

# YOLO COUNTY FINANCIAL OVERSIGHT COMMITTEE

## MINUTES OF MEETING November 10, 2022

Note: This meeting was held via teleconference, pursuant to the Government Code section 54953(e)(1) (as amended by Assembly Bill 361)

Members present: Larry Raber, Vice-Chair (Public Member), Angel Barajas (Supervisor), Richard Horan (Public Member), Crissy Huey (Education), and Kristin Sicke (Special District).

Others present: Gerardo Pinedo (CAO), Chad Rinde (CFO), Tom Haynes (Asst. CFO), Sou Xiong (Treasury), Holly Alves (Accounting), Allison Kaune and Sarah Meacham (PFM), Brandon Young (LSL), Kim Eldredge and Noemy Mora-Beltran (Internal Audit).

Moderator: Tom Haynes

Recorded by Tom Haynes

- 1) **Welcome and new staff changes.**
- 2) **Call to Order.** Larry Raber called the meeting to order at 10:03 a.m. with members Angel Barajas, Richard Horan, Crissy Huey, and Kristin Sicke were in attendance. Quorum was formed. Gary Sandy and Kimberly McKinney were absent.
- 3) **Follow-up of items from prior meeting.** No follow-up items presented.
- 4) **Approval of Agenda.**  
Agenda reviewed and approved.

MOVED BY: Kristin Sicke / SECONDED BY: Crissy Huey

AYES: 5

NOES: 0

ABSTAIN: 0

ABSENT: 2

- 5) **Public Comment.** There were no public comments.

### **Consent Agenda**

- 6) **Renew authorization for remote (teleconference/videoconference) meetings by finding, pursuant to Assembly Bill 361, that (a) the COVID-19 pandemic state of emergency is ongoing, and (b) meeting in person would present imminent risks to the health or safety of attendees.**
- 7) **Approval of the prior meeting minutes 8/11/2022.**
- 8) **Receive Treasury audit report for quarter ended 6/30/2022.**
- 9) **Summary of Audit Reports for fiscal year ended 6/30/2022.**

Consent agenda approved.

MOVED BY: Richard Horan / SECONDED BY: Angel Barajas

AYES: 5

NOES: 0

ABSTAIN: 0

ABSENT: 2

- 10) **Receive staff report on the status of current engagements and the release of audit reports since last meeting from the Division of Internal Audit (Eldredge).** Kim Eldredge presented the annual audit plan for FY22-23 approved by the Audit Subcommittee on 9/06/22 that includes the high-risk areas identified by Baker Tilly Ltd who had performed the countywide risk assessment. Kim also provided a status of current audit engagements and reports completed since last meeting: CW Accounts Payable and Capital Project audits are both in-progress with drafting reports; peer reviews are underway for Yolo and Placer; fraud hotline finalizing logistics and intake site; Cash Department Audits-DFS and Probation are started; and Fleet audit is completed.
- 11) **Receive staff report on the status of interim audit work for ACFR 6/30/22 and Single Audit report from the Independent Auditors (LSL/Alves).** Brandon Young, Partner (LSL) provided a status report on the year-end audit with beginning testing and analytical work. Brandon also noted the new accounting pronouncement GASB 87 on leases which is a big undertaking with county governments. Yolo County is using Debt Books to assist in this endeavor. The financial audit draft report is planned to be completed by December with the Single Audit work following in March 2023.
- 12) **Receive staff report on Independent Auditor agreement and possible future extensions. (Rinde).** Chad Rinde provided background and discussion of the option to extend agreement with Lance, Soll & Lunghard, LLP and asked for input by the Committee. The Committee requested that staff bring back this item with a staff recommendation for further discussion with all members of the committee who were not present at today's meeting.
- 13) **Receive staff report on budget update (Haynes).** Tom Haynes presented the 2021-22 Year-End Budget Variance Analysis report that looks back at the prior year on how the county departments overall ended the fiscal year compared to what was budgeted. The report serves two purposes, 1) State law requires county budgets be balanced (financing sources equals financing uses) and for budgetary control, 2) Variance analysis to illustrate positive and negative outcomes to what was expected. The report and supporting documents in the packet will be presented to the Yolo County Board of Supervisors at their next scheduled meeting on 11/22/22.
- 14) **Receive and discuss the 2023 Investment policy (Xiong).** Sou Xiong provided the Committee a copy of the 2023 Investment policy and explained the recent changes as it related to Senate Bill 1489 and government code. Other revisions were applied to better align with government code language. The Committee had no comments and approved staff to move the item forward to the Yolo County Board of Supervisors for approval.

MOVED BY: Angel Barajas / SECONDED BY: Richard Horan

AYES: 4

NOES: 0

ABSTAIN: 0

ABSENT: 3

- 15) **Receive report on the Treasury Pool Investment Activity for the Third Quarter ended September 30, 2022 (PFM/Xiong).** Allison Kaune and Sarah Meacham (PFM) provided an economic update and overview of the investment portfolio performance for the 3<sup>rd</sup> Calendar Quarter through 9/30/2022.
- 16) **Discuss results and related recommendations from the FOC Meeting survey (Rinde).** Item moved to next scheduled meeting.
- 17) **Approval of meeting calendar for year 2023.** Item moved to next scheduled meeting.

Preferred Month	Proposed Time
February 15, 2023	10:00-11:30 am
June 15, 2023	10:00-11:30 am
September 14, 2023	10:00-11:30 am
November 15, 2023	10:00-11:30 am

- 18) **Confirm next meeting date.** February 15, 2023 at 10:00 to 11:30 a.m.
- 19) **Committee Member and Staff Announcements.** There were no committee member and staff announcements.
- 20) **Adjournment.** Meeting Adjourned at 11:30 a.m.