



# San Mateo County

## Investment Portfolio Compliance Report



**July 31, 2015**

**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.

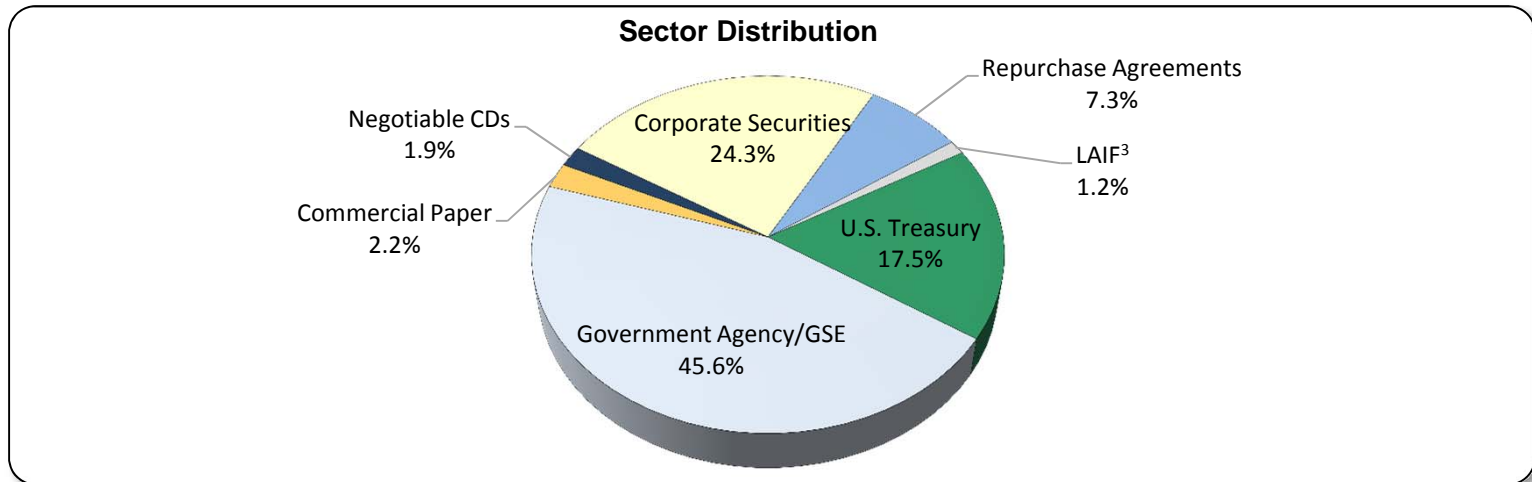
1. See San Mateo County Investment Policy Statement Calendar Year 2015 for a complete description of Policy requirements.

**County Comments**

- County comments: None

**Sector Allocations**

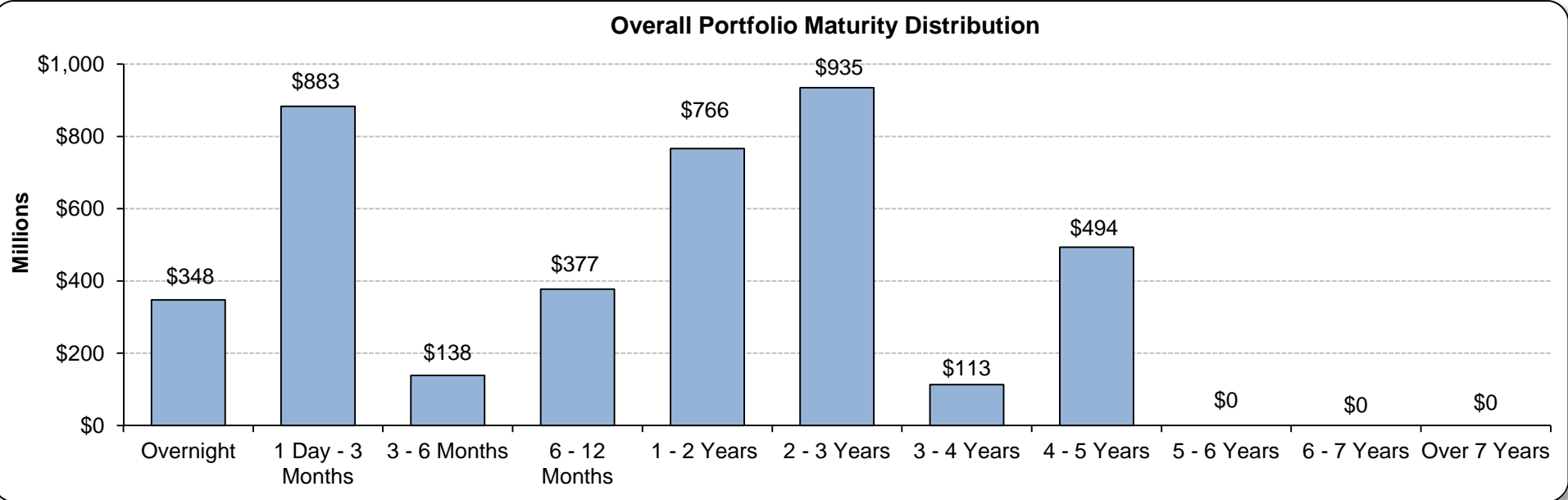
Sector	Market Value <sup>1</sup>	Sector Limit	Current Allocation <sup>2</sup>	In Compliance
U.S. Treasury	709,715,306	100%	17.5%	Yes
Government Agency/GSE	1,847,482,581	100%	45.6%	Yes
<i>Callable Agencies</i>	476,914,455	25%	11.8%	Yes
Commercial Paper	90,326,385	40%	2.2%	Yes
Negotiable CDs	75,034,851	30%	1.9%	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	983,894,784	30%	24.3%	Yes
Repurchase Agreements	297,500,000	100%	7.3%	Yes
LAIF <sup>3</sup>	50,007,333	\$50 million	1.2%	Yes
Registered Warrants	-	100%		Yes - None in Portfolio
Mutual Funds	-	10%		Yes - None in Portfolio
<b>Totals</b>	<b>4,053,961,240</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**

Sector	Market Value	Maturity Limit	Current Maximum	In Compliance
U.S. Treasury	709,715,306	7 years	4.9 years	Yes
Government Agency/GSE	1,847,482,581	7 years	4.9 years	Yes
Commercial Paper	90,326,385	270 days	70 days	Yes
Negotiable CDs	75,034,851	5 years	0.2 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	983,894,784	5 years	4.6 years	Yes
Repurchase Agreements	297,500,000	92 days	1 day	Yes
LAIF	50,007,333	N/A	1 day	Yes
Registered Warrants	-	5 years		Yes - None in Portfolio
Mutual Funds	-	N/A		Yes - None in Portfolio
<b>Overall Portfolio WAM</b>	<b>4,053,961,240</b>	<b>3 years</b>	<b>1.66 years</b>	<b>Yes</b>



## Issuer Compliance

<b>Issuer</b>	<b>Total</b>	<b>Current Issuer Allocation<sup>1</sup></b>	<b>Issuer Limit</b>	<b>Compliant?</b>
U.S. Treasury	709,715,306	17.5%	100%	Yes
FHLMC	721,142,123	17.8%	40%	Yes
FHLB	709,852,780	17.5%	40%	Yes
FNMA	391,460,138	9.7%	40%	Yes
FFCB	25,027,541	0.6%	40%	Yes
Repurchase Agreement	297,500,000	7.3%	50%	Yes
LAIF <sup>2</sup>	50,007,333	1.2%	1.2%	Yes
Bank of Nova Scotia	95,074,371	2.3%	5%	Yes
Toronto-Dominion Bank	87,158,391	2.1%	5%	Yes
Toyota Motor Credit	82,149,418	2.0%	5%	Yes
Apple Inc.	79,997,682	2.0%	5%	Yes
Wells Fargo	74,943,248	1.8%	5%	Yes
Exxon Mobil Corp.	72,339,735	1.8%	5%	Yes
BNP Paribas	68,346,319	1.7%	5%	Yes
Bank of Montreal	64,038,296	1.6%	5%	Yes
General Electric Capital	60,429,555	1.5%	5%	Yes
Royal Bank of Canada	60,191,038	1.5%	5%	Yes
Chevron	50,195,017	1.2%	5%	Yes
International Business Machines	46,089,208	1.1%	5%	Yes
Bank of New York Mellon	35,208,771	0.9%	5%	Yes
3M	34,717,798	0.9%	5%	Yes
Berkshire Hathaway	28,071,915	0.7%	5%	Yes
Oracle	25,009,797	0.6%	5%	Yes
Microsoft	22,129,192	0.5%	5%	Yes
US Bank	22,095,762	0.5%	5%	Yes
Coca-Cola	20,110,129	0.5%	5%	Yes
Wal-Mart Stores	17,083,684	0.4%	5%	Yes
Procter & Gamble	16,107,987	0.4%	5%	Yes
Westpac Bank	15,036,216	0.4%	5%	Yes
Walt Disney Company	14,993,585	0.4%	5%	Yes
Costco Corp.	11,017,545	0.3%	5%	Yes
Merck & Co.	10,040,397	0.2%	5%	Yes
Cisco Systems	9,987,559	0.2%	5%	Yes
Johnson & Johnson	8,648,868	0.2%	5%	Yes
Rabobank	8,025,650	0.2%	5%	Yes
Eli Lilly & Co.	5,016,517	0.1%	5%	Yes
PNC Bank	5,002,372	0.1%	5%	Yes
	<b>4,053,961,240</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.