

**County of Tehama
Continuing Disclosure
County Investment Portfolio Updates**

County Investment Pool

The Treasurer is responsible for the investment of all monies deposited into the County treasury. Amounts held in the treasury (the “County Investment Pool”) are invested according to the Investment Policy of the County (the “County Investment Policy”) as authorized by Section 53635 et. al of the Government Code of California (the “California Government Code”). The County Investment Policy is available on the County’s website at <http://www.co.tehama.ca.us>

The Treasurer only invests in securities legally allowed by State law and authorized by the County Investment Policy. The objectives of the County Investment Policy include the safety, liquidity and yield (in that order of priority). The Treasurer places investments with the objective of obtaining a competitive market rate of return, not attempting to maximize yield at the expense of safety or liquidity.

The Treasurer may, with the approval of the Board of Supervisors, amend the Investment Policy at any time in order to carry out the duties as chief investment officer for the County. The Treasurer annually prepares an Investment Policy that is submitted to the County Board for review and consideration. The Treasurer provides the Board with monthly reports detailing investment activities and holdings, including a description of the security, maturity date, book value, par value, market value and stated coupon.

The County Investment Policy allows for purchase of a variety of securities with limitations as to exposure, maturity and rating, varying with each security type. The composition of the County Investment Pool will change over time as old investments mature and new investments are made.

State law requires that all monies of the County, school districts, and certain special districts be held by the Treasurer. Approximately 45.9% of the amounts in the County Investment Pool are attributable to the County. Approximately 54.1% of the amounts in the County Investment Pool are attributable to depositors like school districts (51.9%), and others (2.2%), which are required by law to make deposits in the County Investment Pool. Such percentages, however, may fluctuate during the course of any fiscal year. Monies deposited in the County Investment Pool by the participants represent an undivided interest in all assets and investments in the County Investment Pool based upon the amount deposited. All interest, income, gains and losses are distributed to the participants based upon their average daily balance.

During Fiscal Year 2023-24, the County did not experience any significant losses, realized or unrealized, in the County Investment Pool as a result of a ratings downgrade, bankruptcy, subprime mortgage exposure or decline in market value relating to such investments.

The County investment strategy is to typically hold investments to maturity, and the County Investment Pool is not expected to realize a significant loss related to any actions taken by the Federal Reserve.

Current Status of Investment Portfolio.

As of December 31, 2024, the market value of the County Investment Pool was \$338,580,680.

Throughout the Fiscal Year 2023-24, the balance in the Investment Pool ranged from approximately \$266.5 million to \$307.8 million depending on the tax collection schedule. The average month end balance was \$285,960,474.

As of December 31, 2024, the managed portfolio posted a weighted average maturity of 687 days with a total weighted average yield to maturity of 3.66%.

Table 20 sets forth a summary of the average maturities within the County Investment Pool, as of December 22, 2024.

Investment Summary Report. A wide range of investments is authorized by State law. There can be no assurances that the current investments in the County Investment Pool will not vary from the investments described herein or as may be authorized in the future by the California Government Code. In addition, the value of the various investments in the Investment Pool will fluctuate on a daily basis as a result of a multitude of factors, including generally prevailing interest rates and other economic conditions. Consequently, there can be no assurance that the values of the various investments in the Investment Pool will not vary significantly from the values described herein. The Investment Pool currently has no investments in any corporation that has filed bankruptcy. There is no leverage nor does the County invest in any security that could result in zero interest accrual if held to maturity. For additional information concerning County investments, see the County of Tehama Audited Financial Statements for the Fiscal Year ended June 30, 2024.

Table 21 sets forth a summary of the County's investments, by type of investment, as of December 22, 2024.