att. D. Cash Balances](#)
-

Form Review

Inbox	Reviewed By	Date
Howard Newens	Howard Newens	02/01/2016 09:48 AM
Elisa Sabatini	Elisa Sabatini	02/01/2016 10:37 PM
Form Started By: Chad Rinde		Started On: 01/25/2016 02:39 PM
Final Approval Date: 02/01/2016		

COUNTY OF YOLO
Pooled Portfolio
Investment Summary
For the Three Months Ended December 31, 2015

	December 31, 2015	November 30, 2015	October 31, 2015
<u>GOVERNMENT INVESTMENT POOLS</u>			
Local Agency Investment Fund (LAIF) Accounts:			
County Pooled Account	\$ 49,972,692	\$ 49,972,692	\$ 41,472,692
Yolo County Public Agency Risk Management Insurance Authority	6,914,275	6,914,275	6,084,275
Sacramento-Yolo Mosquito & Vector Control District	2,994,456	3,914,456	5,664,456
Washington JUSD - Scholarship	40,258	40,258	40,258
Davis JUSD	-	12,703	12,703
Davis JUSD CFD #1	30,485	30,485	30,485
Davis JUSD CFD #2	2,673,930	2,673,930	2,673,930
Total Held in LAIF	62,626,096	63,558,799	55,978,799
California Asset Management Program (CAMP):			
County Pooled Account	126,181,478	35,263,229	18,710,295
Davis Library Reserve Fund	-	-	434,200
Willowbank Water	90,973	90,955	90,944
Total Held in CAMP	126,272,451	35,354,184	19,235,439
Total Government Investment Pools	188,898,547	98,912,983	75,214,238
<u>INVESTMENTS MANAGED BY PFM (NOTE 2)</u>			
County Pooled Account	288,193,095	291,081,658	288,178,276
Landfill Closure Trust Fund	13,260,678	13,282,917	13,348,637
Davis JUSD CFD #1	-	-	-
Cache Creek	1,359,458	1,360,706	1,364,233
Demeter Fund	1,487,200	1,518,018	1,547,598
Reported by PFM at Market Value	304,300,431	307,243,299	304,438,744
Accrued Interest	833,388	821,114	909,367
Total Managed by PFM	305,133,819	308,064,413	305,348,111
<u>CASH IN BANKS</u>			
Bank of New York Mellon - Demeter MMA	628,492	598,174	568,432
River City Bank - County Pool MMA	15,007,775	7,503,713	2,501,943
Bank of America - County Pool Checking Account	9,773,230	5,116,808	8,249,225
Total Cash in Banks	25,409,497	13,218,695	11,319,600
Total Pooled Portfolio	\$ 519,441,863	\$ 420,196,091	\$ 391,881,949

NOTES:

- 1 The net interest apportioned for the quarter ended September 31, 2015 was .892823%. A special interest apportionment was done for the month of October, 2015 to facilitate the closure of the counties GENLED system for the conversion to the new financial system, INFOR. The September 30, 2015 calculation is in process. The net interest apportionment for the one month ended October 31, 2015 was .020188%.
- 2 Market values are determined by PFM Asset Management LLC (PFM), and are not materially different from those reported by Bank of New York Mellon, the third party custodian of county investments.

COUNTY OF YOLO
Tobacco Securitization Funds
Investment Summary
For the Three Months Ended December 31, 2015

	<u>December 31, 2015</u>	<u>November 30, 2015</u>	<u>October 31, 2015</u>
Ceres Endowment Account # 97425100			
Reported by PFM at market			
Securities	9,340,180	9,315,479	9,325,166
Accrued Interest	79,611	85,465	79,694
Total Endowment Fund	<u>\$ 9,419,791</u>	<u>\$ 9,400,944</u>	<u>\$ 9,404,860</u>

NOTES:

- 1 These securities are in the custody of Wells Fargo Bank Trust Services, not the County Treasurer. Market value is determined by PFM Asset Management LLC, and is not materially different from those reported by Wells Fargo Bank Trust Services.
- 2 In July 2002, the Board of Supervisors approved the investment of proceeds from the securitization of Tobacco Settlement Receipts in a Capital account and an Endowment Account. The Capital Account was used to finance part of the cost of the Bauer Building and the cost of the Energy Conservation Project and has been closed. The Endowment Account (shown above) is in the custody of a trustee and generates semi-annual deallocations that fund the Pomona Fund and are appropriated annually.
- 3 In April 2006, Yolo County received \$9,139,612 from participation in the sale of Series 2006 Tobacco Securitization Program. These funds are earmarked for capital projects in accordance with bond documents. In August 2009 the Board approved the purchase of the Bauer Building using \$9.7 million of the 2006 Capital Account funds. This account has been closed.
- 4 These endowment funds are invested in accordance with bond documents and as authorized by the Yolo County Investment Policy.



Managed Account Detail of Securities Held

For the Month Ending **December 31, 2015**

YOLO COUNTY - TREASURY POOL - 97420100

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
U.S. Treasury Bond / Note											
US TREASURY NOTES DTD 08/01/2011 1.500% 07/31/2016	912828QX1	905,000.00	AA+	Aaa	06/02/14	06/05/14	925,503.91	0.44	5,680.84	910,552.67	909,560.30
US TREASURY NOTES DTD 09/30/2011 1.000% 09/30/2016	912828RJ1	4,205,000.00	AA+	Aaa	09/16/15	09/17/15	4,226,025.00	0.52	10,684.84	4,220,153.98	4,213,376.36
US TREASURY NOTES DTD 10/31/2014 0.375% 10/31/2016	912828F88	4,010,000.00	AA+	Aaa	12/11/14	12/12/14	3,994,335.94	0.58	2,561.33	4,003,082.83	3,997,625.14
US TREASURY NOTES DTD 01/31/2012 0.875% 01/31/2017	912828SC5	280,000.00	AA+	Aaa	07/29/14	07/31/14	280,535.94	0.80	1,025.27	280,233.13	280,021.84
US TREASURY NOTES DTD 01/31/2012 0.875% 01/31/2017	912828SC5	2,365,000.00	AA+	Aaa	02/26/15	02/27/15	2,377,102.15	0.61	8,659.88	2,371,815.74	2,365,184.47
US TREASURY NOTES DTD 07/02/2012 0.750% 06/30/2017	912828TB6	2,380,000.00	AA+	Aaa	12/04/14	12/05/14	2,375,816.41	0.82	49.04	2,377,553.93	2,372,562.50
US TREASURY NOTES DTD 07/02/2012 0.750% 06/30/2017	912828TB6	2,900,000.00	AA+	Aaa	12/05/14	12/10/14	2,886,972.66	0.93	59.75	2,892,336.17	2,890,937.50
US TREASURY NOTES DTD 11/30/2012 0.625% 11/30/2017	912828UA6	425,000.00	AA+	Aaa	10/30/14	11/03/14	420,285.16	0.99	232.24	422,050.02	421,480.58
US TREASURY NOTES DTD 11/30/2012 0.625% 11/30/2017	912828UA6	3,200,000.00	AA+	Aaa	12/01/14	12/03/14	3,176,500.00	0.87	1,748.63	3,184,907.78	3,173,500.80
US TREASURY NOTES DTD 11/30/2012 0.625% 11/30/2017	912828UA6	4,045,000.00	AA+	Aaa	12/11/14	12/12/14	3,994,437.50	1.05	2,210.38	4,012,231.29	4,011,503.36
US TREASURY NOTES DTD 04/01/2013 0.750% 03/31/2018	912828UU2	2,285,000.00	AA+	Aaa	04/28/15	04/30/15	2,276,788.28	0.88	4,354.61	2,278,663.99	2,264,560.68
US TREASURY NOTES DTD 03/31/2011 2.875% 03/31/2018	912828OB9	2,500,000.00	AA+	Aaa	06/03/15	06/04/15	2,629,785.16	1.00	18,263.32	2,603,574.95	2,595,117.50
US TREASURY NOTES DTD 04/01/2013 0.750% 03/31/2018	912828UU2	7,150,000.00	AA+	Aaa	12/22/15	12/23/15	7,093,302.73	1.10	13,626.02	7,093,911.54	7,086,043.25
US TREASURY NOTES DTD 04/15/2015 0.750% 04/15/2018	912828K25	4,285,000.00	AA+	Aaa	06/05/15	06/08/15	4,243,489.06	1.10	6,848.98	4,251,629.32	4,243,486.92



Managed Account Detail of Securities Held

For the Month Ending **December 31, 2015**

YOLO COUNTY - TREASURY POOL - 97420100

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
U.S. Treasury Bond / Note											
US TREASURY NOTES DTD 05/31/2013 1.000% 05/31/2018	912828VE7	1,150,000.00	AA+	Aaa	05/15/15	05/18/15	1,152,021.48	0.94	1,005.46	1,151,611.82	1,144,115.45
US TREASURY NOTES DTD 05/31/2013 1.000% 05/31/2018	912828VE7	2,350,000.00	AA+	Aaa	05/19/15	05/20/15	2,348,072.27	1.03	2,054.64	2,348,461.83	2,337,975.05
US TREASURY NOTES DTD 10/31/2013 1.250% 10/31/2018	912828WD8	5,500,000.00	AA+	Aaa	11/05/15	11/09/15	5,516,328.13	1.15	11,710.16	5,515,541.63	5,492,267.00
Security Type Sub-Total		49,935,000.00					49,917,301.78	0.91	90,775.39	49,918,312.62	49,799,318.70
Supra-National Agency Bond / Note											
INTL BANK OF RECON AND DEV GLOBAL NOTES DTD 04/30/2015 1.000% 06/15/2018	459058EJ8	1,350,000.00	AAA	Aaa	04/22/15	04/30/15	1,347,691.50	1.06	600.00	1,348,182.91	1,338,765.30
Security Type Sub-Total		1,350,000.00					1,347,691.50	1.06	600.00	1,348,182.91	1,338,765.30
Federal Agency Collateralized Mortgage Obligation											
FNMA SERIES 2015-M7 ASQ2 DTD 04/01/2015 1.550% 04/01/2018	3136ANJY4	1,085,000.00	AA+	Aaa	04/15/15	04/30/15	1,095,846.09	0.83	1,401.46	1,092,970.57	1,083,944.95
FNMA SERIES 2015-M3 FA DTD 02/01/2015 0.447% 06/01/2018	3136AMMC0	1,098,954.82	AA+	Aaa	02/12/15	02/27/15	1,098,667.66	0.39	410.47	1,098,788.03	1,098,615.02
FNMA SERIES M4 FA DTD 03/01/2015 0.437% 09/01/2018	3136AMTM1	1,365,382.34	AA+	Aaa	03/12/15	03/31/15	1,365,032.39	0.38	497.10	1,365,272.47	1,363,884.24
FNMA SERIES 2015-M8 FA DTD 05/01/2015 0.396% 11/01/2018	3136ANMF1	1,273,689.68	AA+	Aaa	05/13/15	05/29/15	1,273,387.71	0.36	419.85	1,273,508.89	1,265,814.07
FNMA SERIES 2015-M15 ASQ2 DTD 11/01/2015 1.898% 01/01/2019	3136AOSW1	1,260,000.00	AA+	Aaa	11/06/15	11/30/15	1,272,599.87	1.20	1,992.99	1,272,599.87	1,268,029.48
FNMA SERIES 2015-M10 FA DTD 06/01/2015 0.478% 03/01/2019	3136ANA98	4,310,724.08	AA+	Aaa	06/12/15	06/30/15	4,309,476.56	0.43	1,717.90	4,309,807.66	4,305,581.82
FANNIE MAE SERIES 2015-M13 ASQ2 DTD 10/01/2015 1.646% 09/01/2019	3136AQDQ0	2,635,000.00	AA+	Aaa	10/07/15	10/30/15	2,661,386.63	1.08	3,614.34	2,660,072.18	2,630,982.68



Managed Account Detail of Securities Held

For the Month Ending **December 31, 2015**

YOLO COUNTY - TREASURY POOL - 97420100

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
Federal Agency Collateralized Mortgage Obligation											
FNMA SERIES 2015-M12 FA DTD 09/01/2015 0.571% 04/01/2020	3136AP3Z3	4,885,359.68	AA+	Aaa	09/10/15	09/30/15	4,883,600.94	0.54	2,325.51	4,883,600.95	4,858,259.61
Security Type Sub-Total		17,914,110.60					17,959,997.85	0.62	12,379.62	17,956,620.62	17,875,111.87
Federal Agency Bond / Note											
FHLB NOTES DTD 05/03/2006 5.375% 05/18/2016	3133XFJF4	770,000.00	AA+	Aaa	01/26/15	01/29/15	820,026.90	0.37	4,943.51	784,636.48	783,766.06
FEDERAL HOME LOAN BANK GLOBAL NOTES DTD 05/10/2013 0.375% 06/24/2016	3133834R9	4,250,000.00	AA+	Aaa	12/04/14	12/05/14	4,248,300.00	0.40	309.90	4,249,473.00	4,244,674.75
FREDDIE MAC GLOBAL NOTES DTD 07/08/2011 2.000% 08/25/2016	3137EACW7	3,880,000.00	AA+	Aaa	02/04/15	02/05/15	3,971,917.20	0.47	27,160.00	3,918,484.44	3,911,226.24
FNMA NOTES DTD 08/19/2011 1.250% 09/28/2016	3135G0CM3	500,000.00	AA+	Aaa	10/01/13	10/03/13	507,390.00	0.75	1,614.58	501,850.35	501,812.00
FNMA NOTES DTD 08/19/2011 1.250% 09/28/2016	3135G0CM3	850,000.00	AA+	Aaa	04/16/14	06/16/14	862,058.95	0.53	2,744.79	854,512.19	853,080.40
FNMA NOTES DTD 08/19/2011 1.250% 09/28/2016	3135G0CM3	1,270,000.00	AA+	Aaa	10/01/13	10/03/13	1,289,057.75	0.74	4,101.04	1,274,771.39	1,274,602.48
FHLB NOTES DTD 08/07/2014 0.500% 09/28/2016	3130A2T97	4,460,000.00	AA+	Aaa	02/18/15	02/19/15	4,451,793.60	0.62	5,760.83	4,456,207.93	4,452,172.70
FHLB NOTES DTD 11/17/2014 0.625% 11/23/2016	3130A3J70	1,695,000.00	AA+	Aaa	02/05/15	02/05/15	1,697,610.30	0.54	1,118.23	1,696,301.08	1,691,679.50
FHLB NOTES DTD 11/17/2014 0.625% 11/23/2016	3130A3J70	2,035,000.00	AA+	Aaa	01/21/15	01/22/15	2,037,559.18	0.56	1,342.53	2,036,250.91	2,031,013.44
FHLB NOTES DTD 11/17/2014 0.625% 11/23/2016	3130A3J70	2,500,000.00	AA+	Aaa	04/22/15	04/23/15	2,503,900.00	0.53	1,649.31	2,502,207.75	2,495,102.50
FHLB NOTES DTD 11/09/2010 1.625% 12/09/2016	313371PV2	3,250,000.00	AA+	Aaa	03/02/15	03/03/15	3,304,730.00	0.66	3,227.43	3,279,168.98	3,274,037.00
FHLB NOTES DTD 11/09/2010 1.625% 12/09/2016	313371PV2	7,000,000.00	AA+	Aaa	02/09/15	02/11/15	7,116,900.00	0.70	6,951.39	7,060,242.00	7,051,772.00



Managed Account Detail of Securities Held

For the Month Ending **December 31, 2015**

YOLO COUNTY - TREASURY POOL - 97420100

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
Federal Agency Bond / Note											
FHLMC REFERENCE NOTE DTD 01/16/2015 0.500% 01/27/2017	3137EADU0	135,000.00	AA+	Aaa	01/15/15	01/16/15	134,763.75	0.59	288.75	134,874.93	134,456.76
FANNIE MAE GLOBAL NOTES DTD 01/09/2012 1.250% 01/30/2017	3135G0GY3	2,500,000.00	AA+	Aaa	05/28/15	05/29/15	2,527,100.00	0.60	13,107.64	2,517,573.10	2,509,375.00
FHLMC NOTES DTD 01/21/2014 0.875% 02/22/2017	3137EADT3	2,500,000.00	AA+	Aaa	06/03/15	06/04/15	2,509,750.00	0.65	7,838.54	2,506,498.20	2,498,697.50
FHLB GLOBAL NOTES (CALLABLE) DTD 03/24/2015 0.840% 03/24/2017	3130A4QV7	4,370,000.00	AA+	Aaa	03/17/15	03/24/15	4,370,000.00	0.84	9,890.77	4,370,000.00	4,363,567.36
FNMA NOTES DTD 03/01/2012 1.125% 04/27/2017	3135G0JA2	445,000.00	AA+	Aaa	11/20/14	11/26/14	448,261.85	0.82	890.00	446,790.64	445,735.14
FNMA GLOBAL BENCHMARK NOTES DTD 06/08/2007 5.375% 06/12/2017	31398ADM1	4,500,000.00	AA+	Aaa	07/28/15	07/29/15	4,887,720.00	0.73	12,765.63	4,800,625.38	4,779,346.50
FREDDIE MAC GLOBAL NOTES DTD 06/25/2012 1.000% 07/28/2017	3137EADJ5	1,535,000.00	AA+	Aaa	08/12/14	08/14/14	1,534,897.15	1.00	6,523.75	1,534,945.66	1,532,447.30
FREDDIE MAC GLOBAL NOTES DTD 06/25/2012 1.000% 07/28/2017	3137EADJ5	8,380,000.00	AA+	Aaa	03/19/15	03/20/15	8,408,413.31	0.85	35,615.00	8,399,071.87	8,366,064.06
FNMA NOTES DTD 08/25/2014 1.000% 09/27/2017	3135G0ZL0	665,000.00	AA+	Aaa	12/04/14	12/05/14	665,704.90	0.96	1,736.39	665,439.37	663,501.09
FNMA NOTES DTD 08/25/2014 1.000% 09/27/2017	3135G0ZL0	4,000,000.00	AA+	Aaa	04/28/15	04/30/15	4,020,840.00	0.78	10,444.44	4,015,088.44	3,990,984.00
FANNIE MAE GLOBAL NOTES DTD 10/30/2012 0.875% 12/20/2017	3135G0RT2	1,380,000.00	AA+	Aaa	06/23/15	06/24/15	1,377,612.60	0.95	368.96	1,378,106.56	1,373,378.76
FHLMC NOTES DTD 11/21/2012 0.750% 01/12/2018	3137EADN6	5,000,000.00	AA+	Aaa	07/20/15	07/21/15	4,969,650.00	1.00	17,604.17	4,975,047.55	4,959,760.00
FNMA BENCHMARK NOTE DTD 09/01/2015 1.125% 10/19/2018	3135G0E58	4,000,000.00	AA+	Aaa	11/13/15	11/16/15	3,986,920.00	1.24	9,000.00	3,987,472.60	3,974,500.00
FNMA BENCHMARK NOTE DTD 09/01/2015 1.125% 10/19/2018	3135G0E58	5,000,000.00	AA+	Aaa	09/01/15	09/02/15	4,992,200.00	1.18	11,250.00	4,992,997.00	4,968,125.00



Managed Account Detail of Securities Held

For the Month Ending **December 31, 2015**

YOLO COUNTY - TREASURY POOL - 97420100

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
Security Type Sub-Total		76,870,000.00					77,645,077.44	0.76	198,247.58	77,338,637.80	77,124,877.54
Corporate Note											
CISCO SYSTEMS INC GLOBAL NOTES DTD 02/22/2006 5.500% 02/22/2016	17275RAC6	2,620,000.00	AA-	A1	11/05/13	11/08/13	2,910,165.00	0.62	51,635.83	2,638,060.37	2,636,702.50
CATERPILLAR FINANCIAL SE NOTES DTD 02/28/2013 0.700% 02/26/2016	14912L5N7	830,000.00	A	A2	02/25/13	02/28/13	828,970.80	0.74	2,017.36	829,946.90	829,954.35
WELLS FARGO & COMPANY DTD 07/29/2013 1.250% 07/20/2016	94974BFL9	2,050,000.00	A	A2	07/22/13	07/29/13	2,048,032.00	1.28	11,460.07	2,049,628.38	2,053,239.00
BERKSHIRE HATHAWAY FIN GLOBAL NOTES DTD 08/15/2013 0.950% 08/15/2016	084664BX8	745,000.00	AA	Aa2	10/08/13	10/15/13	743,584.50	1.02	2,673.72	744,686.21	745,417.20
BERKSHIRE HATHAWAY FIN GLOBAL NOTES DTD 08/15/2013 0.950% 08/15/2016	084664BX8	1,805,000.00	AA	Aa2	08/06/13	08/15/13	1,804,043.35	0.97	6,477.94	1,804,799.37	1,806,010.80
AMERICAN HONDA FINANCE GLOBAL NOTES DTD 10/10/2013 1.125% 10/07/2016	02665WAB7	1,735,000.00	A+	A1	10/03/13	10/10/13	1,728,962.20	1.24	4,554.38	1,733,431.96	1,736,389.74
PFIZER INC GLOBAL NOTES DTD 06/03/2013 0.900% 01/15/2017	717081DD2	2,500,000.00	AA	A1	05/28/13	06/03/13	2,496,000.00	0.95	10,375.00	2,498,835.73	2,495,090.00
IBM CORP GLOBAL NOTES DTD 02/06/2012 1.250% 02/06/2017	459200HC8	4,200,000.00	AA-	Aa3	12/04/14	12/09/14	4,235,112.00	0.86	21,145.83	4,217,934.29	4,205,178.60
CISCO SYSTEMS INC GLOBAL NOTES DTD 03/03/2014 1.100% 03/03/2017	17275RAT9	1,490,000.00	AA-	A1	02/24/14	03/03/14	1,489,910.60	1.10	5,372.28	1,489,964.73	1,491,254.58
CTRPLLR FIN SERV CORP DTD 03/03/2014 1.000% 03/03/2017	14912L5Z0	2,995,000.00	A	A2	12/11/14	12/16/14	2,987,662.25	1.11	9,816.94	2,991,098.77	2,987,524.48
WAL-MART STORES INC CORP NOTES DTD 04/22/2014 1.000% 04/21/2017	931142DN0	655,000.00	AA	Aa2	04/15/14	04/22/14	654,901.75	1.01	1,273.61	654,956.83	655,480.12
COMCAST CORP NOTE DTD 10/28/1997 8.875% 05/01/2017	20029PAG4	3,000,000.00	A-	A3	03/02/15	03/05/15	3,491,520.00	1.16	44,375.00	3,305,450.40	3,289,353.00
APPLE INC CORP NOTE DTD 05/06/2014 1.050% 05/05/2017	037833AM2	2,500,000.00	AA+	Aa1	04/29/14	05/06/14	2,498,675.00	1.07	4,010.42	2,499,400.65	2,501,467.50
APPLE INC CORP NOTE DTD 05/13/2015 0.900% 05/12/2017	037833BB5	1,160,000.00	AA+	Aa1	05/06/15	05/13/15	1,159,199.60	0.94	1,392.00	1,159,451.91	1,156,413.28



Managed Account Detail of Securities Held

For the Month Ending **December 31, 2015**

YOLO COUNTY - TREASURY POOL - 97420100

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
Corporate Note											
TOYOTA MOTOR CREDIT CORP NOTE DTD 05/16/2014 1.125% 05/16/2017	89236TBH7	1,825,000.00	AA-	Aa3	05/13/14	05/16/14	1,824,032.75	1.14	2,566.41	1,824,552.66	1,821,932.18
THE WALT DISNEY CORPORATION CORP NOTE DTD 06/02/2014 0.875% 05/30/2017	25468PCZ7	1,745,000.00	A	A2	05/28/14	06/02/14	1,741,859.00	0.94	1,314.81	1,743,506.05	1,741,571.08
HSBC USA INC DTD 06/23/2014 1.300% 06/23/2017	40434CAA3	1,110,000.00	A	A2	06/16/14	06/23/14	1,108,312.80	1.35	320.67	1,109,160.42	1,104,088.14
PEPSICO, INC DTD 07/17/2015 1.125% 07/17/2017	713448CW6	615,000.00	A	A1	07/14/15	07/17/15	614,803.20	1.14	3,151.88	614,847.65	614,955.11
WELLS FARGO & COMPANY CORP NOTES DTD 09/09/2014 1.400% 09/08/2017	94974BGB0	1,500,000.00	A	A2	09/02/14	09/09/14	1,498,515.00	1.43	6,591.67	1,499,156.88	1,498,287.00
CHEVRON CORP NOTE DTD 11/18/2014 1.345% 11/15/2017	166764AL4	1,650,000.00	AA	Aa1	11/10/14	11/18/14	1,650,000.00	1.35	2,835.71	1,650,000.00	1,644,807.45
TOYOTA MOTOR CREDIT CORP NOTE DTD 01/12/2015 1.450% 01/12/2018	89236TCA1	715,000.00	AA-	Aa3	01/07/15	01/12/15	714,020.45	1.50	4,866.97	714,332.25	713,640.07
JP MORGAN CHASE CORP NOTES (CALLABLE) DTD 03/02/2015 1.700% 03/01/2018	46623EKD0	3,050,000.00	A-	A3	02/25/15	03/02/15	3,049,207.00	1.71	17,283.33	3,049,422.39	3,035,210.55
EXXON MOBIL CORP NOTES DTD 03/06/2015 1.305% 03/06/2018	30231GAL6	4,325,000.00	AAA	Aaa	03/04/15	03/06/15	4,325,000.00	1.31	18,029.84	4,325,000.00	4,318,127.58
AMERICAN HONDA FINANCE CORP NOTES DTD 03/13/2015 1.500% 03/13/2018	02665WAT8	4,475,000.00	A+	A1	03/10/15	03/13/15	4,469,003.50	1.55	20,137.50	4,470,576.51	4,442,189.30
GENERAL ELEC CAP CORP GLOBAL NOTES DTD 04/02/2013 1.625% 04/02/2018	36962G6W9	4,495,000.00	AA+	A1	07/01/15	07/07/15	4,508,035.50	1.52	18,058.04	4,505,797.98	4,509,676.18
PEPSICO, INC CORP NOTES DTD 04/30/2015 1.250% 04/30/2018	713448CR7	1,025,000.00	A	A1	04/27/15	04/30/15	1,024,877.00	1.25	2,171.01	1,024,904.07	1,021,260.80
CONOCOPHILLIPS COMPANY CORP NOTE DTD 05/18/2015 1.500% 05/15/2018	20826FAL0	1,085,000.00	A	A2	05/13/15	05/18/15	1,084,869.80	1.50	2,079.58	1,084,895.91	1,065,114.12



Managed Account Detail of Securities Held

For the Month Ending **December 31, 2015**

YOLO COUNTY - TREASURY POOL - 97420100

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
Corporate Note											
BANK OF NEW YORK MELLON CORP (CALLABLE) DTD 05/29/2015 1.600% 05/22/2018	06406HDB2	4,970,000.00	A	A1	05/22/15	05/29/15	4,969,552.70	1.60	8,614.67	4,969,634.71	4,951,412.20
TOYOTA MOTOR CREDIT CORP DTD 07/13/2015 1.550% 07/13/2018	89236TCP8	1,940,000.00	AA-	Aa3	07/08/15	07/13/15	1,938,351.00	1.58	14,032.67	1,938,602.50	1,935,417.72
AMERICAN EXPRESS CRD CRP NT (CALLABLE) DTD 07/31/2015 1.800% 07/31/2018	0258M0DV8	2,925,000.00	A-	A2	09/15/15	09/18/15	2,919,033.00	1.87	22,083.75	2,919,626.63	2,919,767.18
JOHN DEERE CAPITAL CORP NOTE DTD 09/11/2015 1.750% 08/10/2018	24422ETA7	4,365,000.00	A	A2	09/08/15	09/11/15	4,360,722.30	1.78	23,340.63	4,361,146.36	4,366,134.90
AMERICAN EXP CREDIT CORP NT (CALLABLE) DTD 11/05/2015 1.875% 11/05/2018	0258M0DZ9	1,375,000.00	A-	A2	10/29/15	11/05/15	1,374,876.25	1.88	4,010.42	1,374,882.52	1,371,365.88
Security Type Sub-Total		71,475,000.00					72,251,810.30	1.32	348,069.94	71,797,691.99	71,664,432.59
Commercial Paper											
BNP PARIBAS NY BRANCH COMM PAPER -- 0.000% 01/04/2016	09659BA42	1,250,000.00	A-1	P-1	07/07/15	07/07/15	1,247,423.26	0.41	0.00	1,249,957.29	1,249,946.25
BANK OF TOKYO MITS UFJ LTD COMM PAPER -- 0.000% 01/06/2016	06538BA60	3,000,000.00	A-1	P-1	07/10/15	07/10/15	2,994,000.00	0.40	0.00	2,999,833.32	2,999,823.00
BANK OF TOKYO MITS UFJ LTD COMM PAPER -- 0.000% 04/11/2016	06538BDB6	3,000,000.00	A-1	P-1	10/14/15	10/14/15	2,992,200.00	0.52	0.00	2,995,623.33	2,994,918.00
BANK OF TOKYO MITSUBISHI UFJ COMM PAPER -- 0.000% 05/09/2016	06538BE90	2,150,000.00	A-1	P-1	11/09/15	11/09/15	2,143,804.42	0.57	0.00	2,145,608.63	2,144,820.65
BNP PARIBAS NY BRANCH COMM PAPER -- 0.000% 05/09/2016	09659BE97	3,920,000.00	A-1	P-1	11/09/15	11/09/15	3,909,100.22	0.55	0.00	3,912,274.35	3,910,274.48



Managed Account Detail of Securities Held

For the Month Ending **December 31, 2015**

YOLO COUNTY - TREASURY POOL - 97420100

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
Commercial Paper											
BNP PARIBAS NY BRANCH COMM PAPER -- 0.000% 05/16/2016	09659BEG1	3,400,000.00	A-1	P-1	11/17/15	11/17/15	3,390,769.00	0.54	0.00	3,393,064.00	3,390,877.80
Security Type Sub-Total		16,720,000.00					16,677,296.90	0.51	0.00	16,696,360.92	16,690,660.18
Certificate of Deposit											
CREDIT SUISSE NEW YORK CERT DEPOS DTD 08/11/2015 0.670% 05/06/2016	22549VX73	3,000,000.00	A-1	P-1	08/10/15	08/11/15	3,000,000.00	0.67	7,984.17	3,000,000.00	2,998,899.06
GOLDMAN SACHS BANK USA CD DTD 08/19/2014 0.900% 08/12/2016	38147J2L5	3,000,000.00	A-1	P-1	08/14/14	08/19/14	3,000,000.00	0.90	9,986.30	3,000,000.00	2,997,465.00
TORONTO DOMINION BANK NY CD DTD 09/29/2014 0.900% 09/29/2016	89112UXV8	2,700,000.00	A-1+	P-1	09/25/14	09/29/14	2,700,000.00	0.90	6,345.00	2,700,000.00	2,701,377.00
CANADIAN IMPERIAL BANK NY YCD DTD 04/10/2015 1.010% 04/06/2017	13606JYY9	5,650,000.00	A-1	P-1	04/06/15	04/10/15	5,650,000.00	1.01	13,473.68	5,650,000.00	5,622,738.75
RABOBANK NEDERLAND NV CERT DEPOS DTD 04/27/2015 1.070% 04/21/2017	21684BXH2	3,150,000.00	A-1	P-1	04/22/15	04/27/15	3,150,000.00	1.07	6,553.75	3,150,000.00	3,134,880.00
BMO HARRIS BANK NA CD DTD 10/23/2015 1.000% 04/24/2017	05574BFW5	5,000,000.00	A-1	Aa3	10/22/15	10/23/15	5,000,000.00	1.01	9,722.22	5,000,000.00	4,986,350.00
NORDEA BANK FINLAND NY CD DTD 05/29/2015 1.150% 05/26/2017	65558LFA5	3,400,000.00	AA-	Aa3	05/27/15	05/29/15	3,400,000.00	1.15	3,910.00	3,400,000.00	3,380,620.00
SVENSKA HANDELSBANKEN NY FLT CERT DEPOS DTD 11/24/2015 0.832% 08/24/2017	86958DH54	3,300,000.00	A-1+	P-1	11/20/15	11/24/15	3,300,000.00	0.84	2,898.48	3,300,000.00	3,298,069.50
US BANK NA CINCINNATI (CALLABLE) CD DTD 09/11/2014 1.375% 09/11/2017	90333VPF1	3,745,000.00	AA-	A1	09/09/14	09/11/14	3,738,970.55	1.41	15,734.20	3,741,594.67	3,731,173.46
BANK OF NOVA SCOTIA HOUSTON YCD DTD 11/09/2015 1.560% 11/06/2017	06417GAS7	5,000,000.00	A-1	P-1	11/06/15	11/09/15	5,000,000.00	1.55	11,266.67	5,000,000.00	4,993,575.00
SKANDINAVISKA ENSKILDA BANKEN NY CD DTD 11/17/2015 1.480% 11/16/2017	83050FBG5	5,000,000.00	A-1	P-1	11/16/15	11/17/15	5,000,000.00	1.48	9,250.00	5,000,000.00	4,980,350.00



Managed Account Detail of Securities Held

For the Month Ending **December 31, 2015**

YOLO COUNTY - TREASURY POOL - 97420100

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
Security Type Sub-Total		42,945,000.00					42,938,970.55	1.13	97,124.47	42,941,594.67	42,825,497.77
Asset-Backed Security / Collateralized Mortgage Obligation											
HONDA ABS 2014-4 A2 DTD 11/26/2014 0.580% 01/15/2017	43814JAB0	839,769.80	NR	Aaa	11/19/14	11/26/14	839,767.36	0.58	216.47	839,768.76	839,171.04
HONDA ABS 2015-1 A2 DTD 01/28/2015 0.700% 06/15/2017	43814KAB7	641,853.05	AAA	Aaa	01/21/15	01/28/15	641,819.54	0.70	199.69	641,834.28	641,227.50
TOYOTA ABS 2015-A A2 DTD 03/04/2015 0.710% 07/15/2017	89236WAB4	1,297,488.44	AAA	Aaa	02/24/15	03/04/15	1,297,476.12	0.71	409.43	1,297,481.06	1,296,395.05
CITIBANK ABS 2014-A2 A2 DTD 03/05/2014 1.020% 02/22/2019	17305EFN0	1,655,000.00	AAA	Aaa	03/17/15	03/20/15	1,652,737.30	1.08	6,049.03	1,653,102.51	1,651,035.12
HONDA ABS 2015-3 A3 DTD 08/19/2015 1.270% 04/18/2019	43814MAC1	1,895,000.00	NR	Aaa	08/12/15	08/19/15	1,894,976.69	1.27	869.07	1,894,979.48	1,886,089.33
NISSAN ABS 2015-A A3 DTD 04/14/2015 1.050% 10/15/2019	65477UAC4	2,330,000.00	NR	Aaa	04/07/15	04/14/15	2,329,510.23	1.06	1,087.33	2,329,597.68	2,313,953.29
NISSAN ABS 2015-B A3 DTD 07/22/2015 1.340% 03/15/2020	65475WAD0	2,260,000.00	NR	Aaa	07/15/15	07/22/15	2,259,820.33	1.34	1,345.96	2,259,840.42	2,246,559.33
Security Type Sub-Total		10,919,111.29					10,916,107.57	1.06	10,176.98	10,916,604.19	10,874,430.66
Managed Account Sub-Total		288,128,221.89					289,654,253.89	0.97	757,373.98	288,914,005.72	288,193,094.61
Securities Sub-Total		\$288,128,221.89					\$289,654,253.89	0.97%	\$757,373.98	\$288,914,005.72	\$288,193,094.61
Accrued Interest											\$757,373.98
Total Investments											\$288,950,468.59



Managed Account Detail of Securities Held

For the Month Ending **December 31, 2015**

YOLO COUNTY LANDFILL CLOSURE TRUST FUND - 97420120

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
U.S. Treasury Bond / Note											
US TSY INFL IX BONDS DTD 01/16/2007 2.375% 01/15/2017	912828GD6	4,000,000.00	AA+	Aaa	05/21/07	05/22/07	4,747,745.83	2.45	51,758.56	4,721,353.06	4,834,088.45
Security Type Sub-Total		4,000,000.00					4,747,745.83	2.45	51,758.56	4,721,353.06	4,834,088.45
Federal Agency Bond / Note											
FNMA NOTES DTD 03/01/2012 1.125% 04/27/2017	3135G0JA2	4,400,000.00	AA+	Aaa	06/25/14	06/27/14	4,426,400.00	0.91	8,800.00	4,412,407.96	4,407,268.80
FNMA BENCHMARK NOTES DTD 04/27/2015 1.500% 06/22/2020	3135G0D75	4,070,000.00	AA+	Aaa	09/28/15	09/28/15	4,063,325.20	1.54	1,526.25	4,063,704.81	4,019,320.36
Security Type Sub-Total		8,470,000.00					8,489,725.20	1.21	10,326.25	8,476,112.77	8,426,589.16
Managed Account Sub-Total		12,470,000.00					13,237,471.03	1.66	62,084.81	13,197,465.83	13,260,677.61
Securities Sub-Total		\$12,470,000.00					\$13,237,471.03	1.66%	\$62,084.81	\$13,197,465.83	\$13,260,677.61
Accrued Interest											\$62,084.81
Total Investments											\$13,322,762.42



Managed Account Detail of Securities Held

For the Month Ending **December 31, 2015**

YOLO COUNTY CACHE CREEK - 97420140

Security Ty7e/Description	Dated Date/Con/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	MarVet Value
Federal Agency Bond / Note												
FREDDIE MAC GLOBAL NOTES DTD 07/08/2011 2.000% 08/25/2016		3137EACW7	970,000.00	AA+	Aaa	08/30/11	08/31/11	1,007,092.80	1.21	6,790.00	974,962.99	977,806.56
Security Ty7e Sub-Total			970,000.00					1,007,092.80	1.21	6,790.00	974,962.99	977,806.56
Corporate Note												
MICROSOFT CORP NOTES DTD 02/08/2011 2.500% 02/08/2016		594918AK0	130,000.00	AAA	Aaa	08/30/11	09/02/11	137,361.90	1.18	1,290.97	130,174.68	130,240.11
AMERICAN EXPRESS CREDIT CORP NOTES DTD 03/18/2014 2.125% 03/18/2019		0258M0DK2	135,000.00	A-	A2	10/26/15	10/29/15	136,185.30	1.86	820.78	136,127.13	134,986.91
WELLS FARGO & COMPANY NOTES DTD 12/07/2015 2.550% 12/07/2020		94974BGR5	117,000.00	A	A2	12/14/15	12/15/15	116,868.96	2.57	198.90	116,870.10	116,424.83
Security Ty7e Sub-Total			382,000.00					384,416.16	1.87	2,310.65	383,172.91	381,641.85
Managed Account Sub-Total			1,352,000.00					1,391,508.96	1.68	9,100.65	1,358,135.90	1,359,448.41
Securities Sub-Total			\$1,352,000.00					\$1,391,508.96	1.68	\$ 9,100.65	\$1,358,135.90	\$1,359,448.41
Accrued Interest												\$ 9,100.65
Total Investments												\$1,368,549.06



Managed Account Detail of Securities Held

For the Month Ending **December 31, 2015**

YOLO COUNTY - CERES ENDOWMENT ACCOUNT - 97425100

Security Ty7e/Descri7tion Dated Date/Cou7on/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	priginal Cost	YTM at Cost	Accrued Interest	Amortized Cost	MarVet Oalue
Munici7al Bond / Note											
NC ST T/E GO BONDS DTD 06/15/2005 5.000% 04/01/2016	658256VE9	500,000.00	AAA	Aaa	12/28/12	12/31/12	571,565.00	0.55	6,250.00	505,547.01	505,805.00
COLUMBUS, OH T/E GO BONDS DTD 07/24/2012 5.000% 02/15/2017	1994916P1	500,000.00	AAA	Aaa	05/20/14	05/21/14	560,710.00	0.52	9,444.44	525,028.99	524,265.00
UNIV OF WA T/E REV BONDS DTD 03/04/2015 3.000% 06/01/2017	91523NNB8	250,000.00	AA+	Aaa	01/23/15	03/04/15	263,567.50	0.56	625.00	258,592.63	257,905.00
CT ST T/E GO BONDS DTD 06/04/2014 5.000% 06/15/2017	20772JTD4	500,000.00	AA	Aa3	05/21/14	06/04/14	563,230.00	0.77	1,111.11	530,550.56	530,560.00
WA ST T/E GO BONDS DTD 09/28/2010 5.000% 07/01/2017	93974CUF5	400,000.00	AA+	Aa1	04/23/14	04/28/14	454,584.00	0.65	10,000.00	425,929.70	425,016.00
PA ST T/E GO BONDS DTD 10/27/2011 5.000% 07/01/2017	70914PRN4	500,000.00	AA-	Aa3	05/01/14	05/06/14	566,085.00	0.75	12,500.00	531,638.22	530,810.00
WI ST T/E GO BONDS DTD 11/07/2013 5.000% 05/01/2019	97705L3P0	425,000.00	AA	Aa2	10/11/13	11/07/13	497,398.75	1.73	3,541.67	469,816.43	478,282.25
WA ST T/E GO BONDS DTD 02/05/2013 5.000% 07/01/2019	93974C7X2	400,000.00	AA+	Aa1	01/24/13	02/05/13	495,668.00	1.12	10,000.00	453,118.10	452,328.00
NASSAU CNTY INT FIN AUTH, NY T/E REV BND DTD 10/11/2012 5.000% 11/15/2019	631663NV9	250,000.00	AAA	NR	10/04/12	10/11/12	315,000.00	1.17	1,597.22	286,139.67	285,370.00
MINNEAPOLIS, MN T/E GO BONDS DTD 10/30/2012 2.000% 12/01/2019	60374Y3D7	425,000.00	AAA	Aa1	09/26/12	10/30/12	446,547.50	1.25	708.33	437,142.93	437,278.25
MS ST T/E GO BONDS DTD 10/30/2012 4.000% 12/01/2020	605581CP0	400,000.00	AA	Aa2	10/17/12	10/30/12	476,212.00	1.49	1,333.33	447,420.13	449,108.00
NYC, NY T/E GO BONDS DTD 10/23/2012 4.000% 08/01/2021	64966J2V7	400,000.00	AA	Aa2	10/04/12	10/23/12	465,812.00	1.95	6,666.67	443,164.87	452,096.00
ROCKLIN SCH DIST, CA T/E GO BONDS DTD 08/07/2003 0.000% 08/01/2021	773754FQ4	480,000.00	AA-	Aa2	07/23/03	08/07/03	184,761.60	5.38	0.00	356,870.05	428,222.40
GA ST T/E GO BONDS DTD 01/08/2013 5.000% 10/01/2021	373384ZW9	280,000.00	AAA	Aaa	06/28/13	07/03/13	338,573.20	2.21	3,500.00	321,959.31	335,879.60



Managed Account Detail of Securities Held

For the Month Ending **December 31, 2015**

YOLO COUNTY - CERES ENDOWMENT ACCOUNT - 97425100

Security Ty7e/Description Dated Date/Cou7on/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	priginal Cost	YTM at Cost	Accrued Interest	Amortized Cost	MarVet Oalue
Munici7al Bond / Note											
OR DEPT ADMIN LOTTERY T/E REV BONDS DTD 04/16/2013 4.000% 04/01/2022	68607VC37	400,000.00	AAA	Aa2	04/04/13	04/16/13	469,608.00	1.88	4,000.00	449,773.85	459,572.00
TN ST T/E GO BONDS DTD 03/15/2012 5.000% 08/01/2022	880541SP3	400,000.00	AA+	Aaa	06/27/13	07/02/13	484,392.00	2.40	8,333.33	462,977.56	487,272.00
SHASTA SCH DIST, CA T/E GO BONDS DTD 05/21/2003 0.000% 08/01/2024	820174EJ5	930,000.00	AA-	A3	05/21/03	05/27/03	326,113.80	5.01	0.00	608,171.08	697,109.40
Security Ty7e Sub-Total		6,880,000.00					6,869,245.14	1.42	69,114.00	6,513,814.99	6,636,490.00
Money MarVet Fund											
BLACKROCK PROVIDENT MONEY FUND	IA0005669	1,603,300.82	AAAm	NR	12/29/15	12/29/15	1,603,300.82	0.00	0.00	1,603,300.82	1,603,300.82
Security Ty7e Sub-Total		1,603,300.82					1,603,300.82		0.00	1,603,300.82	1,603,300.82
Managed Account Sub-Total		9,083,300.82					9,031,294.66	1.45	69,114.00	9,116,181.41	9,380,169.42
Securities Sub-Total		\$9,083,300.82					\$9,031,294.66	1.42%	\$69,114.00	\$9,116,181.41	\$9,380,169.42
Accrued Interest											\$69,114.00
Total Investments											\$9,819,690.22



Managed Account Detail of Securities Held

For the Month Ending **December 31, 2015**

YOLO COUNTY - DEMETER ENDOWMENT FUND - 97425400

Security Ty7e/Descri7tion	Dated Date/Cou7on/Maturity	CUSIP	S&P Par Rating	Moody's Rating	Trade Date	Settle Date	original Cost	YTM at Cost	Accrued Interest	Amortized Cost	MarVet Oalue
Nederal Agency Mortgage-BacVed Security											
FNMA POOL #AC1637 DTD 08/01/2009 5.000% 09/01/2039		31417KZB6	207,568.45 AA+	Aaa	12/15/14	12/18/14	230,919.89	3.92	864.87	230,919.90	228,768.83
FHLMC POOL #G08551 DTD 10/01/2013 4.000% 10/01/2043		3128MJTH3	579,482.42 AA+	Aaa	11/21/13	11/26/13	604,744.24	3.64	1,931.61	601,383.00	612,728.22
FNMA POOL #AU6744 DTD 10/01/2013 4.000% 10/01/2043		3138X6P66	609,762.43 AA+	Aaa	11/21/13	11/26/13	638,345.04	3.60	2,032.54	634,105.05	645,703.29
Security Ty7e Sub-Total			1,3. k,91380				1,484,00. 88	388	4,92. 02	1,4kk,4086 5	1,498,20084
Managed Account Sub-Total			1,3. k,91380				1,484,00. 88	388	4,92. 02	1,4kk,4086 5	1,498,20084
Securities Sub-Total			\$1,3. k,91380				\$1,484,00. 88	388%	\$4,92. 02	\$1,4kk,4086 5	\$1,498,20084
Accrued Interest											\$4,92. 02
Total InFestments											\$1,4. 2,02. 8k



Yolo County

YOLO COUNTY



FOUNDED 1850

Fourth Quarter 2015 Review of Portfolio

PFM Asset Management LLC

50 California Street, Suite 2300

San Francisco, CA 94111

415-982-5544

Summary

- The Federal Open Market Committee (FOMC) increased the target federal funds rate by 25 basis points (bps) (0.25%) at its December meeting — its first rate hike since 2006. In doing so, the FOMC stressed its intention to normalize rates at a gradual pace.
- The year ended with strong job growth momentum as the economy added 292,000 new jobs in December. This brought the 2015 tally to 2.65 million new jobs in total — enough to shrink the unemployment rate to 5%. Wage inflation edged up modestly, suggesting a chance for future inflation.
- While the Federal Reserve (Fed) took the first step to normalize interest rates, other central banks have continued to implement accommodative monetary policies. The European Central Bank (ECB) extended its monetary easing policy through the first quarter of 2017 and cut its deposit rate further into negative territory (-0.3%). The Bank of Japan (BOJ) and People's Bank of China (PBOC) also remain accommodative.

Economic Snapshot

- U.S. gross domestic product (GDP) expanded at a 2% rate in the third quarter, down from the second quarter due to a reduction in inventory accumulation.
- In a year-end bipartisan negotiation, Congress passed a \$1.1 trillion spending and tax budget, which also lifted the 40-year ban on U.S. crude oil exports.
- Global commodity prices continued to fall, increasing concerns over global growth and the sustainability of producers within the energy sector. Headlining this rout were oil prices, which continued to slide, sinking to less than \$35 per barrel in December — the lowest level since February 2009.
- China continued to allow the yuan to weaken, ending the year at its lowest level versus the U.S. dollar in nearly six years. The Chinese economy continued to slow — stoking market concern over the world's second-largest economy — though it is expected to meet its major economic targets for the year.

Interest Rates

- The new target range for the federal funds rate, as established by the FOMC, is 25 to 50 bps, ending the FOMC's seven-year "zero interest rate policy."
- Interest rates across the curve moved up significantly throughout the quarter, with the 10-year rising approximately 23 bps to 2.27% and the two-year moving almost 42 bps to 1.05%.
- On the shorter end, 12-month Treasury bills ticked up approximately 30 bps to 0.60%.

Sector Performance

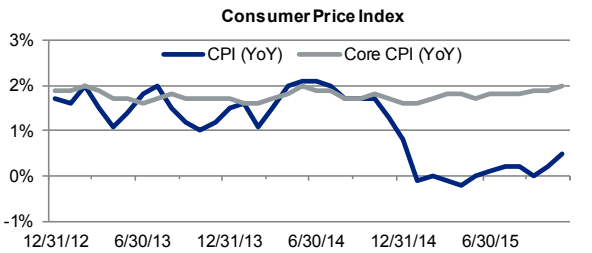
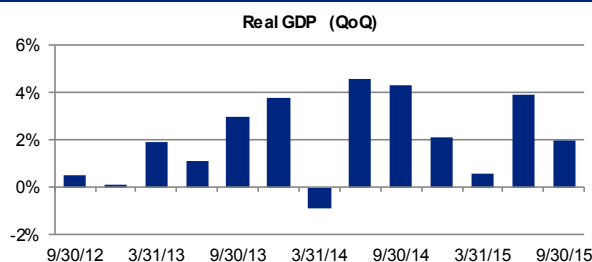
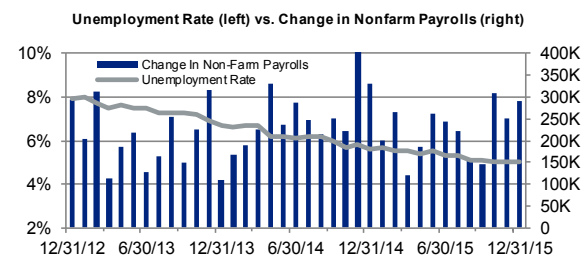
- U.S. Treasury benchmark returns were negative for all but the shortest maturities (six months and under), as rates rose across the curve. While the rate increase was less pronounced for longer maturities, their extended durations — and accompanying sensitivity to changes in rates — caused their performance to trail the greatest.
- Non-callable federal agency securities performed in line with comparable maturity Treasuries; callable securities modestly outperformed as their incremental yield helped as rates rose.
- Corporate yield spreads reversed the prior quarter's widening, which helped the sector to outperform government-related sectors; however, absolute return was still negative. A-rated issuers were the best-performing quality category.
- Mortgage-backed securities (MBS) were among the strongest-performing sectors in the fourth quarter, aided by slowly rising long-term rates, which helped to slow prepayments; this was particularly true for higher coupon issues. MBS joined municipals as the lone sectors to produce positive performance for the quarter.

Economic Snapshot

Labor Market	Latest	Sep 2015	Dec 2014	
Unemployment Rate	Dec'15	5.0%	5.1%	5.6%
Change In Non-Farm Payrolls	Dec'15	292,000	145,000	329,000
Average Hourly Earnings (YoY)	Dec'15	2.5%	2.3%	1.8%
Personal Income (YoY)	Nov15	4.4%	4.6%	5.2%
Initial Jobless Claims (week)	1/1/16	277,000	276,000	293,000

Growth	Latest	Sep 2015	Dec 2014	
Real GDP (QoQ SAAR)	2015Q3	2.0%	3.9% ¹	4.3% ²
GDP Personal Consumption (QoQ SAAR)	2015Q3	3.0%	3.6% ¹	3.5% ²
Retail Sales (YoY)	Nov15	1.4%	2.2%	3.3%
ISM Manufacturing Survey (month)	Dec'15	48.2	50.2	55.1
Existing Home Sales SAAR (month)	Nov15	4.76 mil.	5.55 mil.	5.07 mil.

Inflation / Prices	Latest	Sep 2015	Dec 2014	
Personal Consumption Expenditures (YoY)	Nov15	0.4%	0.2%	0.8%
Consumer Price Index (YoY)	Nov15	0.5%	0.0%	0.8%
Consumer Price Index Core (YoY)	Nov15	2.0%	1.9%	1.6%
Crude Oil Futures (WTI, per barrel)	Dec 31	\$37.04	\$45.09	\$53.27
Gold Futures (oz.)	Dec 31	\$1,060	\$1,116	\$1,184



1. Data as of Second Quarter 2015

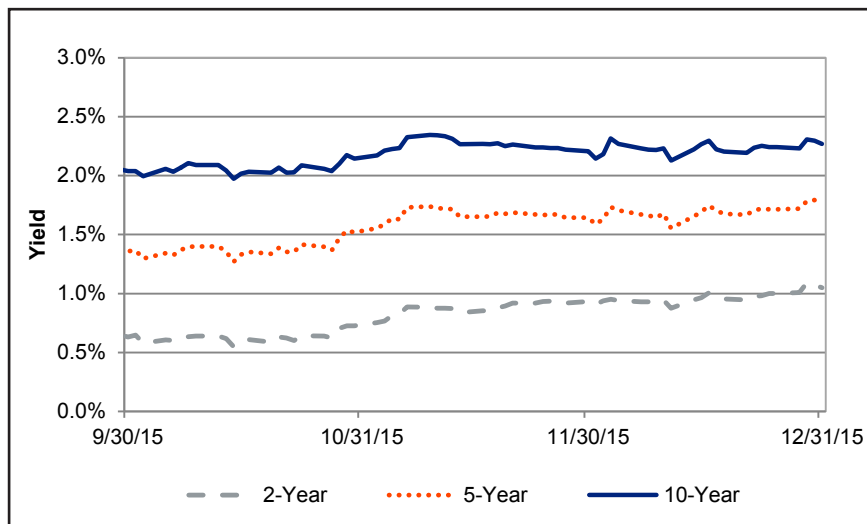
2. Data as of Third Quarter 2014

Note: YoY = year over year, QoQ = quarter over quarter, SAAR = seasonally adjusted annual rate, WTI = West Texas Intermediate crude oil

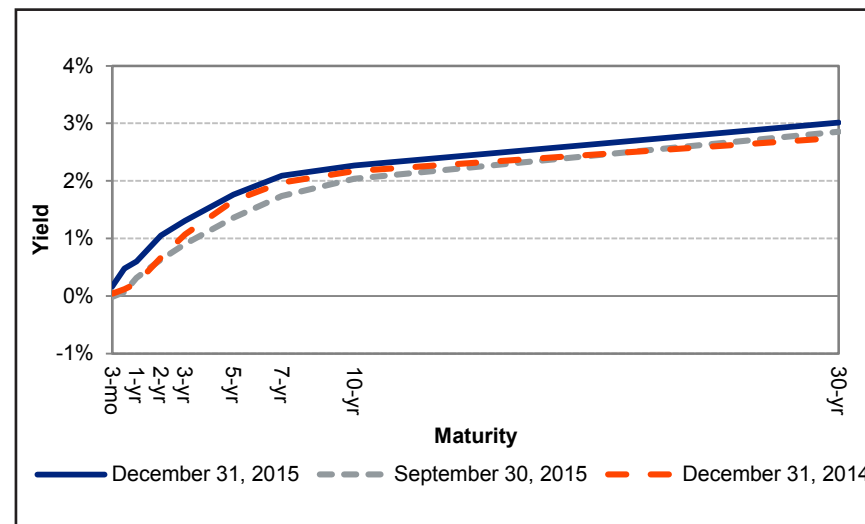
Source: Bloomberg

Interest Rate Overview

U.S. Treasury Note Yields



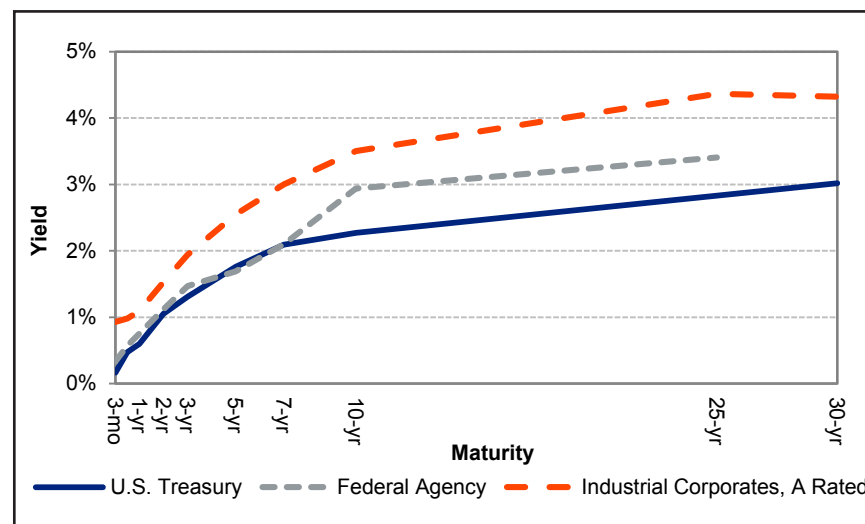
U.S. Treasury Yield Curve



U.S. Treasury Yields

Maturity	12/31/15	9/30/15	Change over Quarter	12/31/14	Change over Year
3-month	0.17%	(0.02%)	0.19%	0.04%	0.13%
1-year	0.60%	0.31%	0.29%	0.22%	0.38%
2-year	1.05%	0.63%	0.42%	0.67%	0.38%
5-year	1.76%	1.36%	0.40%	1.65%	0.11%
10-year	2.27%	2.04%	0.23%	2.17%	0.10%
30-year	3.02%	2.85%	0.17%	2.75%	0.27%

Yield Curves as of 9/30/15



Source: Bloomberg

BofA Merrill Lynch Index Returns

	As of 12/31/2015		Returns for Periods ended 12/31/2015		
	Duration	Yield	3 Month	1 Year	3 Years
1-3 Year Indices					
U.S. Treasury	1.87	1.06%	(0.44%)	0.54%	0.51%
Federal Agency	1.73	1.14%	(0.37%)	0.69%	0.61%
U.S. Corporates, A-AAA rated	1.90	1.82%	(0.05%)	1.16%	1.22%
Agency MBS (0 to 3 years)	1.89	1.46%	0.98%	1.68%	1.20%
Municipals	1.84	0.96%	(0.08%)	0.76%	0.85%
1-5 Year Indices					
U.S. Treasury	2.70	1.29%	(0.66%)	0.98%	0.67%
Federal Agency	2.20	1.31%	(0.49%)	0.97%	0.76%
U.S. Corporates, A-AAA rated	2.71	2.13%	(0.16%)	1.52%	1.59%
Agency MBS (0 to 5 years)	3.35	2.23%	0.16%	1.22%	1.69%
Municipals	2.52	1.15%	0.08%	1.20%	1.24%
Master Indices (Maturities 1 Year or Greater)					
U.S. Treasury	6.19	1.77%	(0.93%)	0.83%	1.09%
Federal Agency	3.75	1.69%	(0.65%)	0.99%	1.05%
U.S. Corporates, A-AAA rated	6.64	3.08%	(0.09%)	0.67%	1.97%
Agency MBS (0 to 30 years)	4.53	2.63%	(0.06%)	1.46%	2.00%
Municipals	6.74	2.34%	1.72%	3.55%	3.35%

Returns for periods greater than one year are annualized

Source: BofA Merrill Lynch Indices

PFM[®] Quarterly Commentary

Fixed Income
Management

Disclosures

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Portfolio Summary

<u>Total Portfolio Value</u>	<u>December 31, 2015</u>	<u>September 30, 2015</u>
Market Value	\$477,758,041.42	\$354,579,530.24
Amortized Cost	\$478,478,952.53	\$354,077,960.74

PORTFOLIO RECAP

- While Treasury yields across the curve ended the quarter higher, the path towards higher rates varied by maturity. Short-maturity yields (3 years and under) rose steadily throughout the quarter as expectations for a December FOMC rate hike increased with an inflow of modestly strong economic data. After increasing during the first half of the quarter, longer maturities leveled off as market participants priced in moderate growth expectations and assessed the likely impact of persistently low commodity prices on long-term inflation. These factors combined to produce a flatter yield curve—a reaction that generally mimics the Greenspan-led rate hikes.
- Ahead of the December FOMC meeting, market expectations were for an initial federal funds hike and assurances that future policy changes would be gradual. Market reaction after the FOMC's announcement to raise the target range for the federal funds rate was relatively subdued, evidence that the action was in line with these expectations, a goal of the FOMC's effort to provide transparency to investors.
- The yield relationship between U.S. Treasury and federal agency securities remained stable throughout the fourth quarter. Our relative value analysis of these sectors continued to favor investments in U.S. Treasuries. We sought opportunities to capture value when agencies came to market with new issues if they offered higher yields than secondary market securities with similar maturities.
- We continued to seek opportunities to reflect our favorable view of corporate credit in portfolios. When the new-issue market slowed considerably towards year end—a normal occurrence that was compounded by the impending FOMC rate decision—we looked for available supply in the secondary market and negotiable CD market. The reduction in new issuance supply, combined with economic growth, which favors corporate sector fundamentals, created strong demand for corporate securities and caused yield spreads to narrow for much of the quarter. This helped to generate strong performance for the sector.

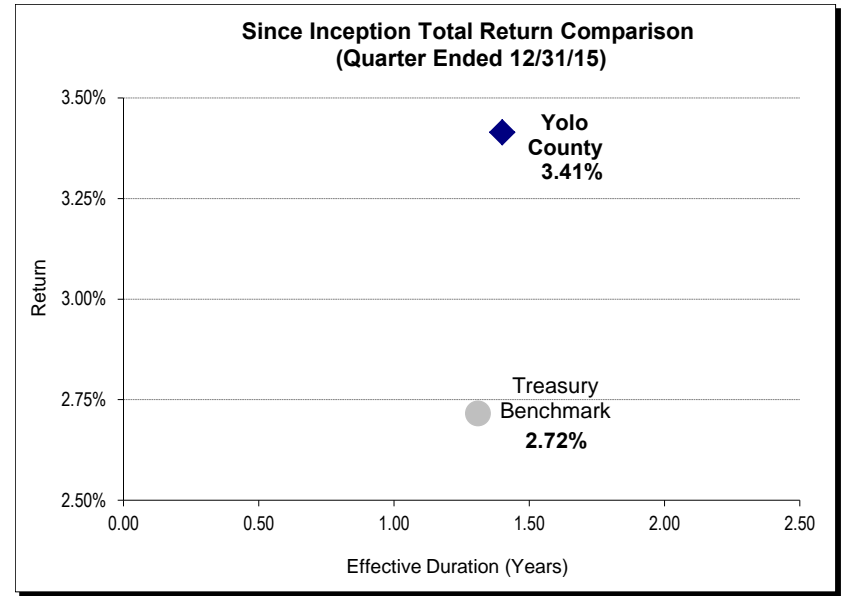
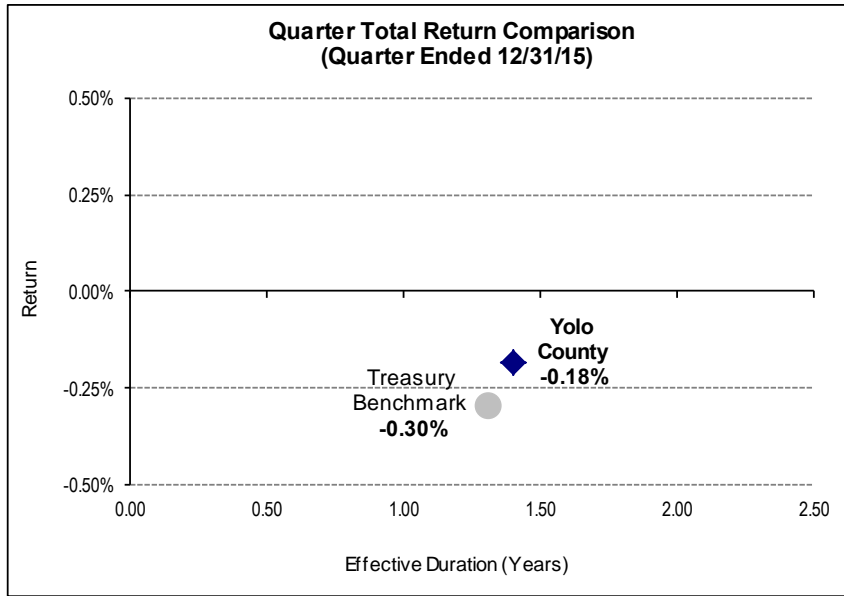
PORTFOLIO STRATEGY

- We maintain the outlook that the economy will continue to expand at a moderate pace in the intermediate term. We will continue to monitor any spillover effect that modest global growth and muted inflation may have on the U.S. economy. These factors will help justify the FOMC's stated intention to remain patient with the pace at which it raises the federal funds rate.
- Recent FOMC projections indicate that Committee members anticipate that three or four rate hikes may be appropriate in 2016 – projections that most market participants believe to be overstated. We believe that expectations for low inflation will limit this year's rate hikes to two or three, and that short-term yields will trend only modestly higher in the near term. We expect long-term rates to remain within modest ranges, resulting in further flattening of the yield curve.
- Because of narrow yield spreads, federal agencies currently have limited appeal relative to comparable-maturity U.S. Treasuries. We will monitor the yield relationship between the two sectors and take advantage of opportunities that may arise—opportunities that are most likely to occur with new-issue securities.
- Our strategy continues to favor credit sectors, including corporates notes, commercial paper, negotiable CDs, and asset-backed securities. Although yield spreads narrowed in the fourth quarter and remain narrow, their superior income continues to benefit portfolios. The impact of slower global growth (particularly in emerging markets), interest rate uncertainty, and increased regulatory scrutiny will vary by each issuer's exposure to these market risks, underscoring the importance of fundamental issuer analysis and careful selection of issuers that we add to portfolios.
- Yields on commercial paper and negotiable CDs have adjusted to the new level of short-term rates, and remain attractive alternatives to short term government options. We will utilize these sectors to execute our duration and yield curve strategy, although supply constraints, particularly in the commercial paper space, continue to hinder availability.

Portfolio Performance

Total Return ^{1,2,3,4,5}	Quarter Ended December 31, 2015	Past Year	Past 3 Years	Past 5 Years	Inception To Date
Yolo County	-0.18%	0.74%	0.62%	0.88%	3.41%
U.S. Treasury Benchmark	-0.30%	0.29%	0.28%	0.39%	2.72%

Effective Duration ^{2,3}	December 31, 2015	September 30, 2015	Yields ³	December 31, 2015	September 30, 2015
Yolo County	1.40	1.46	Yield at Market	1.12%	0.78%
U.S. Treasury Benchmark	1.31	1.30	Yield on Cost	0.97%	0.88%



Notes:

- Performance on trade date basis, gross (i.e., before fees), in accordance with the CFA Institute's Global Investment Performance Standards (GIPS).
- The County's benchmark is the Bank of America Merrill Lynch (BAML) 1-3 Year U.S. Treasury index prior to the quarter ending March 31, 2002 and, thereafter, a blended index comprising the BAML 1-3 Year U.S. Treasury index and the BAML 3-month Treasury Bill index.
- Performance, duration, and yields exclude holdings in CAMP, LAIF, and the money market fund.
- Inception date is June 30, 1998.
- Returns for less than one year are presented on an unannualized basis. Performance numbers for periods greater than one year are presented on an annualized basis.

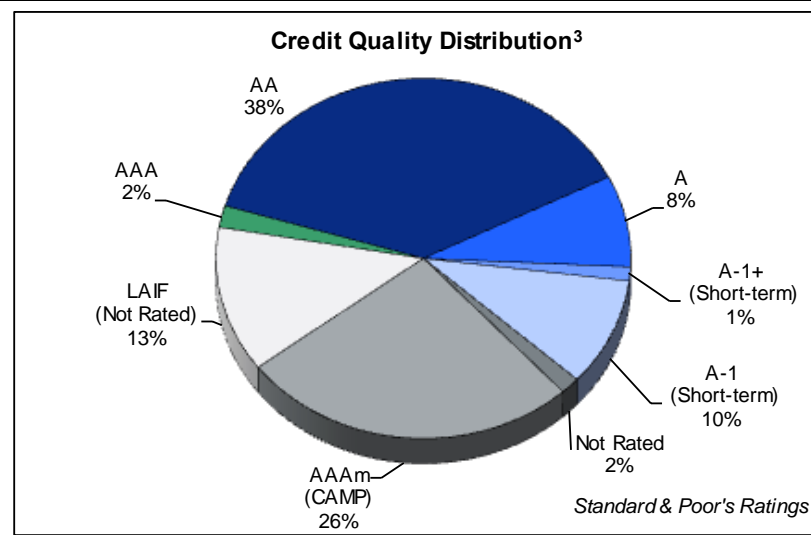
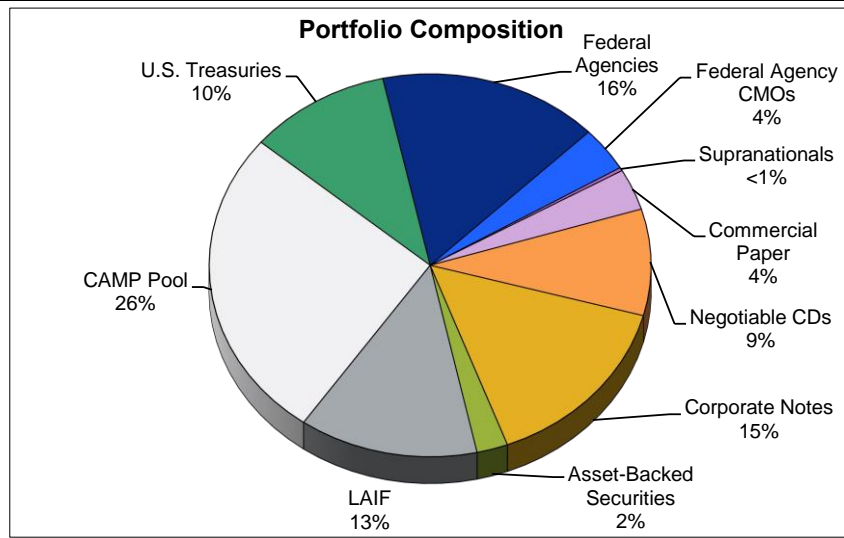
PFM[®] Investment Report

Fourth Quarter 2015

Fixed Income Management

Portfolio Composition and Credit Quality Characteristics^{1,2}

Security Type	December 31, 2015	% of Portfolio	September 30, 2015	% of Portfolio	Permitted by Policy
U.S. Treasuries	\$49,890,094.09	10.4%	\$48,666,095.98	13.7%	100%
Federal Agencies	\$77,323,125.12	16.2%	\$92,106,206.39	26.0%	100%
Federal Agency CMOs	\$17,887,491.49	3.7%	\$14,201,311.92	4.0%	100%
Supranationals	\$1,339,365.30	0.3%	\$1,354,409.70	0.4%	30%
Municipal Obligations	\$0.00	0.0%	\$3,284,689.03	0.9%	100%
Commercial Paper	\$16,690,660.18	3.5%	\$10,535,484.37	3.0%	40%
Negotiable CDs	\$42,922,622.24	9.0%	\$36,401,822.58	10.3%	30%
Medium-Term Corporate Notes	\$72,012,502.53	15.1%	\$70,953,832.15	20.0%	30%
Asset-Backed Securities	\$10,884,607.64	2.3%	\$12,037,005.55	3.4%	20%
LAIF	\$62,626,095.30	13.1%	\$40,430,212.79	11.4%	\$65 million
CAMP Pool	\$126,181,477.53	26.4%	\$24,608,459.78	6.9%	100%
Totals	\$477,758,041.42	100.0%	\$354,579,530.24	100.0%	

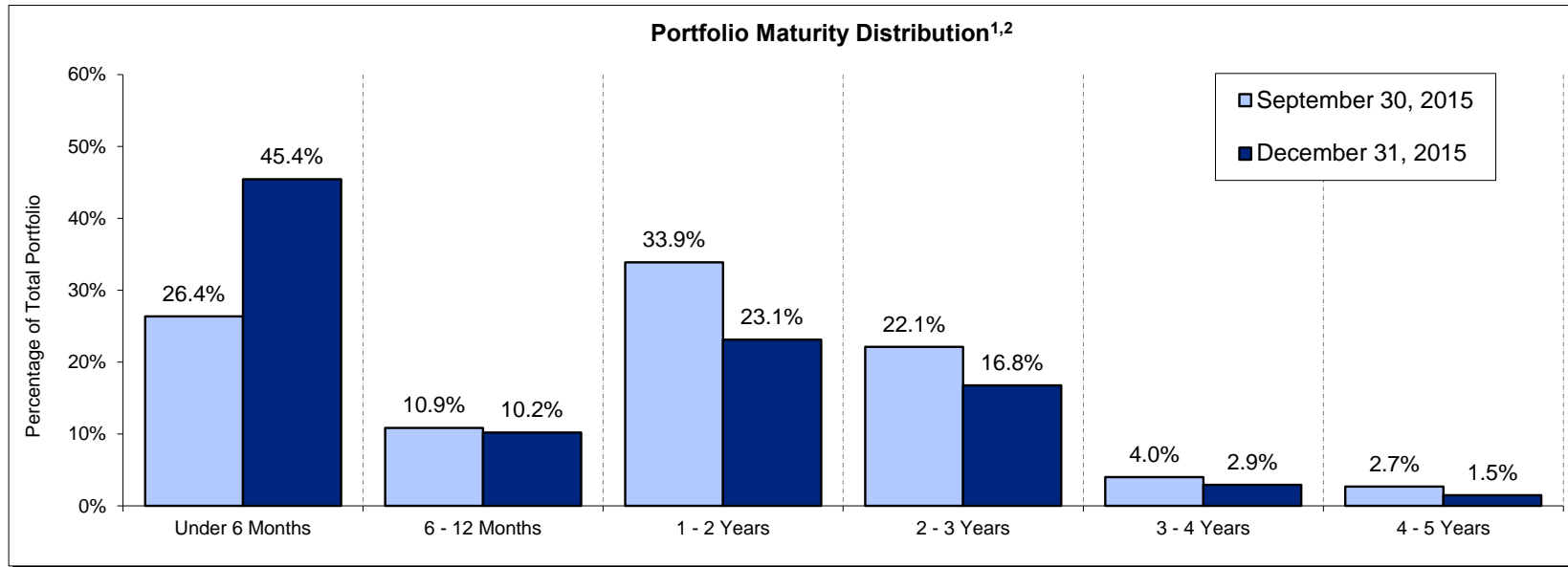


Notes:

1. End of quarter trade-date market values of portfolio holdings, including accrued interest.
2. Percentages may not total to 100% due to rounding.
3. The "Not Rated" category is composed of Nissan and Honda asset-backed securities, both of which are unrated by Standard & Poor's but are rated Aaa by Moody's.

Portfolio Maturity Distribution

<u>Maturity Distribution</u> ¹	<u>December 31, 2015</u>	<u>September 30, 2015</u>
Under 6 Months	\$217,059,120.50	\$93,577,774.71
6 - 12 Months	\$48,813,053.35	\$38,477,087.97
1 - 2 Years	\$110,586,329.22	\$120,224,185.79
2 - 3 Years	\$80,120,045.56	\$78,482,436.49
3 - 4 Years	\$14,071,002.38	\$14,269,522.29
4 - 5 Years	\$7,108,490.41	\$9,548,522.99
5 Years and Over	\$0.00	\$0.00
Totals	\$477,758,041.42	\$354,579,530.24



Notes:

1. Callable securities in portfolio are included in the maturity distribution analysis to their stated maturity date, although they may be called prior to maturity.
2. Percentages may not total to 100% due to rounding.

**Yolo County Treasurer
Cash Balances of Major Funds
Five-year Trend to December 2015**

