



San Mateo County

Investment Portfolio Compliance Report



July 31, 2017

PFM Asset Management LLC

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Compliance Requirements Overview¹

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	No
<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 was temporarily out of compliance as of July 31, 2017, due to the purchase of an unrated FAMCA security (a GSE), which did not meet Policy's requirement that Government Agency/GSE securities have two "AA" ratings. The County sold the security to bring the portfolio back into full compliance with the County's Investment Policy.

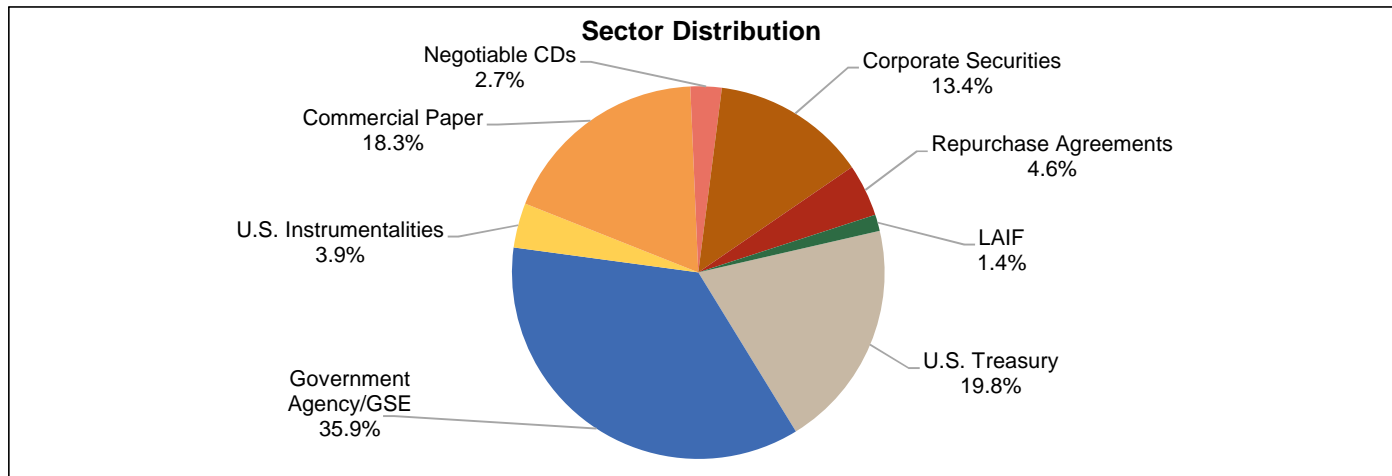
1. See San Mateo County Investment Policy Statement Calendar Year 2017 for a complete description of Policy requirements.

County Comments

- County Comments: None.

Sector Allocations

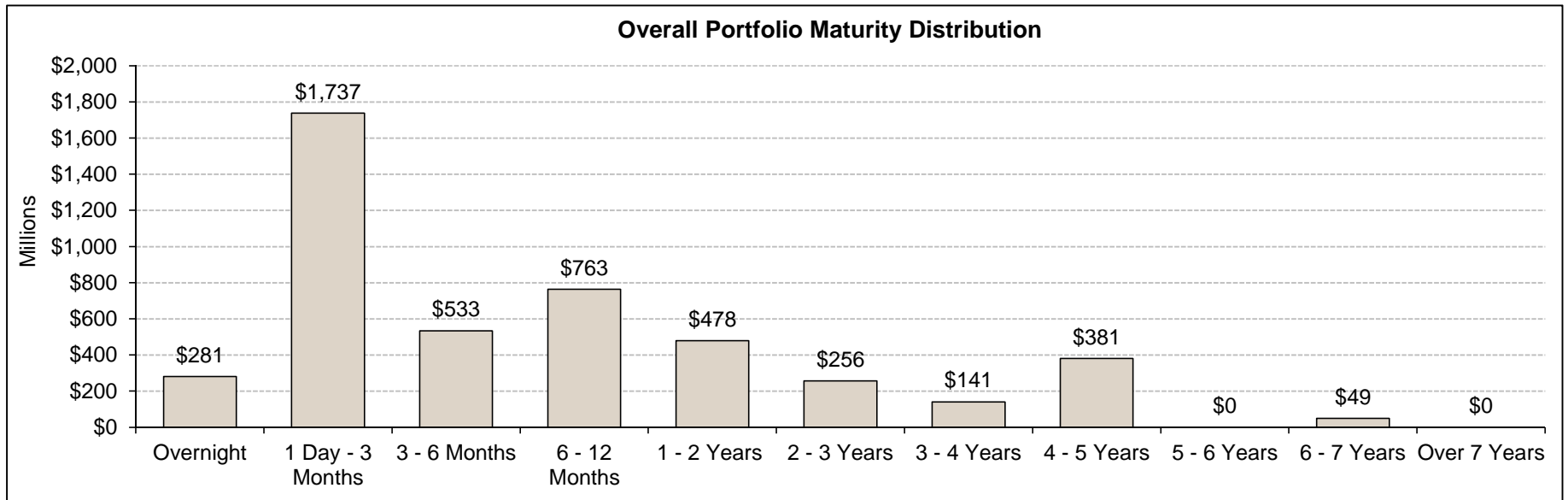
Sector	Market Value ¹	Sector Limit	Current Allocation ²	In Compliance
U.S. Treasury	916,939,446	100%	19.8%	Yes
Government Agency/GSE	1,658,516,811	100%	35.9%	Yes
<i>Callable Agencies</i>	207,710,963	25%	4.5%	Yes
U.S. Instrumentalities	180,108,028	30%	3.9%	Yes
Commercial Paper	843,647,927	40%	18.3%	Yes
Negotiable CDs	125,310,000	30%	2.7%	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	619,198,786	30%	13.4%	Yes
Repurchase Agreements	210,750,000	100%	4.6%	Yes
LAIF	65,029,178	\$65 million	1.4%	Yes
CA Municipal Obligations	-	30%		Yes - None in Portfolio
Mutual Funds	-	10%		Yes - None in Portfolio
Totals	4,619,500,175		100.0%	



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	916,939,446	7 years	6.3 years	Yes
Government Agency/GSE	1,658,516,811	7 years	4 years	Yes
U.S. Instrumentalities	180,108,028	5 years	4.5 years	Yes
Commercial Paper	843,647,927	270 days	214 days	Yes
Negotiable CDs	125,310,000	5 years	0.6 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	619,198,786	5 years	4.8 years	Yes
Repurchase Agreements	210,750,000	92 days	1 day	Yes
LAIF	65,029,178	N/A	1 day	Yes
CA Municipal Obligations	-	5 years		Yes - None in Portfolio
Mutual Funds	-	N/A		Yes - None in Portfolio
Overall Portfolio WAM	4,619,500,175	3 years	1.07 years	Yes



Issuer Compliance

Issuer	Total	Current Issuer Allocation¹	Issuer Limit	Compliant?
U.S. Treasury	916,939,446	19.8%	100%	Yes
FHLB	806,759,307	17.5%	40%	Yes
FHLMC	455,316,621	9.9%	40%	Yes
FNMA	326,485,054	7.1%	40%	Yes
FFCB	59,927,772	1.3%	40%	Yes
FAMCA	10,028,057	0.2%	40%	Yes
IBRD	180,108,028	3.9%	30%	Yes
LAIF	65,029,178	1.4%	1.4%	Yes
Repurchase Agreement	210,750,000	4.6%	50%	Yes
Swedbank	149,649,983	3.2%	5%	Yes
Wells Fargo	140,637,614	3.0%	5%	Yes
Canada Imperial Holding	137,433,943	3.0%	5%	Yes
Toyota Motor Credit	129,711,309	2.8%	5%	Yes
Exxon Mobil Corp.	110,138,454	2.4%	5%	Yes
Natixis NY	99,695,112	2.2%	5%	Yes
Bank of Tokyo-Mitsubishi UFJ	94,631,938	2.0%	5%	Yes
Chevron	85,376,416	1.8%	5%	Yes
Toronto-Dominion Bank	85,286,220	1.8%	5%	Yes
Bank of New York Mellon Corp	74,922,235	1.6%	5%	Yes
General Electric Capital Treasury	74,907,390	1.6%	5%	Yes
Bank of Montreal	62,205,307	1.3%	5%	Yes
US Bank	59,465,966	1.3%	5%	Yes
Apple Inc.	50,176,291	1.1%	5%	Yes
Berkshire Hathaway	48,174,084	1.0%	5%	Yes
Royal Bank of Canada	40,304,884	0.9%	5%	Yes
Rabobank	24,975,778	0.5%	5%	Yes
International Business Machines	15,066,444	0.3%	5%	Yes
3M	15,056,811	0.3%	5%	Yes

BNP Paribas NY Branch	14,966,400	0.3%	5%	Yes
Svenska Handelsbanken AB	10,071,123	0.2%	5%	Yes
Merck & Co.	10,058,852	0.2%	5%	Yes
Pepsi Co.	10,047,599	0.2%	5%	Yes
Cisco Systems	10,041,707	0.2%	5%	Yes
Bank of New York Mellon	5,122,008	0.1%	5%	Yes
United Parcel Service	5,053,210	0.1%	5%	Yes
Eli Lilly & Co.	5,021,627	0.1%	5%	Yes
PNC Bank	5,018,574	0.1%	5%	Yes
Home Depot	5,012,472	0.1%	5%	Yes
Microsoft	4,998,895	0.1%	5%	Yes
Walt Disney Company	4,928,069	0.1%	5%	Yes
	4,619,500,175	100%		

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.