



**Monterey Peninsula Community College District
Citizens' Bond Oversight Committee**

Monday, June 8, 2020
3:00 p.m. - Regular Meeting

This meeting may be accessed using the following Zoom link:

<https://cccconfer.zoom.us/j/94857657525>

Please review MPC's remote meetings protocol and best practices via the link below.

[Remote Meeting Protocol and Best Practices](#)

Meeting Agenda

- 1. Call to Order**
- 2. Public Comment**
Members of the audience wishing to address the Citizens' Bond Oversight Committee may do so during the public comment period. Under provisions of the Brown Act, the committee is prohibited from discussing or taking action on oral requests that are not part of the agenda. Comments are limited to three minutes per person or as determined by the committee.
- 3. Approve [March 2, 2020 Minutes](#)** ACTION
- 4. Accept [Bills and Warrants Report](#)** ACTION
The list of payments from bond funds expended through March 31, 2020, will be reviewed for acceptance by the committee.
- 5. Review [Bond Expenditure Status Report](#)** INFORMATION
The March 31, 2020 bond expenditure status report will be reviewed with the committee.
- 6. Review [Monterey County Treasurer's Investment Report](#)** INFORMATION
The bonds issued by the Monterey Peninsula Community College District have been invested with the Monterey County Treasurer's office. The Treasurer's Report of investments, for the quarter ending March 31, 2020, provides a review of asset allocation and investment performance.
- 7. Receive Superintendent/President's Report** INFORMATION

8. Review Meeting Schedule

INFORMATION

Future meetings of the Committee are scheduled for:

- Monday, August 31
- Monday, November 2 (Annual Organizational Meeting)

9. Suggestions for Future Agenda Topics and Announcements

INFORMATION

10. Adjournment

Public records provided to the committee for the items listed on this agenda may be viewed online at MPC's website, <http://www.mpc.edu/about-mpc/campus-information/mpc-bond-measure/citizen-s-bond-oversight-committee/meeting-agenda-minutes>, or at the committee meeting.

Posted June 3, 2020



Monterey Peninsula Community College District
Citizens' Bond Oversight Committee

Monday, March 2, 2020
3:00 p.m. - Regular Meeting
Library & Technology Center, Sam Karas Room
Monterey Peninsula College
980 Fremont Street, Monterey, CA

Meeting Minutes

MEMBERS PRESENT:

Mr. Dan Albert, Jr., Vice Chair
Mr. Dave Hober
Mr. Rob Lee, Chair
Mr. Glenn Nolte
Ms. Michelle Overmeyer

ABSENT:

Ms. Ellise Kittrell
Dr. Linda Turner Bynoe

STAFF PRESENT:

Ms. Shawn Anderson, Assistant to the President
Ms. Rosemary Barrios, Controller
Mr. Steve Haigler, Interim Vice President, Administrative Services
Mr. David Martin, Interim Superintendent/President

OTHERS PRESENT:

Mr. Michael Carson, Kitchell
Mr. David Casnocha, Stradling Attorneys at Law

1. Call to Order

The regular meeting of the Monterey Peninsula College Citizens' Bond Oversight Committee was called to order at 3:00 p.m. by Chair Lee.

2. Public Comment

There were no public comments.

3. Introduction of New Member

President Martin welcomed new committee member Mr. Glenn Nolte, a representative of the Gentrain Society and former Monterey County Public Defender. Chair Lee welcomed Mr. Steve Haigler, MPC's Interim Vice President of Administrative Services. Chair Lee also invited members to introduce themselves.

4. Purposes, Duties, and Authorized Activities of the Citizens' Bond Oversight Committee / Review of Ethics Policy Statement

Mr. David Casnocha, the district's municipal bond counsel, provided an orientation regarding the role of the Citizens' Bond Oversight Committee (CBOC).

Mr. Casnocha first provided an overview of Measure I, the district's bond measure that was approved by voters in November 2002. Mr. Casnocha noted that Measure I was approved under Proposition 39—a November 2000 amendment to the California Constitution. Proposition 39 added the option of lowering the voter-approval threshold for local school district general obligation bonds from two-thirds to 55%. Districts that chose to access this option were subject to added financial and performance accountability requirements. Therefore, to place Measure I on the ballot under this provision, the district was required to:

- limit the use of bond funds to the acquisition and improvement of real property and the acquisition of furniture and equipment for school facilities;
- provide a list of bond projects with the [ballot materials](#) so voters could see the types of projects that would be funded by Measure I;
- have independent financial and performance audits conducted annually;
- ensure that the tax rate would not exceed \$25 per \$100,000 of assessed value; and
- create a citizens' oversight committee empowered with the responsibilities set forth in the Education Code.

Mr. Casnocha noted that the Citizens' Bond Oversight Committee is an independent oversight committee and as such, its members are not subject to the same financial reporting requirements as elected officials or some advisory committee members. Unlike those individuals, CBOC members are not required to file Statements of Economic Interest (also known as Form 700), which are intended to reveal potential conflicts of interest.

Mr. Casnocha then reviewed the [committee's bylaws](#).

Section 3 of the bylaws describes the key functions of the committee.

- Review expenditure reports to determine that bond funds are spent only for purposes authorized in Measure I.
 - [Exhibit B of the district's bond resolution](#), the project list, provides the types of projects approved by the voters for bond expenditure. Mr. Casnocha stated that a project may not be expressly described in Exhibit B; however, if it corresponds with the types of projects listed, then the project is recognized as authorized. He explained the legislature realized that districts' needs change over time.
 - Bond funds cannot be used for operations nor for administrator or teacher salaries.
 - The state attorney general issued an opinion that bond funding may be used for staff who administer bond funds for the district. However, MPC has not used funds for this purpose.
- Inform the public of the committee's activities and district expenditure of bond funds.
 - This communication should be accomplished through the committee chair and reflect the committee as a whole.

- Examples of how information could be provided include the posting of annual reports on the committee website, the presenting of the annual report to the Governing Board of Trustees, or the production of a subsidized newsletter.
- Produce an annual written report.
 - Annual reports must be presented to the Governing Board of Trustees in public session.
 - The annual reports must include an affirmative conclusion that the district spent bond funds only for the purposes authorized in Measure I and therefore is in compliance with legal requirements regarding bond expenditures.
 - Committee members may offer suggestions for a different format.

Section 4 of the bylaws describe the committee's authorized activities.

- The committee may inspect, through a tour, college grounds and facilities that have been funded by the Measure I bond.
- The committee may review the efforts of the district to maximize bond funds, such as applying for state matching funds and soliciting bids for contracts. However, the power to decide which projects get done and the scope of the projects resides with the Governing Board of Trustees.
- The committee is authorized to review copies of deferred maintenance and other facilities' plans to determine how the district intends to maintain buildings constructed or renovated with bond funds.
- The committee is to receive the annual financial audit and performance reports.

Mr. Casnocha also commented on the Ethics Policy Statement. He noted that committee members are expected to put the interests of the district above their own personal interests and that they should not have financial interests that are impacted by the Measure I bond program.

Mr. Casnocha concluded his review by encouraging the committee to be particularly diligent at this point in time in reviewing the prudence with which Measure I monies are being spent and whether or not they're being spent in conjunction with state matching funds to ensure they're stretched as far as possible.

Mr. Lee asked Mr. Casnocha to confirm if "reply all" emails about committee business violate the Brown Act. Mr. Casnocha confirmed that they would be considered violations and suggested that individual members talk directly with the committee chair if they would like to suggest a topic for a meeting.

Mr. Casnocha also informed the committee that if the district were to pass another bond before this committee disbanded, the powers of this committee could be expanded to include the new measure.

5. Review of the Ralph M. Brown Public Meetings Act

Mr. Casnocha noted that the committee is subject to the Brown Act. Therefore,

- all committee business must be conducted in public, at an open meeting;
- only topics appearing on the committee agenda may be discussed; and
- serial meetings are prohibited, as they prevent the public from observing the committee's deliberations and conclusions.
 - One member communicating with a second member who then communicates with a third member resulting in agreement on an issue is considered a serial meeting.

Mr. Casnocha also cautioned the committee against engaging in discussion of committee business outside of the regular meetings.

Mr. Casnocha concluded his review of the Brown Act by inviting the committee to ask staff to contact him if there are additional questions regarding the committee's duties or the Brown Act. He noted that there would be no charge for these inquiries.

6. Approval of November 4, 2019 Minutes

Motion made by Ms. Overmeyer, seconded by Vice Chair Albert Jr., to approve the minutes of the November 4, 2019 meeting. Motion carried unanimously.

AYES:	5	MEMBERS:	Albert Jr., Hober, Lee, Overmeyer, Nolte
NOES:	0	MEMBERS:	None
ABSENT:	2	MEMBERS:	Kittrell, Turner Bynoe
ABSTAIN:	0	MEMBERS:	None

7. Accept Bills and Warrants Report

Chair Lee reviewed the report by page and invited questions.

Vice Chair Albert Jr. asked if staff members who develop these documents have any part of their salaries paid from the bond. President Martin responded that the district does not use bond funds for that purpose, although such expenditures would be bond eligible.

Motion made by Vice Chair Albert Jr., seconded by Ms. Overmeyer, to approve the bills and warrants report. Motion carried unanimously.

AYES:	5	MEMBERS:	Albert Jr., Hober, Lee, Nolte, Overmeyer
NOES:	0	MEMBERS:	None
ABSENT:	2	MEMBERS:	Kittrell, Turner Bynoe
ABSTAIN:	0	MEMBERS:	None

8. Bond Expenditure Status Report

Chair Lee reviewed the bond expenditure status report and invited questions. Members had no comments or questions.

9. Bond Auditors' Report for 2018-19

Chair Lee advised that President Martin would review the bond auditors' report for 2018-19.

President Martin explained that per Proposition 39 requirements, the district must receive a financial statement audit and a performance audit each year in order to operate a bond program.

President Martin first conducted an overview of the Independent Auditor's Report on the financial statements, which focuses on the accounting of the bond funds.

- Page 3 (Auditor's Opinion) - President Martin explained that the district received an unmodified audit opinion, which is the highest level of assurance the bond audit can provide.
- Page 4 (Measure I Bond Funds Balance Sheet) - As of June 30, 2019, the district had approximately \$8.8 million of bond funds sitting in our investment account at the Monterey County Treasury; approximately \$57,000 of accounts receivable; approximately \$158,000 in

- accounts payable, which were payments for construction management for the child center outdoor playground; and a total of \$8,762,107 of Measure I bond funds remaining.
- Page 5 (Abbreviated Statement of Revenues, Expenditures, and Changes in Fund Balance) - The district had approximately \$209,000 of interest revenues and \$285,000 in total expenditures for a net decrease of fund balance of \$75,179. The auditor's opinion indicates that those two financial statements in all material respects are presented fairly.

Vice Chair Albert Jr. inquired if the interest revenue increases the amount of money the district can spend on bond projects. President Martin responded affirmatively.

President Martin followed with a review of the Independent Auditor's Report on Performance. The performance audit focuses on whether or not the bond expenditures were in compliance with the proposition ballot language approved by voters in 2002.

- Page 1 (Auditors' Opinion) - The auditor's opinion is that of the expenditures they reviewed, the Measure I bond funds were spent in accordance with the ballot-approved language.

Chair Lee noted that pages 5 (Schedule of Findings and Questioned Costs) and 6 (Summary Schedule of Audit Prior Findings), included additional good news, as there were no findings reported.

10. Monterey County Treasurer's Investment Report

Chair Lee reviewed the treasurer's investment report and invited questions. Members had no questions or comments.

11. Meeting Schedule

Chair Lee reviewed the future scheduled meetings of the committee and invited members to notify Ms. Anderson if any schedule conflicts arose.

- Monday, June 8
- Monday, August 31
- Monday, November 2 (Annual Organizational Meeting)

12. Suggestions for Future Agenda Topics and Announcements

Chair Lee suggested a tour for the committee in June or August of 2020.

13. Adjournment

Chair Lee adjourned the meeting at 3:38 p.m.

/sa

Monterey Peninsula College		
Bills & Warrants Report		
Through March 31, 2020		
Vendor Name	Description of Service or Purchase	Amount Paid
		<i>Total Expense at December 31, 2019</i>
<u>General Institutional Bond Mgmt.</u>		<u>\$6,062,640.21</u>
Kitchell CEM	Construction Management Services for the month ending November 30, 2019.	\$10,360.00
Kitchell CEM	Construction Management Services for the month ending December 31, 2019.	\$6,290.00
Kitchell CEM	Construction Management Services for the month ending January 31, 2020.	\$13,875.00
Kitchell CEM	Construction Management Services for the month ending February 29, 2020.	\$10,175.00
		To Date Expense through March 31, 2020
		<u>\$6,103,340.21</u>
		<i>Total Expense at December 31, 2019</i>
<u>PSTC Parker Flats</u>		<u>\$70,498.52</u>
No new expense this period.		\$0.00
		To Date Expense through March 31, 2020
		<u>\$70,498.52</u>
		<i>Total Expense at December 31, 2019</i>
<u>Baseball Field</u>		<u>\$25,397.08</u>
Kasavan Architects	Professional Services consisted of: Construction documents prepared for the baseball scoreboard project. 20% complete.	\$915.50
Kasavan Architects	Professional Services consisted of: Construction documents prepared for the baseball scoreboard project. 30% complete.	\$2,746.50
Kleinfelder	Professional Services consisted of: Geotechnical services for the baseball field and scoreboard replacement project. 85% complete.	\$13,490.00
Kleinfelder	Professional Services consisted of: Geotechnical services for the baseball field and scoreboard replacement project. 100% complete.	\$2,850.00
Lloyd Consulting Group	Professional Services consisted of: Schematic design services for the baseball field turf project. 50% complete.	\$9,874.22
Lloyd Consulting Group	Professional Services consisted of: Schematic design services for the baseball field turf project. 100% complete.	\$11,632.50
Division of State Architect	Plan and Review fees for the baseball field turf project.	\$4,812.50
Lloyd Consulting Group	Professional Services consisted of: Construction document services for the baseball field turf project. 50% complete.	\$24,341.86
		To Date Expense through March 31, 2020
		<u>\$96,060.16</u>

Monterey Peninsula College		
Bills & Warrants Report		
Through March 31, 2020		
Vendor Name	Description of Service or Purchase	Amount Paid
<u>General Contingency</u>		<i>Total Expense at December 31, 2019</i>
		<i>\$378,465.59</i>
LPA, Inc	Professional Services consisted of: Facilities condition assesment of all district existing buildings and site area of all 3 campuses. Work consisted of data gathering and site field assessments. 50% complete.	\$86,030.50
LPA, Inc	Professional Services consisted of: Facilities condition assesment of all district existing buildings and site area of all 3 campuses. Work consisted of data gathering, and site field assessments. 100% complete. Deliverables at 15% complete.	\$92,545.00
LPA, Inc	Professional Services consisted of: Facilities condition assesment of all district existing buildings and site area of all 3 campuses. Work consisted of deliverables and presentation. 90% complete.	\$32,572.50
To Date Expense through March 31, 2020		<u>\$589,613.59</u>
<u>Child Development Center - Outdoor Equipment</u>		<i>Total Expense at December 31, 2019</i>
		<i>\$448,812.12</i>
Don Chapin Company	Payment application #4 for the child development outdoor equipment project. 100% complete.	\$11,894.95
Don Chapin Company	Move a porton of payment applicaton #2 (Payment application #2 was paid on 10/3/19 for \$198,013.25) for the child development outdoor equipment project to the child development fund. There are grant funds from the MPC Foundation that were to be used for this expenditure.	(\$139,948.48)
To Date Expense through March 31, 2020		<u>\$320,758.59</u>
<u>Closed Projects</u>		
Old Library		\$21,279.52
Early Start - Walkway/Safety Improvements		\$225,630.18
Early Start -Telephone System Upgrades		\$599,414.48
Early Start - As Built Drawings		\$209,792.00
Early Start - Roof Repairs		\$480,255.64
Early Start - HVAC Repairs	Social Science/Computer Science buildings.	\$618,538.68
Early Start - Landscaping	Library technology area.	\$438,292.96
Early Start - Vehicles		\$187,070.27
Early Start - Master Signage Plan		\$53,890.42
Early Start - Auto Technology Building	HVAC replacement.	\$16,443.00
Drafting Building	Furnace replacement.	\$13,974.00

Monterey Peninsula College		
Bills & Warrants Report		
Through March 31, 2020		
		Amount
Vendor Name	Description of Service or Purchase	Paid
Early Start - New Plant Services Building	Costs over state funding for new building.	\$487,574.35
Early Start - Demolition of Old Plant Services Bldg		\$63,521.68
Environmental Impact Report - Campus		\$154,162.67
Business & Computer Science Building	Seismic design.	\$7,981.84
Humanities Building	Seismic design.	\$16,375.04
International Center Building	Blue Prints.	\$14.71
Physical Science Building	Architectural Services, for potential elevator replacement.	\$6,986.44
Life Science Building	Architectural Services, for potential elevator replacement.	\$7,793.83
Pool/Tennis Courts	Preliminary architectural services.	\$206.00
Physical Education Facility		\$1,488,294.29
PE Field/Track		\$14,848,446.67
Fitness Phase IB		\$899,827.93
College Center Renovation		\$23,608.41
Social Science Renovation		\$863,696.74
Music/Theater Building		\$22,732.50
Family and Consumer Sci		\$67,671.12
Gymnasium Building	Floor/Seismic/Bleachers.	\$877,847.00
Lecture Forum Renovation		\$2,117,203.20
Child Development Center		\$1,029,198.71
Infrastructure/Parking		\$20,886,001.04
Infrastructure 2		\$2,481,606.93
New Administration/Old Library Building		\$4,712,191.10
Public Safety Training Center Renovation		\$7,478,201.30
Auto Technology Building Renovation		\$958,602.22
Business & Computer Science (includes Math)		\$2,215,417.93
New Student Services Building		\$9,681,388.03
New Education Center at Marina		\$8,159,654.52
PE Phase II (Gym/Locker Room Renovation)		\$3,810,035.95
Pool Renovation (includes Pool Building)		\$2,047,493.00
Student Center Renovation		\$6,157,617.00

Monterey Peninsula College		
Bills & Warrants Report		
Through March 31, 2020		
		Amount
Vendor Name	Description of Service or Purchase	Paid
<u>Closed Projects, continued</u>		
Humanities, Bus-Hum, Student Services		\$3,543,043.00
Infrastructure- Phase III		\$6,458,266.00
Life Science /Physical Science		\$10,832,201.00
Swing Space / Interim Housing		\$5,777,350.00
Theater		\$10,382,736.00
Music		\$23,770.00
Arts Complex		\$3,555,565.00
Data Center Network Security		\$567,357.00
Furniture & Equipment		\$5,443,041.00
Infrastructure - Phase IV		\$248,364.00
	To Date Expense through March 31, 2020	<u>\$141,267,626.30</u>
	Total Payments (Closed Projects, Under Construction, and Planned Projects)	<u>\$148,447,897.37</u>

BOND EXPENDITURE REPORT 3/31/20

Total Budget With Other Funds	Projects	A Total Bond Budget	B Total Bond Prior Year Expenses	C	A-B-C	(B+C)/A	
				2019-2020 Year to Date Bond Payments	Bond Budget Balance	% Bond Cost	% Construction Schedule
	In Process						
\$358,463	General Contingency	\$1,207,995	\$378,466	\$211,148	\$618,381	0%	0%
\$1,926,230	Baseball Field	\$1,926,230	\$18,580	\$77,480	\$1,830,170	5%	0%
\$603,758	Child Development Ctr Outdoor Playground	\$343,758	\$127,351	\$193,407	\$23,000	93%	100%
\$2,888,451	Total in Process	\$3,477,983	\$524,397	\$482,035	\$2,471,551		
	Future						
\$12,000,000	PSTC Parker Flats	\$6,000,000	\$70,499	\$0	\$5,929,501	1%	0%
\$12,000,000	Total Future	\$6,000,000	\$70,499	\$0	\$5,929,501		
	Completed						
\$1,057,576	Early Start/Completed-HVAC Repairs	\$618,539	\$618,539	\$0	\$0	100%	100%
\$2,965,574	Early Start/Completed-New Plant Serv Bldg	\$487,574	\$487,574	\$0	\$0	100%	100%
\$599,414	Early Start/Completed-Telephone System	\$599,414	\$599,414	\$0	(\$0)	100%	100%
\$67,671	Family Consumer Science	\$67,671	\$67,671	\$0	\$0	100%	100%
\$1,517,774	Gym - floor/seismic/bleachers	\$877,847	\$877,847	\$0	\$0	100%	100%
\$2,481,607	Infrastructure - Phase II	\$2,481,607	\$2,481,607	\$0	\$0	100%	100%
\$20,886,001	Infrastructure - Phase I	\$20,886,001	\$20,886,001	\$0	\$0	100%	100%
\$2,117,203	Lecture Forum Renovation	\$2,117,203	\$2,117,203	\$0	\$0	100%	100%
\$7,427,191	New Admin / Old Library Renovation	\$4,712,191	\$4,712,191	\$0	(\$0)	100%	100%
\$5,413,198	New Child Development Center Bldg	\$1,029,198	\$1,029,198	\$0	\$0	100%	100%
\$21,420,211	Other Early start / completed	\$1,950,012	\$1,950,012	\$0	\$0	100%	100%
\$17,336,569	PE Field Track, Fitness Building	\$17,236,569	\$17,236,569	\$0	\$0	100%	100%
\$863,697	Social Science Renovation (inc. Seismic)	\$863,697	\$863,697	\$0	\$0	100%	100%
\$7,478,201	Public Safety Training Center Renov.	\$7,478,201	\$7,478,201	\$0	\$0	100%	100%
\$1,000,000	Auto Technology Building	\$958,602	\$958,602	\$0	(\$0)	100%	100%
\$2,300,000	Business Computer Science	\$2,215,418	\$2,215,418	\$0	\$0	100%	100%
\$8,300,000	New Ed Center Building at Marina	\$8,300,000	\$8,159,654	\$0	\$0	98%	100%
\$9,700,000	New Student Services Building	\$9,700,000	\$9,681,388	\$0	\$0	100%	100%
\$3,830,000	PE Phase II - Gym/Locker Room Renov.	\$3,830,000	\$3,810,036	\$0	\$0	99%	100%
\$2,640,519	Pool Renovation	\$2,640,519	\$2,047,493	\$0	\$0	78%	100%
\$6,157,617	College Center Renovation	\$6,157,617	\$6,157,617	\$0	\$0	100%	100%
\$6,614,000	Humanities, Bus-Hum, Student Services	\$3,543,043	\$3,543,043	\$0	\$0	100%	100%
\$6,458,266	Infrastructure - Phase III	\$6,458,266	\$6,458,266	\$0	\$0	100%	100%
\$10,832,201	Life Science/Physical Science	\$10,832,201	\$10,832,201	\$0	\$0	100%	100%
\$5,800,000	Swing Space / Interim Housing	\$5,777,350	\$5,777,350	\$0	\$0	100%	99%
\$10,382,736	Theater	\$10,382,736	\$10,382,736	\$0	\$0	100%	100%
\$23,770	Music	\$23,770	\$23,770	\$0	\$0	100%	100%
\$3,795,585	Arts Complex	\$3,795,585	\$3,555,565	\$0	\$0	94%	100%
\$567,357	Data Center Network Security	\$567,357	\$567,357	\$0	\$0	100%	100%
\$574,857	Infrastructure - Phase IV	\$248,364	\$248,364	\$0	\$0	100%	100%
\$5,685,000	Furniture & Equipment	\$5,837,175	\$5,443,041	\$0	\$0	93%	100%
\$176,293,795	Total Completed	\$142,673,727	\$141,267,626	\$0	(\$1)		
\$191,182,246	Total All Projects	\$152,151,710	\$141,862,522	\$482,035	\$8,401,051		
	General Institutional-Bond Management		\$5,987,530	\$115,810			
			\$147,850,052	\$597,845			
	Total Bond Funds Spent to Date		\$148,447,897				



Monterey County Board of Supervisors

Board Order

168 West Alisal Street,
1st Floor
Salinas, CA 93901
831.755.5066
www.co.monterey.ca.us

A motion was made by Supervisor Luis A. Alejo, seconded by Supervisor John M. Phillips to:

Receive and Accept the Treasurer's Report of Investments for the Quarter Ending March 31, 2020.

PASSED AND ADOPTED on this 28th day of April 2020, by roll call vote:

AYES: Supervisors Alejo, Phillips, Lopez, Parker and Adams

NOES: None

ABSENT: None

(Government Code 54953)

I, Valerie Ralph, Clerk of the Board of Supervisors of the County of Monterey, State of California, hereby certify that the foregoing is a true copy of an original order of said Board of Supervisors duly made and entered in the minutes thereof of Minute Book 82 for the meeting April 28, 2020.

Dated: April 28, 2020

File ID: 20-304

Agenda Item No.: 34

Valerie Ralph, Clerk of the Board of Supervisors
County of Monterey, State of California

Joel G. Pablo, Deputy



Monterey County

Agenda Item #6

Board of Supervisors
Chambers
168 W. Alisal St., 1st Floor
Salinas, CA 93901

Board Report

Legistar File Number: 20-304

April 28, 2020

Introduced: 4/16/2020

Current Status: Agenda Ready

Version: 1

Matter Type: General Agenda Item

Title

Receive and Accept the Treasurer's Report of Investments for the Quarter Ending March 31, 2020.

Report

RECOMMENDATION:

It is recommended that the Board of Supervisors:

Receive and Accept the Treasurer's Report of Investments for the Quarter Ending March 31, 2020.

SUMMARY:

Government Code Section 53646 (b) (1) states the Treasurer may submit a quarterly report of investments. The attached exhibits provide a narrative portfolio review of economic and market conditions that support the investment activity during the January - March period, the investment portfolio position by investment type and the investment portfolio by maturity range.

DISCUSSION:

The U.S. economy entered the year on a strong footing, however, that deteriorated quickly as the COVID-19 pandemic took hold across the Globe, including the U.S. With a virtual economic shutdown, and a global health crisis at hand, the Federal Reserve responded aggressively by cutting rates at two emergency meetings to the new target range of 0% to 0.25%. Treasury yields plunged in response to the Fed's new zero interest rate policy, with longer-term Treasury yields reaching new historic lows. The immediate impact of the pandemic on global economies made typical economic indicators, most of which are backward-looking, essentially irrelevant.

On March 31, 2020, the Monterey County investment portfolio contained an amortized book value of \$1,814,628,516.77 spread among 187 separate securities and funds. The par value of those funds was \$1,817,425,030.14 with a market value of \$1,814,484,769.93 or 100.0% of amortized book value. The portfolio's net earned income yield for the period was 2.25%. The portfolio produced an estimated quarterly income of \$10,116,975.49 that will be distributed proportionally to all agencies participating in the investment pool. The investment portfolio had a weighted average maturity of 278 days. The County Treasury continues to use shorter term debt to provide portfolio liquidity.

The investment portfolio is in compliance with all applicable provisions of state law and the adopted Investment Policy and contains sufficient liquidity to meet all projected outflows over the next six months. Market value pricings were obtained through resources such as Bloomberg LLP, Union Bank of California and live-bid pricing of corporate securities.

OTHER AGENCY INVOLVEMENT:

A copy of this report will be distributed to all agencies participating in the investment pool and the

Treasury Oversight Committee. In addition, the report will be published on the County Treasurer's website. A monthly report of investment transactions is provided to the Board of Supervisors as required by Government Code 53607.

FINANCING:

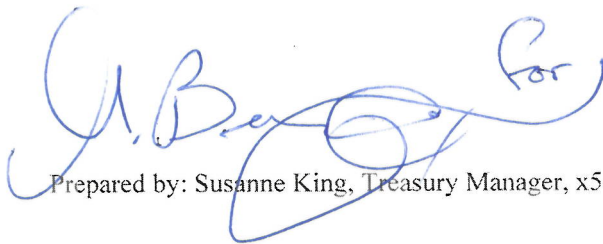
The investment portfolio contains sufficient liquidity to meet all projected expenditures over the next six months. Investment earnings in the General Fund have exceeded budgeted revenue for fiscal year 2019-2020.

BOARD OF SUPERVISORS STRATEGIC INITIATIVES:

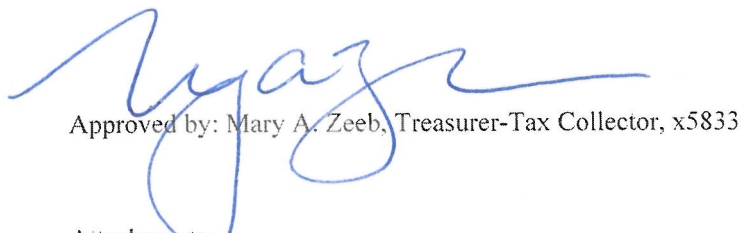
This recommendation supports the Administration initiative by providing transparency and accountability in the management of County funds in the Treasurer's investment portfolio.

Mark a check to the related Board of Supervisors Strategic Initiatives

- Economic Development
- Administration
- Health & Human Services
- Infrastructure
- Public Safety



Prepared by: Susanne King, Treasury Manager, x5490



Approved by: Mary A. Zeeb, Treasurer-Tax Collector, x5833

Attachments:

- Exhibit A - Investment Portfolio Review 03.31.20
- Exhibit B - Portfolio Management Report 03.31.20
- Exhibit C - Aging Report 04.01.20

cc:

- Auditor-Controller - Internal Audit Section
- All depositors
- County Administrative Office
- County Counsel

Treasury Oversight Committee

Exhibit A Investment Portfolio Review Quarter Ending March 31, 2020

OVERVIEW

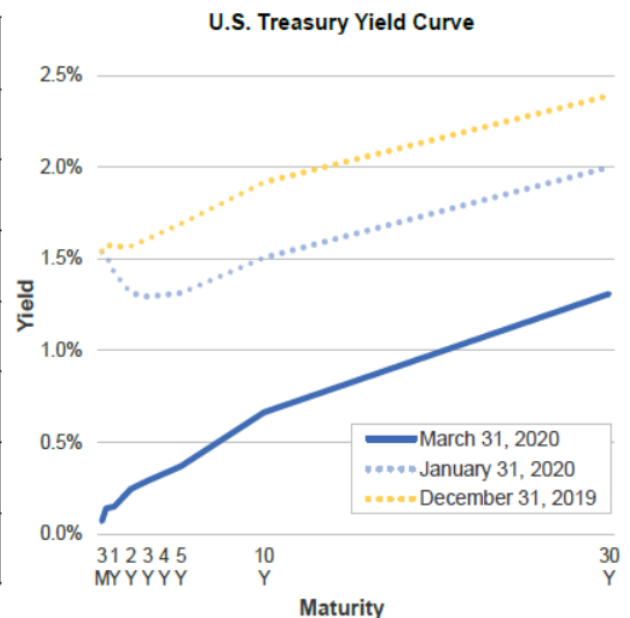
January 1, 2020 – March 31, 2020

The U.S. economy entered the year on a strong footing, however, that deteriorated quickly as the COVID-19 pandemic took hold across the Globe, including the U.S. With a virtual economic shutdown, and a global health crisis at hand, the Federal Reserve responded aggressively by cutting rates at two emergency meetings to the new target range of 0% to 0.25%. Treasury yields plunged in response to the Fed’s new zero interest rate policy, with longer-term Treasury yields reaching new historic lows. The immediate impact of the pandemic on global economies made typical economic indicators, most of which are backward-looking, essentially irrelevant.

U.S. TREASURY YIELD CURVE

- Rates Plummeted Due to the Coronavirus Outbreak

	1Q2020 3/31/20	4Q2019 12/31/19	QoQ Change
3 month	0.09%	1.54%	-1.45%
1 year	0.15%	1.57%	-1.42%
2 year	0.25%	1.57%	-1.32%
3 year	0.29%	1.61%	-1.32%
5 year	0.38%	1.69%	-1.31%
10 year	0.67%	1.92%	-1.25%
30 year	1.32%	2.39%	-1.07%



Source: Bloomberg, as of 3/31/20.

- The 2-year Treasury decreased by 132 basis point (1.32%) to end the quarter at 0.25%.
- Yields felt the pressure of weakness in business investment and other economic data, as well as heightened recession fears for the U.S. and global economies due to the coronavirus outbreak.



Source: Bloomberg, as of 3/31/20.

The County Treasury investments continue to focus on capturing relative value while remaining cautious. The following indicators reflect key aspects of the investment portfolio in light of the above noted conditions:

1. Market Access – During the quarter, investment purchases for the portfolio included U.S. Treasuries, Commercial Paper, Certificates of Deposits, and Corporate Notes. The Treasurer continues to keep a higher level of liquid assets reflecting the need to maintain levels of available cash to ensure the ability to meet all cash flow needs.
2. Diversification - The Monterey County Treasurer’s portfolio consists of 187 separate fixed income investments, all of which are authorized by the State of California Government Code 53601.

The portfolio asset spread is detailed in the table below:

Portfolio Asset Composition							
Corporate Notes	Negotiable CDs	Overnight Liquid Assets	US Treasuries	Federal Agencies	Commercial Paper	Supranationals	Municipal Bonds
13.6%	2.1%	18.9%	56.1%	1.7%	6.1%	1.5%	<0.1%

- Total may not equal 100% due to rounding

3. Credit Risk – Approximately 84.9% of the investment portfolio is comprised of U.S. Treasuries, Federal Agency securities, Negotiable CDs and other liquid funds. All assets have a better than investment grade rating. U.S. Treasuries are not specifically rated, but

are considered the safest of all investments. All corporate debt (13.6%) is rated in the higher levels of investment grade and all Federal Agency and Municipal holdings are rated AA. The Supranational (1.5%) is rated AAA. The credit quality of the Treasurer’s portfolio continues to be high.

The portfolio credit composition is detailed in the table below:

Portfolio Credit Composition							
AAA	AAAm	AA	A	A-1 (Short Term)	Aaf/S1+ (CalTRUST)	BBB+ (split rated)	Not Rated
1.6%	8.2%	62.5%	8.9%	7.7%	6.6%	0.5%	4.1%

• Total may not equal 100% due to rounding

4. Liquidity Risk – Liquidity risk, as measured by the ability of the County Treasury to meet withdrawal demands on invested assets, was actively managed during the January – March quarter. The portfolio’s average weighted maturity was 278 days, and the Treasurer maintained \$346M (19%) in overnight investments to provide immediate liquidity to be able to react quickly to needs or opportunities in the current environment. In addition, the Treasurer maintained \$841M (46%) in securities with maturities under a year to provide additional enhanced liquidity.

PORTFOLIO CHARACTERISTICS

	<u>December 31, 2019</u>	<u>March 31, 2020</u>
Total Assets	\$1,853,827,448.73	\$1,817,425,030.14
Market Value	\$1,848,747,198.94	\$1,814,484,769.93
Days to Maturity	331	278
Yield	2.32%	2.25%
Estimated Earnings	\$9,758,162.96	\$10,116,975.49

Given the volatile market environment due to the COVID-19 pandemic, the Treasury has a “hold and see” approach leaving maturing investments in short-term accounts for potential liquidity needs. As the situation continues to unfold, the portfolio will be actively managed under the established tenets of safety and liquidity while seeking to maximize the rate of return.

**Monterey County Daily Reports
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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	S&P	YTM	Maturity Date
Certificates of Deposit - Bank												
83369XDL9	12356	SOCIETE GENERALE NY		02/19/2020	260,000.00	260,000.00	260,000.00	1.800	A1	A	1.800	02/14/2022
83369XDL9	12357	SOCIETE GENERALE NY		02/19/2020	10,000,000.00	10,000,000.00	10,000,000.00	1.800	A1	A	1.800	02/14/2022
Subtotal and Average			4,735,384.62		10,260,000.00	10,260,000.00	10,260,000.00				1.800	
Money Market Accts - GC 53601(k)(2)												
SYS11672	11672	BlackRock			0.00	0.00	0.00	0.337			0.337	
SYS12159	12159	DREYFUS AMT FREE TAX EXEMPT MM			7,209,770.50	7,209,770.50	7,209,770.50	0.932			0.932	
SYS11830	11830	Federated		07/01/2019	0.00	0.00	0.00	0.101	Aaa	AAA	0.101	
SYS11578	11578	Fidelity Investments			100,000.00	100,000.00	100,000.00	0.847	Aaa	AAA	0.847	
Subtotal and Average			7,304,296.13		7,309,770.50	7,309,770.50	7,309,770.50				0.931	
State Pool - GC 16429.1												
SYS11361	11361	LAIF			75,000,000.00	75,000,000.00	75,000,000.00	2.281			2.281	
Subtotal and Average			70,854,945.05		75,000,000.00	75,000,000.00	75,000,000.00				2.281	
CALTRUST/CAMP - GC 53601(p)												
SYS11801	11801	CalTrust			48,800,000.00	48,800,000.00	48,800,000.00	1.750	Aaa	AAA	1.750	
SYS11802	11802	CalTrust			1,000,000.00	1,000,000.00	1,000,000.00	0.813	Aaa	AAA	0.813	
SYS12296	11803	CalTrust			20,000,000.00	20,000,000.00	20,000,000.00	1.133			1.133	
SYS12211	12211	CalTrust			50,300,000.00	50,300,000.00	50,300,000.00	0.976			0.976	
SYS12219	12219	CalTrust			330,536.55	330,536.55	330,536.55	1.158			1.158	
SYS10379	10379	Calif. Asset Mgmt			143,050,000.00	143,050,000.00	143,050,000.00	1.469		AAA	1.469	
SYS11961	11961	Calif. Asset Mgmt		07/01/2019	0.00	0.00	0.00	0.658		AAA	0.658	
Subtotal and Average			225,874,228.78		263,480,536.55	263,480,536.55	263,480,536.55				1.399	
SWEEP ACCOUNT-MORG STNLY												
SYS12041	12041	Morgan Stanley			1.00	1.00	1.00	704.694			704.694	
Subtotal and Average			2.44		1.00	1.00	1.00				704.694	
SWEEP ACCOUNT - CUSTOM												
SYS12138	12138	Morgan Stanley			64,722.09	64,722.09	64,722.09	0.912			0.912	
Subtotal and Average			75,612.90		64,722.09	64,722.09	64,722.09				0.912	

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Medium Term Notes - GC 53601(k)												
88579YAX9	12247	MMM COMPANY		01/11/2019	250,000.00	243,992.01	243,992.01	2.250			3.123	03/15/2023
88579YBF7	12334	MMM COMPANY		11/27/2019	3,440,000.00	3,499,456.64	3,499,456.64	2.750	A1	AA-	1.825	03/01/2022
88579YBF7	12348	MMM COMPANY		01/15/2020	5,000,000.00	5,089,312.66	5,089,312.66	2.750	A1	AA-	1.795	03/01/2022
88579YBH3	12359	MMM COMPANY		02/24/2020	130,000.00	131,055.42	131,055.42	2.000	A1	AA-	1.825	02/14/2025
023135AM8	12301	Amazon		05/31/2019	4,500,000.00	4,560,222.94	4,560,222.94	3.300	A3	AA-	2.472	12/05/2021
023135AW6	12317	Amazon		09/03/2019	200,000.00	203,465.55	203,465.55	2.400	A3	AA-	1.936	02/22/2023
025816BM0	12156	American Express Credit		08/21/2017	250,000.00	249,895.00	249,895.00	2.500	A3	BBB+	2.519	08/01/2022
0258MOEB1	12323	American Express Credit		10/28/2019	4,000,000.00	4,015,702.38	4,015,702.38	2.250	A2	A-	1.863	05/05/2021
037833CQ1	12151	Apple Inc Corp Notes		08/17/2017	250,000.00	250,612.15	250,612.15	2.300	Aa1	AA+	2.177	05/11/2022
037833AR1	12268	Apple Inc Corp Notes		02/22/2019	3,825,000.00	3,830,822.77	3,830,822.77	2.850	Aa1	AA+	2.705	05/06/2021
037833CC2	12284	Apple Inc Corp Notes		04/09/2019	5,000,000.00	4,934,664.85	4,934,664.85	1.550	Aa1	AA+	2.559	08/04/2021
05531FAV5	12153	BB&T Corporation		08/21/2017	250,000.00	249,863.67	249,863.67	2.050	A2	A-	2.101	05/10/2021
05531FAZ6	12325	BB&T Corporation		11/19/2019	5,000,000.00	5,008,576.39	5,008,576.39	2.150	A2	A-	1.940	02/01/2021
06051GGE3	12202	Bank of America Corp		06/07/2018	250,000.00	247,727.78	247,727.78	3.124	A3	A-	3.477	01/20/2023
06051GFW4	12234	Bank of America Corp		12/14/2018	5,000,000.00	4,955,467.57	4,955,467.57	2.625	Baa1	BBB+	3.515	04/19/2021
06051GGY9	12332	Bank of America Corp		11/27/2019	5,000,000.00	5,031,423.71	5,031,423.71	2.738	A2	A-	2.379	01/23/2022
084664BT7	12182	Berkshire Hathaway Finance		03/12/2018	250,000.00	250,259.24	250,259.24	3.000	Aa2	AA	2.947	05/15/2022
084664BT7	12291	Berkshire Hathaway Finance		04/26/2019	8,625,000.00	8,710,921.32	8,710,921.32	3.000	Aa2	AA	2.509	05/15/2022
14913Q2E8	12183	CATERPILLAR FINL SERVC		03/12/2018	250,000.00	246,440.67	246,440.67	2.550	A3	A	3.129	11/29/2022
14913Q2G3	12276	CATERPILLAR FINL SERVC		03/15/2019	6,125,000.00	6,135,417.94	6,135,417.94	2.900	A3	A	2.716	03/15/2021
14913Q2W8	12346	CATERPILLAR FINL SERVC		01/14/2020	5,000,000.00	5,048,039.13	5,048,039.13	2.650	A3	A	1.783	05/17/2021
166764AY6	12208	Chevron Corp. Global		06/25/2018	2,155,000.00	2,148,412.10	2,148,412.10	2.419	Aa2	AA-	2.926	11/17/2020
17275RBD3	12150	Cisco Systems Inc Corp		08/17/2017	250,000.00	250,554.43	250,554.43	2.200	A1	AA-	1.946	02/28/2021
17275RBD3	12302	Cisco Systems Inc Corp		05/31/2019	5,000,000.00	4,988,648.73	4,988,648.73	2.200	A1	AA-	2.456	02/28/2021
172967LC3	12307	Citibank		06/07/2019	3,840,000.00	3,862,351.61	3,862,351.61	2.900	A3	BBB+	2.530	12/08/2021
172967GL9	12308	Citibank		07/12/2019	250,000.00	255,895.72	255,895.72	3.375	A3	BBB+	2.523	03/01/2023
172967KK6	12326	Citibank		11/19/2019	5,000,000.00	5,033,048.47	5,033,048.47	2.700	A3	BBB+	2.024	03/30/2021
191216BG4	12250	Coca- Cola Co		01/14/2019	5,000,000.00	4,989,743.43	4,989,743.43	2.450	A1	A+	2.812	11/01/2020
191216AV2	12288	Coca- Cola Co		04/09/2019	4,980,000.00	5,028,409.41	5,028,409.41	3.300	Aa3	A+	2.587	09/01/2021
254687FK7	12319	The Walt Disney Copr		09/06/2019	240,000.00	239,213.47	239,213.47	1.750			1.851	08/30/2024
369550AR9	12237	General Dynamics Corp		12/14/2018	10,000,000.00	10,074,558.97	10,074,558.97	3.875	A2	A+	3.266	07/15/2021
38145GAG5	12205	Goldman Sachs		06/07/2018	250,000.00	245,811.05	245,811.05	2.350	A3	BBB+	3.454	11/15/2021
437076AW2	12235	Home Depot Inc		12/14/2018	2,750,000.00	2,780,035.19	2,780,035.19	4.400	A2	A	3.256	04/01/2021
02665WBF7	12286	American Honda Finance		04/09/2019	5,000,000.00	4,935,896.62	4,935,896.62	1.650	A1	A+	2.688	07/12/2021
02665WCZ2	12318	American Honda Finance		09/03/2019	200,000.00	203,044.96	203,044.96	2.400			2.021	06/27/2024

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Medium Term Notes - GC 53601(k)												
02665WDF5	12333	American Honda Finance		11/27/2019	5,000,000.00	4,999,784.71	4,999,784.71	1.950	A2	A	1.952	05/20/2022
4581X0DB1	12191	Inter-America Devel BK		04/19/2018	285,000.00	284,780.55	284,780.55	2.625	Aaa		2.687	04/19/2021
44932HAH6	12181	IBM Corp Notes		03/12/2018	250,000.00	248,572.03	248,572.03	3.000	A1	A+	3.218	02/06/2023
458140AZ3	12136	INTEL CORP		05/15/2017	10,000,000.00	9,954,100.00	10,000,646.84	1.850	A1	A+	1.790	05/11/2020
24422EUA5	12180	John Deere Capital Corp		03/12/2018	250,000.00	246,762.23	246,762.23	2.700	A2	A	3.209	01/06/2023
24422ETB5	12278	John Deere Capital Corp		03/22/2019	5,000,000.00	4,995,856.33	4,995,856.33	2.450	A2	A	2.641	09/11/2020
46625HHU7	12157	JP Morgan Chase		08/21/2017	250,000.00	252,748.76	252,748.76	4.250	A3	A-	2.129	10/15/2020
46623EKG3	12324	JP Morgan Chase		11/13/2019	5,000,000.00	5,007,855.54	5,007,855.54	2.295	A2	A-	2.177	08/15/2021
46625HJD3	12329	JP Morgan Chase		11/18/2019	5,000,000.00	5,217,749.75	5,217,749.75	4.500	A2	A-	2.032	01/24/2022
46625HJD3	12341	JP Morgan Chase		12/17/2019	5,000,000.00	5,218,888.71	5,218,888.71	4.500	A2	A-	2.022	01/24/2022
57636QAB0	12282	MASTERCARD INC		04/04/2019	250,000.00	256,284.47	256,284.47	3.375	A2	A+	2.699	04/01/2024
58933YAQ8	12316	MERCK & CO INC		09/03/2019	10,000,000.00	10,112,517.10	10,112,517.10	2.350	A1	AA	1.729	02/10/2022
594918BG8	12149	MICROSOFT CORP		08/17/2017	250,000.00	250,384.66	250,384.66	2.000	Aaa	AAA	1.730	11/03/2020
594918BX1	12363	MICROSOFT CORP		03/11/2020	125,000.00	132,416.65	132,416.65	2.875	Aaa	AAA	1.289	02/06/2024
68389XBB0	12148	Oracle Corp		08/17/2017	250,000.00	251,316.20	251,316.20	2.500	A1	AA-	2.471	05/15/2022
742718EN5	12154	Procter & Gamble Co		08/21/2017	250,000.00	249,889.04	249,889.04	1.850	Aa3	AA-	1.905	02/02/2021
742718EN5	12253	Procter & Gamble Co		01/15/2019	3,475,000.00	3,450,177.61	3,450,177.61	1.850	Aa3	AA-	2.734	02/02/2021
713448DX3	12236	Pepsico Inc Corp Note		12/14/2018	3,800,000.00	3,755,522.02	3,755,522.02	2.000	A1	A+	3.177	04/15/2021
713448DX3	12249	Pepsico Inc Corp Note		01/14/2019	5,000,000.00	4,956,212.95	4,956,212.95	2.000	A1	A+	2.876	04/15/2021
717081ES8	12280	PFIZER INC		04/04/2019	250,000.00	252,372.67	252,372.67	2.950	A1	AA	2.692	03/15/2024
717081DR1	12303	PFIZER INC		06/04/2019	5,000,000.00	5,053,716.12	5,053,716.12	5.200	A1	AA	2.190	08/12/2020
717081DZ3	12315	PFIZER INC		09/03/2019	5,000,000.00	5,033,127.62	5,033,127.62	2.200	A1	AA	1.801	12/15/2021
69353RFT0	12360	PNC Bank NA		02/25/2020	4,130,000.00	4,130,000.00	4,130,000.00	1.743		A	1.743	02/24/2023
808513AW5	12196	Charles Schwab Corp		05/22/2018	160,000.00	159,998.18	159,998.18	3.250	A2		3.251	05/21/2021
857477AS2	12158	State Street Corp		08/21/2017	250,000.00	250,622.67	250,622.67	2.550	A1	A	1.874	08/18/2020
857477AS2	12266	State Street Corp		02/19/2019	2,125,000.00	2,123,293.22	2,123,293.22	2.550	A1	A	2.767	08/18/2020
857477AV5	12267	State Street Corp		02/22/2019	8,723,000.00	8,630,078.32	8,630,078.32	1.950	A1	A	2.927	05/19/2021
857477AV5	12269	State Street Corp		02/22/2019	1,300,000.00	1,286,125.47	1,286,125.47	1.950	A1	A	2.929	05/19/2021
857477AV5	12304	State Street Corp		06/04/2019	5,000,000.00	4,980,988.94	4,980,988.94	1.950	A1	A	2.295	05/19/2021
89236TCQ6	12165	Toyota Motor Corporation		08/22/2017	250,000.00	253,059.74	253,059.74	2.800	Aa3	AA-	2.231	07/13/2022
89233P5T9	12231	Toyota Motor Corporation		12/07/2018	5,000,000.00	4,998,246.59	4,998,246.59	3.300	Aa3	AA-	3.320	01/12/2022
89236TEU5	12279	Toyota Motor Corporation		03/22/2019	5,000,000.00	5,017,169.23	5,017,169.23	2.950	Aa3	AA-	2.606	04/13/2021
89233P5F9	12311	Toyota Motor Corporation		07/18/2019	5,000,000.00	5,084,467.18	5,084,467.18	3.400	Aa3	AA-	2.204	09/15/2021
89236TGJ8	12347	Toyota Motor Corporation		01/15/2020	5,000,000.00	5,002,984.57	5,002,984.57	1.800	Aa3	AA-	1.759	10/07/2021
89236TGT6	12358	Toyota Motor Corporation		02/21/2020	130,000.00	129,729.28	129,729.28	1.800	Aa3	AA-	1.845	02/13/2025

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Medium Term Notes - GC 53601(k)												
882508AY0	12298	Texas Instruments INC		05/30/2019	4,400,000.00	4,413,835.46	4,413,835.46	2.750	A1	A+	2.392	03/12/2021
911312BP0	12170	UNITED PARCEL SERVICE		11/14/2017	200,000.00	199,906.52	199,906.52	2.050	A1		2.099	04/01/2021
91159HHA1	12152	US BANCORP		08/17/2017	250,000.00	256,349.20	256,349.20	4.125	A1	A+	2.215	08/24/2021
91159HHL7	12300	US BANCORP		05/31/2019	4,287,000.00	4,282,342.80	4,282,342.80	2.350	A1	A+	2.484	01/29/2021
91159HHX1	12313	US BANCORP		08/06/2019	200,000.00	201,058.45	201,058.45	2.400			2.270	07/30/2024
91159HHC7	12322	US BANCORP		10/28/2019	3,500,000.00	3,571,533.63	3,571,533.63	3.000	A1	A+	1.888	03/15/2022
92826CAC6	12203	Visa Inc		06/07/2018	250,000.00	247,637.77	247,637.77	2.800	A1	A+	3.178	12/14/2022
931142EJ8	12223	Walmart Inc		10/31/2018	10,000,000.00	10,003,853.57	10,003,853.57	3.125	Aa2	AA	3.091	06/23/2021
Subtotal and Average			242,551,389.89		242,350,000.00	243,333,280.46	243,379,827.30				2.429	
Negotiable CDs - GC 53601(i)												
22535CDU2	12281	Credit Agricole CIB NY		04/04/2019	250,000.00	250,000.00	250,000.00	2.830	A1	A+	2.869	04/02/2021
55379WZT6	12272	MUFG Bank LTD/NY		02/28/2019	10,000,000.00	10,000,000.00	10,000,000.00	2.970		A-1	3.020	02/26/2021
55379WZT6	12273	MUFG Bank LTD/NY		02/28/2019	250,000.00	250,000.00	250,000.00	2.970		A-1	2.970	02/26/2021
867914BM4	12340	SUNTRUST BANKS INC		12/16/2019	5,000,000.00	5,053,531.67	5,053,531.67	2.700	A3	A-	2.072	01/27/2022
87019U6D6	12172	Swedbank		11/17/2017	18,000,000.00	17,902,800.00	18,000,000.00	2.270			2.270	11/16/2020
Subtotal and Average			33,557,149.11		33,500,000.00	33,456,331.67	33,553,531.67				2.473	
Commercial Paper Disc.- GC 53601(h)												
09659BHB9	12327	BNP Paribas NY		11/18/2019	10,000,000.00	9,932,533.33	9,932,533.33	1.840	P-1	A-1	1.889	08/11/2020
09659BHR4	12361	BNP Paribas NY		02/28/2020	12,600,000.00	12,528,460.00	12,528,460.00	1.400	P-1	A-1	1.410	08/25/2020
09659BDL1	12321	BNP Paribas Securities Corp		10/22/2019	16,050,000.00	16,033,990.13	16,033,990.13	1.890	P-1	A-1	1.908	04/20/2020
22533TGF7	12328	Credit Agricole CIB NY		11/18/2019	25,000,000.00	24,866,562.50	24,866,562.50	1.830	P-1	A-1	1.875	07/15/2020
62479LF34	12338	MUFG Bank LTD/NY		12/06/2019	25,000,000.00	24,918,187.50	24,918,187.50	1.870	P-1	A-1	1.888	06/03/2020
62479LH40	12351	MUFG Bank LTD/NY		02/04/2020	10,000,000.00	9,943,055.56	9,943,055.56	1.640	P-1	A-1	1.654	08/04/2020
63873JEL0	12350	Natixis NY Branch		01/31/2020	13,365,000.00	13,334,802.53	13,334,802.53	1.660	P-1	A-1	1.668	05/20/2020
Subtotal and Average			95,261,573.53		112,015,000.00	111,557,591.55	111,557,591.55				1.787	
Fed Agcy Coupon Sec - GC 53601(f)												
3130AF5B9	12222	Federal Home Loan Bank		10/12/2018	10,000,000.00	9,998,469.44	9,998,469.44	3.000			3.011	10/12/2021
3130AEWA4	12243	Federal Home Loan Bank		01/03/2019	10,000,000.00	10,002,980.89	10,002,980.89	2.625	Aaa	AA+	2.563	10/01/2020
3130AFW94	12264	Federal Home Loan Bank		02/15/2019	370,000.00	368,985.96	368,985.96	2.500			2.576	02/13/2024
3137EAE19	12242	Federal Home Loan Mtg Corp		01/03/2019	10,000,000.00	9,986,541.28	9,986,541.28	2.375	Aaa	AA+	2.533	02/16/2021
3135G0V34	12263	Federal National Mtg Assn		02/08/2019	335,000.00	334,040.21	334,040.21	2.500			2.580	02/05/2024

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Table with columns: CUSIP, Investment #, Issuer, Average Balance, Purchase Date, Par Value, Market Value, Book Value, Stated Rate, Moody's, S&P, YTM, Maturity Date. Includes a subtotal row and a list of US Treasury Note-GC 53601(b) investments.

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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	S&P	YTM	Maturity Date
US Treasury Note-GC 53601(b)												
9128284G2	12265	U.S. Treasury		02/19/2019	17,785,000.00	17,759,205.84	17,759,205.84	2.375	Aaa		2.519	04/15/2021
912828B90	12270	U.S. Treasury		02/26/2019	29,000,000.00	28,868,253.75	28,868,253.75	2.000	Aaa		2.514	02/28/2021
912828C57	12271	U.S. Treasury		02/27/2019	10,000,000.00	9,976,892.20	9,976,892.20	2.250	Aaa		2.489	03/31/2021
9128286G0	12274	U.S. Treasury		03/07/2019	400,000.00	397,337.80	397,337.80	2.375	Aaa		0.000	02/29/2024
912828WG1	12277	U.S. Treasury		03/18/2019	10,000,000.00	9,979,518.94	9,979,518.94	2.250	Aaa		2.445	04/30/2021
912828Q78	12283	U.S. Treasury		04/05/2019	10,000,000.00	9,899,838.79	9,899,838.79	1.375	Aaa		2.332	04/30/2021
912828QN3	12285	U.S. Treasury		04/09/2019	24,600,000.00	24,804,966.59	24,804,966.59	3.125	Aaa		2.357	05/15/2021
9128282Q2	12289	U.S. Treasury		04/15/2019	17,675,000.00	17,614,581.74	17,614,581.74	1.500	Aaa	AA+	2.437	08/15/2020
912828VP2	12290	U.S. Treasury		04/23/2019	10,000,000.00	9,986,379.37	9,986,379.37	2.000	Aaa	AA+	2.419	07/31/2020
912828K58	12292	U.S. Treasury		04/26/2019	25,000,000.00	24,979,869.62	24,979,869.62	1.375	Aaa	AA+	2.410	04/30/2020
912828VP2	12293	U.S. Treasury		04/26/2019	25,000,000.00	24,970,075.34	24,970,075.34	2.000	Aaa	AA+	2.368	07/31/2020
912828VJ6	12294	U.S. Treasury		04/26/2019	25,000,000.00	24,968,799.85	24,968,799.85	1.875	Aaa	AA+	2.391	06/30/2020
912828L65	12295	U.S. Treasury		04/26/2019	25,300,000.00	25,178,254.33	25,178,254.33	1.375	Aaa	AA+	2.365	09/30/2020
912828VJ6	12296	U.S. Treasury		05/10/2019	10,000,000.00	9,988,028.33	9,988,028.33	1.875	Aaa	AA+	2.370	06/30/2020
912828WN6	12297	U.S. Treasury		05/17/2019	20,000,000.00	19,946,072.78	19,946,072.78	2.000	Aaa	AA+	2.238	05/31/2021
912828WJ5	12305	U.S. Treasury		06/06/2019	500,000.00	511,269.26	511,269.26	2.500	Aaa	AA+	1.924	05/15/2024
912828XD7	12306	U.S. Treasury		06/06/2019	500,000.00	500,056.63	500,056.63	1.875	Aaa	AA+	1.870	05/31/2022
912828S35	12309	U.S. Treasury		07/12/2019	750,000.00	739,721.53	739,721.53	1.375	Aaa	AA+	1.815	06/30/2023
912828S27	12310	U.S. Treasury		07/17/2019	20,000,000.00	19,820,274.20	19,820,274.20	1.125	Aaa	AA+	1.863	06/30/2021
912828S76	12312	U.S. Treasury		07/19/2019	20,000,000.00	19,810,411.76	19,810,411.76	1.125	Aaa	AA+	1.855	07/31/2021
912828T34	12314	U.S. Treasury		09/03/2019	30,000,000.00	29,819,027.25	29,819,027.25	1.125	Aaa	AA+	1.536	09/30/2021
912828Q29	12320	U.S. Treasury		09/06/2019	950,000.00	954,396.52	954,396.52	1.500	Aaa	AA+	1.341	03/31/2023
912828T67	12330	U.S. Treasury		11/18/2019	40,350,000.00	40,116,173.91	40,116,173.91	1.250	Aaa	AA+	1.624	10/31/2021
912828YM6	12331	U.S. Treasury		11/19/2019	170,000.00	168,751.86	168,751.86	1.500	Aaa	AA+	1.668	10/31/2024
912828U81	12335	U.S. Treasury		11/27/2019	25,000,000.00	25,168,853.40	25,168,853.40	2.000	Aaa	AA+	1.605	12/31/2021
912828S27	12336	U.S. Treasury		11/27/2019	25,000,000.00	24,843,220.54	24,843,220.54	1.125	Aaa	AA+	1.636	06/30/2021
912828RR3	12337	U.S. Treasury		11/27/2019	25,800,000.00	25,964,577.61	25,964,577.61	2.000	Aaa	AA+	1.599	11/15/2021
9128282F6	12339	U.S. Treasury		12/16/2019	9,575,000.00	9,504,345.54	9,504,345.54	1.125	Aaa	AA+	1.656	08/31/2021
9128287A2	12342	U.S. Treasury		12/19/2019	25,000,000.00	24,988,076.85	24,988,076.85	1.625	Aaa	AA+	1.663	06/30/2021
912828Q37	12343	U.S. Treasury		12/19/2019	25,000,000.00	24,902,777.78	24,902,777.78	1.250	Aaa	AA+	1.645	03/31/2021
912828M98	12344A	U.S. Treasury		12/19/2019	20,870,000.00	20,868,858.20	20,868,858.20	1.625	Aaa	AA+	1.633	11/30/2020
912828YT1	12345	U.S. Treasury		12/19/2019	24,900,000.00	24,846,842.70	24,846,842.70	1.500	Aaa	AA+	1.608	11/30/2021
912828YJ3	12349	U.S. Treasury		01/15/2020	11,800,000.00	11,781,413.29	11,781,413.29	1.500	Aaa	AA+	1.607	09/30/2021
912828Z52	12352	U.S. Treasury		02/05/2020	500,000.00	500,037.86	500,037.86	1.375	Aaa	AAA	1.373	01/31/2025
912828YM6	12353	U.S. Treasury		02/05/2020	500,000.00	502,683.66	502,683.66	1.500	Aaa	AA+	1.378	10/31/2024

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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	S&P	YTM	Maturity Date
US Treasury Note-GC 53601(b)												
912828YY0	12354A	U.S. Treasury		02/05/2020	370,000.00	376,370.55	376,370.55	1.750	Aaa	AA+	1.374	12/31/2024
9128286Z8	12355	U.S. Treasury		02/05/2020	250,000.00	253,892.65	253,892.65	1.750	Aaa	AAA	1.371	06/30/2024
912828ZC7	12362	U.S. Treasury		03/04/2020	400,000.00	405,646.26	405,646.26	1.125	Aaa	AA+	0.831	02/28/2025
Subtotal and Average			1,041,452,188.12		1,014,475,000.00	1,011,144,087.92	1,011,144,087.92				2.278	
Supranationals												
4581X0CX4	12201	Inter-America Devel BK		05/31/2018	12,975,000.00	12,961,871.37	12,961,871.37	1.625	Aaa	AAA	2.541	05/12/2020
459058GA5	12195	INTL BK RECON & DEVELP		04/30/2018	15,000,000.00	14,935,555.09	14,935,555.09	1.626	Aaa	AAA	2.675	09/04/2020
Subtotal and Average			37,630,570.79		27,975,000.00	27,897,426.46	27,897,426.46				2.613	
Municipal Bonds												
13063DGA0	12192	California TXBL		04/25/2018	290,000.00	290,003.95	290,003.95	2.800	Aa3	AA-	2.799	04/01/2021
Subtotal and Average			290,004.44		290,000.00	290,003.95	290,003.95				2.799	
Total and Average			1,806,671,646.17		1,817,425,030.14	1,814,484,769.93	1,814,628,516.77				2.148	



**Exhibit C
Monterey County
Aging Report
By Maturity Date
As of April 1, 2020**

Aging Interval:				Maturity Par Value	Percent of Portfolio	Current Book Value	Current Market Value
Aging Interval:	0 days	(04/01/2020 - 04/01/2020)	14 Maturities	345,855,030.14	19.05%	345,855,030.14	345,855,030.14
Aging Interval:	1 - 90 days	(04/02/2020 - 06/30/2020)	12 Maturities	216,190,000.00	11.90%	215,876,068.68	215,829,521.84
Aging Interval:	91 - 365 days	(07/01/2020 - 04/01/2021)	53 Maturities	624,867,000.00	34.31%	622,595,291.28	622,498,091.28
Aging Interval:	366 - 730 days	(04/02/2021 - 04/01/2022)	62 Maturities	596,413,000.00	32.86%	596,197,181.56	596,197,181.56
Aging Interval:	731 - 1095 days	(04/01/2022 - 04/01/2023)	23 Maturities	35,745,000.00	1.42%	25,762,021.08	25,762,021.08
Aging Interval:	1096 - 1460 days	(04/02/2023 - 03/31/2024)	10 Maturities	4,515,000.00	0.25%	4,463,885.88	4,463,885.88
Aging Interval:	1461 days and after	(04/01/2024 -)	13 Maturities	3,840,000.00	0.21%	3,879,038.15	3,879,038.15
Total for 187 Investments				1,827,425,030.14	100.00	1,814,628,516.77	1,814,484,769.93

