



# San Mateo County

## Investment Portfolio Compliance Report



**March 31, 2016**

**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	<b>Yes</b>
Government Agency/GSE	100%	40%	7 years	AA or A-1 by two	<b>Yes</b>
<i>Callable Agencies</i>	25%	25%	7 years	AA or A-1 by two	<b>Yes</b>
U.S. Instrumentalities	30%	30%	5 Years	AA by two	<b>Yes</b>
Commercial Paper	40%	5% Aggregate	270 days	A-1 by two and A by one	<b>Yes</b>
Negotiable CDs	30%	5% Aggregate	5 years	A-1 by two and A by one	<b>Yes</b>
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	<b>Yes</b>
Repurchase Agreements	100%	50%	92 days	A-1 by two	<b>Yes</b>
LAIF	\$65 million	\$65 million	N/A	None	<b>Yes</b>
CA Municipal Obligations	30%	5% Aggregate	5 years	AA by two	<b>Yes</b>
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.

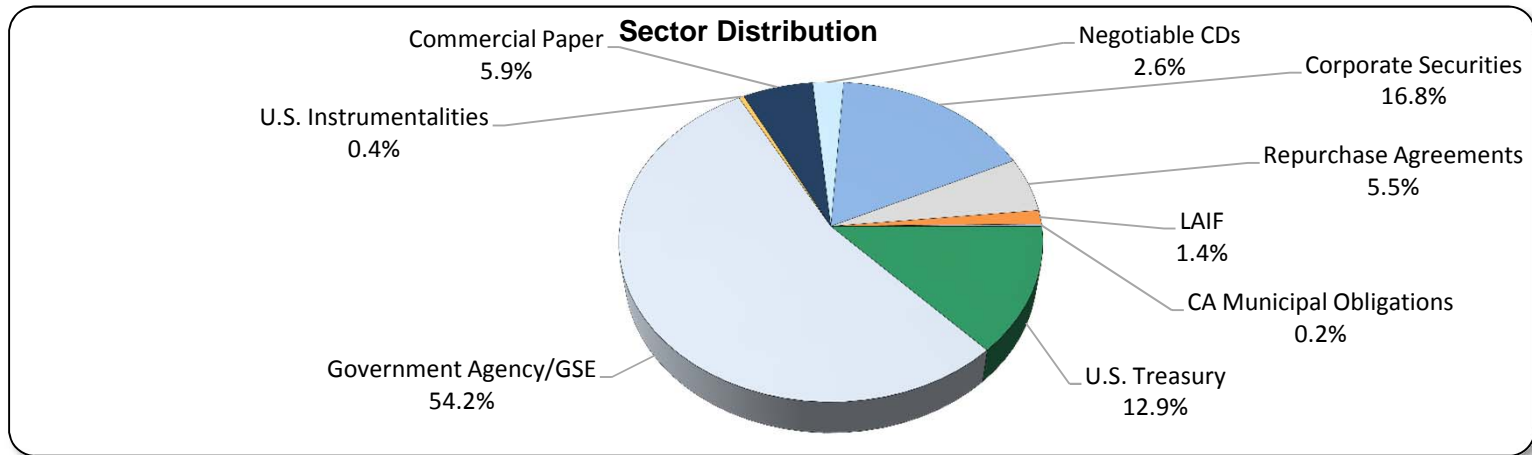
1. See San Mateo County Investment Policy Statement Calendar Year 2016 for a complete description of Policy requirements.

**County Comments**

➤ County comments: None

**Sector Allocations**

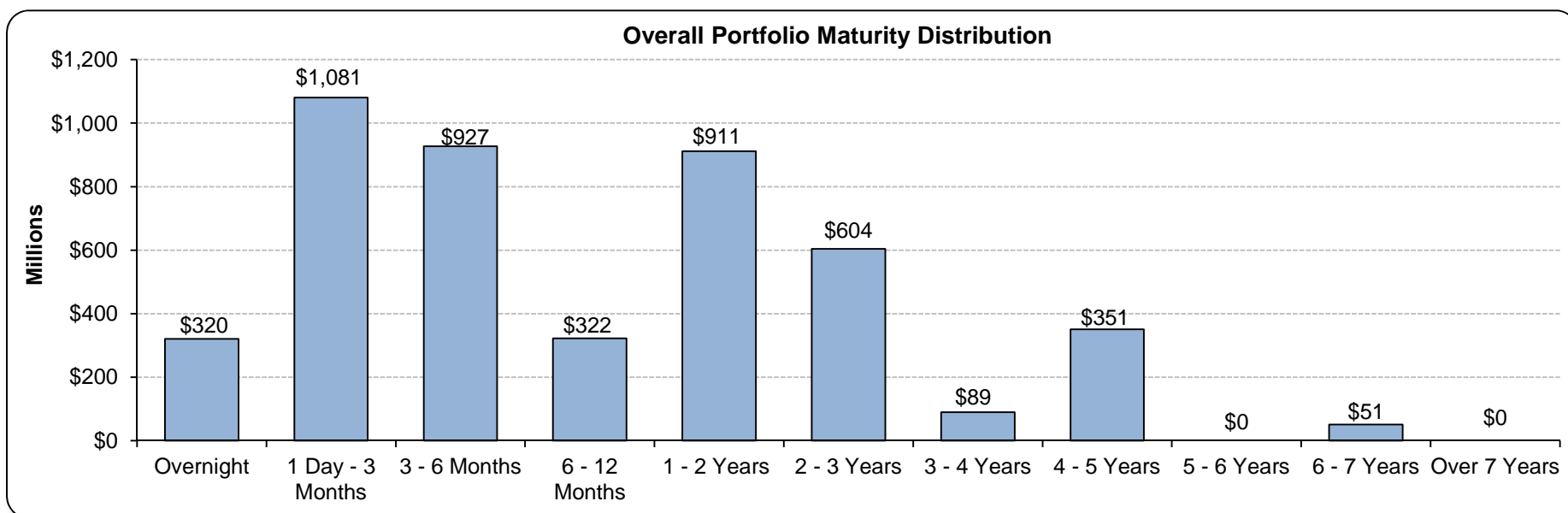
Sector	Market Value <sup>1</sup>	Sector Limit	Current Allocation <sup>2</sup>	In Compliance
U.S. Treasury	602,761,411	100%	12.9%	Yes
Government Agency/GSE	2,524,633,897	100%	54.2%	Yes
<i>Callable Agencies</i>	415,254,654	25%	8.9%	Yes
U.S. Instrumentalities	20,150,481	30%	0.4%	Yes
Commercial Paper	274,538,283	40%	5.9%	Yes
Negotiable CDs	120,202,494	30%	2.6%	Yes
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	784,144,147	30%	16.8%	Yes
Repurchase Agreements	255,500,000	100%	5.5%	Yes
LAIF	65,069,983	\$65 million	1.4%	Yes
CA Municipal Obligations	9,993,058	30%	0.2%	Yes
Mutual Funds	-	10%		Yes - None in Portfolio
<b>Totals</b>	<b>4,656,993,755</b>		<b>99.6%</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	602,761,411	7 years	6.8 years	Yes
Government Agency/GSE	2,524,633,897	7 years	4.7 years	Yes
U.S. Instrumentalities	20,150,481	5 years	days	Yes
Commercial Paper	274,538,283	270 days	179 days	Yes
Negotiable CDs	120,202,494	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	784,144,147	5 years	4.4 years	Yes
Repurchase Agreements	255,500,000	92 days	1 day	Yes
LAIF	65,069,983	N/A	1 day	Yes
CA Municipal Obligations	9,993,058	5 years	0.1 years	Yes
Mutual Funds	-	N/A		Yes - None in Portfolio
<b>Overall Portfolio WAM</b>	<b>4,656,993,755</b>	<b>3 years</b>	<b>1.25 years</b>	<b>Yes</b>



## Issuer Compliance

Issuer	Total	Current Issuer Allocation <sup>1</sup>	Issuer Limit	Compliant?
U.S. Treasury	602,761,411	12.9%	100%	Yes
FHLB	1,309,712,995	28.1%	40%	Yes
FHLMC	618,022,750	13.3%	40%	Yes
FNMA	456,551,168	9.8%	40%	Yes
FFCB	140,346,985	3.0%	40%	Yes
Repurchase Agreement	255,500,000	5.5%	50%	Yes
LAIF <sup>2</sup>	65,069,983	1.4%	1.4%	Yes
University of California	9,993,058	0.2%	5%	Yes
IBRD	20,150,481	0.4%	30%	Yes
Wells Fargo	150,573,448	3.2%	5%	Yes
Toyota Motor Credit	120,057,639	2.6%	5%	Yes
Exxon Mobil Corp.	97,257,718	2.1%	5%	Yes
Toronto-Dominion Bank	87,207,699	1.9%	5%	Yes
Apple Inc.	80,131,513	1.7%	5%	Yes
Chevron	75,618,157	1.6%	5%	Yes
Bank of Tokyo-Mitsubishi UFJ	69,962,017	1.5%	5%	Yes
International Business Machines	56,163,354	1.2%	5%	Yes
Rabobank	49,873,895	1.1%	5%	Yes
Berkshire Hathaway	43,243,671	0.9%	5%	Yes
Bank of Nova Scotia	35,075,992	0.8%	5%	Yes
Royal Bank of Canada	34,459,877	0.7%	5%	Yes
Oracle	25,080,414	0.5%	5%	Yes
MUFG Union Bank NA	25,005,597	0.5%	5%	Yes
Bayerische Landesbank	24,939,875	0.5%	5%	Yes
3M	24,935,318	0.5%	5%	Yes
US Bank	22,240,946	0.5%	5%	Yes
Bank of Montreal	22,106,742	0.5%	5%	Yes
General Electric Capital	20,207,293	0.4%	5%	Yes
Landesbank Baden-Württemberg	19,954,800	0.4%	5%	Yes
Walt Disney Company	15,058,495	0.3%	5%	Yes
Merck & Co.	10,037,314	0.2%	5%	Yes
Coca-Cola	10,013,368	0.2%	5%	Yes
Cisco Systems	9,980,905	0.2%	5%	Yes
Procter & Gamble	9,023,000	0.2%	5%	Yes
Johnson & Johnson	8,584,874	0.2%	5%	Yes
Wal-Mart Stores	7,019,973	0.2%	5%	Yes
Eli Lilly & Co.	5,043,823	0.1%	5%	Yes
Microsoft	5,034,783	0.1%	5%	Yes
Home Depot	5,019,731	0.1%	5%	Yes
PNC Bank	4,986,403	0.1%	5%	Yes
Bank of New York Mellon	4,986,288	0.1%	5%	Yes
	<b>4,656,993,755</b>	<b>100%</b>		

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

2. 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.

**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.