



# San Mateo County

## Investment Portfolio Compliance Report



**January 31, 2017**

**PFM Asset Management LLC**

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Compliance Requirements Overview<sup>1</sup>

Sector	Fund Limitation	Per Issuer	Maturity	Credit Limits	In Compliance
U.S. Treasury	100%	100%	7 years	Full Faith & Credit	Yes
Government Agency/GSE	100%	40%	7 years	AA or A-1 by two	Yes
<i>Callable Agencies</i>	25%	25%	7 years	AA or A-1 by two	Yes
U.S. Instrumentalities	30%	30%	5 Years	AA by two	Yes
Commercial Paper	40%	5% Aggregate	270 days	A-1 by two and A by one	Yes
Negotiable CDs	30%	5% Aggregate	5 years	A-1 by two and A by one	Yes
BAs - Domestic	15%	5% Aggregate	180 days	A-1 by two and A by one	Yes - None in Portfolio
BAs - Foreign	15%	5% Aggregate	180 days	A-1 by two and A by one	Yes - None in Portfolio
Collateralized CDs	15%	5% Aggregate	1 year	Insured/Collateralized	Yes - None in Portfolio
Asset Backed Securities	20%	5% Aggregate	5 years	AAA by two	Yes - None in Portfolio
Corporate Securities	30%	5% Aggregate	5 years	A by two	Yes
Repurchase Agreements	100%	50%	92 days	A-1 by two	Yes
LAIF	\$65 million	\$65 million	N/A	None	Yes
CA Municipal Obligations	30%	5% Aggregate	5 years	AA by two	Yes - None in Portfolio
Mutual Funds	10%	5% Aggregate	N/A	A-1 or P-1	Yes - None in Portfolio

## Comments

- The portfolio complies with the California Government Code and the County of San Mateo's Investment Policy as of the date of the report.

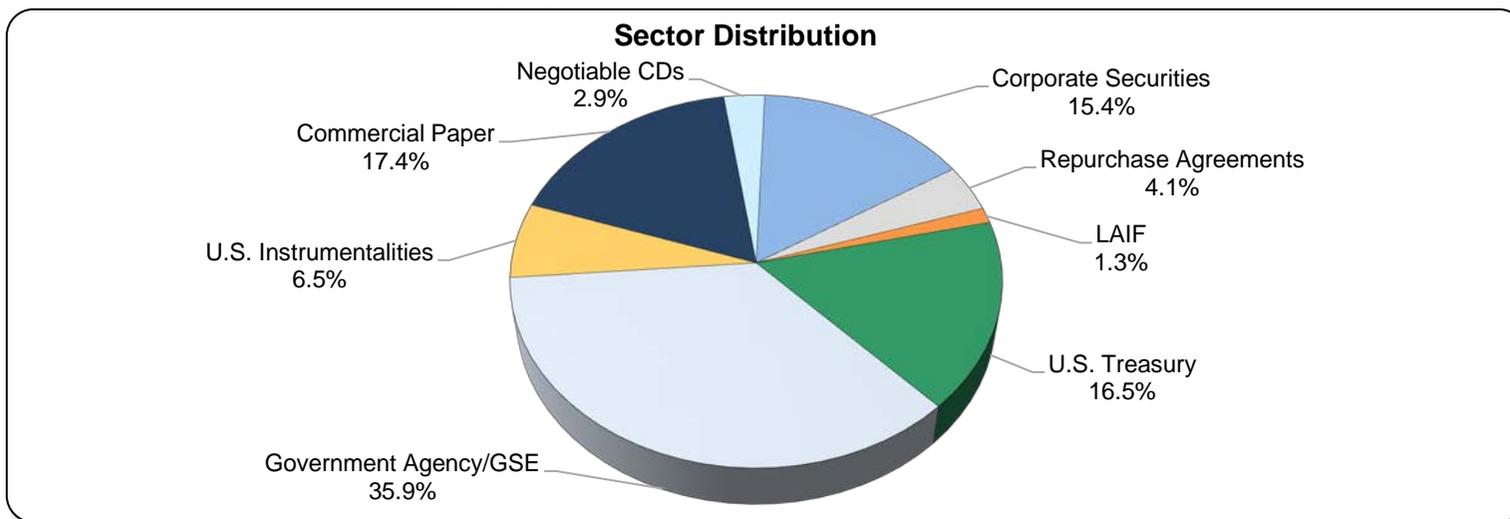
1. See San Mateo County Investment Policy Statement Calendar Year 2016 for a complete description of Policy requirements.

**County Comments**

- County comments: None

**Sector Allocations**

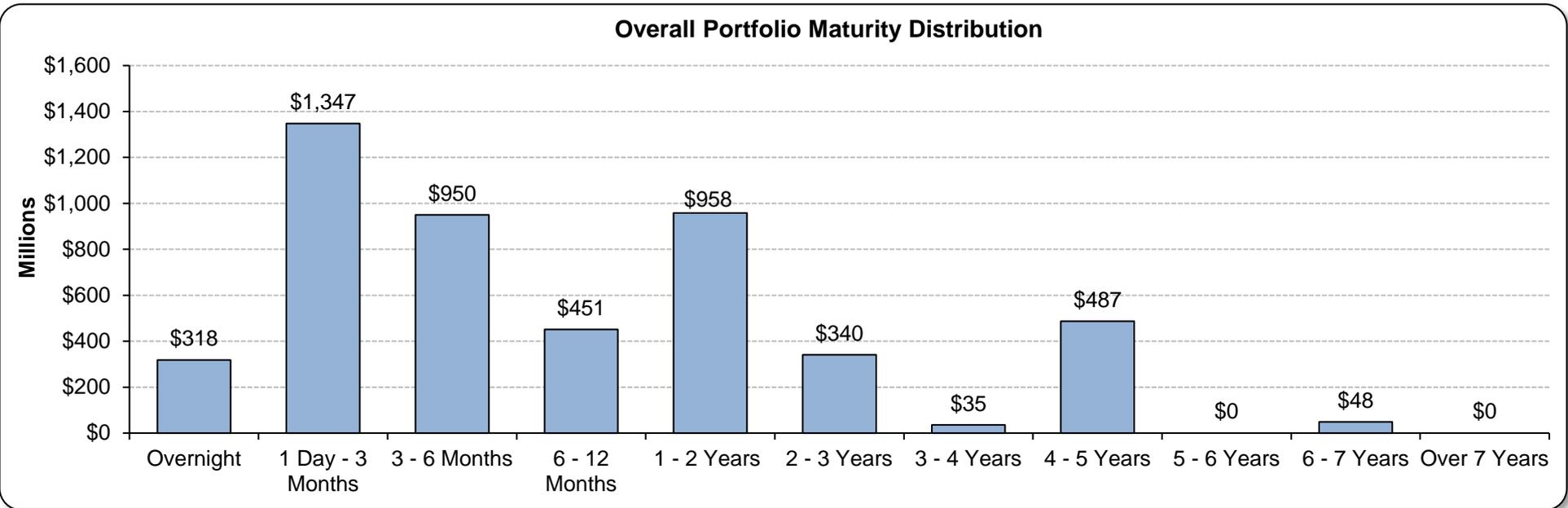
<b>Sector</b>	<b>Market Value<sup>1</sup></b>	<b>Sector Limit</b>	<b>Current Allocation<sup>2</sup></b>	<b>In Compliance</b>
U.S. Treasury	812,859,536	100%	16.5%	<b>Yes</b>
Government Agency/GSE	1,770,441,276	100%	35.9%	<b>Yes</b>
<i>Callable Agencies</i>	241,187,696	25%	4.9%	<b>Yes</b>
U.S. Instrumentalities	321,945,390	30%	6.5%	<b>Yes</b>
Commercial Paper	858,860,040	40%	17.4%	<b>Yes</b>
Negotiable CDs	145,344,851	30%	2.9%	<b>Yes</b>
BAs - Domestic	-	15%		Yes - None in Portfolio
BAs - Foreign	-	15%		Yes - None in Portfolio
Collateralized CDs	-	15%		Yes - None in Portfolio
Asset Backed Securities	-	20%		Yes - None in Portfolio
Corporate Securities	760,315,197	30%	15.4%	<b>Yes</b>
Repurchase Agreements	200,000,000	100%	4.1%	<b>Yes</b>
LAIF	65,021,956	\$65 million	1.3%	<b>Yes</b>
CA Municipal Obligations	-	30%		Yes - None in Portfolio
Mutual Funds	-	10%		Yes - None in Portfolio
<b>Totals</b>	<b>4,934,788,245</b>		<b>100.0%</b>	



1. Market values listed in this report are market values including accrued interest as of period end as reported by the County.
2. May not add to 100% due to rounding. Callable Agencies are included in the Government Agency/GSE total.
3. The LAIF amount was over \$65 million at period end due to accrued interest. As the initial investment was within the \$65 million limit, the County is in compliance with both LAIF and County Policy requirements.

**Maturity Limits**

Sector	Market Value	Maturity Limit	Current Maximum	In Compliance
U.S. Treasury	812,859,536	7 years	6.7 years	Yes
Government Agency/GSE	1,770,441,276	7 years	4.5 years	Yes
U.S. Instrumentalities	321,945,390	5 years	5 years	Yes
Commercial Paper	858,860,040	270 days	160 days	Yes
Negotiable CDs	145,344,851	5 years	0.4 years	Yes
BAs - Domestic	-	180 days		Yes - None in Portfolio
BAs - Foreign	-	180 days		Yes - None in Portfolio
Collateralized CDs	-	1 year		Yes - None in Portfolio
Asset Backed Securities	-	5 years		Yes - None in Portfolio
Corporate Securities	760,315,197	5 years	4.2 years	Yes
Repurchase Agreements	200,000,000	92 days	1 day	Yes
LAIF	65,021,956	N/A	1 day	Yes
CA Municipal Obligations	-	5 years		Yes - None in Portfolio
Mutual Funds	-	N/A		Yes - None in Portfolio
<b>Overall Portfolio WAM</b>	<b>4,934,788,245</b>	<b>3 years</b>	<b>1.17 years</b>	<b>Yes</b>



## Issuer Compliance

Issuer	Total	Current Issuer Allocation <sup>1</sup>	Issuer Limit	Compliant?
U.S. Treasury	812,859,536	16.5%	100%	Yes
FHLB	891,221,801	18.1%	40%	Yes
FHLMC	378,589,164	7.7%	40%	Yes
FNMA	336,403,012	6.8%	40%	Yes
FAMC	119,854,044	2.4%	40%	Yes
FFCB	44,373,255	0.9%	40%	Yes
International Finance Corporation	182,674,113	3.7%	30%	Yes
IBRD	139,271,277	2.8%	30%	Yes
LAIF	65,021,956	1.3%	1.3%	Yes
Repurchase Agreement	200,000,000	4.1%	50%	Yes
Wells Fargo	165,509,051	3.4%	5%	Yes
Exxon Mobil Corp.	162,302,424	3.3%	5%	Yes
Swedbank	159,799,909	3.2%	5%	Yes
Bank of Tokyo-Mitsubishi UFJ	149,594,813	3.0%	5%	Yes
Natixis NY	139,558,207	2.8%	5%	Yes
Toyota Motor Credit	99,955,567	2.0%	5%	Yes
Toronto-Dominion Bank	85,046,474	1.7%	5%	Yes
Bank of New York Mellon	79,958,602	1.6%	5%	Yes
Chevron	75,348,077	1.5%	5%	Yes
Bank of Montreal	66,200,511	1.3%	5%	Yes
General Electric Capital	53,026,469	1.1%	5%	Yes
Bank of Nova Scotia	50,079,750	1.0%	5%	Yes
Rabobank	49,934,610	1.0%	5%	Yes
Canadian Imperial Bank of Commerce	49,846,890	1.0%	5%	Yes
Berkshire Hathaway	48,123,852	1.0%	5%	Yes
Apple Inc.	45,164,518	0.9%	5%	Yes
US Bank	44,354,799	0.9%	5%	Yes
Bank of Montreal Chicago	30,567,950	0.6%	5%	Yes
Royal Bank of Canada	25,116,549	0.5%	5%	Yes
JPMorgan Chase	25,083,734	0.5%	5%	Yes
Oracle	25,049,380	0.5%	5%	Yes
BNP Paribas NY Branch	24,992,688	0.5%	5%	Yes
3M	24,708,392	0.5%	5%	Yes
Walt Disney Company	19,933,404	0.4%	5%	Yes
International Business Machines	15,063,037	0.3%	5%	Yes
Merck & Co.	10,068,877	0.2%	5%	Yes
Cisco Systems	10,047,375	0.2%	5%	Yes
Svenska Handelsbanken AB	10,029,244	0.2%	5%	Yes
Eli Lilly & Co.	5,020,007	0.1%	5%	Yes
Home Depot	5,018,944	0.1%	5%	Yes
PNC Bank	5,018,170	0.1%	5%	Yes
Microsoft	4,997,815	0.1%	5%	Yes
	<b>4,934,788,245</b>	<b>100%</b>		

1. May not add to 100% due to rounding.

**Notes**

- The purpose of this report is to verify the accuracy of the County's portfolio holdings information and verify the portfolio's compliance with the California Government Code and County's Investment Policy as of the date of the report.
- The report was prepared using the month-end portfolio holdings and market value information provided by the Treasurer's office.
- Percentages listed in this report were calculated using market values, including accrued interest, as of month-end.
- Using the CUSIPs provided by the County, issuer information and credit ratings were verified on Bloomberg for compliance purposes.
- This report is for the purposes indicated above and it is not intended to provide specific investment advice or recommendations.