

**Meeting of the  
Financial Oversight Committee  
Yolo County  
Thursday, May 7, 2020  
10:00 a.m.**

Note: This meeting is being agendized to allow Committee Members, staff and the public to participate in the meeting via teleconference, pursuant to the Governor’s Executive Order N-29-20 (March 17, 2020).

Teleconference Options to join Zoom meetings:  
By PC: <https://yolocounty.zoom.us/j/97239042316>  
Meeting ID: 972 3904 2316  
or  
By Phone: 1 (408)-638-0968  
Meeting ID: 972 3904 2316

Executive Order N-29-20 authorizes local legislative bodies to hold public meetings via teleconference and to make public meetings accessible telephonically or otherwise electronically to all members of the public. Members of the public are encouraged to observe and participate in the teleconference.

*Further instructions on how to electronically participate and submit your public comments can be found in the PUBLIC PARTICIPATION note at the end of this agenda.*

Meetings are accessible to people with disabilities. Individuals who need special assistance or a disability-related modification or accommodation to participate in this meeting, or who have a disability and wish to request an alternative format for the meeting materials, should contact Chad Rinde, Chief Financial Officer at least two (2) working days before the meeting at 530-666-8050 or [chad.rinde@yolocounty.org](mailto:chad.rinde@yolocounty.org) .

If you have anything that you wish to be distributed to the Committee and included in the official record, please hand it to a member of County staff who will distribute the information to the members and other staff.

**Committee Members:**

- Chair Gary Sandy (Board of Supervisors – Voting)
- Vice-Chair Duane Chamberlain (Board of Supervisors - Voting)
- Richard Horan (Public Member- Voting)
- Vacant (Public Member – Voting)
- Crissy Huey (County Superintendent of Education - Voting)
- Kimberly McKinney (Cities Member – Voting)
- Kristin Sicke (Special District Member – Voting)
- Patrick Blacklock (County Administrator – Non-voting)
- Chad Rinde (Chief Financial Officer – Non-voting)

## **10:00 a.m. Call to Order**

1. **Welcome:** Kimberly McKinney (new committee member) and Lee Gerney, County Chief Technology Officer
2. **Roll Call.**
3. **Approval of Agenda**
4. **Follow-up of items from prior meeting.** Status of Public Member vacancy (Rinde).
5. **Public Comment**  
This item is reserved for persons wishing to address the Committee on any related matters that are not otherwise on this meeting agenda. Public comments on matters listed on the agenda shall be heard at the time the matter is called. As with all public comment, members of the public who wish to address the Committee are customarily limited to 3 minutes per speaker, but an extension can be provided at the discretion of the chair.

## **CONSENT AGENDA**

6. **Approval of the prior meeting minutes 2/05/2020.**

## **REGULAR AGENDA**

7. **Receive presentation of “Information Security Strategy” from the County Chief Technology Officer (Gerney).**
8. **Receive verbal update on the status of current engagements and the release of audit reports since last meeting from the Division of Internal Audit (Eldredge).**
9. **Receive Single Audit report 6/30/2019 and verbal update on status of the Yolo County Comprehensive Annual Financial Report (CAFR) for 6/30/2020 from the Independent Auditor’s (LSL/Tiriboyi).**
10. **Receive Treasury audit reports and verbal update on the status of pending audits for quarters ended 9/30/2019, 12/31/2019, and 3/31/2020 (Burnham).**
11. **Receive report on the Treasury Pool Investment Activity for the First Quarter ended March 31, 2020 (PFM/Burnham).**
12. **Confirm next meeting date: July 15, 2020 at 10:00 to 11:30 a.m.**
13. **Committee Member and Staff Announcements**  
Action items and reports from members of the Committee, including announcements, questions to be referred to staff, future agenda items, and reports on meetings and information which would be of interest to the Committee or the public.
14. **Adjournment (Approximately 11:30 a.m.)**  
Public records that relate to any item on the open session agenda for a regular meeting are available for public inspection. Those records that are distributed less than 72 hours prior to the meeting are available for public inspection at the same time they are distributed to all members, or a majority of the members of the Committee. Public records are available for inspection by contacting Chad Rinde, Chief Financial Officer at 530-666-8050 or [chad.rinde@yolocounty.org](mailto:chad.rinde@yolocounty.org) and meeting materials can be inspected at County offices located

at 625 Court Street, Woodland, CA 95695; those interested in inspecting these materials are asked to call 530-666-8050 to make arrangements. The documents are also available on the County of Yolo Financial Oversight Committee website located at: <https://www.yolocounty.org/general-government/general-government-departments/financial-services/financial-oversight-committee>.

### **PUBLIC PARTICIPATION** **OPTIONS FOR PUBLIC COMMENT**

1. If you are joining the meeting via zoom and wish to make a comment on an item, press the “raise a hand” button. If you are joining the meeting by phone only, press \*9 to indicate a desire to make comment. The chair will call you by name or phone number when it is your turn to comment. Speakers will be limited to 3:00 minutes. “Note: If you are joining by zoom and phone, still use the zoom raise a hand button as \*9 will not work.
2. If you choose not to observe the Financial Oversight Committee meeting but wish to make a comment on a specific agenda item, please submit your comment via email by 5:00 p.m. on the Monday prior to the Committee meeting. Please submit your comment to Chad Rinde, Chief Financial Officer at [chad.rinde@yolocounty.org](mailto:chad.rinde@yolocounty.org). Your comment will be placed into the record at the Committee meeting.
3. If you are watching/listening to the live stream of the Committee meeting and wish to make either a general public comment or to comment on a specific agenda item as it is being heard, you may also submit your comment, limited to 250 words or less, to Chad Rinde, Chief Financial Officer at [chad.rinde@yolocounty.org](mailto:chad.rinde@yolocounty.org). Every effort will be made to read your comment into the record, but some comments may not be read due to time limitations. Comments received after an agenda item will be made part of the record if received prior to the end of the meeting.

**YOLO COUNTY FINANCIAL OVERSIGHT COMMITTEE**

**MINUTES OF MEETING FEBRUARY 5, 2020**

County Administration Building, County Admin Room  
625 Court Street  
Woodland, CA 95695

Members present: Gary Sandy, (Chair – Supervisor), Duane Chamberlain (Vice Chair – Supervisor), Richard Horan (Public Member), Crissy Huey (Education), and Kristin Sicke (Special District).

Members excused: Paul Navazio (Cities)

Others present: Mindi Nunes (Asst. CAO), Chad Rinde (CFO), Tom Haynes (Assistant CFO), Mubeen Qader, (Chief Budget Officer), Edward Burnham (Treasury Manager), Marilyn Tiriboyi (Accounting Manager), Sarah Meacham (PFM), Brandon Young, Debbie Harper (LSL), and Kim Eldredge, Noemy Mora-Beltran (Internal Audit).

Recorded by Kim Eldredge

- 1) **Call to Order.** Gary Sandy called the meeting to order at 10:02 a.m. with Duane, Richard, Crissy, and Kristin in attendance. Quorum was formed with five voting members present.
- 2) **Introductions.** Members above in attendance. Paul Navazio noted as absent.
- 3) **Approval of Agenda.** Agenda reviewed and approved; adopted (Huey/Sicke).
- 4) **Follow-up item from 11/05/2019 meeting.**
  - a) **Copy of budget variance report:** Mubeen Qader provided a copy of the budget variance report. Richard asked if a trend analysis will be provided instead of just data reported. Tom Haynes stated that the budget team will look into providing a trend analysis report in the future.
  - b) **Follow-up questions from Socially Responsible Investing:** Chad reported that additional information was routed to the board.
  - c) **Status of Public Member vacancy:** Chad reported that one application was received and is under review. Prior to the meeting, Chad was notified that Paul Navazio will be retiring in March 2020 and his seat will be available.
- 5) **Public Comment.** There were no public comments.
- 6) **Approval of the 11/05/2019 meeting minutes.** Correction in spelling of Kristin Sicke's name; noted. Minutes accepted and approved (Horan/Huey).

7) **Receive Financial Oversight Committee Charter and discuss any proposed changes.**

Chad Rinde provided the committee with a red-line copy of proposed changes.

The proposed changes included the following and will be sent to the Yolo County Board of Supervisors for receive and file.

- a. Page 3-change Article IV. A1. *Audit and Finance Subcommittee* to actual name to **Audit Sub-Committee**
- b. Page 5-remove Article V. C2. *Cause and annual audit to determine the county treasurer's compliance with the Investment Policy and relevant codes*
- c. Page 6-change Article VI. B1. *40 days* to **45 days**

The Committee expressed the need for an onboarding process for new committee members including responsibilities and duties, general understanding of county processes i.e. Financial & Audit Oversight, Treasury, Budget Accountability, and Tax Allocation with an approach of training modules at a basic level. Chad mentioned that he would work with staff to develop an onboarding process that would be useful to the committee.

8) **Receive verbal report on status of the Division of Internal Audit Activity.** Kim Eldredge

provided an update on the internal audit activity and status of current engagements: Treasury Wire/ACH transactions Audit completed and to be presented to the Audit Sub-Committee on 11/06/2019; County-wide Payroll Audit-in-progress, auditors reviewing internal controls; Purchase Card Continuous Auditing-in-progress, auditors performing data analytics and testing transactions; and, County-wide Preliminary Risk Assessment-Cash-in-progress, auditors reviewing results from county-wide cash count performed.

9) **Receive report and update from the Independent Auditor's – June 30, 2019 Yolo County Comprehensive Annual Financial Report (CAFR), Management Letter and Report on the Audit of Internal Control over Financial Reporting.** Debbie Harper,

Partner (LSL), presented the independent auditor's report of the county's annual financial statements for the fiscal year ended 6/30/2019. The report represents a clean (unmodified) audit opinion. Ms. Harper also went over the auditor's report on internal controls that reported three (3) significant deficiencies in internal controls; 1) timely bank reconciliations; 2) segregation on duties within the financial system; 3) estimates used in calculation of landfill closure & post-closure costs to the committee. Department of Financial Services Management commented on the findings to state that progress is being made on the bank reconciliations and should be resolved by June 2020, review of access permissions is planned as part of the fiscal year-end process, and the Accounting Division will coordinate with the Community Services Integrated Waste Management Division to ensure accurate reporting of landfill costs. The topic of cybersecurity risk was also questioned by Richard of "what is our current cybersecurity prevention measures for fraud" i.e. dual authentication, etc. Chad mentioned that he will invite Lee Gerney, County Chief Technology Officer, to discuss cybersecurity at the committee's next meeting.

- 10) **Receive completed Treasury audit reports and verbal update on the status of pending audits (Burnham) – For quarters ended 6/30/2019, 9/30/2019, and 12/31/2019.** Edward Burnham provided a verbal report on the status of the treasury for quarters ended 6/30/2019, 9/30/2019 and 12/31/2019 (pending) and noted that bank reconciliations will be 75% current by December 2019. Brandon Young (LSL) stated the reports should be on time by next meeting.
- 11) **Receive report on the Treasury Pool Investment Activity for the Fourth Quarter ended December 31, 2019 (PFM/Burnham).** Sarah Meacham (PFM) provided an economic update and overview of the investment portfolio performance for the Fourth Quarter 12/31/2019.
- 12) **Approval of meeting calendar for year 2020.**  
The committee members approved the following dates and times for future meetings.

Date	Time
May 7, 2020	10:00-11:30 am
July 28, 2020	10:00-11:30 am
October 27, 2020	10:00-11:30 am

- 13) **Confirm next meeting date.** May 7, 2020
- 14) **Committee Member and Staff Announcements.** There were no committee member and staff announcements.
- 15) **Adjournment.** Meeting Adjourned at 11:14 a.m.



# COUNTY OF YOLO, CALIFORNIA

JUNE 30, 2019

SINGLE AUDIT REPORT

Focused  
on YOU



COUNTY OF YOLO, CALIFORNIA

SINGLE AUDIT REPORT

JUNE 30, 2019



**COUNTY OF YOLO, CALIFORNIA**

**SINGLE AUDIT REPORT**

**JUNE 30, 2019**

TABLE OF CONTENTS

	<u>Page Number</u>
Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i> .....	1
Independent Auditors' Report on Compliance for Each Major Program and on Internal Control Over Compliance and Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance and Supplemental Schedules of California Department of Community Services and Development .....	3
Schedule of Expenditures of Federal Awards for the Fiscal Year Ended June 30, 2019.....	6
Notes to the Schedule of Expenditures of Federal Awards .....	9
Schedule of Findings and Questioned Costs for the Fiscal Year Ended June 30, 2019.....	10
Summary Schedule of Prior Year Findings and Questioned Costs for the Fiscal Year Ended June 30, 2018.....	15
Supplemental Schedules of California Department of Community Services and Development .....	16



INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL  
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE  
WITH *GOVERNMENT AUDITING STANDARDS*

To the Honorable Board of Supervisors  
County of Yolo, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County of Yolo, California, (the County) as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated December 20, 2019.

### **Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control that we consider to be significant deficiencies, as described in the accompanying schedule of financial statement findings as items 2019-001 through 2019-003.



To the Honorable Board of Supervisors  
County of Yolo, California

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **County's Response to Findings**

The County's response to the findings identified in our audit was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Lance, Solt &amp; Loughard, LLP". The signature is written in a cursive, flowing style.

Sacramento, California  
December 20, 2019



INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM  
AND ON INTERNAL CONTROL OVER COMPLIANCE AND REPORT ON SCHEDULE OF EXPENDITURES  
OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE AND SUPPLEMENTAL SCHEDULES OF  
CALIFORNIA DEPARTEMENT OF COMMUNITY SERVICES AND DEVELOPMENT

To the Honorable Board of Supervisors  
County of Yolo, California

**Report on Compliance for Each Major Federal Program**

We have audited the County of Yolo (the County), California's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended June 30, 2019. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the County's compliance.

***Opinion on Each Major Federal Program***

In our opinion, the County, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2019.





To the Honorable Board of Supervisors  
County of Yolo, California

### ***Other Matters***

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying schedule of findings and questioned costs as item 2019-004. Our opinion on each major federal program is not modified with respect to these matters.

The County's response to the noncompliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

### **Report on Internal Control over Compliance**

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we did identify a certain deficiency in internal control over compliance, described in the accompanying schedule of findings and questioned costs as item 2019-004, that we consider to be a significant deficiency.

The County's response to the internal control over compliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



To the Honorable Board of Supervisors  
County of Yolo, California

**Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance and Supplemental Schedules of California Department of Community Services and Development**

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated December 20, 2019, which contained unmodified opinions on those financial statements. Our report includes reference to other auditors who audited the financial statements of the First 5 Yolo County Children and Families Commission as described in our report on the County's financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. The Supplemental Schedules of California Department of Community Services and Development is presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and the supplemental schedules of the California Department of Community Services and Development are fairly stated in all material respects in relation to the basic financial statements as a whole.

*Lance, Soll & Loughard, LLP*

Sacramento, California

March 16, 2020 (Except for the Report on Schedule of Expenditures of Federal Awards Required by Uniform Guidance and Supplemental Schedules of California Department of Community Services and Development which is dated December 20, 2019)

COUNTY OF YOLO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2019

<i>Federal Grantor/Pass-Through Grantor/Program or Cluster Title</i>	<i>Federal CFDA Number</i>	<i>Pass-Through Entity Identifying Number</i>	<i>Passed-Through to Subrecipients</i>	<i>Total Federal Expenditures</i>
<b>SNAP Cluster</b>				
Department of Agriculture Direct Programs:				
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	N/A	\$ -	\$ 293,461
Department of Agriculture Pass-Through Programs from:				
State of California Department of Social Services State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	61-367-3185	-	4,727,995
Subtotal - CFDA 10.561			-	5,021,456
Total Department of Agriculture Programs			-	5,021,456
<b>Total SNAP Cluster</b>			-	<b>5,021,456</b>
<b>Child Nutrition Cluster</b>				
Department of Agriculture Pass-Through Programs from:				
State of California Department of Education National School Lunch Program	10.555	80-748-0843	-	45,679
Total Department of Agriculture Programs			-	45,679
<b>Total Child Nutrition Cluster</b>			-	<b>45,679</b>
<b>477 Cluster</b>				
Department of Health and Human Services Pass-Through Programs from:				
State of California Department of Community Services Community Services Block Grant	93.569	92-957-8268	247,827	342,774
Total Department of Health and Human Services Programs			247,827	342,774
<b>Total 477 Cluster</b>			<b>247,827</b>	<b>342,774</b>
<b>WIOA Cluster</b>				
Department of Labor Pass-Through Programs from:				
State of California Department of Employment Development WIOA Adult Program	17.258	61-421-5531	-	924,241
WIOA Youth Activities	17.259	61-421-5531	455,476	931,025
WIOA Dislocated Worker Formula Grants	17.278	61-421-55-31	-	455,092
Total Department of Labor Programs			455,476	2,310,358
<b>Total WIOA Cluster</b>			<b>455,476</b>	<b>2,310,358</b>
<b>Highway Planning and Construction Cluster</b>				
Department of Transportation Pass-Through Programs from:				
State of California Department of Transportation Highway Planning and Construction	20.205	13-525-3776	-	5,183,749
Total Department of Transportation Programs			-	5,183,749
<b>Total Highway Planning and Construction Cluster</b>			-	<b>5,183,749</b>
<b>Highway Safety Cluster</b>				
Department of Transportation Pass-Through Programs from:				
State of California Office of Traffic Safety State and Community Highway Safety	20.600	96-505-3908	-	7,391
National Priority Safety Programs	20.616	96-505-3908	-	294,130
Total Department of Transportation Programs			-	301,521
<b>Total Highway Safety Cluster</b>			-	<b>301,521</b>
<b>TANF Cluster</b>				
Department of Health and Human Services Pass-Through Programs from:				
State of California Department of Social Services Temporary Assistance for Needy Families (TANF) State Programs	93.558	61-637-3185	1,292,101	13,678,236
Total Department of Health and Human Services Programs			1,292,101	13,678,236
<b>Total TANF Cluster</b>			<b>1,292,101</b>	<b>13,678,236</b>

COUNTY OF YOLO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2019

<i>Federal Grantor/Pass-Through Grantor/Program or Cluster Title</i>	<i>Federal CFDA Number</i>	<i>Pass-Through Entity Identifying Number</i>	<i>Passed-Through to Subrecipients</i>	<i>Total Federal Expenditures</i>
<b>Medicaid Cluster *</b>				
Department of Health and Human Services Pass-Through Programs from:				
State of California Department of Health Care Services Medical Assistance Program	93.778	79-652-8263	-	7,218,343
State of California Department of Social Services Medical Assistance Program	93.778	61-367-3185	-	691,904
State of California Department of Public Health Medical Assistance Program	93.778	79-915-0615	-	401,987
Subtotal - CFDA 93.778			-	8,312,234
Total Department of Health and Human Services Programs			-	8,312,234
<b>Total Medicaid Cluster</b>			-	<b>8,312,234</b>
<b>Disability Insurance/SSI Cluster</b>				
Social Security Administration Direct Programs:				
Supplemental Security Income (SSI)	96.006	N/A	-	20,800
Total Social Security Administration Programs			-	20,800
<b>Total Disability Insurance/SSI Cluster</b>			-	<b>20,800</b>
<b>Other Programs</b>				
Department of Agriculture Pass-Through Programs from:				
State of California Department of Food and Agriculture Plant and Animal Disease, Pest Control, and Animal Care	10.025	82-656-2076	-	150,583
State of California Department of Public Health WIC Special Supplemental Nutrition Program for Women, Infants and Children *	10.557	79-915-0615	-	1,483,400
Total Department of Agriculture Programs			-	1,633,983
Department of Housing and Urban Development Pass-Through Programs from:				
State of California Department of Housing and Community Development Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii *	14.228	55-654-8071	-	1,043,298
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii - Beginning Loan Balance *	14.228	55-654-8071	-	1,254,781
Subtotal - CFDA 14.228			-	2,298,079
Home Investment Partnerships Program - Beginning Loan Balance	14.239	55-654-8071	-	9,414,965
Total Department of Housing and Urban Development Programs			-	11,713,044
Department of Justice Direct Programs:				
State Criminal Alien Assistance Program	16.606	N/A	-	75,633
Innovative Responses to Behavior in the Community: Swift, Certain, and Fair Supervision Program	16.828	N/A	-	104,435
Department of Justice Pass-Through Programs from:				
State of California Department of Corrections and Rehabilitation Crime Victim Assistance	16.575	84-744-5165	280,858	1,028,544
State of California Governor's Office of Emergency Services Violence Against Women Formula Grants	16.588	62-423-4894	-	27,684
Board of State and Community Corrections Edward Byrne Memorial Justice Assistance Grant	16.738	94-909-5731	-	35,102
Total Department of Justice Programs			280,858	1,271,398
Department of Transportation Direct Programs:				
Airport Improvement Program	20.106	N/A	-	129,590
Total Department of Transportation Programs			-	129,590



COUNTY OF YOLO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2019

<i>Federal Grantor/Pass-Through Grantor/Program or Cluster Title</i>	<i>Federal CFDA Number</i>	<i>Pass-Through Entity Identifying Number</i>	<i>Passed-Through to Subrecipients</i>	<i>Total Federal Expenditures</i>
Institute of Museum and Library Services Pass-Through Programs from: California State Library				
Grants to States	45.310	93-755-8120	-	22,807
Total Institute of Museum and Library Services Programs			-	22,807
Department of Health and Human Services Direct Programs:				
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	N/A	-	488,862
Unaccompanied Alien Children Program *	93.676	N/A	-	5,139,332
Department of Health and Human Services Pass-Through Programs from: California Department of Public Health				
Public Health Emergency Preparedness	93.069	79-915-0615	-	193,240
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	79-915-0615	-	31,206
Childhood Lead Poisoning Prevention Projects, State and Local Childhood Lead Poisoning Prevention and Surveillance of Blood Levels in Children	93.197	79-915-0615	-	76,978
Immunization Cooperative Agreements	93.268	79-915-0615	-	77,381
Maternal, Infant and Early Childhood Home Visiting Grant	93.870	79-915-0615	-	366,661
National Bioterrorism Hospital Preparedness Program	93.889	79-915-0615	-	168,703
Maternal and Child Health Services Block Grant to the States	93.994	79-915-0615	-	125,489
State of California Department of Social Services				
Guardianship Assistance	93.090	61-367-3185	-	2,934
Promoting Safe and Stable Families	93.556	61-367-3185	-	154,835
Refugee and Entrant Assistance State/Replacement Designee Administered Programs	93.566	61-367-3185	-	45,566
Stephanie Tubbs Jones Child Welfare Services Program	93.645	61-367-3185	-	121,087
Foster Care Title IV-E	93.658	61-367-3185	-	8,320,092
Adoption Assistance	93.659	61-367-3185	-	4,937,555
Social Services Block Grant *	93.667	61-367-3185	-	1,305,466
John H. Chafee Foster Care Program for Successful Transition to Adulthood	93.674	61-367-3185	-	58,271
State of California Department of Child Support Services				
Child Support Enforcement	93.563	96-753-9755	-	3,547,960
State of California Department of Health Care Services				
Projects for Assistance in Transition from Homelessness (PATH)	93.150	79-652-8263	-	32,123
Children's Health Insurance Program	93.767	79-652-8263	-	146,338
Block Grants for Community Mental Health Services	93.958	79-652-8263	-	256,534
Block Grants for Prevention and Treatment of Substance Abuse	93.959	79-652-8263	-	767,217
Yolo County Office of Education				
Head Start	93.600	19-321-3188	-	3,380
State of California Governor's Office of Emergency Services				
Children's Justice Grants to States	93.643	62-423-4894	-	58,276
Total Department of Health and Human Services Programs			-	26,425,486
Department of Homeland Security Pass-Through Programs from:				
State of California Department of Boating and Waterways Boating Safety Financial Assistance	97.012	80-832-2366	-	145,664
State of California Governor's Office of Emergency Services Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	62-423-4894	-	4,297
Emergency Management Performance Grants	97.042	62-423-4894	-	290,440
Homeland Security Grant Program	97.067	62-423-4894	-	199,734
Total Department of Homeland Security Programs			-	640,135
<b>Total Other Programs</b>			<b>280,858</b>	<b>41,836,443</b>
<b>Total Expenditures of Federal Awards</b>			<b>\$ 2,276,262</b>	<b>\$ 77,053,250</b>

\* Major Program

<sup>1</sup> There were no federal awards expended in the form of noncash assistance and insurance in effect during the fiscal year.

COUNTY OF YOLO

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2019

---

**Note 1: Basis of Presentation**

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of the County of Yolo, California (the "County") under programs of the federal government for the year ended June 30, 2019. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the County, it is not intended to and does not present the financial position, changes in net position, or cash flows of the County.

**Note 2: Summary of Significant Accounting Policies**

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized, as applicable, under the cost principles in contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. The County has elected not to use the 10-percent de minimis indirect costs rate allowed under the Uniform Guidance.

**Note 3: Medicaid Cluster**

Except for Medi-Cal administrative expenditures, Medicaid (Medi-Cal) and Medicare program expenditures are excluded from the Schedule. These expenditures represent fees for services; therefore, neither is considered a federal award program of the County for purposes of the Schedule or in determining major programs. The County assists the State of California in determining eligibility and provides Medi-Cal and Medicare services through County-owned health facilities. Medi-Cal administrative expenditures are included in the Schedule as they do not represent fees for services.

**Note 4: Loan Programs**

The following schedule presents the amount of outstanding loans receivable by CFDA number. All loans with continuing compliance requirements are included on the accompanying Schedule. Loans outstanding at the beginning of the year and loans made during the year are included in the federal expenditures presented on the Schedule.

The balance of loans outstanding at June 30, 2019, consists of:

CFDA No.	Federal Program	Outstanding Loans at June 30, 2019
14.228	Community Development Block Grants/ State's Program and Non-Entitlement Grants in Hawaii	\$ 8,699,964
14.239	Home Investments Partnerships Program	1,839,617
	Total	<u>\$ 10,539,581</u>

COUNTY OF YOLO

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

---

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued: Unmodified Opinion

Internal control over financial reporting:

- Significant deficiencies identified?  yes  none reported
- Material weaknesses identified?  yes  no

Noncompliance material to financial statements noted?  yes  no

Federal Awards

Internal control over major programs:

- Significant deficiencies identified?  yes  none reported
- Material weaknesses identified?  yes  no

Type of auditors' report issued on compliance for major programs: Unmodified Opinion

Any audit findings related to major programs disclosed that are required to be reported in accordance with Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, And Audit Requirements for Federal Awards* (Uniform Guidance)?  yes  no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
10.557	WIC Special Supplemental Nutrition Program for Women, Infants, and Children
14.228	Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii
93.667	Social Services Block Grant
93.676	Unaccompanied Alien Children Program
93.778	Medicaid Cluster

Dollar threshold used to distinguish between type A and type B program \$2,311,597

Auditee qualified as low-risk auditee?  yes  no

SECTION II - FINANCIAL STATEMENT FINDINGS

*Timely Bank Reconciliations*  
*Significant Deficiency*

**Reference Number:** 2019-001

**Condition:**

As a result of our test work over the County's bank reconciliations, we noted the County was not performing bank reconciliations in a timely manner. The July 2018 through June 2019 bank reconciliations were not performed in a timely matter. The County subsequently completed all monthly reconciliations for fiscal year 2019 prior to the completion of the financial statement audit.

**Criteria:**

Bank and investment reconciliations help to create stronger internal control, whereby accountability over cash assets is greatly enhanced. Bank and investment reconciliations help to safeguard cash by detecting errors on the part of the bank, trustee and the County when recording activities in accounts.

**Cause of Condition:**

The County did not perform reconciliations on a timely basis due to transition to US Bank during the year and an increased volume of reconciliations was needed during that transition.

**Effect or Potential Effect of Condition:**

The lack of timely bank reconciliations could cause errors or theft to go undetected for longer periods of time. Accurate records will ensure County staff are more informed and allow them to make better financial decisions.

**Recommendation:**

We recommend the County implement procedures to ensure bank reconciliations are performed timely on a monthly basis.

**Management's Response and Corrective Action:**

The County's Cash Accounting Manual requires all accounts to be reconciled on a monthly basis. The County Treasury Division is updating due dates and monitoring processes to ensure each monthly bank reconciliation is completed timely. Additionally, procedures will contain escalation procedures of how to bring any future delays to the attention of senior management. We expect these procedures to be implemented by April 30, 2020.

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

---

***Segregation of Duties Within the Financial System***  
*Significant Deficiency*

**Reference Number:** 2019-002

**Condition:**

As a result of our audit procedures, we noted certain areas of the County's financial system (INFOR) where clear segregation of duties do not appear to be in place in order to prevent unauthorized transactions, error or fraud. To maintain proper segregation of duties, no single employee should have complete control over all components of a transaction. Such areas were found in the County's procurement and disbursement modules within INFOR, including the vendor Masterfile, processes surrounding change order approval, and bypassing of approval by the Department of Financial Services (DFS).

**Criteria:**

Government Auditing Standards note that management is responsible for implementing systems designed to achieve compliance with applicable laws and regulations; and for establishing and maintaining internal control to help ensure that appropriate goals and objectives are met; using resources efficiently, economically, effectively, and equitably, and safeguarding resources; following laws and regulations; and ensuring that management and financial information is reliable and properly reported. A proper segregation of duties should include different employees performing the initiation, recording, approval of the transactions and custody of assets.

**Cause of Condition:**

The County has not implemented policies and procedures to ensure that segregation of duties is maintained within all areas of the financial system.

**Effect or Potential Effect of Condition:**

The County's internal control systems are weakened, and proper safeguards are not in place to prevent error or fraud.

**Recommendation:**

We recommend that the County assess the access levels of employees within the financial system (INFOR) to ensure that proper segregation of duties is maintained in all business areas. A continual process for monitoring segregation of duty risks within the financial system should be implemented and maintained by the County.

**Management's Response and Corrective Action:**

The County has a year-end review process to review access levels and look for segregation of duties and access issues in the INFOR financial system. The Department of Financial Services will coordinate with the Information Technology division to strengthen this process to review for incompatible roles in the system. This will be implemented as part of the June 30, 2020 year-end process. In order to address the more specific concerns, the ability to modify and maintain the Accounts Payable Vendor File was moved from the Accounting Division to the Procurement Division in October 2019 to further segregate this function. In addition, access to initiate change orders by departments outside the Financial Services department was removed in November 2018.

COUNTY OF YOLO

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

---

*Estimates Used in Calculation of Landfill Closure & Post-Closure Costs*  
*Significant Deficiency*

**Reference Number:** 2019-003

**Condition:**

As a result of our test work over the County's estimate of its landfill closure and post-closure cost liability, we noted that the County incorrectly included cumulative costs incurred related to previously closed waste management units. Updated plans submitted to the California Department of Resources Recycling and Recovery excluded previously closed units, and therefore should have excluded the related cumulative costs incurred from the calculation of the liability.

**Criteria:**

The County is required to submit regular closure and post-closure maintenance plan cost estimates as well as an annual report to the California Department of Resources Recycling and Recovery in accordance with the requirements set forth in the California Code of Regulations, Title 27, Division 2, Subdivision 1, Chapter 6. Figures in these reports are used in the County's annual estimate of its landfill closure and post-closure cost liability, which is reduced by any cumulative costs incurred related to the liability, per each waste management unit. Only cumulative costs related to waste management units included in the plan are allowed to reduce the liability.

**Cause of Condition:**

The County did not perform a detailed review of the annual calculation of the landfill closure and post-closure cost liability during year-end closing procedures.

**Effect or Potential Effect of Condition:**

The improper inclusion of certain cumulative costs incurred resulted in an understatement of the landfill closure and post-closure cost liability by approximately \$3.8 million.

**Recommendation:**

We recommend the County implement procedures to ensure proper detailed review of the annual calculation of its landfill closure and post-closure cost liability.

**Management's Response and Corrective Action:**

The County Department of Financial Services will ensure that a detailed review of the landfill closure and post-closure liability occurs annually. The Accounting Division of the Department of Financial Services will carefully review the liability annually in coordination with the Integrated Waste Management Division of the Department of Community Services to ensure only applicable paid expenditures reduce the closure and post-closure liability to ensure accurate reporting.

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

---

**SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

***Reporting***

*Significant Deficiency/Instance of Noncompliance*

**Reference Number:** 2019-004

**Federal Award Information:**

CFDA Number: 93.676

Program Title: Unaccompanied Alien Children Program

Federal Award Number: 90ZU0171

Federal Award Year(s): 2018; 2019

Name of Federal Agency: U.S. Department Health and Human Services

**Criteria or Specific Requirement:**

According to Title 45 – Public Welfare, Subtitle A – Department of Health and Human Service, Subchapter A–General Administration, Part 75—Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards, Subpart D–Post Federal Award Requirements (Title 45 CFR Part 75.342.1), quarterly reports must be submitted 30 calendar days after the reporting period end date.

**Condition:**

The SF-425 Federal Financial report for period end date March 31, 2019 had a submission deadline of April 30, 2019, however the report was not submitted until August 31, 2019.

**Cause of the Condition:**

The late reports submission was due to Department oversight due to personnel turnover; new staff were not initially aware of the reporting requirements.

**Effect or Possible Effect:**

The County did not submit the required reports in a timely manner.

**Questioned Costs:**

No questioned costs were identified (\$0).

**Context**

As the SF-425 Federal Financial Reports are submitted on a quarterly basis, the total population of reports during the audit period was four (4). The audit examined a sample of two (2) reports.

**Repeat Finding:**

This is a new finding for the fiscal year ended June 30, 2019.

**Recommendation:**

We recommend that the County implement a system to ensure that all required reporting deadlines are tracked and required submissions are made timely.

**Management's Response and Corrective Action:**

A tracking system that identifies all required reporting deadlines for the Probation departments grants has been implemented so that timelines can be tracked, and reports can be submitted on time. Deadlines are reviewed during regular department check-in with staff so that timelines can be met. The finding in this particular case will not be repeated because this program ended January 31, 2020 and will no longer require report submission.



# County of Yolo

www.yolocounty.org

**CHAD RINDE, CPA**  
Chief Financial Officer  
**TOM HAYNES**  
Assistant Chief Financial Officer

## DEPARTMENT OF FINANCIAL SERVICES

625 Court Street, Room 102

PO BOX 1268

WOODLAND, CA 95776

PHONE: (530) 666-8190

FAX: (530) 666-8215

EMAIL: DFS@yolocounty.org

- Financial Leadership
- Budget & Financial Planning
- Treasury & Finance
- Tax & Revenue Collection

- Financial Systems Oversight
- Accounting & Financial Reporting
- Internal Audit
- Procurement

## SUMMARY OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS FOR THE FISCAL YEAR ENDED JUNE 30, 2018

### SECTION I - FINANCIAL STATEMENT FINDINGS

**Reference Number:** 2018-001

This finding has been partially corrected, but is repeated for the fiscal year ended June 30, 2019, as Reference Number 2019-001 in the Schedule of Findings and Questioned Costs.

**Corrective Action:**

The County's Cash Accounting Manual requires all accounts to be reconciled on a monthly basis. The County Treasury Division is updating due dates and monitoring processes to ensure each monthly bank reconciliation is completed timely. Additionally, procedures will contain escalation procedures of how to bring any future delays to the attention of senior management. We expect these procedures to be implemented by April 30, 2020.

**Reference Number:** 2018-002

This finding has been corrected and is considered to be resolved as of June 30, 2019.

**Reference Number:** 2018-003

This finding has been partially corrected, but is repeated for the fiscal year ended June 30, 2019, as Reference Number 2019-002 in the Schedule of Findings and Questioned Costs.

**Corrective Action:**

The County has a year-end review process to review access levels and look for segregation of duties and access issues in the INFOR financial system. The Department of Financial Services will coordinate with the Information Technology division to strengthen this process to review for incompatible roles in the system. This will be implemented as part of the June 30, 2020 year-end process. In order to address the more specific concerns, the ability to modify and maintain the Accounts Payable Vendor File was moved from the Accounting Division to the Procurement Division in October 2019 to further segregate this function. In addition, access to initiate change orders by departments outside the Financial Services department was removed in November 2018.

**Reference Number:** 2018-004

This finding has been corrected and is considered to be resolved as of June 30, 2019.

### SECTION II - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

**Reference Number:** 2018-005

This finding has been corrected and is considered to be resolved as of June 30, 2019.

ASSURANCE OF ACCOUNTABILITY



COUNTY OF YOLO

**SUPPLEMENTAL SCHEDULE OF CALIFORNIA DEPARTMENT  
OF COMMUNITY SERVICES AND DEVELOPMENT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

Supplemental Statement of Revenue and Expenditures  
CSD Contract No. 18F-5052 (CSBG - \$297,957)  
For The Period January 1, 2018 through December 31, 2018: Extended to May 31, 2019

	January 1, 2018 through June 30, 2018	July 1, 2018 through May 31, 2019	Total Reported	Total Budget
<u>Revenue</u>				
Grant revenue	\$ 153,989	\$ 143,968	\$ 297,957	\$ 297,957
<u>Expenditures</u>				
Administration:				
Salaries and wages	\$ 3,118	\$ 7,423	\$ 10,541	\$ 10,541
Fringe benefits	1,661	5,067	6,728	6,728
Operating expenses	1,117	-	1,117	1,117
Equipment	-	1,015	1,015	1,015
Other costs	1,573	2,139	3,712	3,712
Subtotal Administrative Costs	7,469	15,644	23,113	23,113
Program Costs:				
Salaries and wages	\$ 18,840	\$ 5,787	\$ 24,627	\$ 24,627
Fringe benefits	4,350	5,614	9,964	9,964
Subcontractor services	103,096	106,904	210,000	210,000
Other costs	20,234	10,019	30,253	30,253
Subtotal Program Costs	146,520	128,324	274,844	274,844
Total Expenditures	\$ 153,989	\$ 143,968	\$ 297,957	\$ 297,957

COUNTY OF YOLO

SUPPLEMENTAL SCHEDULE OF CALIFORNIA DEPARTMENT  
OF COMMUNITY SERVICES AND DEVELOPMENT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

---

Supplemental Statement of Revenue and Expenditures  
CSD Contract No. 18F-5052 Discretionary (CSBG - \$35,000)  
For The Period January 1, 2018 through December 31, 2018: Extended to May 31, 2019

	January 1, 2018 through May 31, 2019	Total Reported	Total Budget
<u>Revenue</u>			
Grant revenue	\$ 21,991	\$ 21,991	\$ 35,000
<u>Expenditures</u>			
Program Costs:			
Subcontractor services	\$ 35,000	\$ 35,000	\$ 35,000
Total Expenditures	\$ 35,000	\$ 35,000	\$ 35,000

COUNTY OF YOLO

**SUPPLEMENTAL SCHEDULE OF CALIFORNIA DEPARTMENT  
OF COMMUNITY SERVICES AND DEVELOPMENT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

---

Supplemental Statement of Revenue and Expenditures  
CSD Contract No. 19F-4052 (CSBG - \$294,566)  
For The Period January 1, 2019 through December 31, 2019

	January 1, 2019 through June 30, 2019	Total Reported	Total Budget
<u>Revenue</u>			
Grant revenue	\$ 163,806	\$ 163,806	\$ 294,566
<u>Expenditures</u>			
Administration:			
Salaries and wages	\$ 3,602	\$ 3,602	\$ 4,870
Fringe benefits	2,443	2,443	2,040
Operating expenses	1,337	1,337	1,200
Equipment	-	-	1,000
Other costs	1,358	1,358	3,973
Subtotal Administrative Costs	8,740	8,740	13,083
Program Costs:			
Salaries and wages	\$ 5,887	\$ 5,887	\$ 16,202
Fringe benefits	3,784	3,784	6,528
Subcontractor services	105,923	105,923	210,000
Other costs	39,472	39,472	48,753
Subtotal Program Costs	155,066	155,066	281,483
Total Costs	\$ 163,806	\$ 163,806	\$ 294,566



INDEPENDENT ACCOUNTANTS' REPORT  
ON APPLYING AGREED-UPON PROCEDURES

Board of Supervisors and Financial Oversight Committee  
County of Yolo, California

We have performed the procedures enumerated below, which were agreed to by the County of Yolo, California (County) (the specified parties), on the Investment Summary for the Treasurer's Pooled and Non-Pooled Investments for the quarter ended September 30, 2019. The County's management is responsible for the Investment Summary for the Treasurer's Pooled and Non-Pooled Investments. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below, either for the purpose for which this report has been requested or for any other purpose.

**Scope of the Procedures Performed and Related Findings**

The procedures performed and the results obtained from the performance thereof were as follows:

- 1) Counted the cash in the Treasury as of September 30, 2019.

**Finding:** This procedure was performed by the County of Yolo Internal Audit Division. We inspected workpapers of the County of Yolo Internal Audit Division over the Treasury cash count, noting the cash count procedures were performed.

- 2) Verified that the Investment Summary for the Treasurer's Pooled and Non-Pooled Investments and the records of the County of Yolo Auditor are reconciled as of September 30, 2019, pursuant to *Government Code Section 26905*.

**Finding:** The September 2019 County Pool Checking (US Bank), HHS (US Bank), Payroll (US Bank), Mosquito (US Bank), County Pooled Account (PFM), County Pooled Account (LAIF), Yolo County Public Agency Risk Management Insurance Authority (LAIF), Sacramento-Yolo Mosquito & Vector Control District (LAIF), Washington JUSD Scholarship (LAIF), Davis JUSD CFD #1 (LAIF), Davis JUSD CFD #2 (LAIF), Landfill Closure Trust Fund (PFM), Cache Creek (PFM), Demeter Fund (PFM), Ceres Endowment Account (PFM), OPEB Trust Account (PARS), Pension Trust Account (PARS), and Demeter MMA (BNY) account reconciliations were not completed at the time these procedures were performed.

The September 2019 County Pool Checking (B of A), Accounts Payable (US Bank), Office of Education (US Bank), Clearing Account (US Bank), County Pool MMA (River City Bank), County Pooled Account (CAMP), 2017A Lease Revenue Bonds (CAMP), and Willowbank Water (CAMP) account reconciliations were not prepared or approved 30 days after September 30, 2019 as required by *Government Code Section 26905*.



Board of Supervisors and Financial Oversight Committee  
County of Yolo, California

- 3) Reconciled the investments included in the Investment Summary for the Treasurer's Pooled and Non-Pooled Investments as of September 30, 2019, to the statements provided by the related financial institutions.

**Finding:** No findings were noted as a result of applying this procedure.

- 4) We compared the investments listed in the Investment Summary for the Treasurer's Pooled and Non-Pooled Investments as of September 30, 2019, to the types of investments authorized by the County's Investment Policy and *Government Code Section 53601*.

**Finding:** No findings were noted as a result of applying this procedure.

- 5) We compared the market value of the investments listed in the Investment Summary for the Treasurer's Pooled and Non-Pooled Investments as of September 30, 2019, to the statements provided by the related financial institutions. We identified all variances in excess of 0.5% and \$10,000 of the financial institution amount. For the variances above the scope, we received variance explanations from the County Treasury staff to identify whether variances are routine or nonroutine.

**Finding:** Variances in excess of 0.05 percent and \$10,000 of the financial institution amount are summarized in **Attachment A**. The County Treasury staff considers these variances to be routine.

- 6) We read the Investment Summary for the Treasurer's Pooled and Non-Pooled Investments to ascertain if it contained the information/data required by *Government Code Section 53646* and met the timing requirements of *Government Code Section 53646* and the County's Investments Policy, as follows:

- a) Was submitted within 30 days following the end of the quarter.
- b) Included type of investment, issuer, date of maturity, par and dollar amount invested on all securities, investments, and monies held by the County.
- c) Included those funds under management of contracted parties (fiscal agents, trustees, deferred compensation administrators, etc.).
- d) Included market value (and source) as of the date of the report of all securities held by the County or under management of any outside party.
- e) Stated compliance of the portfolio to the Investment Policy of the County.
- f) Included a statement addressing the ability of the County to meet the pool's expenditure requirements for the next six months.

**Finding:** No findings were noted as a result of applying this procedure.

- 7) We compared the investments listed in the Investment Summary for the Treasurer's Pooled and Non-Pooled Investments as of September 30, 2019, to the prohibited investments listed in *Government Code Section 53601.6*.

**Finding:** No findings were noted as a result of applying this procedure.



Board of Supervisors and Financial Oversight Committee  
County of Yolo, California

We were not engaged to and did not conduct an audit, the objective of which would be the expression of a certified opinion, of the of the Investment Summary for the Treasurer's Pooled and Non-Pooled investments for the quarter ended September 30, 2019, Accordingly, we do not express such an opinion. Had we performed additional procedures; other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the Board of Supervisors, the Financial Oversight Committee, and management of the County and is not intended to be and should not be used by anyone other than these specified parties.

*Lance, Soll & Loughard, LLP*

Sacramento, California  
April 19, 2020

**County of Yolo, California**  
**Investment Summary for the Treasurer's Pooled and Non-Pooled Investments**  
**Agreed-Upon Procedures Report**  
**Quarter Ended September 30, 2019**  
**Attachment A**  
**Procedure 5 Results - Market Value Comparison**

Description	CUSIP	County Investment Summary	Financial Institution Statements	Variance	
				\$	%
Bank of New York					
SAN DIEGO CCD, CA TXBL GO B	797272QN4	\$ 729,618	\$ -	\$ 729,618	100.00%
NORDEA BANK ABP NEW YORK CERT	65558TLL7	3,914,305	3,949,836	(35,531)	-0.91%
SKANDINAV ENSKILDA BANK LT CD	83050PDR7	3,725,160	3,751,563	(26,404)	-0.71%
		<u>\$ 8,369,083</u>	<u>\$ 7,701,400</u>	<u>\$ 667,683</u>	<u>98.38%</u>



INDEPENDENT ACCOUNTANTS' REPORT  
ON APPLYING AGREED-UPON PROCEDURES

Board of Supervisors and Financial Oversight Committee  
County of Yolo, California

We have performed the procedures enumerated below, which were agreed to by the County of Yolo, California (County) (the specified parties), on the Investment Summary for the Treasurer's Pooled and Non-Pooled Investments for the quarter ended December 31, 2019. The County's management is responsible for the Investment Summary for the Treasurer's Pooled and Non-Pooled Investments. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below, either for the purpose for which this report has been requested or for any other purpose.

**Scope of the Procedures Performed and Related Findings**

The procedures performed and the results obtained from the performance thereof were as follows:

- 1) Counted the cash in the Treasury as of December 31, 2019.

**Finding:** This procedure was performed by the County of Yolo Internal Audit Division. We inspected workpapers of the County of Yolo Internal Audit Division over the Treasury cash count, noting the cash count procedures were performed.

- 2) Verified that the Investment Summary for the Treasurer's Pooled and Non-Pooled Investments and the records of the County of Yolo Auditor are reconciled as of December 31, 2019, pursuant to *Government Code Section 26905*.

**Finding:** The December 2019 County Pool Checking (US Bank), HHS (US Bank), Payroll (US Bank), Mosquito (US Bank), County Pooled Account (PFM), County Pooled Account (LAIF), Yolo County Public Agency Risk Management Insurance Authority (LAIF), Sacramento-Yolo Mosquito & Vector Control District (LAIF), Washington JUSD Scholarship (LAIF), Davis JUSD CFD #1 (LAIF), Davis JUSD CFD #2 (LAIF), Landfill Closure Trust Fund (PFM), Cache Creek (PFM), Demeter Fund (PFM), Ceres Endowment Account (PFM), OPEB Trust Account (PARS), Pension Trust Account (PARS), and Demeter MMA (BNY) account reconciliations were not completed at the time these procedures were performed.

The December 2019 Office of Education (US Bank), Clearing Account (US Bank), and County Pool MMA (River City Bank) account reconciliations were prepared within 30 days after December 31, 2019, but not approved until outside the 30 days as required by *Government Code Section 26905*.

The December 2019 Willowbank Water (CAMP) account reconciliation was not prepared or approved 30 days after December 31, 2019 as required by *Government Code Section 26905*.





Board of Supervisors and Financial Oversight Committee  
County of Yolo, California

- 3) Reconciled the investments included in the Investment Summary for the Treasurer's Pooled and Non-Pooled Investments as of December 31, 2019, to the statements provided by the related financial institutions.

**Finding:** No findings were noted as a result of applying this procedure.

- 4) We compared the investments listed in the Investment Summary for the Treasurer's Pooled and Non-Pooled Investments as of December 31, 2019, to the types of investments authorized by the County's Investment Policy and *Government Code Section 53601*.

**Finding:** No findings were noted as a result of applying this procedure.

- 5) We compared the market value of the investments listed in the Investment Summary for the Treasurer's Pooled and Non-Pooled Investments as of December 31, 2019, to the statements provided by the related financial institutions. We identified all variances in excess of 0.5% and \$10,000 of the financial institution amount. For the variances above the scope, we received variance explanations from the County Treasury staff to identify whether variances are routine or nonroutine.

**Finding:** Variances in excess of 0.05 percent and \$10,000 of the financial institution amount are summarized in **Attachment A**. The County Treasury staff considers these variances to be routine.

- 6) We read the Investment Summary for the Treasurer's Pooled and Non-Pooled Investments to ascertain if it contained the information/data required by *Government Code Section 53646* and met the timing requirements of *Government Code Section 53646* and the County's Investments Policy, as follows:

- a) Was submitted within 30 days following the end of the quarter.
- b) Included type of investment, issuer, date of maturity, par and dollar amount invested on all securities, investments, and monies held by the County.
- c) Included those funds under management of contracted parties (fiscal agents, trustees, deferred compensation administrators, etc.).
- d) Included market value (and source) as of the date of the report of all securities held by the County or under management of any outside party.
- e) Stated compliance of the portfolio to the Investment Policy of the County.
- f) Included a statement addressing the ability of the County to meet the pool's expenditure requirements for the next six months.

**Finding:** No findings were noted as a result of applying this procedure.

- 7) We compared the investments listed in the Investment Summary for the Treasurer's Pooled and Non-Pooled Investments as of December 31, 2019, to the prohibited investments listed in *Government Code Section 53601.6*.

**Finding:** No findings were noted as a result of applying this procedure.



Board of Supervisors and Financial Oversight Committee  
County of Yolo, California

We were not engaged to and did not conduct an audit, the objective of which would be the expression of a certified opinion, of the of the Investment Summary for the Treasurer's Pooled and Non-Pooled investments for the quarter ended December 31, 2019, Accordingly, we do not express such an opinion. Had we performed additional procedures; other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the Board of Supervisors, the Financial Oversight Committee, and management of the County and is not intended to be and should not be used by anyone other than these specified parties.

*Lance, Soll & Loughard, LLP*

Sacramento, California  
April 19, 2020

**County of Yolo, California**  
**Investment Summary for the Treasurer's Pooled and Non-Pooled Investments**  
**Agreed-Upon Procedures Report**  
**Quarter Ended December 31, 2019**  
**Attachment A**  
**Procedure 5 Results - Market Value Comparison**

<b>Description</b>	<b>CUSIP</b>	<b>County Investment Summary</b>	<b>Financial Institution Statements</b>	<b>Variance</b>	
				<b>\$</b>	<b>%</b>
Bank of New York DNB BANK ASA/NY LT CD	23341VZT1	\$ 1,977,873	\$ 2,000,334	\$ (22,460)	-1.14%



# County of Yolo

www.yolocounty.org

**CHAD RINDE, CPA**  
Chief Financial Officer

**TOM HAYNES**  
Assistant Chief Financial Officer

---

## DEPARTMENT OF FINANCIAL SERVICES

625 Court Street, Room 102

PO BOX 1268

WOODLAND, CA 95776

PHONE: (530) 666-8190

FAX: (530) 666-8215

EMAIL: DFS@yolocounty.org

- Financial Leadership
- Budget & Financial Planning
- Treasury & Finance
- Tax & Revenue Collection

- Financial Systems Oversight
- Accounting & Financial Reporting
- Internal Audit
- Procurement

April 8, 2020

Edward Burnham, Manager  
Department of Financial Services  
Yolo County  
625 Court Street, Room 102  
Woodland, CA 95695

Re: Treasury Cash Count quarterly report for March 31, 2020

Dear Mr. Burnham:

We have performed the procedures as agreed upon in our engagement to assist the County with respect to compliance with Government Code Section 26920 (a) (1) for the quarter ending March 31, 2020. The County's Treasurer is responsible for compliance with the above noted Government Code section. The agreed upon procedures engagement was performed in accordance with the International Standards for the Processional Practice of Internal Auditing. In regards to auditor's independence, the Internal Audit Division reports administratively to the Chief Financial Officer, but functionally to the Board of Supervisors. The sufficiency of these procedures is solely the responsibility of the specified user of this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose. Further, we did not review system controls of the county financial system.

Our procedures and results are as follows:

1. Observe and certify the treasury staff cash count and verify that the coin and cash bags are properly sealed.

**Results:** Procedure performed with no exceptions.

**Considerations:** None.

2. Vouch the deposit slips prepared for the coin and cash bags to the bank statement.

**Results:** Procedure performed with no exceptions.

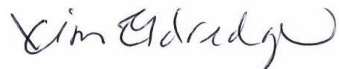
**Considerations:** None.

We were not engaged to, and did not; conduct an audit, the object of which would be the expression of an opinion on the accounting records. Accordingly, we do not express such as opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is prepared for use by the Treasury management, Department of Financial Services and Yolo County Board of Supervisors. However, it may be distributed to other interested parties.

We appreciate the timely and professional responses provided by the Treasury management and staff to our requests for information.

Sincerely,



Kim Eldredge, CGAP  
Internal Audit Manager

cc: Patrick Blacklock, Yolo County Administrator  
Chad Rinde, CPA, Yolo County, Chief Financial Officer  
Yolo County Audit Sub-Committee  
Internal Audit Website  
Audit File



# Executive Summary – First Quarter 2020

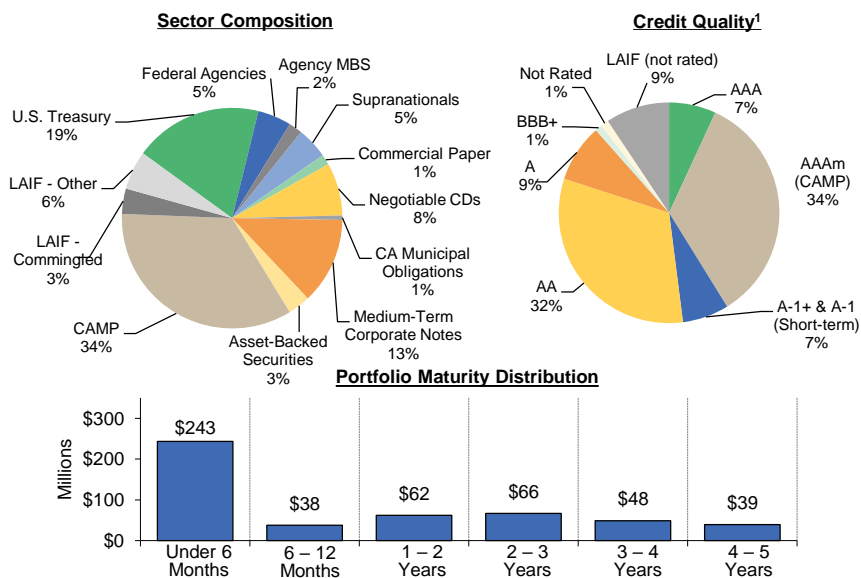
## Portfolio Review

- The portfolio is in compliance with the California Government Code and the County's Investment Policy.
- The portfolio is well diversified among U.S. Treasuries, federal agencies, supranationals, municipal bonds, negotiable CDs, corporate notes, commercial paper, asset-backed securities, CAMP, and LAIF.
- The portfolio comprises securities with high credit quality and has sufficient liquidity to meet the County's cash needs.
- Amid the extreme market volatility and flight-to-quality in the first quarter, U.S. Treasuries outperformed all investment-grade fixed income sectors. Yield spreads on non-Treasuries widened, generating severe underperformance. Diversification away from U.S. Treasury securities, which typically enhances returns for the County's portfolio, was a detractor for the quarter.

## The Economy

- In the first quarter, U.S. economic conditions characterized by solid economic fundamentals to start the year were made largely irrelevant by the emergence of the COVID-19 pandemic.
- As the COVID-19 pandemic took hold across the globe, it created a threefold crisis: (1) a global health crisis, (2) a virtual economic shutdown, and (3) sudden, extreme volatility in the financial markets.
- The Fed acted quickly and aggressively by cutting rates at two emergency meetings to the new target range of 0% to 0.25%. It initiated unlimited bond-buying (quantitative easing) and rolled out various market support programs totaling \$2.3 trillion.
- U.S. Treasury yields plunged in the wake of the Fed's rate cuts and a broad flight-to-quality. Short-term yields settled near 0%, and long-term rates fell to record lows with the 10-year Treasury well below 1%. At the same time, credit spreads widened to the highest levels since the 2008-9 financial crisis and equity markets plunged.

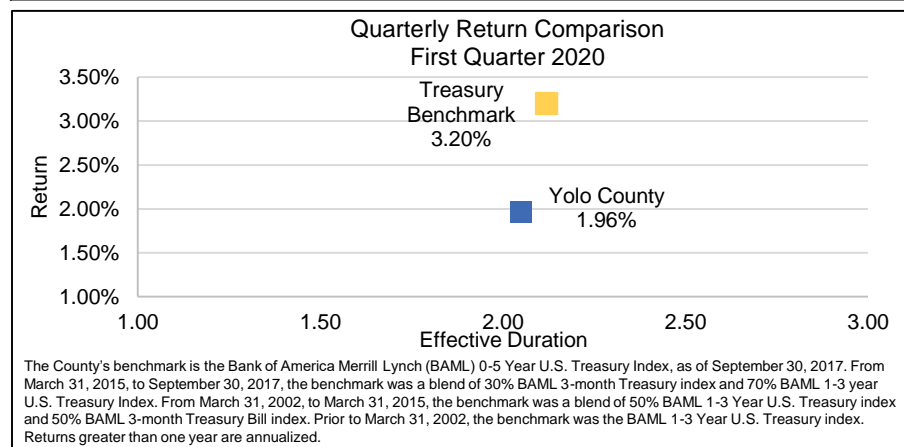
**Portfolio Profile as of March 31, 2020**



1. Ratings based on Standard & Poor's. Securities held in the County's portfolio are in compliance with California Government Code and the County's investment policy dated December 2019.

	Quarter	Annualized Return 1 Year	Annualized Return 5 Years
Yolo County <sup>1</sup>	1.96%	4.96%	2.08%
Treasury Benchmark	3.20%	6.02%	1.95%
Net Apportionment Rate	0.54%	-	-

Note: <sup>1</sup>PFM managed portfolio only.





# Yolo County Investment Review First Quarter 2020

**Ken Schiebel, CFA, Managing Director**  
**Sarah Meacham, Managing Director**

May 7, 2020

---

50 California Street  
Suite 2300  
San Francisco, CA 94111  
415-982-5544

---

213 Market Street  
Harrisburg, PA 17101  
717-232-2723

---

PFM Asset  
Management LLC  
[pfm.com](http://pfm.com)



# **Economic and Interest Rate Update**



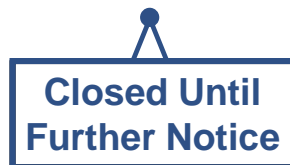


## COVID-19: A Three-Pronged Crisis



### **Health Crisis Pandemic**

*The rapidly spreading coronavirus is overwhelming healthcare facilities around the world as the number of cases and deaths related to the virus continue to grow.*



### **Effects on the Economy**

*With businesses forced to close their doors and consumers stuck at home “social distancing,” the economy has come to a near standstill over a very short period of time.*

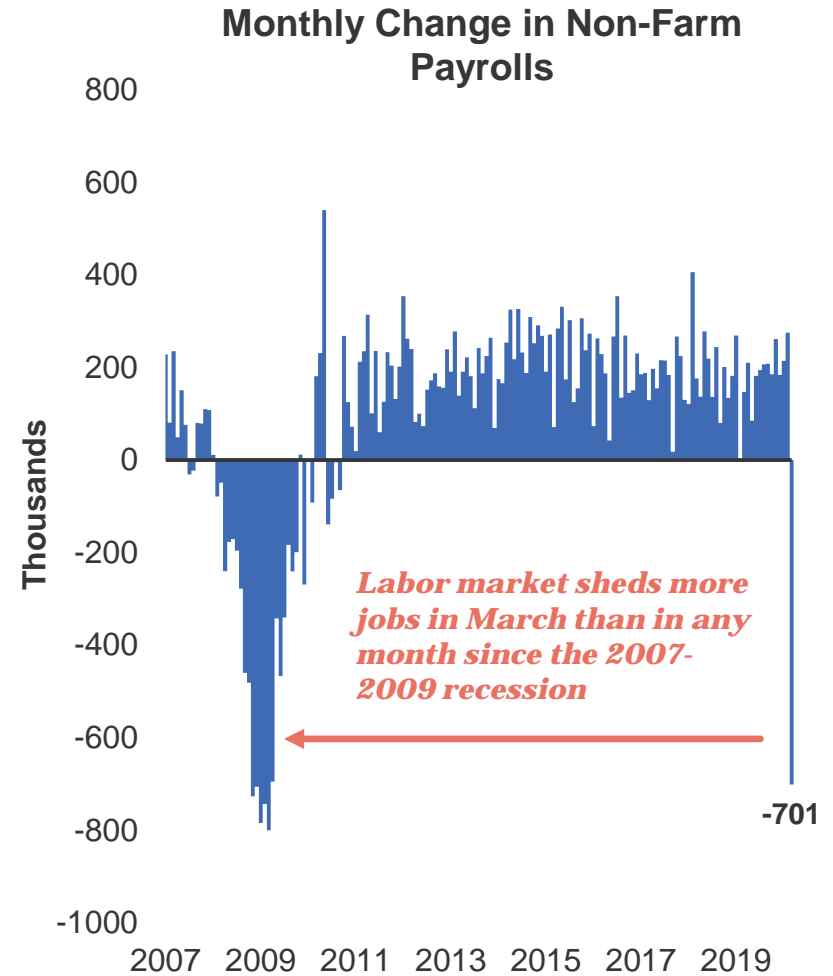
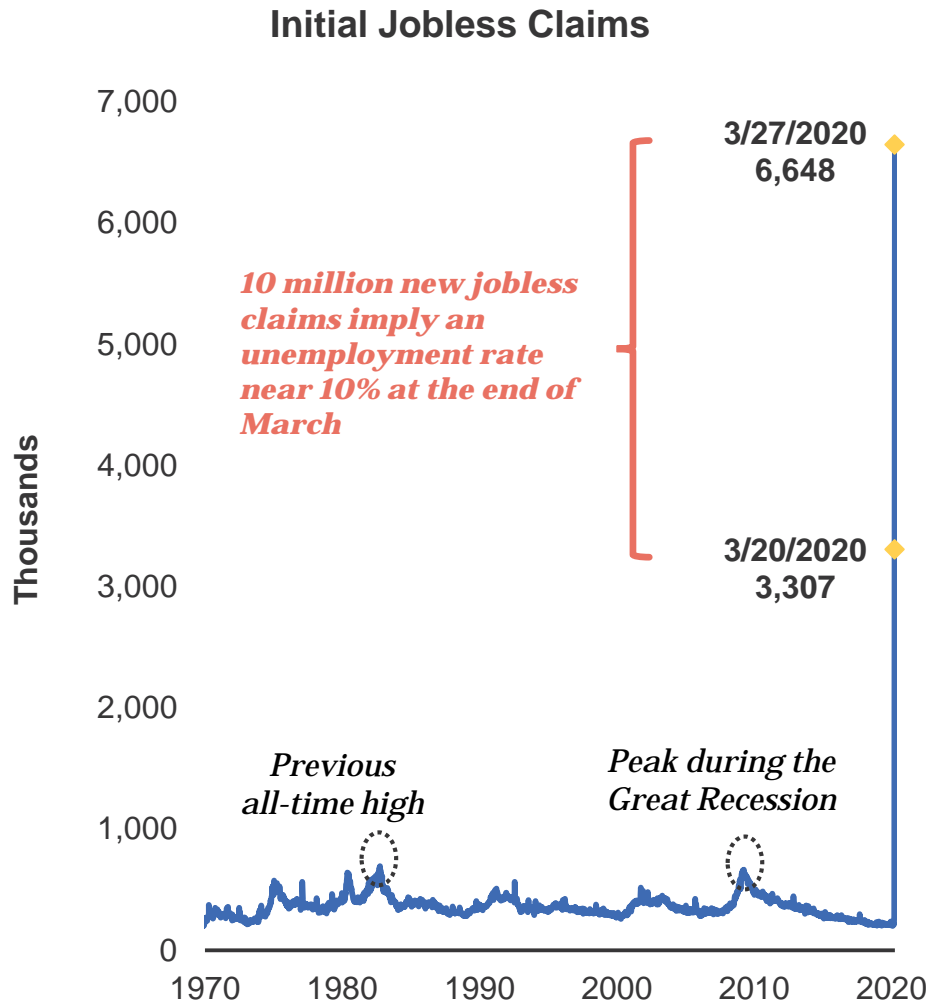


### **Effects on Financial Markets**

*Treasury yields and stock prices have plummeted while credit spreads and volatility have soared in reaction to the uncertainty created by the pandemic.*



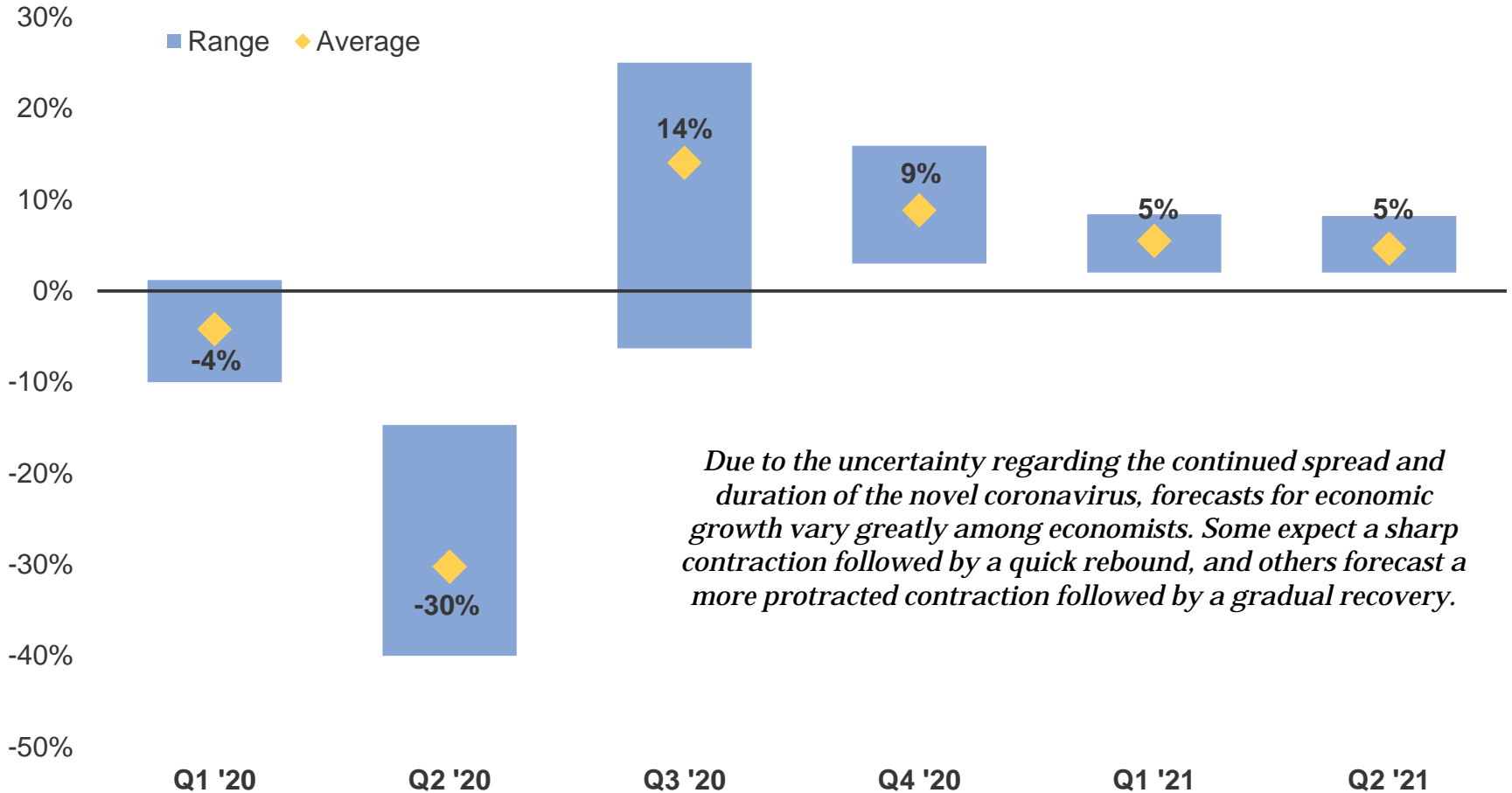
# U.S. Economy Posts Massive Job Losses in March





# Economists Expect a Significant, Immediate Downturn in the U.S. Economy

## U.S. GDP Forecasts

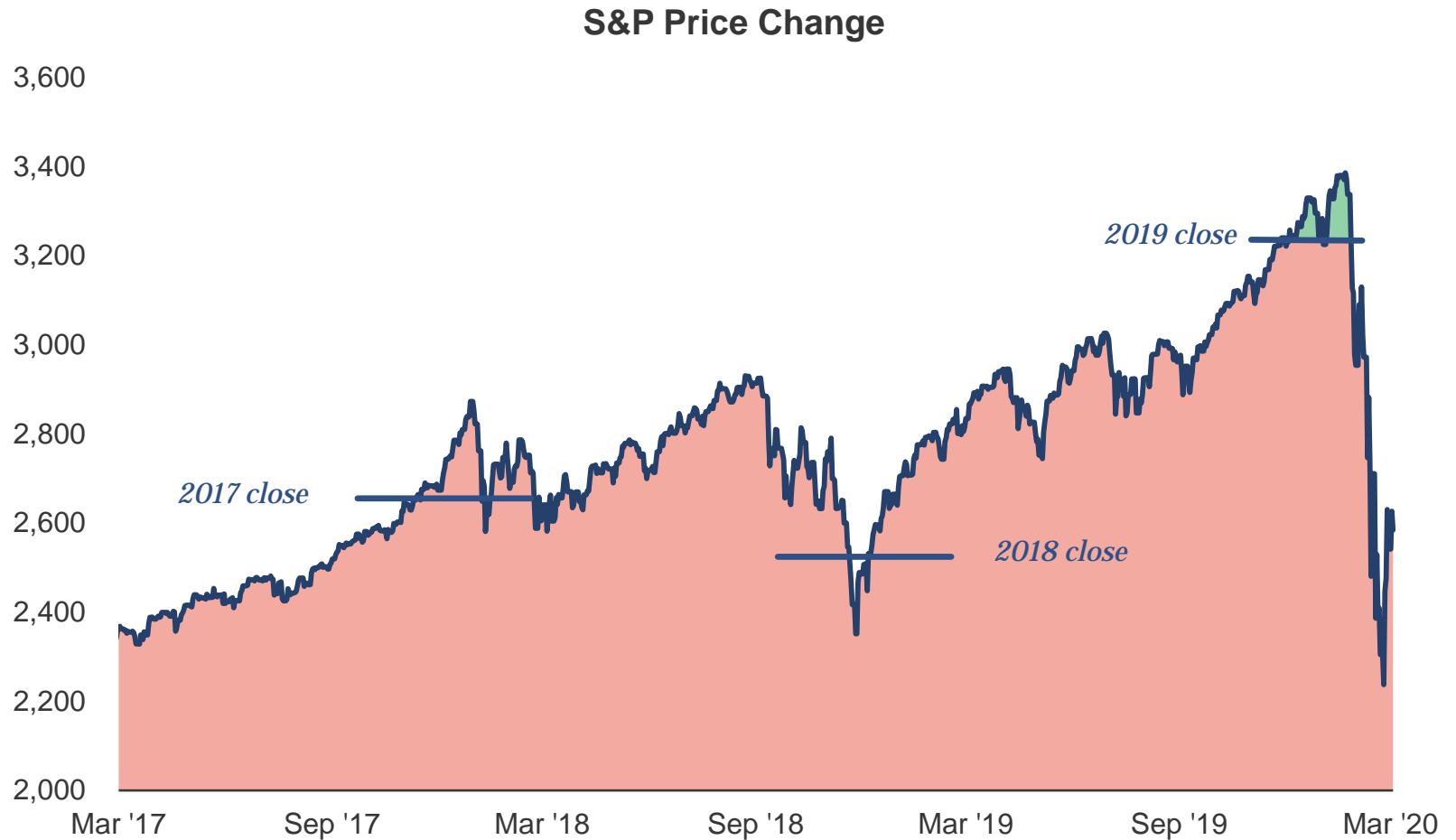


*Due to the uncertainty regarding the continued spread and duration of the novel coronavirus, forecasts for economic growth vary greatly among economists. Some expect a sharp contraction followed by a quick rebound, and others forecast a more protracted contraction followed by a gradual recovery.*

Source: Bloomberg. Forecasts made from 3/25/2020 through 4/3/2020 by ING Group, Morgan Stanley, Deutsche Bank, Goldman Sachs Group, Barclays, JPMorgan Chase, UBS, TD Bank, and Wells Fargo.



## Stocks Plummet From All-Time Highs During a Volatile Quarter

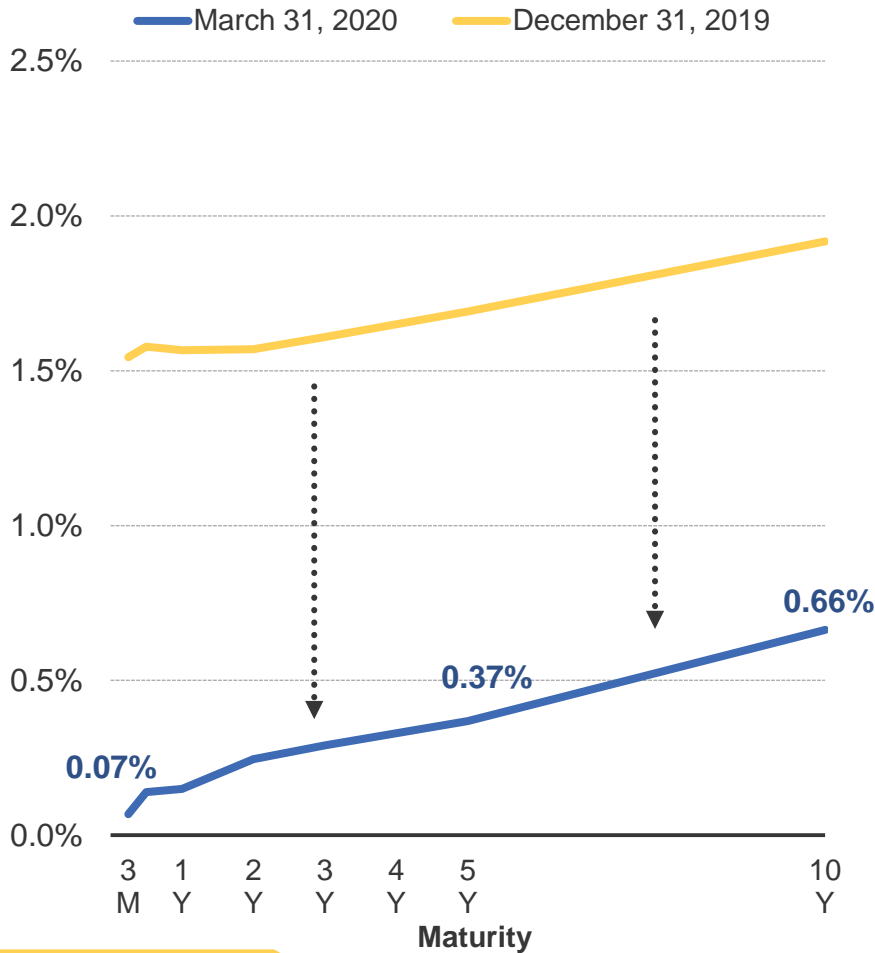


Source: Bloomberg as of 3/31/2020.

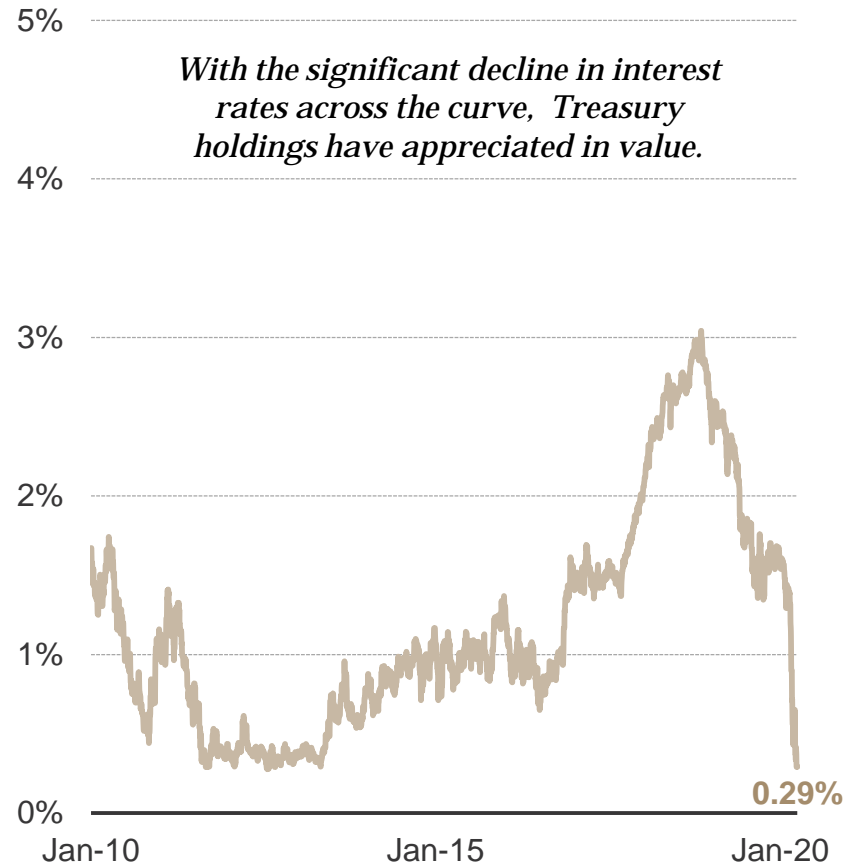


# Interest Rates Plunge; Likely to Stay Ultra-Low Through the Crisis

### US Treasury Yield Curve



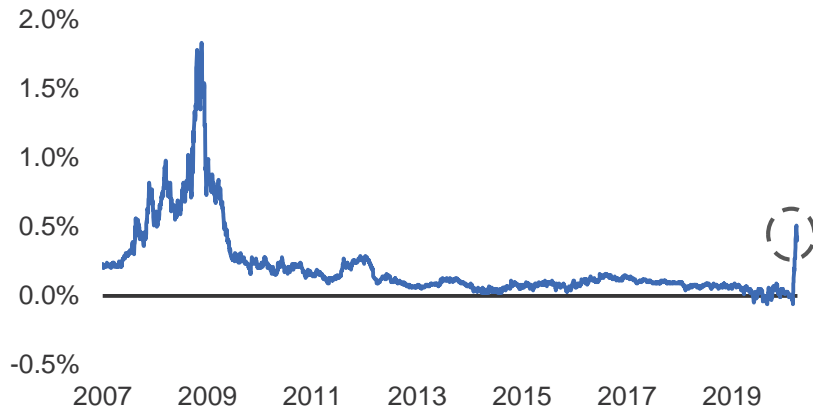
### 3-Year Treasury Yield



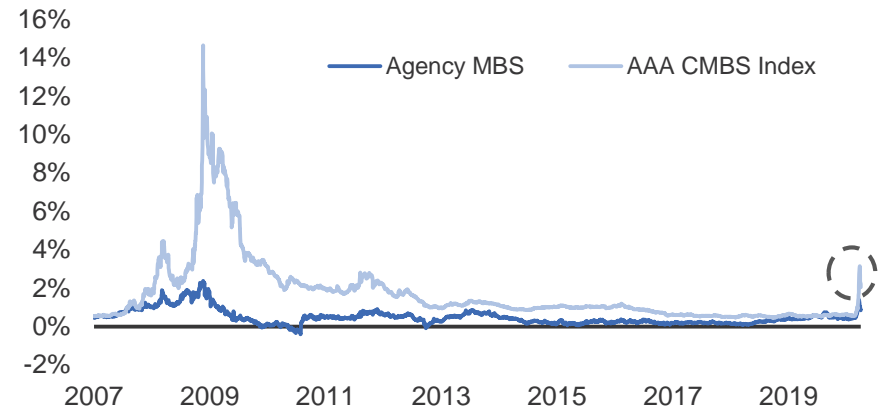


# Sector Spreads Spike to Levels Not Seen Since the Great Recession

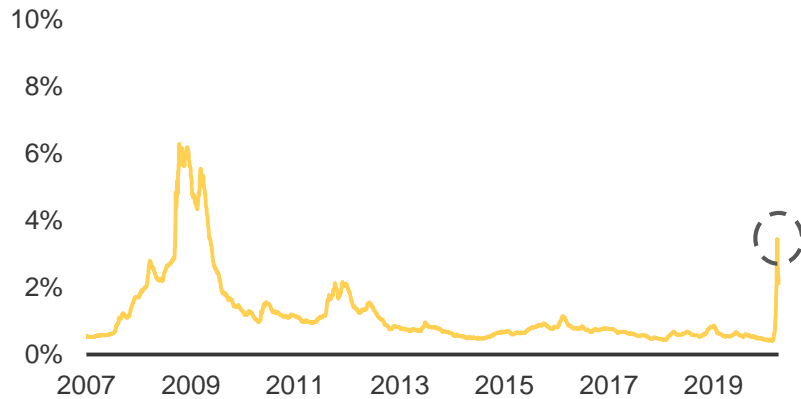
### Federal Agency Yield Spreads



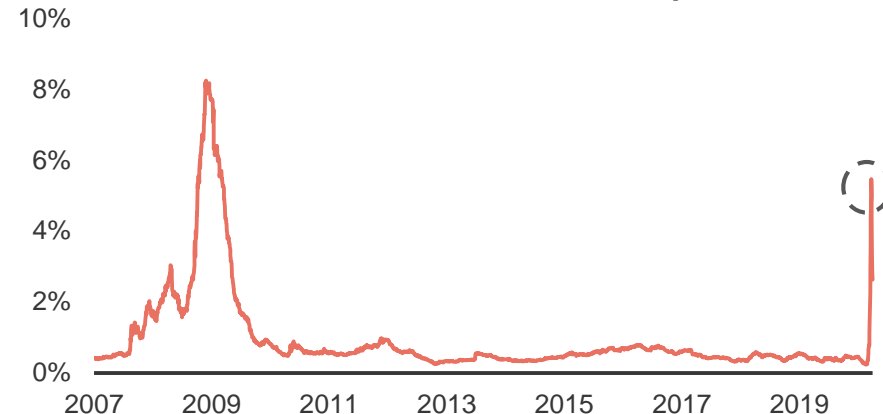
### Mortgage-Backed Securities Yield Spreads



### Corporate Notes A-AAA Yield Spreads



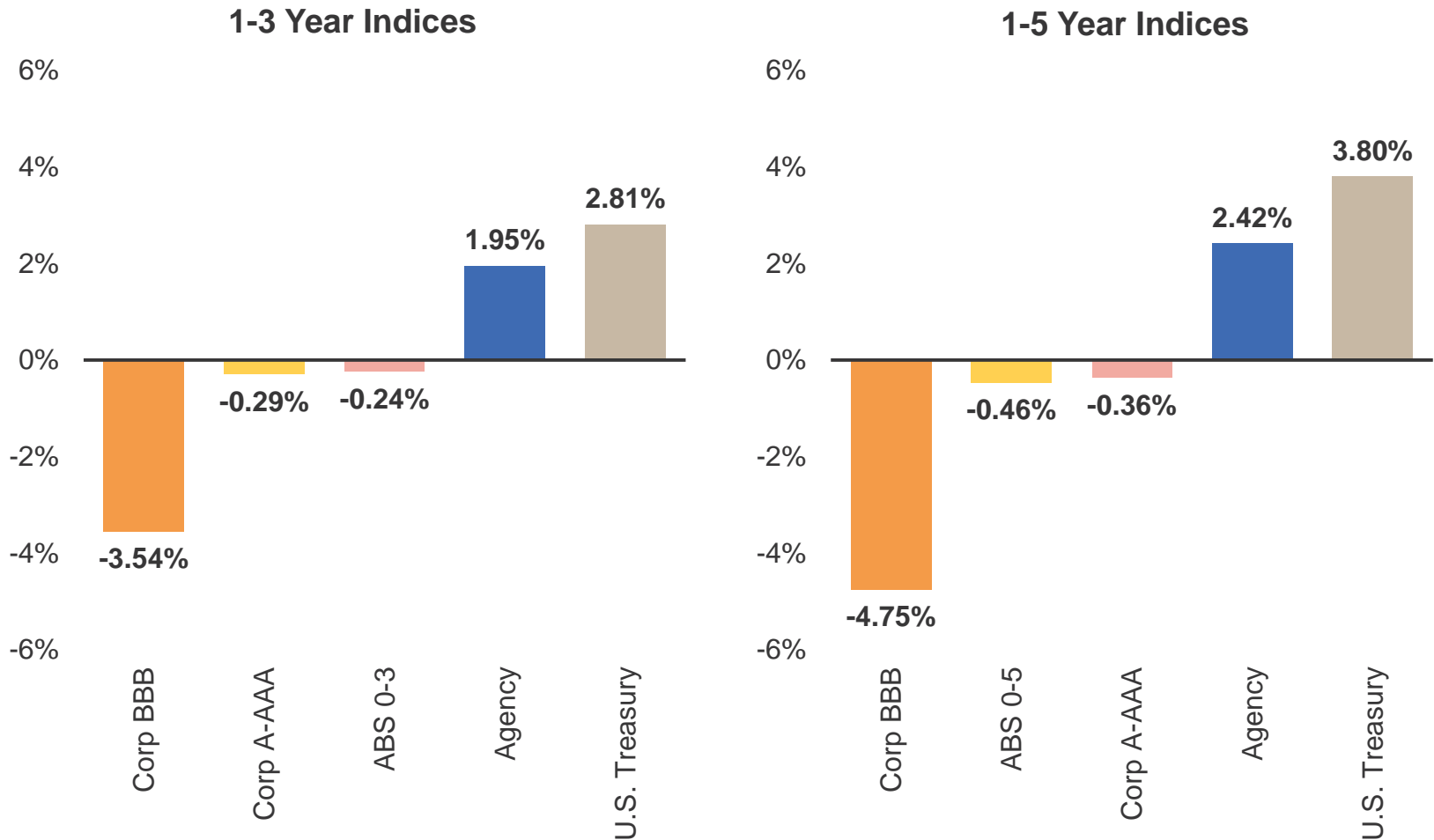
### Asset-Backed Securities Yield Spreads



Source: ICE BofAML 1-5 year Indices via Bloomberg, MarketAxess and PFM as of 3/31/20. Spreads on ABS and MBS are option-adjusted spreads of 0-5 year indices based on weighted average life; spreads on agencies are relative to comparable-maturity Treasuries. CMBS is Commercial Mortgage-Backed Securities.



## Government Sectors Outperform in the First Quarter



Source: Bloomberg, as of 3/31/2020.



# Portfolio Update





# First Quarter Portfolio Strategy

## Interest Rate Summary

- Treasury yields plunged in response to the Fed's new zero interest rate policy, with longer-term Treasury yields reaching new historic lows.
  - These moves led to high absolute returns on Treasury indices.
- In a move reminiscent of 2008, yield spreads on all other asset classes spiked as investors grappled with unprecedented uncertainty.
  - Credit allocations were therefore a significant detractor of performance during the first quarter.

## Portfolio Strategy

- Maintained a portfolio duration close to the benchmark duration, which has been an important element in sustaining performance over the past several years.
- Emphasized safety and liquidity in the portfolio's strategy. PFM restricted all new credit and asset-backed security purchases.
- Enhanced the liquidity profile of the portfolio by increasing our target allocation of federal agencies.

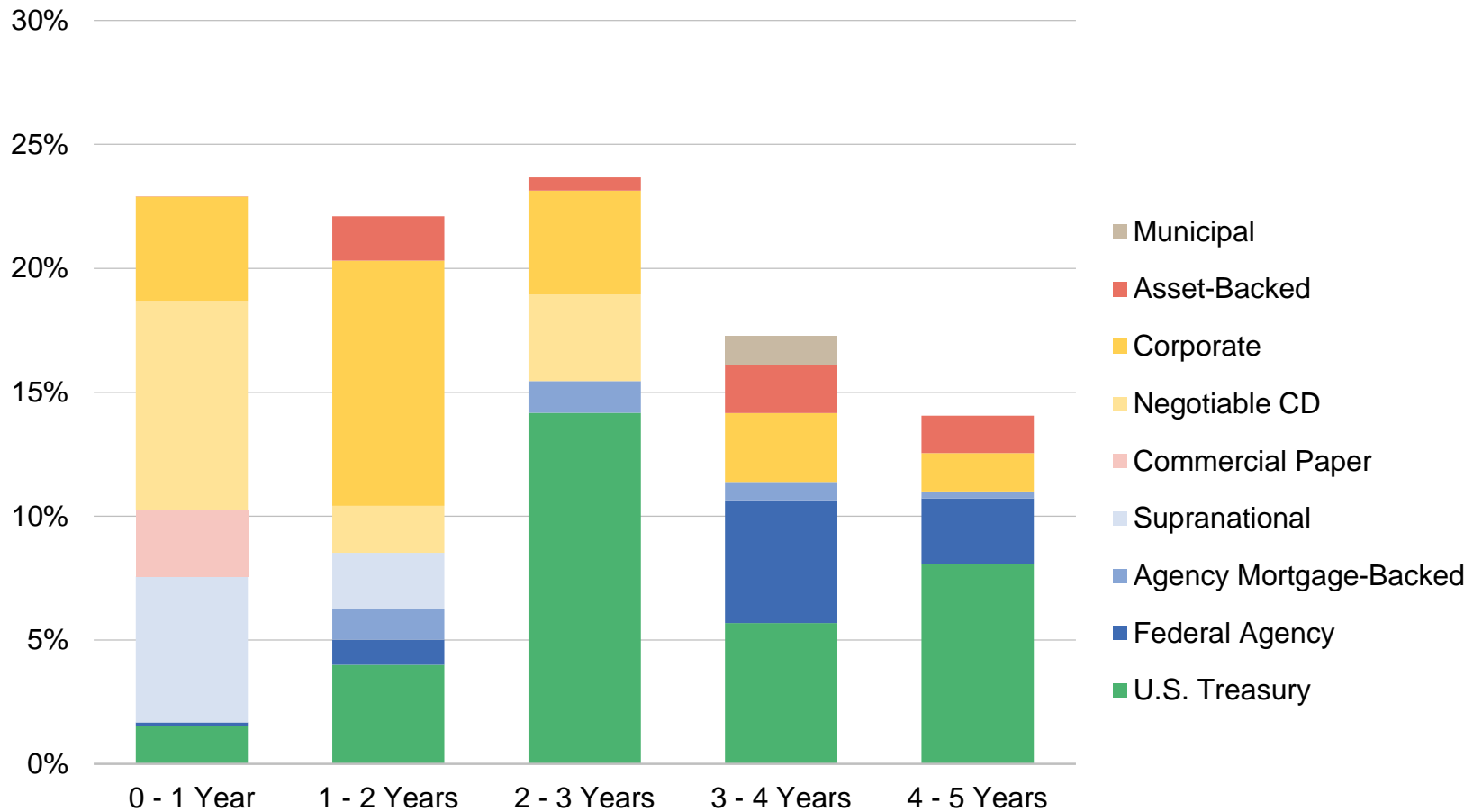


## Portfolio Composition

Security Type	Market Value as of 3/31/20	% of Portfolio	% Change vs. 12/31/19	Permitted by Policy	In Compliance
U.S. Treasury	\$93,503,571	18.8%	+2.7%	100%	✓
Federal Agency	\$24,452,039	4.9%	+2.1%	100%	✓
Federal Agency CMOs	\$9,846,091	2.0%	+0.3%	100%	✓
CA Municipal Obligations	\$3,240,485	0.7%	+0.1%	30%	✓
Supranationals	\$22,801,523	4.6%	+0.7%	30%	✓
Negotiable CDs	\$38,405,321	7.7%	+1.1%	30%	✓
Corporate Notes	\$63,020,749	12.7%	+1.0%	30%	✓
Commercial Paper	\$7,567,746	1.5%	+0.2%	40%	✓
Asset-Backed Securities	\$16,270,869	3.3%	+0.7%	20%	✓
<b>Securities Sub-Total</b>	<b>\$279,108,395</b>	<b>56.2%</b>	+0.7%		
Accrued Interest	\$1,215,844				
<b>Securities Total</b>	<b>\$280,324,239</b>				
CAMP	\$170,559,398	34.4%	-5.2%	100%	✓
LAIF – Total	\$46,578,728	9.4%	-3.7%	\$75 million per account	✓
<b>Total Investments</b>	<b>\$497,462,365</b>	<b>100.0%</b>			



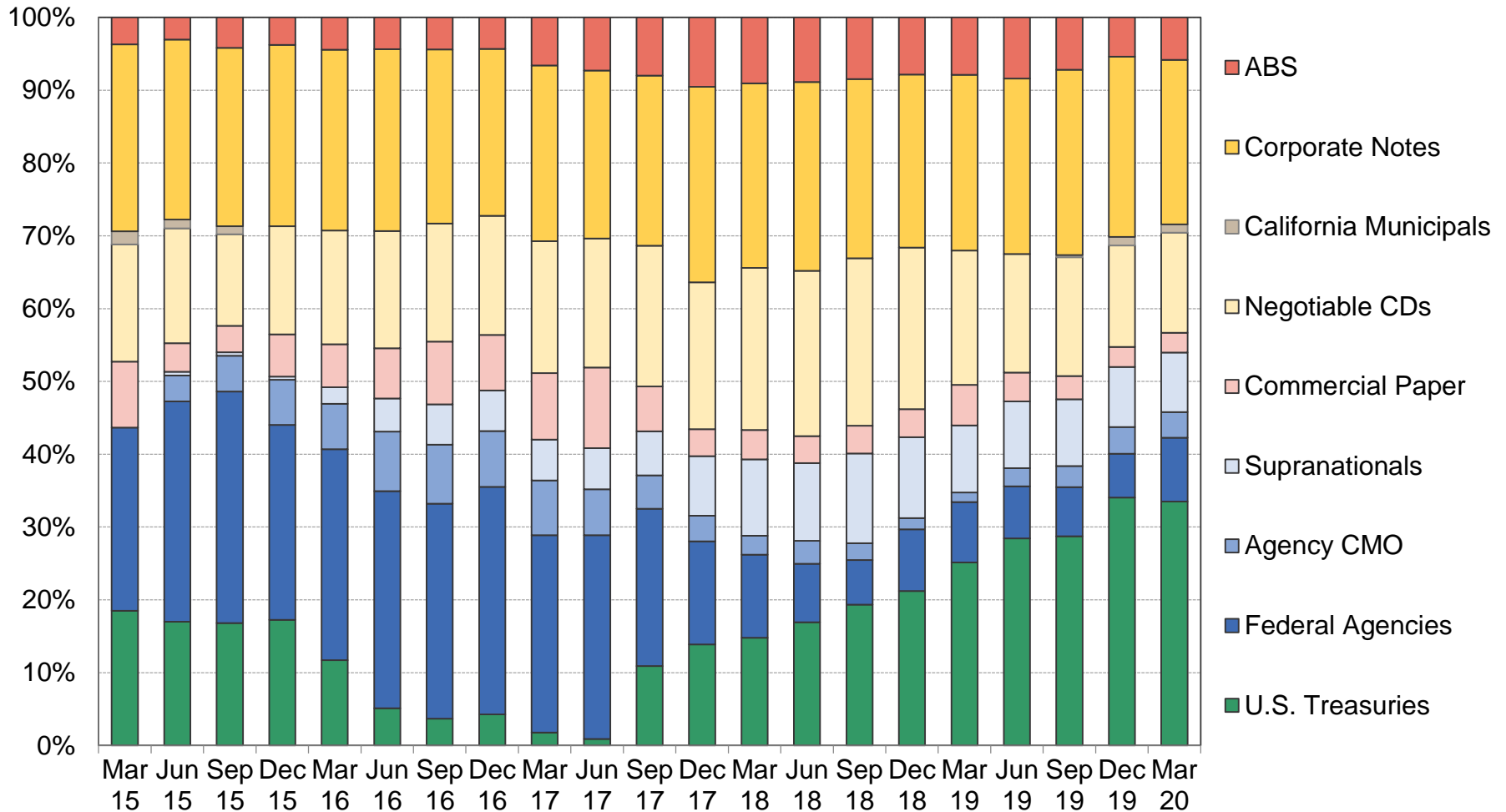
## Yolo County Sector Allocation by Maturity



Data as of 3/31/2020. Excludes overnight funds.

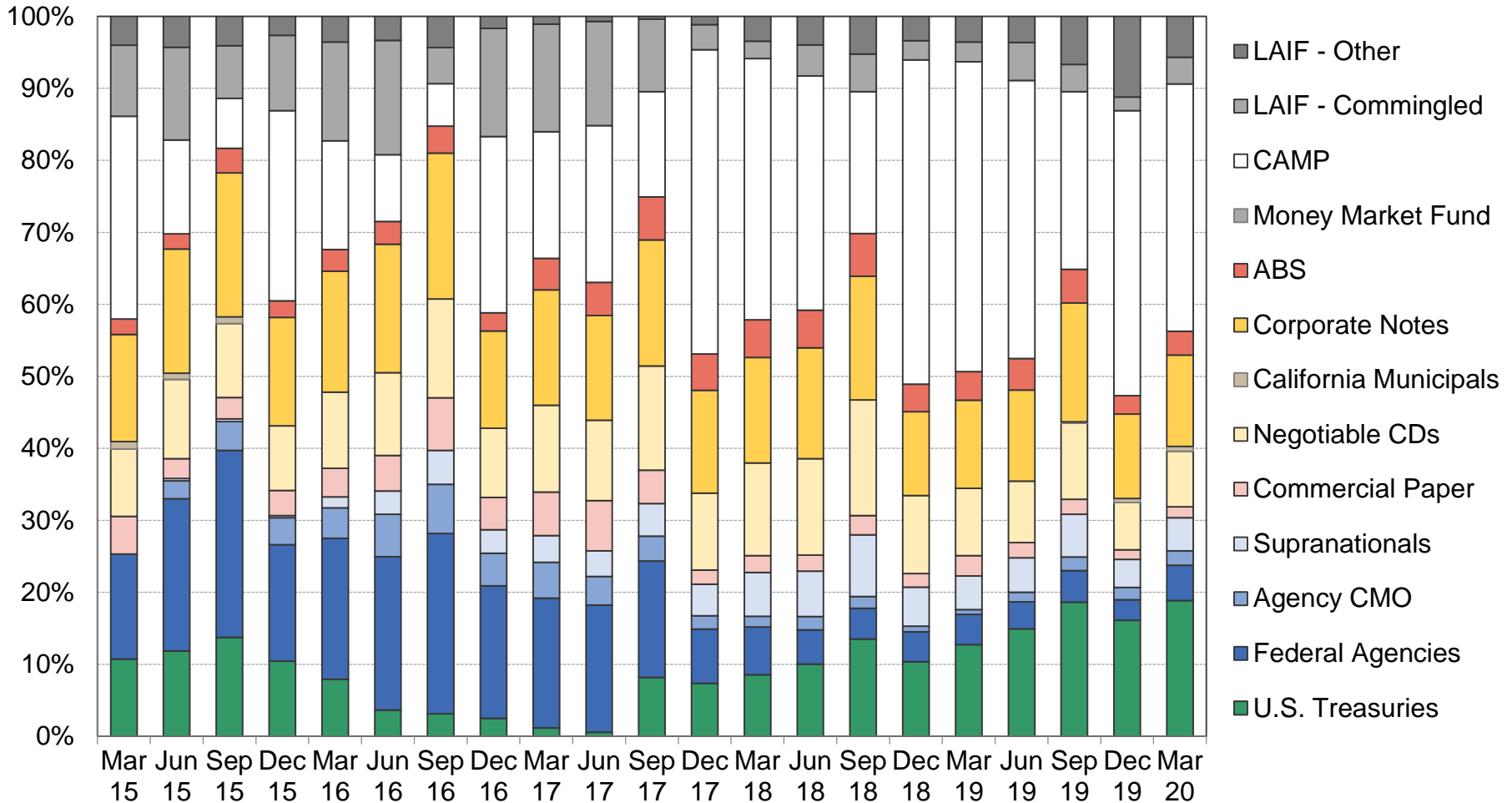


## Historical Sector Allocation—PFM Managed Portfolio





## Historical Sector Allocation—All Funds





## Portfolio Issuer Distribution

U.S. Treasury	33.5%	Visa	1.0%
Federal National Mortgage Association	7.5%	Mitsubishi Ufj Financial Group Inc	1.0%
Intl Bank of Reconstruction and Dev	4.1%	IBM	1.0%
Freddie Mac	2.9%	Citigroup Inc	1.0%
Credit Agricole	2.3%	Bank Of America Co	0.9%
International Finance Corporation	2.2%	Societe Generale	0.9%
Swedbank AB	1.9%	BB&T Corporation	0.9%
Inter-American Development Bank	1.9%	Cisco Systems	0.9%
Federal Home Loan Bank	1.9%	California St	0.9%
American Honda Finance	1.8%	Sumitomo Bitsui Bank	0.9%
Bank of New York Mellon	1.8%	Goldman Sachs Group Inc	0.9%
Westpac Banking Corp (NY)	1.6%	Unitedhealth Group Inc	0.9%
Bank Of Montreal	1.6%	3M Company	0.9%
Wal-Mart Stores Inc	1.5%	Deere & Company	0.8%
Exxon Mobil	1.5%	DNB ASA	0.7%
Nordea Bank Ab	1.4%	Carmax Auto Owner Trust	0.6%
Skandinaviska Enskilda Banken Ab	1.4%	Chevron Corp.	0.6%
Honda Auto Receivables	1.3%	United Parcel Service Inc	0.5%
Apple Inc	1.3%	American Express	0.5%
Toyota Motor Credit	1.2%	Ally Auto Receivables Trust	0.4%
Canadian Imperial Bank Of Commerce	1.1%	National Rural Utilities Co Finance Corp	0.4%
JP Morgan Chase	1.1%	City of San Diego	0.3%
ING Funding LLC	1.1%	Natixis NY Branch	0.3%
US Bancorp	1.1%	Bank of Nova Scotia Houston	0.3%
Hyundai Auto Receivables	1.1%	Capital One Prime Auto Rec Trust	0.2%
Toyota Auto Receivables	1.1%	Unilever Capital Corp.	0.1%
Nissan Auto Receivables	1.0%	John Deere Owner Trust	0.1%

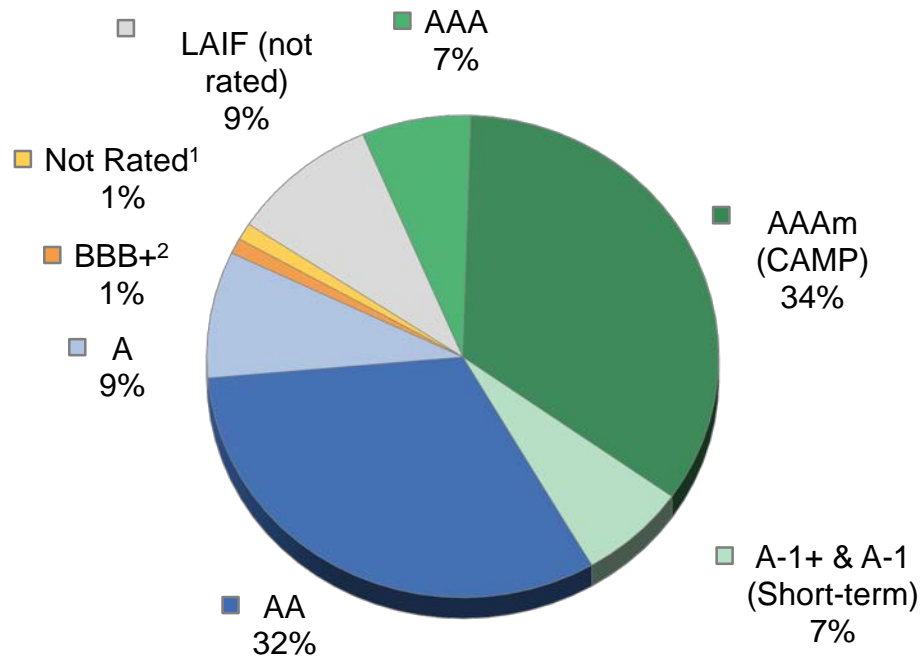
Percentages exclude the portfolio's CAMP and LAIF holdings.



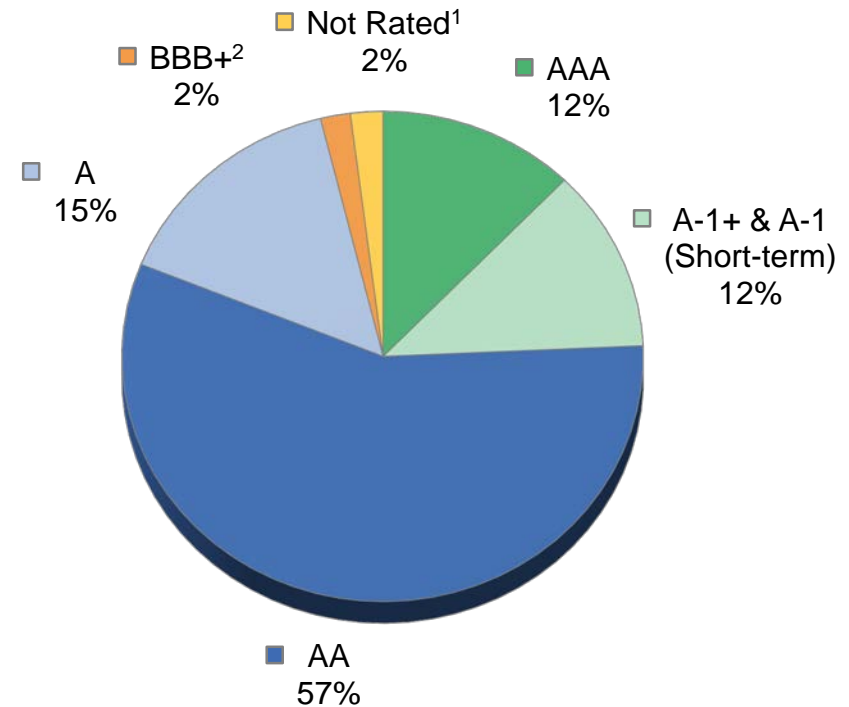
## Portfolio Credit Quality

- The County's portfolio comprises high-quality securities.

### Including Liquid Accounts



### Excluding Liquid Accounts



As of March 31, 2020. Percentages may not sum to 100% due to rounding.

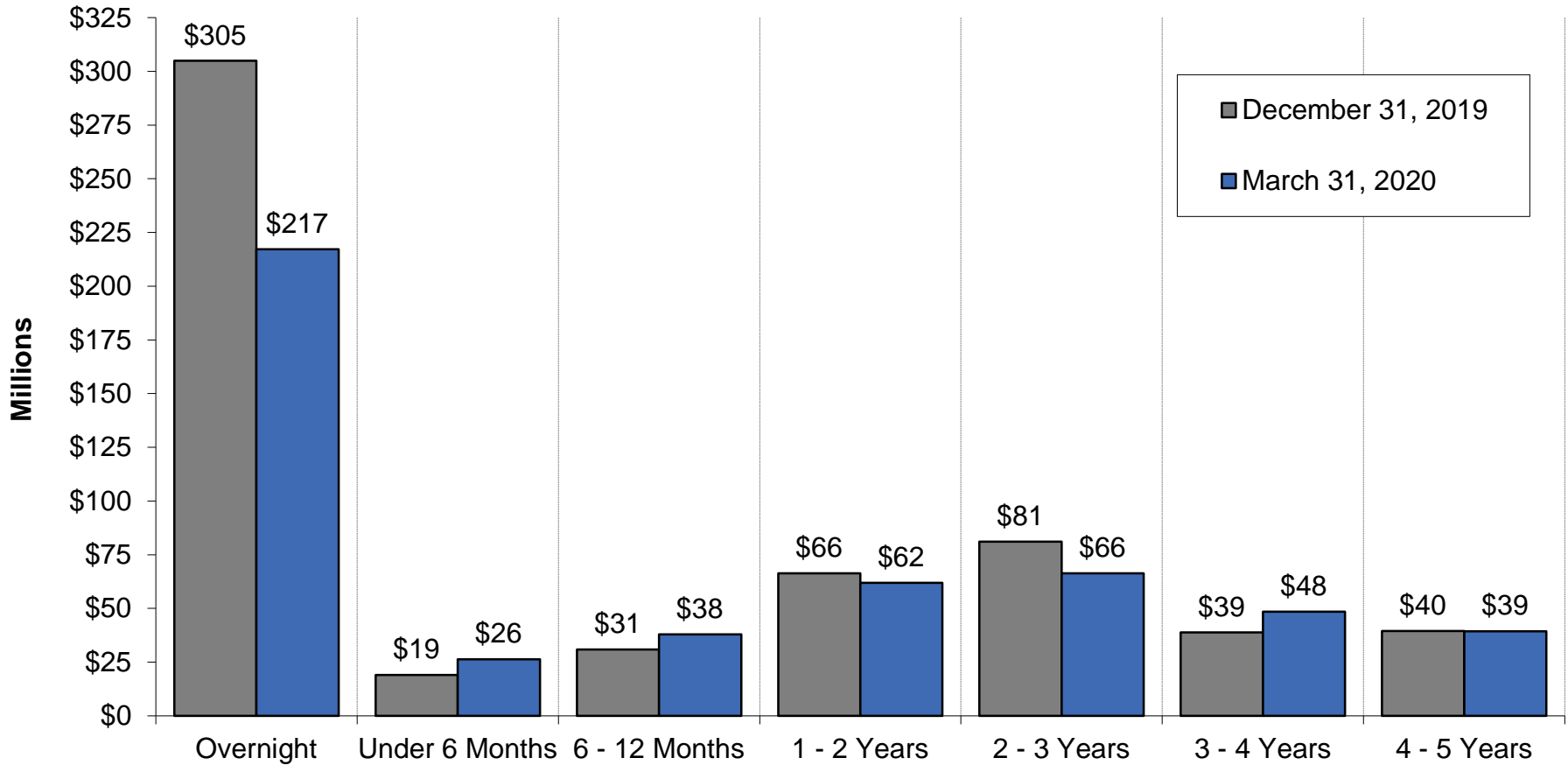
Ratings are based on Standard & Poor's.

1. The "Not Rated" category comprises asset-backed securities rated Aaa by Moody's.

2. The "BBB+" category comprises securities rated in a rating category of A or better by at least one NRSRO.



## Portfolio Maturity Distribution



*Purchases made with new funds during quarter ended 3/31/20.*

*Callable and floating-rate securities are included in the maturity distribution analysis to their stated maturity date.*



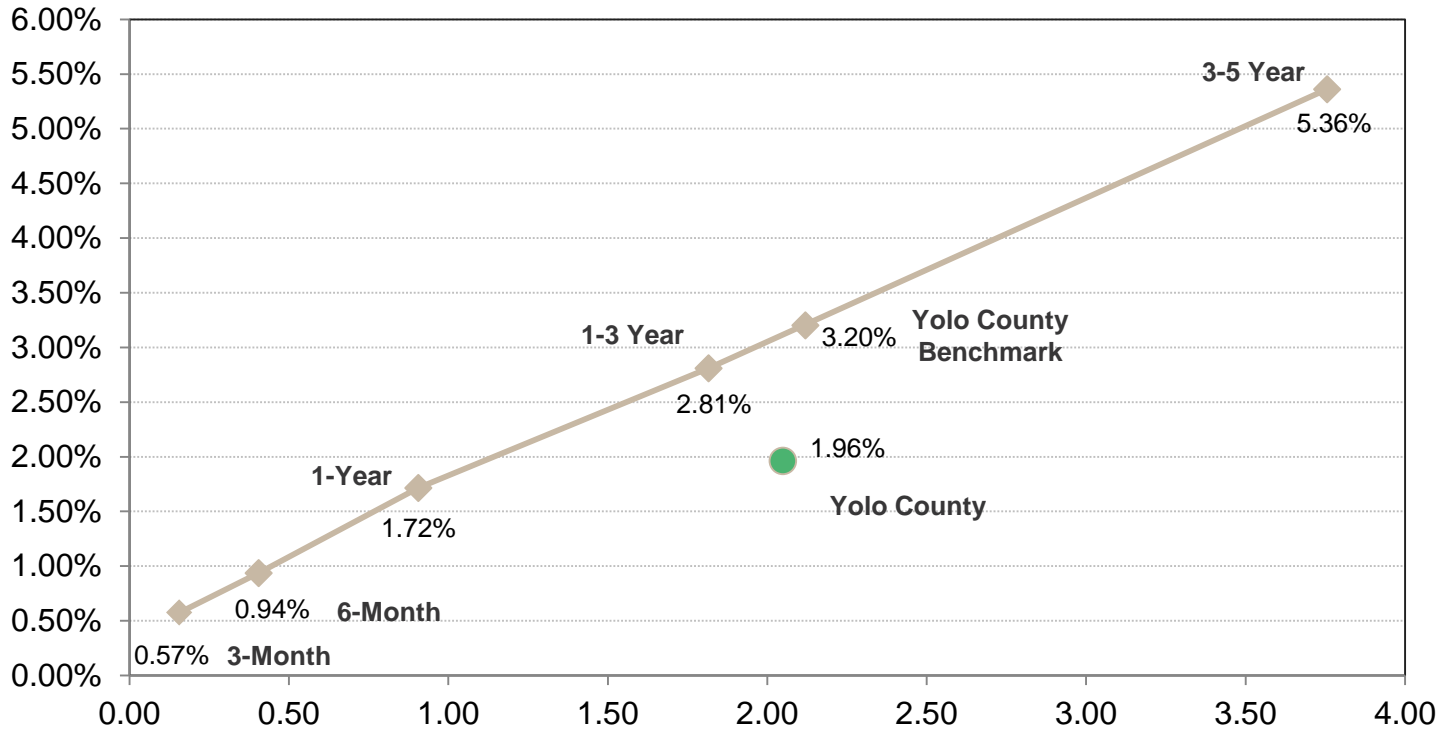


# Longer-Duration Strategies and U.S. Treasuries Outperformed

## Quarterly Total Returns

## Yields

Yolo County, Yolo County Benchmark, and Various ICE BofA Merrill Lynch Treasury Indices



Portfolio Yield and LAIF Quarterly Apportionment Rate	
Yolo County	2.19%
LAIF	2.03%

- For periods ending March 31, 2020.
- Yolo County yield is the weighted average yield at cost.
- Source: Bloomberg, LAIF website.
- The County's benchmark is the ICE Bank of America Merrill Lynch (BAML) 0-5 Year U.S. Treasury Index. From March 31, 2015, to September 30, 2017, the benchmark was a blend of 30% ICE BAML 3-month Treasury index and 70% ICE BAML 1-3 year U.S. Treasury Index. From March 31, 2002, to March 31, 2015, the benchmark was a blend of 50% ICE BAML 1-3 Year U.S. Treasury index and 50% ICE BAML 3-month Treasury Bill index. Prior to March 31, 2002, the benchmark was the ICE BAML 1-3 Year U.S. Treasury index.



## Total Return Performance

- The portfolio returned strong absolute performance for the past quarter and past year.
- However, because yield spreads between Treasuries and all other sectors widened significantly during the past quarter, the portfolio's diversification in asset classes that normally creates significant economic benefit, was a detractor from performance during the quarter and the portfolio underperformed the benchmark.
- The portfolio maintains strong performance relative to the benchmark since inception.

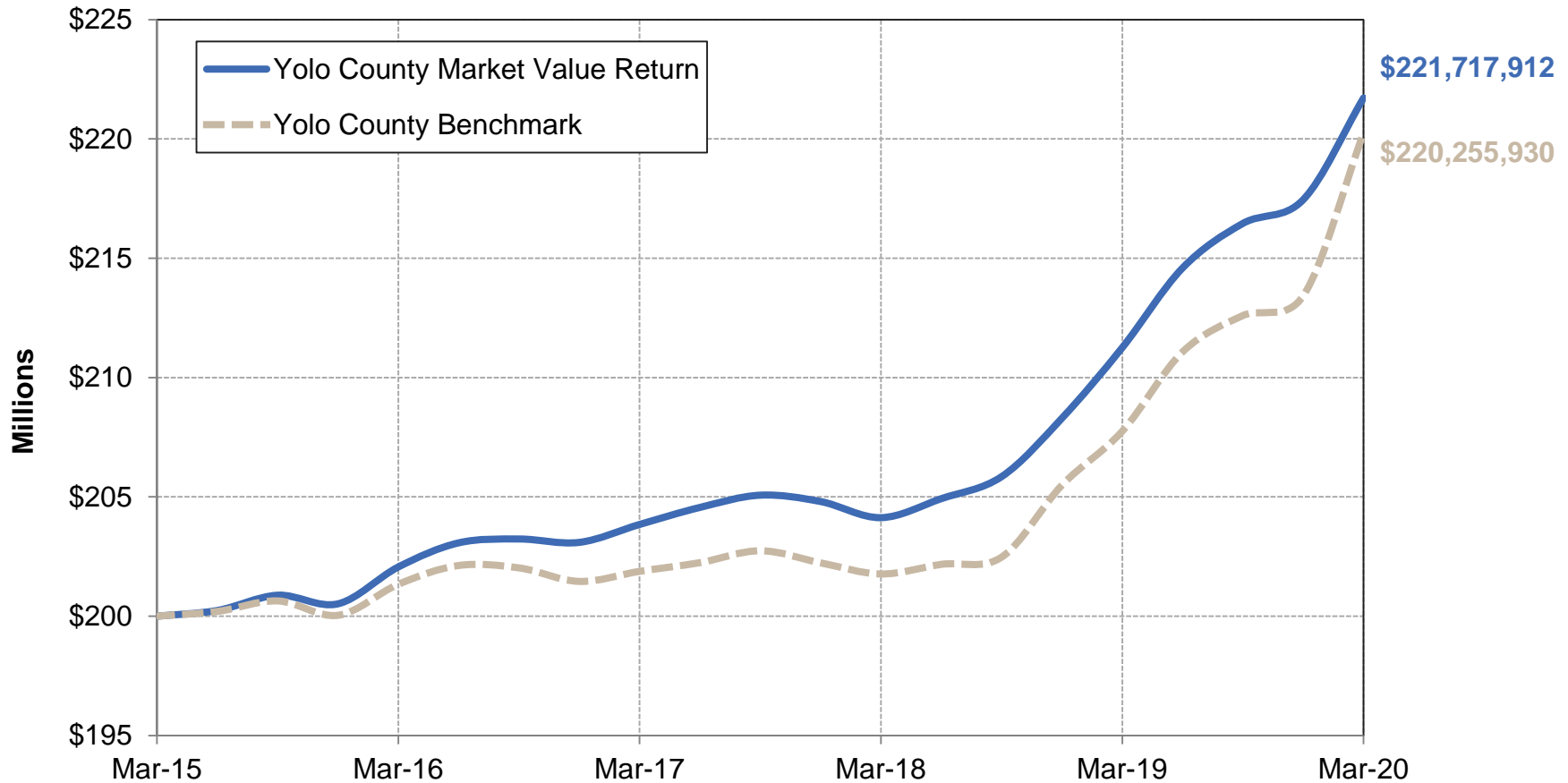
### Total Return For periods ended March 31, 2020

	Duration (years)	Past Quarter	Past 1 Year	Past 5 Years	Past 10 Years	Since Inception
<b>Yolo County</b>	<b>2.05</b>	<b>1.96%</b>	<b>4.96%</b>	<b>2.08%</b>	<b>1.59%</b>	<b>3.21%</b>
Treasury Benchmark	2.12	3.20%	6.02%	1.95%	1.25%	2.63%

- Performance on a trade-date basis, gross (i.e., before fees), in accordance with the CFA Institute's Global Investment Performance Standards (GIPS).
- Bank of America Merrill Lynch indices provided by Bloomberg Financial Markets.
- Inception date is June 30, 1998.
- Performance, yield, and duration calculations exclude holdings in CAMP, LAIF, and the money market fund.
- The County's benchmark is the ICE Bank of America Merrill Lynch (BAML) 0-5 Year U.S. Treasury Index. From March 31, 2015, to September 30, 2017, the benchmark was a blend of 30% ICE BAML 3-month Treasury index and 70% ICE BAML 1-3 year U.S. Treasury Index. From March 31, 2002, to March 31, 2015, the benchmark was a blend of 50% ICE BAML 1-3 Year U.S. Treasury index and 50% ICE BAML 3-month Treasury Bill index. Prior to March 31, 2002, the benchmark was the ICE BAML 1-3 Year U.S. Treasury index.



## County's Strategy Continues to Be Effective



- Source: Bloomberg.
- Hypothetical growth of \$200 million.
- Past performance is not indicative of future performance.



## Projected vs. Actual Fiscal Year Accrual Basis Earnings

INVESTMENT PORTFOLIO						
Date	Month-End Amortized Cost Value	Portfolio YTM at Cost	Actual Accrual Basis Earnings	Earnings Rate <sup>1</sup>	Assumed Reinvestment Rate <sup>2</sup>	Projected Accrual Basis Earnings <sup>3,4</sup>
Jul-19	\$243,966,601	2.41%	\$490,269	2.41%	-	\$490,269
Aug-19	\$242,948,135	2.37%	\$535,288	2.37%	-	\$535,288
Sep-19	\$242,971,239	2.37%	\$502,150	2.37%	-	\$502,150
Oct-19	\$254,297,057	2.31%	\$483,765	2.31%	-	\$483,765
Nov-19	\$264,158,460	2.29%	\$496,510	2.29%	-	\$496,510
Dec-19	\$271,045,967	2.25%	\$586,134	2.25%	-	\$586,134
Jan-20	\$271,400,607	2.24%	\$520,585	2.24%	-	\$520,585
Feb-20	\$272,097,522	2.21%	\$568,408	2.21%	-	\$568,408
Mar-20	\$272,665,188	2.19%	\$620,277	2.19%	-	\$620,277
Apr-20	-	-	-	2.14%	0.23%	\$478,745
May-20	-	-	-	2.12%	0.24%	\$488,955
Jun-20	-	-	-	2.11%	0.25%	\$471,484
<b>Projected FY 19-20 Total</b>						<b>\$6,242,570</b>

1. Earnings rates calculated based on the yield to maturity at cost through 3/31/2020 and the assumed reinvestment rates of maturities for each period thereafter.

2. Assumed reinvestment rates based on the 2-year Fed Funds Forward Rate Curve as of 4/14/2020.

3. Earnings for the periods 7/31/2019 - 3/31/2020 are actual earnings and include realized gains/losses; periods thereafter are projected.

4. Earnings assume no sales or realized gains/losses for periods after 3/31/2020.



## Investment Strategy Outlook

- U.S. economic fundamentals are expected to deteriorate significantly in the second quarter as the full effect of COVID-19 materializes. The real question is the duration of the economic shutdown and the speed and trajectory of the eventual recovery.
- Our outlook for major investment-grade sectors includes the following:
  - Federal agencies currently offer value, materially less credit risk, and better liquidity than most other sectors. Given low yields, we also find value in callable agencies but will evaluate them on an issue-specific basis.
  - The agency MBS sector survived the recent surge of prepayments and now has support from the unlimited Fed purchase program. As a result, spreads began to narrow in the late first quarter. We view this stabilization as a modest buying opportunity in MBS with a focus on structures with less prepayment risk.
  - The investment grade corporate market faces numerous challenges and uncertainties. We believe the prudent action is to remain cautious and vigilant until longer-term economic consequences are better understood and market liquidity stabilizes. While spreads are significantly wider, PFM's view is that under current conditions the risks still outweigh the potential benefits.
  - In ABS, spreads remain wide, and liquidity remains impaired. At the forefront of risks are consumers' and businesses' ability to make timely credit card, auto loan, and equipment lease payments. We plan to avoid new ABS purchases until the outlook is clearer.
  - In the municipal sector, recent monetary and fiscal stimulus is expected to benefit local government issuers. We anticipate continuing to search for and scrutinize high-quality municipal issuers that are best positioned to weather current challenges.



**Managed Account Detail of Securities Held**

For the Month Ending **March 31, 2020**

**YOLO COUNTY - TREASURY POOL**

<b>Security Type/Description Dated Date/Coupon/Maturity</b>	<b>CUSIP</b>	<b>Par</b>	<b>S&amp;P Rating</b>	<b>Moody's Rating</b>	<b>Trade Date</b>	<b>Settle Date</b>	<b>Original Cost</b>	<b>YTM at Cost</b>	<b>Accrued Interest</b>	<b>Amortized Cost</b>	<b>Market Value</b>
<b>U.S. Treasury Bond / Note</b>											
UNITED STATES TREASURY NOTES DTD 11/30/2018 2.750% 11/30/2020	9128285Q9	1,740,000.00	AA+	Aaa	11/06/19	11/07/19	1,760,118.75	1.65	16,080.74	1,752,607.08	1,769,362.50
US TREASURY NOTES DTD 02/29/2016 1.125% 02/28/2021	912828P87	2,500,000.00	AA+	Aaa	10/17/19	10/18/19	2,483,496.09	1.61	2,445.65	2,488,956.45	2,521,484.50
UNITED STATES TREASURY NOTES DTD 05/31/2019 2.125% 05/31/2021	9128286V7	1,900,000.00	AA+	Aaa	12/05/19	12/06/19	1,912,988.28	1.66	13,568.65	1,910,213.93	1,942,156.25
US TREASURY NOTES DTD 08/15/2018 2.750% 08/15/2021	9128284W7	3,250,000.00	AA+	Aaa	11/06/19	11/07/19	3,312,207.03	1.65	11,294.64	3,298,408.07	3,359,687.50
UNITED STATES TREASURY NOTES DTD 09/03/2019 1.500% 08/31/2021	912828YC8	1,900,000.00	AA+	Aaa	12/05/19	12/06/19	1,895,472.66	1.64	2,478.26	1,896,312.59	1,932,656.25
US TREASURY NOTES DTD 01/31/2017 1.875% 01/31/2022	912828V72	2,340,000.00	AA+	Aaa	07/06/17	07/11/17	2,335,703.90	1.92	7,352.68	2,338,231.57	2,406,543.75
US TREASURY N/B NOTES DTD 02/28/2017 1.875% 02/28/2022	912828W55	1,500,000.00	AA+	Aaa	04/02/19	04/04/19	1,483,183.59	2.28	2,445.65	1,488,812.04	1,545,468.75
US TREASURY NOTES DTD 03/31/2017 1.875% 03/31/2022	912828W89	770,000.00	AA+	Aaa	12/01/17	12/06/17	762,269.92	2.12	39.45	766,339.49	794,182.77
US TREASURY NOTES DTD 03/31/2017 1.875% 03/31/2022	912828W89	1,500,000.00	AA+	Aaa	01/03/18	01/04/18	1,481,660.16	2.18	76.84	1,491,152.69	1,547,109.30
US TREASURY NOTES DTD 03/31/2017 1.875% 03/31/2022	912828W89	4,515,000.00	AA+	Aaa	08/01/18	08/03/18	4,366,851.56	2.82	231.30	4,432,276.98	4,656,798.99
US TREASURY NOTES DTD 03/31/2015 1.750% 03/31/2022	912828J76	5,150,000.00	AA+	Aaa	08/30/17	08/31/17	5,162,875.00	1.69	246.24	5,155,746.22	5,296,453.13
US TREASURY NOTES DTD 07/31/2015 2.000% 07/31/2022	912828X08	5,100,000.00	AA+	Aaa	08/30/17	08/31/17	5,164,546.88	1.73	17,093.41	5,131,316.50	5,297,625.00
US TREASURY NOTES DTD 09/30/2015 1.750% 09/30/2022	912828L57	1,080,000.00	AA+	Aaa	10/03/17	10/06/17	1,070,803.13	1.93	51.64	1,075,282.14	1,117,800.00
US TREASURY NOTES DTD 09/30/2015 1.750% 09/30/2022	912828L57	5,115,000.00	AA+	Aaa	06/04/18	06/06/18	4,906,204.10	2.76	244.57	4,991,257.31	5,294,025.00



**Managed Account Detail of Securities Held**

For the Month Ending **March 31, 2020**

**YOLO COUNTY - TREASURY POOL**

<b>Security Type/Description Dated Date/Coupon/Maturity</b>	<b>CUSIP</b>	<b>Par</b>	<b>S&amp;P Rating</b>	<b>Moody's Rating</b>	<b>Trade Date</b>	<b>Settle Date</b>	<b>Original Cost</b>	<b>YTM at Cost</b>	<b>Accrued Interest</b>	<b>Amortized Cost</b>	<b>Market Value</b>
<b>U.S. Treasury Bond / Note</b>											
US TREASURY N/B NOTES DTD 10/31/2017 2.000% 10/31/2022	9128283C2	5,990,000.00	AA+	Aaa	05/02/18	05/04/18	5,790,177.34	2.80	50,355.49	5,872,164.48	6,249,254.39
US TREASURY NOTES DTD 02/01/2016 1.750% 01/31/2023	912828P38	3,395,000.00	AA+	Aaa	10/02/18	10/04/18	3,232,941.80	2.93	9,956.49	3,286,602.78	3,529,739.06
US TREASURY NOTES DTD 02/29/2016 1.500% 02/28/2023	912828P79	5,675,000.00	AA+	Aaa	07/02/18	07/05/18	5,369,082.03	2.74	7,402.17	5,479,113.24	5,864,757.81
US TREASURY NOTES DTD 03/31/2016 1.500% 03/31/2023	912828Q29	2,525,000.00	AA+	Aaa	02/08/19	02/12/19	2,431,989.26	2.44	103.48	2,456,580.81	2,612,585.94
US TREASURY NOTES DTD 08/01/2016 1.250% 07/31/2023	912828S92	2,000,000.00	AA+	Aaa	04/02/19	04/04/19	1,915,312.50	2.28	4,189.56	1,934,058.18	2,058,437.60
US TREASURY NOTES DTD 08/01/2016 1.250% 07/31/2023	912828S92	2,575,000.00	AA+	Aaa	02/08/19	02/12/19	2,446,149.41	2.44	5,394.06	2,477,586.87	2,650,238.41
US TREASURY NOTES DTD 10/01/2018 2.875% 09/30/2023	9128285D8	2,000,000.00	AA+	Aaa	05/01/19	05/01/19	2,050,312.50	2.27	157.10	2,040,278.90	2,175,625.00
US TREASURY NOTES DTD 11/15/2013 2.750% 11/15/2023	912828WE6	2,195,000.00	AA+	Aaa	03/06/19	03/08/19	2,217,207.23	2.52	22,884.68	2,212,411.49	2,381,917.86
US TREASURY N/B DTD 12/31/2018 2.625% 12/31/2023	9128285U0	490,000.00	AA+	Aaa	01/30/19	01/31/19	491,454.69	2.56	3,250.96	491,129.75	531,343.75
US TREASURY N/B NOTES DTD 01/31/2017 2.250% 01/31/2024	912828V80	3,250,000.00	AA+	Aaa	11/06/19	11/07/19	3,330,869.14	1.64	12,254.46	3,323,512.43	3,482,578.13
US TREASURY N/B NOTES DTD 05/01/2017 2.000% 04/30/2024	912828X70	270,000.00	AA+	Aaa	06/26/19	06/27/19	272,773.83	1.78	2,269.78	272,354.56	287,592.17
US TREASURY N/B NOTES DTD 06/30/2017 2.000% 06/30/2024	912828XX3	2,400,000.00	AA+	Aaa	07/26/19	07/30/19	2,415,187.50	1.86	12,131.87	2,413,207.10	2,562,750.00
US TREASURY N/B DTD 07/31/2017 2.125% 07/31/2024	9128282N9	2,980,000.00	AA+	Aaa	08/01/19	08/06/19	3,027,610.16	1.79	10,612.16	3,021,625.03	3,201,637.50
US TREASURY N/B NOTES DTD 08/31/2017 1.875% 08/31/2024	9128282U3	1,515,000.00	AA+	Aaa	09/03/19	09/05/19	1,554,472.85	1.33	2,470.11	1,550,066.24	1,613,001.56



**Managed Account Detail of Securities Held**

For the Month Ending **March 31, 2020**

**YOLO COUNTY - TREASURY POOL**

<b>Security Type/Description Dated Date/Coupon/Maturity</b>	<b>CUSIP</b>	<b>Par</b>	<b>S&amp;P Rating</b>	<b>Moody's Rating</b>	<b>Trade Date</b>	<b>Settle Date</b>	<b>Original Cost</b>	<b>YTM at Cost</b>	<b>Accrued Interest</b>	<b>Amortized Cost</b>	<b>Market Value</b>
<b>U.S. Treasury Bond / Note</b>											
US TREASURY NOTES DTD 10/02/2017 2.125% 09/30/2024	9128282Y5	2,565,000.00	AA+	Aaa	10/01/19	10/03/19	2,641,649.41	1.50	148.92	2,634,309.97	2,763,787.50
US TREASURY N/B DTD 11/30/2017 2.125% 11/30/2024	9128283J7	1,900,000.00	AA+	Aaa	12/05/19	12/06/19	1,943,640.63	1.64	13,568.65	1,940,944.81	2,050,515.72
US TREASURY N/B DTD 11/30/2017 2.125% 11/30/2024	9128283J7	2,800,000.00	AA+	Aaa	01/03/20	01/07/20	2,864,859.38	1.63	19,995.90	2,861,904.81	3,021,812.64
US TREASURY N/B DTD 11/30/2017 2.125% 11/30/2024	9128283J7	3,830,000.00	AA+	Aaa	12/02/19	12/04/19	3,908,694.53	1.69	27,351.54	3,903,760.67	4,133,408.00
US TREASURY N/B DTD 02/17/2015 2.000% 02/15/2025	912828J27	2,650,000.00	AA+	Aaa	03/02/20	03/04/20	2,796,888.67	0.85	6,697.80	2,794,650.57	2,851,234.38
<b>Security Type Sub-Total</b>		<b>89,365,000.00</b>					<b>88,799,653.91</b>	<b>2.08</b>	<b>284,844.90</b>	<b>89,183,175.75</b>	<b>93,503,571.11</b>
<b>Supra-National Agency Bond / Note</b>											
INTL BANK OF RECONSTRUCTION AND DEV NOTE DTD 09/19/2017 1.561% 09/12/2020	45905UP32	5,000,000.00	AAA	Aaa	09/12/17	09/19/17	4,988,000.00	1.64	4,119.31	4,998,161.80	5,019,050.00
INTER-AMERICAN DEVELOPMENT BANK DTD 11/08/2013 2.125% 11/09/2020	4581X0CD8	5,260,000.00	AAA	Aaa	10/02/17	10/10/17	5,308,755.49	1.81	44,089.03	5,269,800.22	5,307,650.34
INTERNATIONAL FINANCE CORPORATION NOTE DTD 01/25/2018 2.250% 01/25/2021	45950KCM0	2,115,000.00	AAA	Aaa	01/18/18	01/25/18	2,108,781.90	2.35	8,724.38	2,113,265.30	2,144,227.19
INTERNATIONAL FINANCE CORPORATION NOTE DTD 03/16/2018 2.635% 03/09/2021	45950VLQ7	3,890,000.00	AAA	Aaa	03/09/18	03/16/18	3,887,082.50	2.66	6,263.98	3,889,052.36	3,971,456.60
INTL BANK OF RECONSTRUCTION AND DEV NOTE DTD 07/25/2018 2.750% 07/23/2021	459058GH0	3,685,000.00	AAA	Aaa	07/18/18	07/25/18	3,676,377.10	2.83	19,141.53	3,681,135.65	3,792,406.70
INTL BANK OF RECONSTRUCTION AND DEV NOTE DTD 01/26/2017 2.000% 01/26/2022	459058FY4	2,500,000.00	AAA	Aaa	09/06/17	09/08/17	2,528,050.00	1.73	9,027.78	2,511,906.10	2,566,732.50





**Managed Account Detail of Securities Held**

For the Month Ending **March 31, 2020**

**YOLO COUNTY - TREASURY POOL**

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
---	-------	-----	---------------	-------------------	---------------	----------------	------------------	----------------	---------------------	-------------------	-----------------

**Supra-National Agency Bond / Note**

<b>Security Type Sub-Total</b>		<b>22,450,000.00</b>					<b>22,497,046.99</b>	<b>2.13</b>	<b>91,366.01</b>	<b>22,463,321.43</b>	<b>22,801,523.33</b>
--------------------------------	--	----------------------	--	--	--	--	----------------------	-------------	------------------	----------------------	----------------------

**Municipal Bond / Note**

SAN DIEGO CCD, CA TXBL GO BONDS DTD 10/16/2019 1.996% 08/01/2023	797272ON4	725,000.00	AAA	Aaa	09/18/19	10/16/19	725,000.00	2.00	2,411.83	725,000.00	736,491.25
CA ST TXBL GO BONDS DTD 10/24/2019 2.400% 10/01/2023	13063DRJ9	2,430,000.00	AA-	Aa2	10/16/19	10/24/19	2,478,624.30	1.87	25,434.00	2,473,397.30	2,503,993.50

<b>Security Type Sub-Total</b>		<b>3,155,000.00</b>					<b>3,203,624.30</b>	<b>1.90</b>	<b>27,845.83</b>	<b>3,198,397.30</b>	<b>3,240,484.75</b>
--------------------------------	--	---------------------	--	--	--	--	---------------------	-------------	------------------	---------------------	---------------------

**Federal Agency Collateralized Mortgage Obligation**

FNA 2018-M5 A2 DTD 04/01/2018 3.560% 09/25/2021	3136B1XP4	1,185,740.35	AA+	Aaa	04/11/18	04/30/18	1,209,325.93	2.27	3,517.70	1,195,375.07	1,193,712.65
FHLMC MULTIFAMILY STRUCTURED P DTD 05/01/2015 2.791% 01/25/2022	3137BHXY8	2,215,000.00	AA+	Aaa	05/16/19	05/21/19	2,228,843.75	2.20	5,151.72	2,223,650.73	2,252,050.46
FHLMC MULTIFAMILY STRUCTURED P DTD 11/01/2015 2.716% 06/25/2022	3137BLUR7	1,000,000.00	AA+	Aaa	04/02/19	04/05/19	1,002,500.00	2.46	2,263.33	1,001,258.34	1,018,145.91
FHLMC MULTIFAMILY STRUCTURED P DTD 12/01/2012 2.307% 08/25/2022	3137AWOH1	1,135,000.00	AA+	Aaa	09/04/19	09/09/19	1,151,758.98	1.25	2,182.04	1,148,531.22	1,157,354.31
FHLMC SERIES K721 A2 DTD 12/01/2015 3.090% 08/25/2022	3137BM6P6	1,350,000.00	AA+	Aaa	04/04/18	04/09/18	1,361,496.09	2.61	3,476.25	1,355,359.26	1,388,554.11
FANNIEMAE-ACES DTD 04/01/2014 3.346% 03/25/2024	3136AJB54	1,940,000.00	AA+	Aaa	12/13/19	12/18/19	2,034,271.88	1.04	5,409.11	2,028,767.36	2,064,832.48
FHMS KJ27 A1 DTD 11/01/2019 2.092% 07/25/2024	3137FQ3V3	754,692.75	AA+	Aaa	11/20/19	11/26/19	754,674.64	2.03	1,315.68	754,674.64	771,441.18

<b>Security Type Sub-Total</b>		<b>9,580,433.10</b>					<b>9,742,871.27</b>	<b>1.92</b>	<b>23,315.83</b>	<b>9,707,616.62</b>	<b>9,846,091.10</b>
--------------------------------	--	---------------------	--	--	--	--	---------------------	-------------	------------------	---------------------	---------------------

**Federal Agency Bond / Note**



**Managed Account Detail of Securities Held**

For the Month Ending **March 31, 2020**

**YOLO COUNTY - TREASURY POOL**

<b>Security Type/Description Dated Date/Coupon/Maturity</b>	<b>CUSIP</b>	<b>Par</b>	<b>S&amp;P Rating</b>	<b>Moody's Rating</b>	<b>Trade Date</b>	<b>Settle Date</b>	<b>Original Cost</b>	<b>YTM at Cost</b>	<b>Accrued Interest</b>	<b>Amortized Cost</b>	<b>Market Value</b>
<b>Federal Agency Bond / Note</b>											
FHLB NOTES DTD 09/08/2017 1.375% 09/28/2020	3130ACE26	390,000.00	AA+	Aaa	01/03/18	01/04/18	382,999.50	2.05	44.69	388,712.50	391,778.79
FANNIE MAE NOTES DTD 04/13/2018 2.500% 04/13/2021	3135G0U27	2,545,000.00	AA+	Aaa	04/12/18	04/13/18	2,541,207.95	2.55	29,691.67	2,543,661.41	2,601,346.30
FANNIE MAE NOTES DTD 01/11/2019 2.625% 01/11/2022	3135G0U92	195,000.00	AA+	Aaa	01/09/19	01/11/19	194,859.60	2.65	1,137.50	194,915.50	202,439.45
FANNIE MAE NOTES DTD 09/14/2018 2.875% 09/12/2023	3135G0U43	5,480,000.00	AA+	Aaa	12/03/18	12/06/18	5,468,930.40	2.92	8,315.14	5,471,943.52	5,921,583.88
FEDERAL HOME LOAN BANKS NOTES DTD 12/09/2013 3.375% 12/08/2023	3130A0F70	3,620,000.00	AA+	Aaa	01/30/19	01/31/19	3,726,695.48	2.72	38,349.38	3,702,357.28	3,996,320.72
FANNIE MAE NOTES DTD 02/08/2019 2.500% 02/05/2024	3135G0V34	2,825,000.00	AA+	Aaa	02/07/19	02/08/19	2,814,491.00	2.58	10,986.11	2,816,787.19	3,036,092.48
FHLB BONDS DTD 02/15/2019 2.500% 02/13/2024	3130AFW94	805,000.00	AA+	Aaa	02/14/19	02/15/19	802,150.30	2.58	2,683.33	802,762.12	865,496.56
FNMA BENCHMARK NOTES DTD 09/08/2014 2.625% 09/06/2024	3135G0ZR7	1,200,000.00	AA+	Aaa	03/19/20	03/20/20	1,283,940.00	1.02	2,187.50	1,283,376.84	1,304,785.20
FANNIE MAE NOTES DTD 01/10/2020 1.625% 01/07/2025	3135G0X24	4,385,000.00	AA+	Aaa	03/03/20	03/04/20	4,521,680.45	0.96	16,032.66	4,519,612.13	4,582,601.26
FREDDIE MAC NOTES DTD 02/14/2020 1.500% 02/12/2025	3137EAEP0	1,490,000.00	AA+	Aaa	02/27/20	02/28/20	1,512,528.80	1.18	2,917.92	1,512,123.43	1,549,594.04
<b>Security Type Sub-Total</b>		<b>22,935,000.00</b>					<b>23,249,483.48</b>	<b>2.20</b>	<b>112,345.90</b>	<b>23,236,251.92</b>	<b>24,452,038.68</b>
<b>Corporate Note</b>											
UNILEVER CAPITAL CORP BONDS DTD 05/05/2017 1.800% 05/05/2020	904764AV9	375,000.00	A+	A1	05/02/17	05/05/17	373,803.75	1.91	2,737.50	374,961.44	374,884.88
IBM CREDIT CORP NOTE DTD 09/08/2017 1.800% 01/20/2021	44932HAB9	2,700,000.00	A	A2	09/08/17	09/12/17	2,692,062.00	1.89	9,585.00	2,698,051.57	2,691,770.40



**Managed Account Detail of Securities Held**

For the Month Ending **March 31, 2020**

**YOLO COUNTY - TREASURY POOL**

<b>Security Type/Description Dated Date/Coupon/Maturity</b>	<b>CUSIP</b>	<b>Par</b>	<b>S&amp;P Rating</b>	<b>Moody's Rating</b>	<b>Trade Date</b>	<b>Settle Date</b>	<b>Original Cost</b>	<b>YTM at Cost</b>	<b>Accrued Interest</b>	<b>Amortized Cost</b>	<b>Market Value</b>
<b>Corporate Note</b>											
BRANCH BANKING & TRUST (CALLABLE) NOTES DTD 10/26/2017 2.150% 02/01/2021	05531FAZ6	1,375,000.00	A-	A3	10/23/17	10/26/17	1,374,367.50	2.17	4,927.08	1,374,829.21	1,373,336.25
JP MORGAN CHASE & CO CORP NT (CALLABLE) DTD 03/01/2016 2.550% 03/01/2021	46625HOJ2	3,025,000.00	A-	A2	07/10/17	07/13/17	3,043,936.50	2.37	6,428.13	3,029,615.76	3,036,416.35
EXXON MOBIL CORPORATE (CALLABLE) NOTES DTD 03/03/2016 2.222% 03/01/2021	30231GAV4	4,255,000.00	AA	Aaa	09/06/17	09/08/17	4,314,910.40	1.80	7,878.84	4,270,048.40	4,243,200.89
BANK OF NEW YORK MELLON CORP (CALLABLE) DTD 02/19/2016 2.500% 04/15/2021	06406FAA1	5,000,000.00	A	A1	09/07/17	09/11/17	5,088,600.00	1.99	57,638.89	5,024,760.75	5,025,165.00
BANK OF AMERICA CORP NOTE DTD 04/19/2016 2.625% 04/19/2021	06051GFW4	2,635,000.00	A-	A2	11/01/17	11/03/17	2,654,736.15	2.40	31,125.94	2,641,163.40	2,651,503.01
AMERICAN EXPRESS CREDIT (CALLABLE) NOTES DTD 05/05/2016 2.250% 05/05/2021	0258M0EB1	1,375,000.00	A-	A2	08/08/17	08/11/17	1,377,956.25	2.19	12,546.88	1,375,855.11	1,374,984.88
AMERICAN HONDA FINANCE DTD 07/12/2016 1.650% 07/12/2021	02665WBF7	2,000,000.00	A	A3	08/08/17	08/11/17	1,968,900.00	2.06	7,241.67	1,989,571.32	1,977,500.00
GOLDMAN SACHS GROUP CORP NOTES DTD 07/27/2011 5.250% 07/27/2021	38141GGO1	2,380,000.00	BBB+	A3	11/03/17	11/07/17	2,608,218.20	2.53	22,213.33	2,463,518.65	2,466,372.58
AMERICAN HONDA FINANCE CORP NOTES DTD 09/09/2016 1.700% 09/09/2021	02665WBG5	635,000.00	A	A3	02/21/19	02/25/19	615,295.95	2.98	659.69	623,656.43	624,497.10
AMERICAN HONDA FINANCE CORP NOTES DTD 09/09/2016 1.700% 09/09/2021	02665WBG5	2,500,000.00	A	A3	09/06/17	09/08/17	2,476,050.00	1.95	2,597.22	2,491,177.50	2,458,650.00
CISCO SYSTEMS INC CORP (CALLABLE) NOTES DTD 09/20/2016 1.850% 09/20/2021	17275RBJ0	2,500,000.00	AA-	A1	01/10/19	01/14/19	2,430,325.00	2.94	1,413.19	2,461,197.60	2,519,595.00
CITIGROUP INC CORP (CALLABLE) NOTE DTD 12/08/2016 2.900% 12/08/2021	172967LC3	2,635,000.00	BBB+	A3	11/20/17	11/22/17	2,652,997.05	2.72	23,985.82	2,642,540.61	2,657,848.09



**Managed Account Detail of Securities Held**

For the Month Ending **March 31, 2020**

**YOLO COUNTY - TREASURY POOL**

<b>Security Type/Description</b> <b>Dated Date/Coupon/Maturity</b>	<b>CUSIP</b>	<b>Par</b>	<b>S&amp;P Rating</b>	<b>Moody's Rating</b>	<b>Trade Date</b>	<b>Settle Date</b>	<b>Original Cost</b>	<b>YTM at Cost</b>	<b>Accrued Interest</b>	<b>Amortized Cost</b>	<b>Market Value</b>
<b>Corporate Note</b>											
APPLE INC CORP NOTES DTD 02/09/2017 2.500% 02/09/2022	037833CM0	3,505,000.00	AA+	Aa1	01/07/19	01/09/19	3,452,985.80	3.01	12,656.94	3,473,166.82	3,600,938.86
NATIONAL RURAL UTIL COOP CORP NOTES DTD 02/02/2012 3.050% 02/15/2022	637432MQ5	540,000.00	A	A1	04/03/18	04/05/18	539,325.00	3.08	2,104.50	539,669.17	538,112.16
CHEVRON CORP (CALLABLE) NOTES DTD 03/03/2017 2.498% 03/03/2022	166764BN9	1,650,000.00	AA	Aa2	08/08/17	08/11/17	1,671,136.50	2.20	3,205.77	1,658,943.38	1,670,486.40
BB&T CORP (CALLABLE) NOTES DTD 03/21/2017 2.750% 04/01/2022	05531FAX1	1,225,000.00	A-	A3	04/03/18	04/05/18	1,202,251.75	3.25	16,843.75	1,213,230.19	1,232,320.60
NATIONAL RURAL UTIL COOP CORP NOTES DTD 04/25/2017 2.400% 04/25/2022	637432NM3	540,000.00	A	A1	04/03/18	04/05/18	525,231.00	3.12	5,616.00	532,246.35	514,559.52
JOHN DEERE CAPITAL CORP CORP NOTES DTD 09/12/2019 1.950% 06/13/2022	24422EVA4	2,350,000.00	A	A2	10/18/19	10/22/19	2,356,039.50	1.85	13,747.50	2,355,042.09	2,316,500.75
TOYOTA MOTOR CREDIT CORP NOTES DTD 09/08/2017 2.150% 09/08/2022	89236TEC5	3,400,000.00	AA-	A1	09/08/17	09/12/17	3,391,840.00	2.20	4,670.28	3,395,906.74	3,375,030.40
VISA INC (CALLABLE) NOTE DTD 09/11/2017 2.150% 09/15/2022	92826CAG7	2,700,000.00	AA-	Aa3	09/21/17	09/25/17	2,684,070.00	2.28	2,580.00	2,691,913.96	2,749,739.40
UNITED PARCEL SERVICE CORP NOTES DTD 09/27/2012 2.450% 10/01/2022	911312AO9	1,480,000.00	A	A2	03/01/18	03/05/18	1,443,162.80	3.04	18,130.00	1,459,240.28	1,476,234.88
US BANK NA CINCINNATI CORP NOTES DTD 02/04/2019 3.375% 02/05/2024	91159HHV5	2,855,000.00	A+	A1	07/18/19	07/22/19	2,982,104.60	2.33	14,988.75	2,963,577.02	2,974,139.15
3M COMPANY DTD 09/14/2018 3.250% 02/14/2024	88579YBB6	2,265,000.00	A+	A1	10/17/19	10/21/19	2,386,449.30	1.95	9,610.52	2,374,425.57	2,388,075.57
UNITEDHEALTH GROUP INC CORP NOTES DTD 12/17/2018 3.500% 02/15/2024	91324PDM1	2,260,000.00	A+	A3	10/17/19	10/21/19	2,386,899.00	2.13	10,107.22	2,374,392.68	2,399,290.58
WALMART INC CORPORATE NOTES DTD 04/23/2019 2.850% 07/08/2024	931142EL3	4,150,000.00	AA	Aa2	07/10/19	07/12/19	4,274,998.00	2.21	27,268.96	4,257,796.04	4,309,596.55
<b>Security Type Sub-Total</b>		<b>62,310,000.00</b>					<b>62,968,652.00</b>	<b>2.30</b>	<b>332,509.37</b>	<b>62,750,498.04</b>	<b>63,020,749.25</b>



## Managed Account Detail of Securities Held

For the Month Ending **March 31, 2020**

### YOLO COUNTY - TREASURY POOL

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
<b>Commercial Paper</b>											
CREDIT AGRICOLE CIB NY COMM PAPER DTD 10/18/2019 0.000% 04/20/2020	22533TDL7	3,845,000.00	A-1	P-1	10/18/19	10/18/19	3,808,050.62	1.89	0.00	3,841,205.18	3,842,577.65
ING (US) FUNDING LLC COMM PAPER DTD 10/24/2019 0.000% 05/05/2020	4497W0E53	3,000,000.00	A-1	P-1	10/24/19	10/28/19	2,970,708.33	1.87	0.00	2,994,758.34	2,996,538.00
NATIXIS NY BRANCH COMM PAPER DTD 10/07/2019 0.000% 05/07/2020	63873JE71	730,000.00	A-1	P-1	10/07/19	10/08/19	721,617.17	1.97	0.00	728,576.50	728,630.52
<b>Security Type Sub-Total</b>		<b>7,575,000.00</b>					<b>7,500,376.12</b>	<b>1.89</b>	<b>0.00</b>	<b>7,564,540.02</b>	<b>7,567,746.17</b>
<b>Certificate of Deposit</b>											
CANADIAN IMP BK COMM NY FLT CERT DEPOS DTD 04/10/2018 2.234% 04/10/2020	13606BVF0	3,105,000.00	A-1	P-1	04/06/18	04/10/18	3,105,000.00	2.78	15,799.97	3,105,000.00	3,104,012.61
BANK OF NOVA SCOTIA HOUSTON CD DTD 06/07/2018 3.080% 06/05/2020	06417GU22	725,000.00	A-1	P-1	06/05/18	06/07/18	724,724.50	3.10	7,195.22	724,974.79	727,602.75
BANK OF MONTREAL CHICAGO CERT DEPOS DTD 08/03/2018 3.190% 08/03/2020	06370REU9	4,450,000.00	A-1	P-1	08/01/18	08/03/18	4,450,000.00	3.23	94,636.67	4,450,000.00	4,484,901.35
WESTPAC BANKING CORP NY CD DTD 08/07/2017 2.050% 08/03/2020	96121T4A3	4,490,000.00	A-1+	P-1	08/03/17	08/07/17	4,490,000.00	2.05	13,806.75	4,490,000.00	4,506,590.55
SUMITOMO MITSUI BANK NY CERT DEPOS DTD 10/18/2018 3.390% 10/16/2020	86565BPC9	2,455,000.00	A-1	P-1	10/16/18	10/18/18	2,451,661.20	3.46	38,838.10	2,453,543.35	2,486,767.70
SWEDBANK (NEW YORK) CERT DEPOS DTD 11/17/2017 2.270% 11/16/2020	87019U6D6	5,315,000.00	A-1	P-1	11/16/17	11/17/17	5,315,000.00	2.30	45,243.94	5,315,000.00	5,351,423.70
MUFG BANK LTD/NY CERT DEPOS DTD 02/28/2019 2.970% 02/26/2021	55379WZT6	2,700,000.00	A-1	P-1	02/27/19	02/28/19	2,700,000.00	2.99	7,796.25	2,700,000.00	2,746,148.40
CREDIT AGRICOLE CIB NY CERT DEPOS DTD 04/04/2019 2.830% 04/02/2021	22535CDU2	2,545,000.00	A+	Aa3	04/03/19	04/04/19	2,545,000.00	2.85	72,623.70	2,545,000.00	2,584,618.02
SOCIETE GENERALE NY CERT DEPOS DTD 02/19/2020 1.800% 02/14/2022	83369XDL9	2,710,000.00	A	A1	02/14/20	02/19/20	2,710,000.00	1.80	5,691.00	2,710,000.00	2,634,445.20



## Managed Account Detail of Securities Held

For the Month Ending **March 31, 2020**

### YOLO COUNTY - TREASURY POOL

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
<b>Certificate of Deposit</b>											
SKANDINAV ENSKILDA BANK LT CD DTD 09/03/2019 1.860% 08/26/2022	83050PDR7	3,720,000.00	A+	Aa2	08/29/19	09/03/19	3,720,000.00	1.88	6,727.00	3,720,000.00	3,780,450.00
NORDEA BANK ABP NEW YORK CERT DEPOS DTD 08/29/2019 1.850% 08/26/2022	65558TLL7	3,910,000.00	AA-	Aa3	08/27/19	08/29/19	3,910,000.00	1.87	7,032.57	3,910,000.00	3,972,610.83
DNB BANK ASA/NY LT CD DTD 12/04/2019 2.040% 12/02/2022	23341VZT1	1,980,000.00	AA-	Aa2	12/05/19	12/06/19	1,980,000.00	2.04	13,127.40	1,980,000.00	2,025,749.88
<b>Security Type Sub-Total</b>		<b>38,105,000.00</b>					<b>38,101,385.70</b>	<b>2.46</b>	<b>328,518.57</b>	<b>38,103,518.14</b>	<b>38,405,320.99</b>
<b>Asset-Backed Security</b>											
TOYOTA ABS 2017-A A3 DTD 03/15/2017 1.730% 02/15/2021	89238MAD0	25,517.65	AAA	Aaa	03/07/17	03/15/17	25,514.65	1.74	19.62	25,516.93	25,507.91
JOHN DEERE ABS 2017-A A3 DTD 03/02/2017 1.780% 04/15/2021	47787XAC1	11,225.77	NR	Aaa	02/22/17	03/02/17	11,224.17	1.79	8.88	11,225.30	11,222.49
ALLY ABS 2017-1 A3 DTD 01/31/2017 1.700% 06/15/2021	02007PAC7	49,747.74	NR	Aaa	01/24/17	01/31/17	49,743.39	1.70	37.59	49,746.71	49,720.83
HONDA ABS 2017-1 A3 DTD 03/28/2017 1.720% 07/21/2021	43814TAC6	209,562.38	NR	Aaa	03/21/17	03/28/17	209,549.90	1.72	100.12	209,557.92	208,490.59
ALLY ABS 2017-2 A3 DTD 03/29/2017 1.780% 08/15/2021	02007HAC5	249,620.55	NR	Aaa	03/21/17	03/29/17	249,591.12	1.79	197.48	249,612.41	249,360.77
HONDA ABS 2017-2 A3 DTD 06/27/2017 1.680% 08/15/2021	43811BAC8	768,532.41	AAA	Aaa	06/20/17	06/27/17	768,465.93	1.68	573.84	768,509.17	766,677.71
HYUNDAI ABS 2017-A A3 DTD 03/29/2017 1.760% 08/16/2021	44931PAD8	223,428.20	AAA	NR	03/22/17	03/29/17	223,410.12	1.76	174.77	223,422.22	222,327.86
JOHN DEERE ABS 2017-B A3 DTD 07/15/2017 1.820% 10/15/2021	47788BAD6	217,927.86	NR	Aaa	07/11/17	07/18/17	217,911.91	1.82	176.28	217,921.22	217,609.36
HAROT 2017-4 A3 DTD 11/29/2017 2.050% 11/21/2021	43813FAC7	601,624.72	NR	Aaa	11/22/17	11/29/17	601,539.95	2.06	342.59	601,588.36	594,159.28
TAOT 2017-D A3 DTD 11/15/2017 1.930% 01/15/2022	89238KAD4	991,593.83	AAA	Aaa	11/07/17	11/15/17	991,502.41	2.26	850.57	991,553.24	990,261.62



**Managed Account Detail of Securities Held**

For the Month Ending **March 31, 2020**

**YOLO COUNTY - TREASURY POOL**

<b>Security Type/Description</b> <b>Dated Date/Coupon/Maturity</b>	<b>CUSIP</b>	<b>Par</b>	<b>S&amp;P Rating</b>	<b>Moody's Rating</b>	<b>Trade Date</b>	<b>Settle Date</b>	<b>Original Cost</b>	<b>YTM at Cost</b>	<b>Accrued Interest</b>	<b>Amortized Cost</b>	<b>Market Value</b>
<b>Asset-Backed Security</b>											
HYUNDAI ABS 2017-B A3 DTD 08/16/2017 1.770% 01/18/2022	44932GAD7	878,693.95	AAA	Aaa	08/09/17	08/16/17	878,541.67	1.78	691.24	878,630.03	870,514.36
ALLYA 2017-5 A3 DTD 11/22/2017 1.990% 03/15/2022	02007YAC8	828,236.14	AAA	Aaa	11/14/17	11/22/17	828,171.87	1.99	732.53	828,206.08	818,616.59
HART 2018-A A3 DTD 04/18/2018 2.790% 07/15/2022	44891KAD7	848,783.77	AAA	Aaa	04/10/18	04/18/18	848,655.94	2.80	1,052.49	848,712.99	842,875.22
HAROT 2019-1 A3 DTD 02/27/2019 2.830% 03/20/2023	43814WAC9	665,000.00	AAA	NR	02/19/19	02/27/19	664,982.18	2.83	679.59	664,987.03	656,479.55
HYUNDAI AUTO RECEIVABLES TRUST DTD 04/10/2019 2.660% 06/15/2023	44932NAD2	1,040,000.00	AAA	NR	04/03/19	04/10/19	1,039,863.14	2.67	1,229.51	1,039,894.56	1,032,123.87
NAROT 2019-A A3 DTD 02/13/2019 2.900% 10/15/2023	65479KAD2	1,570,000.00	NR	Aaa	02/05/19	02/13/19	1,569,762.15	2.91	2,023.56	1,569,818.23	1,583,923.39
COPAR 2019-1 A3 DTD 05/30/2019 2.510% 11/15/2023	14042WAC4	690,000.00	AAA	Aaa	05/21/19	05/30/19	689,860.21	2.52	769.73	689,884.85	686,413.45
NAROT 2019-B A3 DTD 05/28/2019 2.500% 11/15/2023	65479HAC1	1,365,000.00	NR	Aaa	05/21/19	05/28/19	1,364,691.37	2.51	1,516.67	1,364,746.29	1,345,031.42
CARMX 2019-2 A3 DTD 04/17/2019 2.680% 03/15/2024	14316LAC7	855,000.00	AAA	NR	04/09/19	04/17/19	854,912.62	2.90	1,018.40	854,929.07	861,333.41
HAROT 2020-1 A3 DTD 02/26/2020 1.610% 04/21/2024	43813RAC1	1,440,000.00	NR	Aaa	02/19/20	02/26/20	1,439,717.76	1.62	644.00	1,439,723.46	1,381,982.98
TAOT 2020-A A3 DTD 02/12/2020 1.660% 05/15/2024	89232HAC9	1,985,000.00	AAA	Aaa	02/04/20	02/12/20	1,984,856.68	1.66	1,464.49	1,984,861.55	1,916,493.08
CARMX 2020-1 A3 DTD 01/22/2020 1.890% 12/15/2024	14315XAC2	945,000.00	AAA	NR	01/14/20	01/22/20	944,814.59	1.90	793.80	944,821.15	939,743.53
<b>Security Type Sub-Total</b>		<b>16,459,494.97</b>					<b>16,457,283.73</b>	<b>2.22</b>	<b>15,097.75</b>	<b>16,457,868.77</b>	<b>16,270,869.27</b>
<b>Managed Account Sub-Total</b>		<b>271,934,928.07</b>					<b>272,520,377.50</b>	<b>2.19</b>	<b>1,215,844.16</b>	<b>272,665,187.99</b>	<b>279,108,394.65</b>



### Managed Account Detail of Securities Held

For the Month Ending **March 31, 2020**

#### YOLO COUNTY - TREASURY POOL

<b>Securities Sub-Total</b>	<b>\$271,934,928.07</b>	<b>\$272,520,377.50</b>	<b>2.19%</b>	<b>\$1,215,844.16</b>	<b>\$272,665,187.99</b>	<b>\$279,108,394.65</b>
<b>Accrued Interest</b>						<b>\$1,215,844.16</b>
<b>Total Investments</b>						<b>\$280,324,238.81</b>





## Disclosures

*This material is based on information obtained from sources generally believed to be reliable and available to the public; however, PFM Asset Management LLC cannot guarantee its accuracy, completeness, or suitability. This material is for general information purposes only and is not intended to provide specific advice or a specific recommendation. All statements as to what will or may happen under certain circumstances are based on assumptions, some but not all of which are noted in the presentation. Assumptions may or may not be proven correct as actual events occur, and results may depend on events outside of your or our control. Changes in assumptions may have a material effect on results. Past performance does not necessarily reflect and is not a guaranty of future results. The information contained in this presentation is not an offer to purchase or sell any securities.*