

January 9, 2024

Sara Pierce, Acting Auditor-Controller/Treasurer-Tax Collector
Mendocino County
501 Low Gap Road, Room 1080
Ukiah, CA 95482

Dear Sara,

We have completed our annual review of the Mendocino County (County) investment policy for compliance with the statutes of California Government Code (Code) that govern the investment of public funds, as well as for inclusion of current best practices. The County's investment policy continues to be well-written and effective for the management of the County Investment Pool. There were changes to California Government Code we would like to incorporate in the update to the County's investment policy.

Please find a brief summary of the changes below:

- **Prohibition on purchases of securities with settlement dates longer than 45 days:** Pursuant to Senate Bill 1489, we recommend the County adopt a prohibition on purchases of securities that take longer than 45 days for trade settlement.
- **Extension of time for quarterly reporting submittal to Board of Supervisors:** Pursuant to Senate Bill 1489, we recommend the County update the deadline to submit quarterly investment reports to the Board of Supervisors from 30 days after quarter-end to 45 days after quarter-end.

Please do not hesitate to contact us with any questions you may have, or if further review is needed.

Sincerely,

Carlos Oblites,
Senior Portfolio Strategist
Chandler Asset Management