

SANTA YNEZ COMMUNITY SERVICES DISTRICT MEMORANDUM

TO: Board of Directors

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

DATE: November 19, 2025

SUBJECT: Review and discuss moving the District's 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 recently matured Certificate of Deposit, due October 27, 2025, totaling approximately \$210,000 plus \$8,000 in interest, into our Money Market Account with Five Star Bank.

Discussion

The committee recommended depositing the recently matured CD into the District's Five Star Bank money market account.

Fiscal Implications

As of October 31, 2025, the daily effective yield for LAIF was 4.15%. The LAIF yield matches the yield on our money market account with Five Star Bank. The current CD rate is approximately 3.65%.

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.

Note: Our advisor at King Capital has invested our CDs, which mature at staggered times; this approach helps balance the ups and downs of CD investing over time.

Reference:

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