



# San Mateo County

## Investment Portfolio Compliance Report



**May 31, 2013**

**PFM Asset Management LLC**

50 California Street, Suite 2300

San Francisco, CA 94111

415-982-5544

[www.pfm.com](http://www.pfm.com)

## Compliance Requirements Overview

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	Yes - None in Portfolio
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

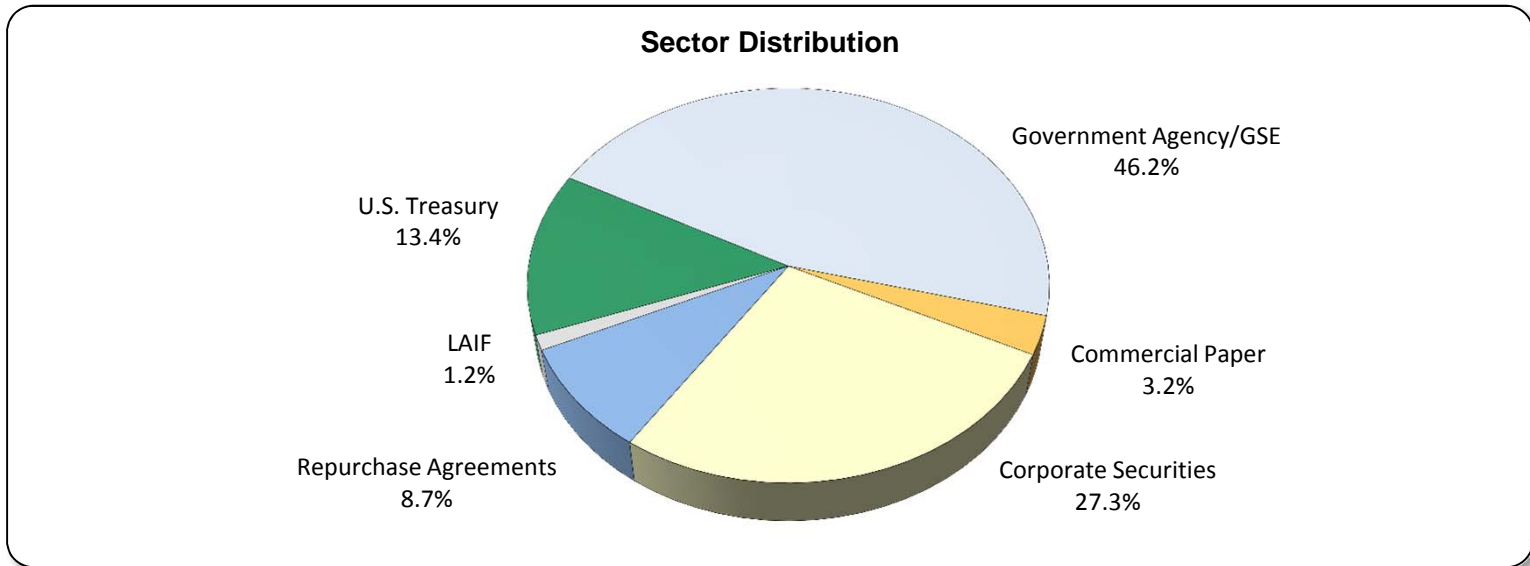
- The portfolio complies with the California Government Code and the County of San Mateo's Investment Policy as of the date of the report.

County Comments

➤ County comments:

**Sector Allocations**

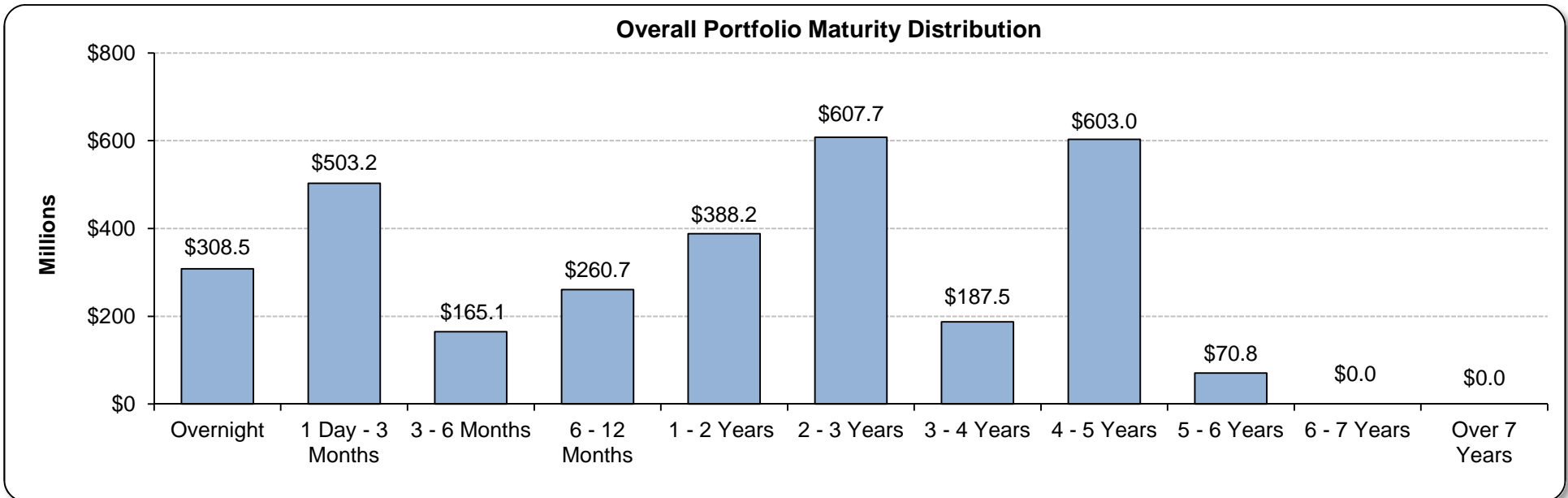
<b>Sector</b>	<b>Market Value<sup>1</sup></b>	<b>Sector Limit</b>	<b>Current Allocation</b>	<b>In Compliance</b>
U.S. Treasury	413,864,200	100%	13.4%	<b>Yes</b>
Government Agency/GSE	1,428,775,748	100%	46.2%	<b>Yes</b>
<i>Callable Agencies</i>	558,839,101	25%	18.1%	<b>Yes</b>
Commercial Paper	97,885,205	40%	3.2%	<b>Yes</b>
Negotiable CDs	-	30%		Yes - None in Portfolio
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	845,668,535	30%	27.3%	<b>Yes</b>
Repurchase Agreements	270,500,000	100%	8.7%	<b>Yes</b>
LAIF	38,012,624	\$50 million	1.2%	<b>Yes</b>
Registered Warrants	-	100%		Yes - None in Portfolio
Mutual Funds	-	10%		Yes - None in Portfolio
<b>Totals</b>	<b>3,094,706,313</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.

**Maturity Limits**

Sector	Market Value	Maturity Limit	Current Maximum	In Compliance
U.S. Treasury	413,864,200	7 years	5.3 years	Yes
Government Agency/GSE	1,428,775,748	7 years	5.2 years	Yes
Commercial Paper	97,885,205	270 days	248 days	Yes
Negotiable CDs	-	5 years		Yes - None in Portfolio
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	845,668,535	5 years	5 years	Yes
Repurchase Agreements	270,500,000	92 days	1 day	Yes
LAIF	38,012,624	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>3,094,706,313</b>	<b>3 years</b>	<b>2.00 years</b>	<b>Yes</b>



## Issuer Compliance

<u>Issuer</u>	<u>Total</u>	<u>Current Issuer Allocation</u>	<u>Issuer Limit</u>	<u>Compliant?</u>
U.S. Treasury	413,864,200	13.4%	100%	Yes
FNMA	416,244,467	13.5%	40%	Yes
FHLMC	461,754,086	14.9%	40%	Yes
FHLB	519,683,801	16.8%	40%	Yes
FFCB	31,093,394	1.0%	40%	Yes
Repurchase Agreement	270,500,000	8.7%	50%	Yes
LAIF	38,012,624	1.2%	2%	Yes
Wells Fargo	86,526,525	2.8%	5%	Yes
Toronto-Dominion Bank	82,595,301	2.7%	5%	Yes
General Electric Capital	71,248,436	2.3%	5%	Yes
Apple Inc.	69,609,949	2.2%	5%	Yes
Berkshire Hathaway	66,266,271	2.1%	5%	Yes
International Business Machines	61,161,884	2.0%	5%	Yes
Royal Bank of Canada	60,162,114	1.9%	5%	Yes
Toyota Motor Credit	55,594,442	1.8%	5%	Yes
Deutsche Bank	49,900,458	1.6%	5%	Yes
Procter & Gamble	37,622,812	1.2%	5%	Yes
Microsoft	36,212,876	1.2%	5%	Yes
Bank of Nova Scotia	35,068,073	1.1%	5%	Yes
Wal-Mart Stores	27,515,389	0.9%	5%	Yes
AT&T	25,057,508	0.8%	5%	Yes
National Australian Bank	20,455,873	0.7%	5%	Yes
Cisco Systems	20,066,034	0.6%	5%	Yes
Bank of New York Mellon	20,019,645	0.6%	5%	Yes
Google	17,371,374	0.6%	5%	Yes
International Business Machines	15,098,551	0.5%	5%	Yes
Walt Disney Company	15,004,852	0.5%	5%	Yes
Johnson & Johnson	14,787,685	0.5%	5%	Yes
Costco Corp.	11,061,893	0.4%	5%	Yes
Merck & Co.	10,031,480	0.3%	5%	Yes
Rabobank	8,047,691	0.3%	5%	Yes
Bank of Montreal	7,012,261	0.2%	5%	Yes
Coca-Cola	6,001,735	0.2%	5%	Yes
United Technologies Corp.	5,050,553	0.2%	5%	Yes
Verizon Communications	4,984,974	0.2%	5%	Yes
Anheuser-Busch InBev	4,017,101	0.1%	5%	Yes
	<b>3,094,706,313</b>	<b>100%</b>		

**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.