



# San Mateo County

## Investment Portfolio Compliance Report



**January 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>
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	\$50 million	\$50 million	N/A	None	<b>Yes</b>
Registered Warrants	100%	100%	5 years	None	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.

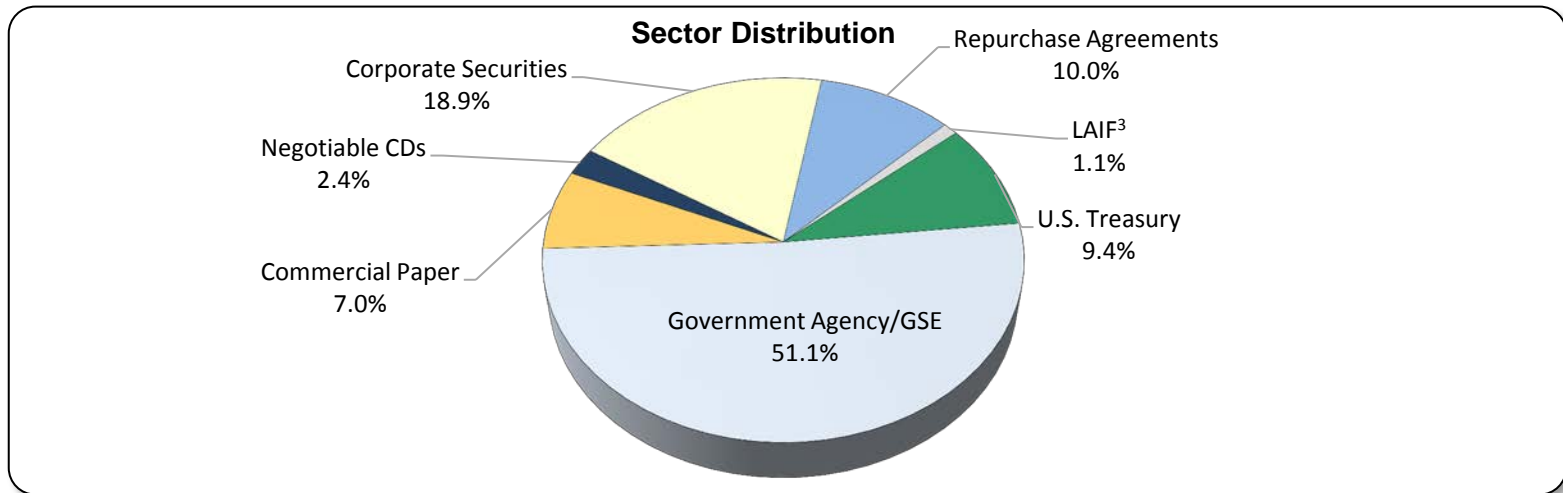
1. See San Mateo County Investment Policy Statement Calendar Year 2015 for a complete description of Policy requirements.

County Comments

➤ County comments: None

Sector Allocations

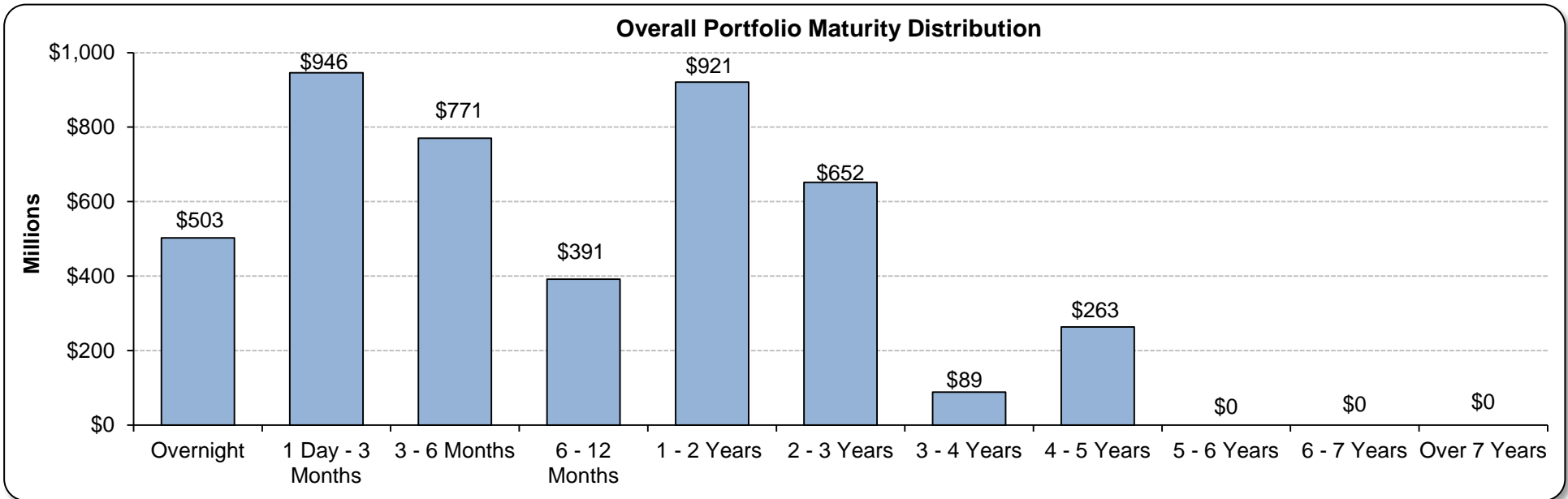
Sector	Market Value <sup>1</sup>	Sector Limit	Current Allocation <sup>2</sup>	In Compliance
U.S. Treasury	427,885,909	100%	9.4%	Yes
Government Agency/GSE	2,318,224,425	100%	51.1%	Yes
<i>Callable Agencies</i>	470,477,517	25%	10.4%	Yes
Commercial Paper	319,681,127	40%	7.0%	Yes
Negotiable CDs	110,153,633	30%	2.4%	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	856,971,636	30%	18.9%	Yes
Repurchase Agreements	452,608,356	100%	10.0%	Yes
LAIF <sup>3</sup>	50,007,333	\$50 million	1.1%	Yes
Registered Warrants	-	100%		Yes - None in Portfolio
Mutual Funds	-	10%		Yes - None in Portfolio
<b>Totals</b>	<b>4,535,532,419</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 \$50 million at period end due to accrued interest. As the initial investment was within the \$50 million limit, the County is in compliance with both LAIF and County Policy requirements.

**Maturity Limits**

<b>Sector</b>	<b>Market Value</b>	<b>Maturity Limit</b>	<b>Current Maximum</b>	<b>In Compliance</b>
U.S. Treasury	427,885,909	7 years	4.9 years	<b>Yes</b>
Government Agency/GSE	2,318,224,425	7 years	4.8 years	<b>Yes</b>
Commercial Paper	319,681,127	270 days	162 days	<b>Yes</b>
Negotiable CDs	110,153,633	5 years	0.4 years	<b>Yes</b>
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	856,971,636	5 years	4.7 years	<b>Yes</b>
Repurchase Agreements	452,608,356	92 days	1 day	<b>Yes</b>
LAIF	50,007,333	N/A	1 day	<b>Yes</b>
Registered Warrants	-	5 years		Yes - None in Portfolio
Mutual Funds	-	N/A		Yes - None in Portfolio
<b>Overall Portfolio WAM</b>	<b>4,535,532,419</b>	<b>3 years</b>	<b>1.14 years</b>	<b>Yes</b>



## Issuer Compliance

Issuer	Total	Current Issuer Allocation <sup>1</sup>	Issuer Limit	Compliant?
U.S. Treasury	427,885,909	9.4%	100%	Yes
FHLB	1,212,385,271	26.7%	40%	Yes
FHLMC	576,096,282	12.7%	40%	Yes
FNMA	400,891,447	8.8%	40%	Yes
FFCB	128,851,425	2.8%	40%	Yes
Repurchase Agreement	452,608,356	10.0%	50%	Yes
LAIF <sup>2</sup>	50,007,333	1.1%	1.1%	Yes
Wells Fargo	150,173,671	3.3%	5%	Yes
Exxon Mobil Corp.	147,146,651	3.2%	5%	Yes
Toyota Motor Credit	94,843,107	2.1%	5%	Yes
Toronto-Dominion Bank	87,059,574	1.9%	5%	Yes
Apple Inc.	79,951,286	1.8%	5%	Yes
Royal Bank of Canada	75,338,114	1.7%	5%	Yes
Chevron	74,920,895	1.7%	5%	Yes
General Electric Capital	70,139,904	1.5%	5%	Yes
Bank of Tokyo-Mitsubishi UFJ	69,964,279	1.5%	5%	Yes
International Business Machines	56,106,493	1.2%	5%	Yes
Bank of Nova Scotia	54,977,611	1.2%	5%	Yes
Berkshire Hathaway	43,136,743	1.0%	5%	Yes
BNP Paribas	39,991,486	0.9%	5%	Yes
Rabobank	32,961,348	0.7%	5%	Yes
Bank of New York Mellon	25,037,947	0.6%	5%	Yes
Oracle	24,987,447	0.6%	5%	Yes
3M	24,807,488	0.5%	5%	Yes
US Bank	22,049,726	0.5%	5%	Yes
Bank of Montreal	21,995,324	0.5%	5%	Yes
Walt Disney Company	15,020,315	0.3%	5%	Yes
Merck & Co.	10,019,130	0.2%	5%	Yes
Coca-Cola	10,008,634	0.2%	5%	Yes
Cisco Systems	9,992,105	0.2%	5%	Yes
Procter & Gamble	9,015,403	0.2%	5%	Yes
Johnson & Johnson	8,579,491	0.2%	5%	Yes
Wal-Mart Stores	7,014,289	0.2%	5%	Yes
Microsoft	6,529,661	0.1%	5%	Yes
Eli Lilly & Co.	5,036,512	0.1%	5%	Yes
Home Depot	5,014,103	0.1%	5%	Yes
PNC Bank	4,987,660	0.1%	5%	Yes
	<b>4,535,532,419</b>	<b>100%</b>		

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

2. The LAIF amount was over \$50 million at period end due to accrued interest. As the initial investment was within the \$50 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.