

SANTA YNEZ COMMUNITY SERVICES DISTRICT MEMORANDUM

TO: Board of Directors

FROM: Loch Dreizler, General Manager
Alicia Marin, Office Manager

DATE: January 21, 2026

SUBJECT: Review and discuss moving the District's latest matured Certificate of Deposit (CD) to our Money Market Account. Staff recommends approval.

Proposed Motion / Recommendation

Proposed Motion: Approve the District's Treasurer (General Manager) to have our King Capital advisor assist staff in transferring the Certificate of Deposit called December 30, 2025, with a current market value of approximately \$212,000.

Discussion

In a similar scenario, the finance committee recommended depositing a recently matured CD into the District's Five Star Bank money market account.

Fiscal Implications

As of December 31, 2025, the daily effective yield for LAIF was 4.05%. Our money market account with Five Star Bank adjusts to align with LAIF.

Policy Implications

The District's Investment Policy 11-03 outlines our objectives when investing and managing District Funds and can be summarized as:

1. Safeguard the principal.
2. Meet our liquidity needs.
3. When possible, achieve returns on our investments.

Reference:

The District's Certificate of Deposit Investment Portfolio will be available upon request at the Board meeting.

Note: the **Local Agency Investment Fund (LAIF)** is a voluntary investment program run by the California State Treasurer for local governments (cities, counties, special districts) to safely invest their surplus cash in a large, professionally managed portfolio with the State's money, focusing on safety, liquidity, and yield for no extra cost to taxpayers.