

**Date:** November 3, 2017

**Who:** Kent Grealish                      Diane Papan, Council Member  
Hal Fick                                      Drew Corbett  
Margaret Taylor                          Lisa Wesley

**What:** **INVESTMENT ADVISORY COMMITTEE**

**When:** November 9, 2017 (Thursday)  
3:30 to 5:00 p.m.

**Where:** City of San Mateo - Room C  
330 West 20<sup>th</sup> Avenue  
San Mateo, CA 94403

### AGENDA

1. Welcome new member - Margaret Taylor
2. PFM - Portfolio Review
  - Yield Trend
  - Strategy
  - Market Value
3. Review Quarterly Report- July 2017 to September 2017
4. Confirm next meeting date(s)

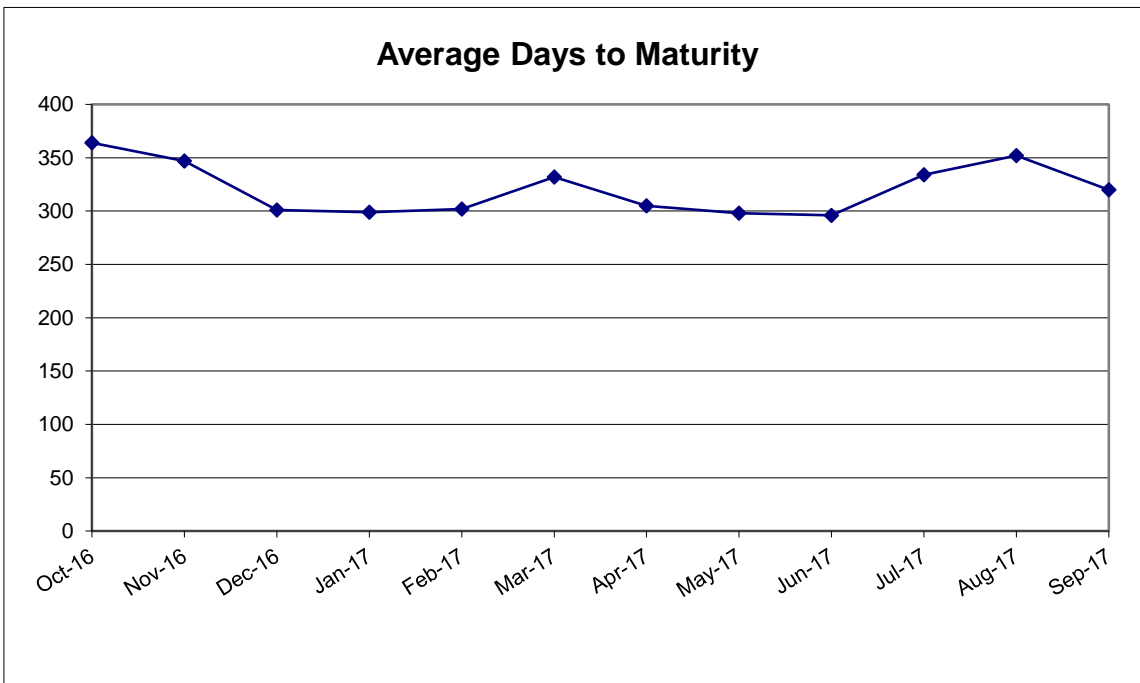
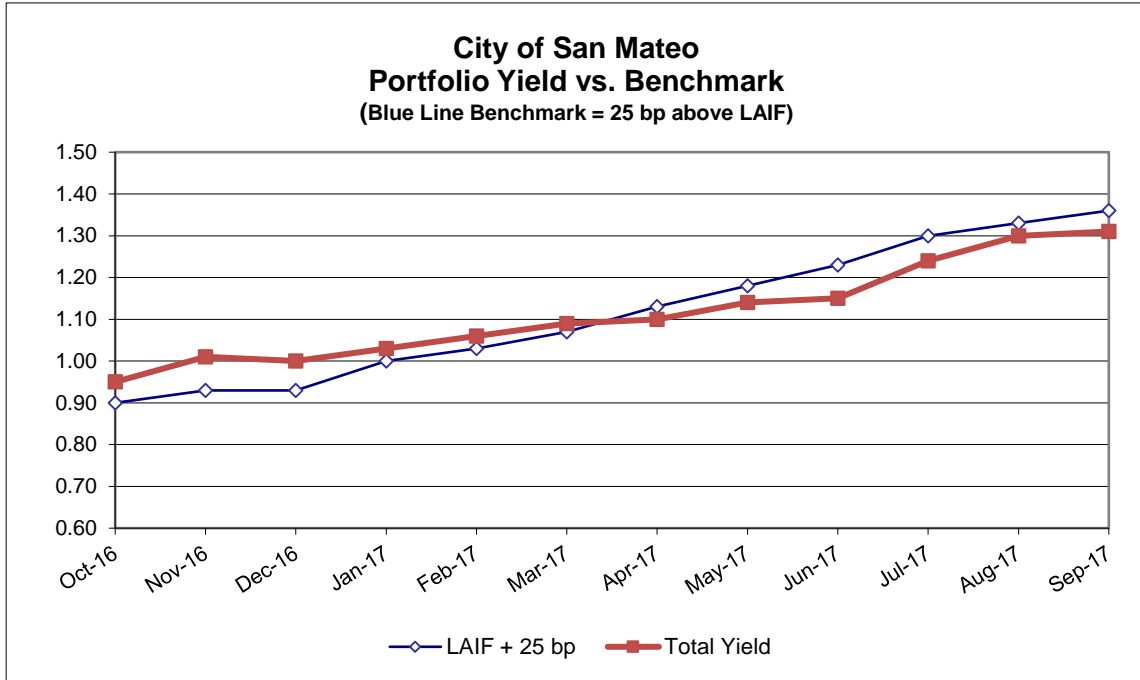
For more detailed information regarding LAIF and San Mateo County Pool investments, please refer to:

LAIF: <http://www.treasurer.ca.gov/pmia-laif/laif.asp>

SM County Pool: <http://www.sanmateocountytreasurer.org/investmentReports.html>

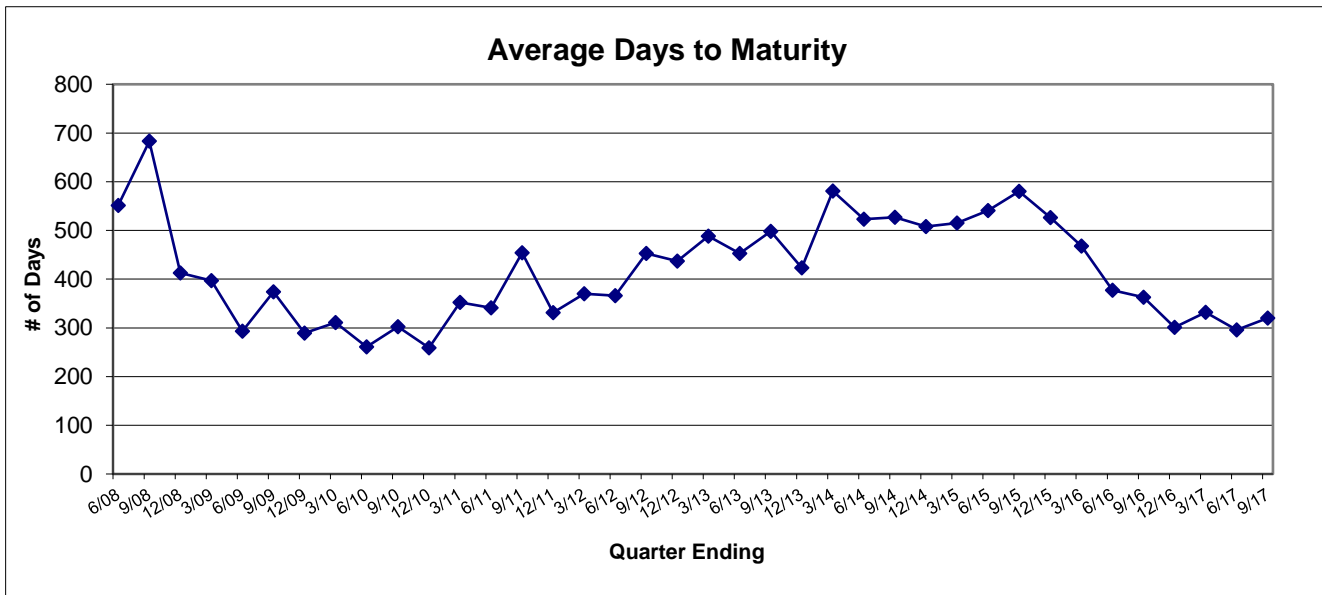
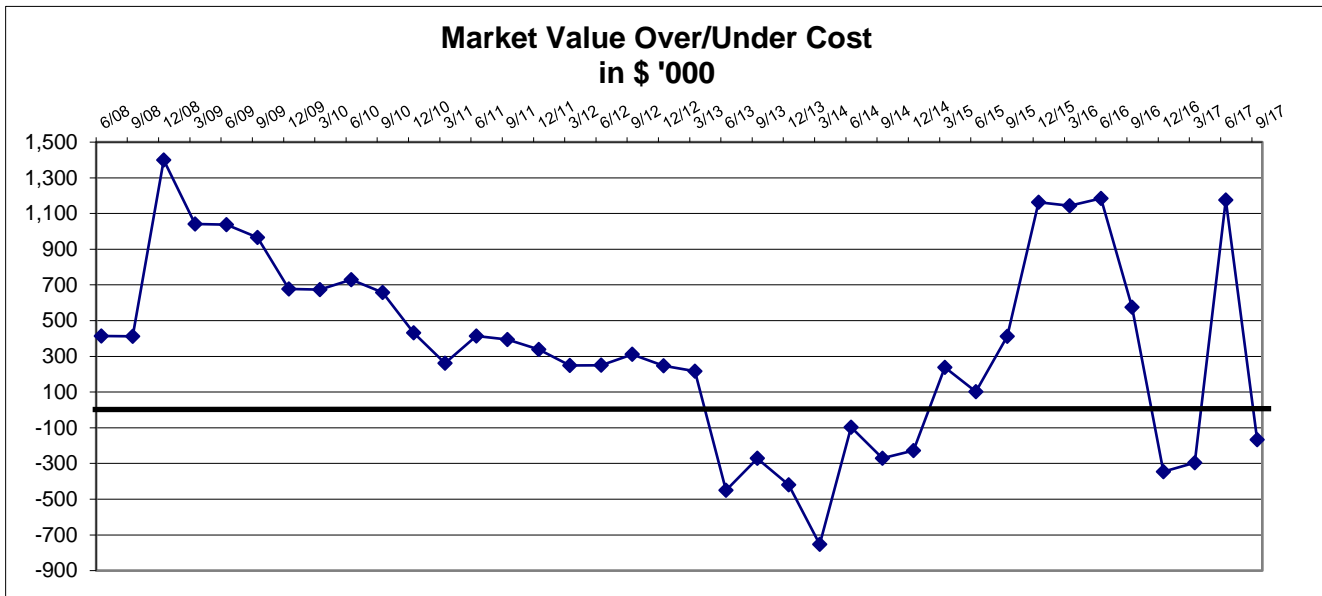
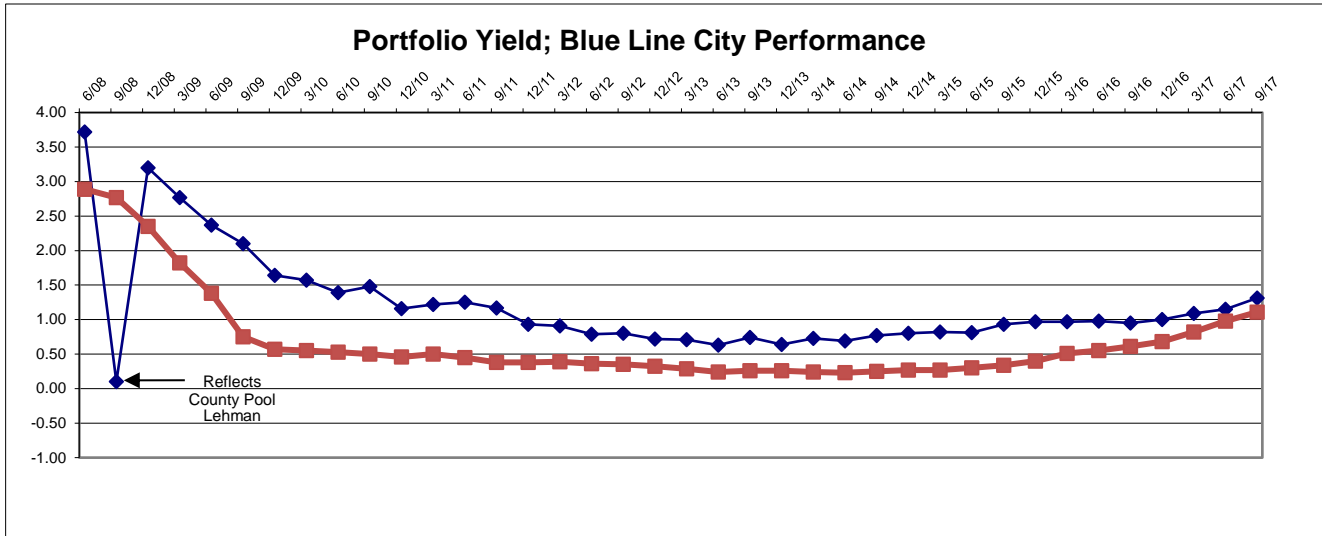
<i>Investment Advisory Committee Meetings</i>			<b>Quarterly Investment Report</b>	<b>City Council Meetings Agenda</b>
Jan 18, 2018	3:30 p.m.	Room A	Oct/Nov/Dec	N/A
April 19, 2018	3:30 p.m.	Room A	Jan/Feb/Mar	N/A
July 19, 2018	3:30 p.m.	Room A	April/May/June	N/A
Oct 18, 2018	3:30 p.m.	Room A	July/Aug/Sept	N/A

# City of San Mateo Current Year - 12 Month Trend



# City of San Mateo Historical Trend by Quarter

11/3/2017





**City - Managed Portfolio  
Summary of Investment Transactions  
July - September 2017**

Purchases	Date	Par Value	Issuer	Coupon	Maturity Range	Price
			_____			
		\$ -				
Maturities	Date	Face Value	Issuer	Coupon	CUSIP	
	8/31/2017	\$ 2,000,000	US TREASURY	0.630%	912828TM2	
	9/20/2017	\$ 2,000,000	FHLMC	1.000%	3134GA7D05	
	9/27/2017	\$ 2,000,000	FNMA	1.250%	3136G0J28	
			_____			
		\$ 6,000,000				
Calls	Date	Face Value	Issuer	Coupon	CUSIP	
	9/20/2017	\$ 2,000,000	FNMA	1.000%	3135G0PP23	
	9/27/2017	\$ 2,000,000	FHLMC	1.630%	3134G BBB7	
			_____			
		\$ 4,000,000				
Renewals	Date	Face Value	Issuer	Coupon	Term	
		_____				
		\$ -				



**Portfolio Compliance Report**  
July 31, 2017

**Investment Summary - Aggregate Portfolio**

Security Type	Original Cost	Market Value <sup>1</sup>	Amortized Cost <sup>2</sup>	% of Portfolio	% Permitted by Policy	In Compliance	Average Maturity <sup>3</sup>	Average Yield <sup>5</sup>
Cash Equivalents	\$3,500,000	\$3,500,000	\$3,500,000	2%	100%	✓	1	0.35%
Money Market Funds	\$9,066	\$9,066	\$9,066	<1%	20%	✓	1	0.00%
Investment Pools	\$109,514,047	\$109,514,047	\$109,514,047	52%	30-65% <sup>4</sup>	✓	1	1.16%
<b>Total Liquidity</b>	<b>\$113,023,113</b>	<b>\$113,023,113</b>	<b>\$113,023,113</b>	<b>53%</b>			<b>1</b>	<b>1.14%</b>
Certificates of Deposit	\$9,854,193	\$9,870,276	\$9,854,459	5%	30%	✓	505	1.45%
U.S. Treasury Notes	\$31,612,249	\$31,662,618	\$30,708,645	15%	100%	✓	866	1.37%
Federal Agency Securities	\$52,329,997	\$52,233,567	\$52,311,781	25%	70%	✓	628	1.26%
Medium-Term Corporate Notes	\$4,541,523	\$4,540,355	\$4,534,068	2%	20%	✓	1,177	2.04%
<b>Total Securities</b>	<b>\$98,337,961</b>	<b>\$98,306,816</b>	<b>\$97,408,952</b>	<b>47%</b>			<b>717</b>	<b>1.35%</b>
<b>Total Portfolio</b>	<b>\$211,361,074</b>	<b>\$211,329,928</b>	<b>\$210,432,065</b>	<b>100%</b>			<b>334</b>	<b>1.24%</b>
<i>Internal</i>	<i>\$159,434,858</i>	<i>\$159,561,185</i>	<i>\$159,561,483</i>	<i>76%</i>			<i>123</i>	<i>1.15%</i>
<i>External</i>	<i>\$51,926,216</i>	<i>\$51,768,743</i>	<i>\$50,870,582</i>	<i>24%</i>			<i>984</i>	<i>1.51%</i>
<b>Bonded Debt Portfolio</b>	<b>\$6,660,951</b>	<b>\$6,660,951</b>	<b>\$6,660,951</b>					<b>0.38%</b>

1. Market values provided by The Bank of New York Mellon Trust Company.

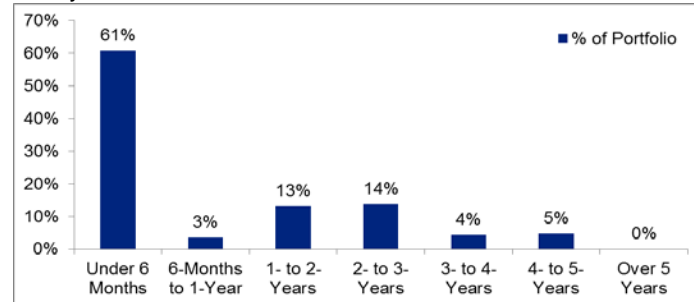
2. Amortized cost is the original cost of the principal of the security adjusted for the amount of the periodic reduction of any discount or premium from the purchase date until the date of the report.

3. Averages shown are weighted averages calculated based on original cost. Average maturity is shown as days.

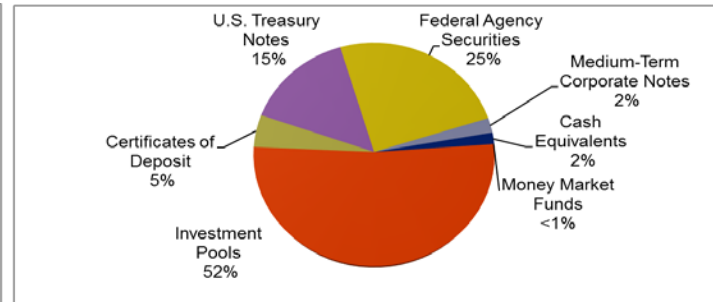
4. The City is currently allowed to invest in two investors pools—the San Mateo County Pool and the Local Agency Investment Fund. The City may invest up to \$65 million or 65% of its portfolio in LAIF and 30% of its portfolio in the San Mateo County Pool.

5. The San Mateo County pool yield is an estimated July 2017 gross earnings rate as of July 31, 2017.

**Maturity Distribution<sup>6</sup>**



**Sector Distribution**



6. The portfolio is compliant with its liquidity standard. To ensure sufficient liquidity at least 25% of the market value of the portfolio is invested in liquid securities or deposits with a remaining maturity of six months or less. Percentages may not add up to 100% due to rounding.



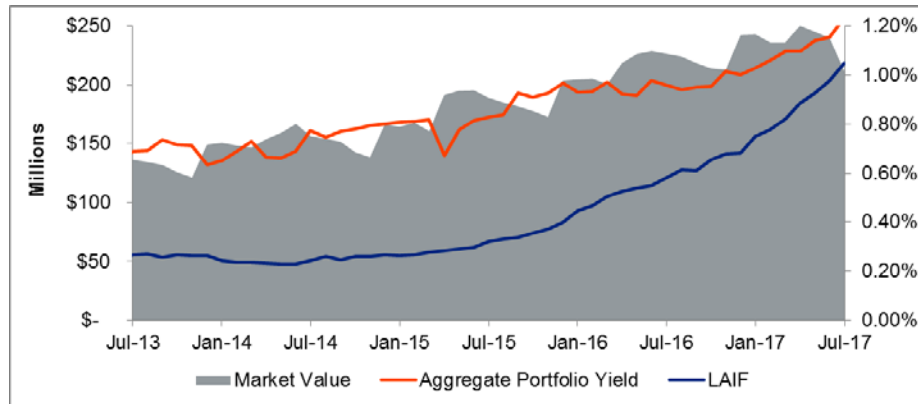
**City of San Mateo  
Portfolio Compliance Report  
July 31, 2017**

**Compliance**

	Yes	No
Liquidity	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Permitted types of investments	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Limits within investment categories	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Limits within single agency/institution	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Limits relating to maturity	<input checked="" type="checkbox"/>	<input type="checkbox"/>
The investment report herein shown along with ongoing income provides sufficient liquidity to meet estimated expenditures for next 12 months	<input checked="" type="checkbox"/>	<input type="checkbox"/>

**Portfolio Yield vs. LAIF**

**Historical Portfolio Data**



*Drew Corbett*

Drew Corbett  
Finance Director

25-Oct-17

Date



**City of San Mateo**  
**Portfolio Compliance Report**  
 July 31, 2017

**Issuer Detail - Aggregate Portfolio**

Issuer	Original Cost	Market Value <sup>1</sup>	Amortized Cost <sup>2</sup>	% of Portfolio	% Permitted by Policy	In Compliance	Average Maturity <sup>3</sup>	Average Yield <sup>4</sup>
<b>Cash Equivalents</b>	<b>3,500,000</b>	<b>3,500,000</b>	<b>3,500,000</b>	<b>2%</b>			<b>1</b>	<b>0.35%</b>
East West Bank	3,500,000	3,500,000	3,500,000	2%	100%	✓	1	0.35%
<b>Money Market Funds</b>	<b>9,066</b>	<b>9,066</b>	<b>9,066</b>	<b>&lt;1%</b>			<b>1</b>	<b>0.00%</b>
Dreyfus	9,066	9,066	9,066	<1%	10%	✓	1	0.00%
<b>Investment Pools</b>	<b>109,514,047</b>	<b>109,514,047</b>	<b>109,514,047</b>	<b>52%</b>			<b>1</b>	<b>1.16%</b>
San Mateo County Pool	61,000,628	61,000,628	61,000,628	29%	30%	✓	1	1.25%
Local Agency Investment Fund	48,513,419	48,513,419	48,513,419	23%	65%	✓	1	1.05%
<b>Certificates of Deposit</b>	<b>9,854,193</b>	<b>9,870,276</b>	<b>9,854,459</b>	<b>5%</b>			<b>505</b>	<b>1.45%</b>
<b>U.S. Treasury Notes</b>	<b>31,612,249</b>	<b>31,662,618</b>	<b>30,708,645</b>	<b>15%</b>			<b>866</b>	<b>1.37%</b>
U.S. Treasury	31,612,249	31,662,618	30,708,645	15%	100%	✓	866	1.37%
<b>Federal Agency Securities</b>	<b>52,329,997</b>	<b>52,233,567</b>	<b>52,311,781</b>	<b>25%</b>			<b>628</b>	<b>1.26%</b>
FNMA	20,846,662	20,749,695	20,809,246	10%	40%	✓	615	1.20%
FHLB	13,324,441	13,314,744	13,322,067	6%	40%	✓	721	1.39%
FHLMC	13,161,444	13,175,587	13,180,678	6%	40%	✓	726	1.35%
FFCB	4,997,450	4,993,540	4,999,791	2%	40%	✓	174	0.93%
<b>Medium-Term Corporate Notes</b>	<b>4,541,523</b>	<b>4,540,355</b>	<b>4,534,068</b>	<b>2%</b>			<b>1177</b>	<b>2.04%</b>
Wells Fargo	969,285	962,797	964,376	<1%	5%	✓	1225	2.08%
American Honda Finance	764,741	756,517	765,636	<1%	5%	✓	1501	1.84%
American Express Company	584,392	589,774	584,473	<1%	5%	✓	946	2.24%
Bank of New York	497,081	493,709	493,623	<1%	5%	✓	581	1.71%
Berkshire Hathaway	159,845	159,026	159,894	<1%	5%	✓	745	1.33%
Toyota	679,687	682,659	679,717	<1%	5%	✓	991	1.97%
John Deere	134,918	135,606	134,921	<1%	5%	✓	1057	1.97%
IBM Corp	751,575	760,268	751,429	<1%	5%	✓	1641	2.45%
<b>Grand Total</b>	<b>211,361,074</b>	<b>211,329,928</b>	<b>210,432,065</b>	<b>100%</b>			<b>334</b>	<b>1.24%</b>

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4. The San Mateo County pool yield is an estimated July 2017 gross earnings rate as of July 31, 2017



**City of San Mateo**  
**Bond Proceeds/Bond Reserve Portfolio**  
 July 31, 2017

Account Name	Type*	Issuer	Origination Date	Expiration or Maturity Date	Book Value	Stated Rate/Yield
South Bayfront Levee Flood Control Bond 2011A	C	LAIF	02/15/11	open	81,037	0.00%
Sewer Revenue Bond 2011	C	LAIF	05/12/11	open	-	0.00%
Sewer Revenue Bond 2014	C	Goldman Sachs Cash	06/11/14	open	2,991,999	0.00%
<b>Subtotal Construction &amp; Other</b>					<b>\$ 3,073,035</b>	<b>0.00%</b>
Landfill Closure Bond 2003	R	AIG GIC MF	05/21/04	07/27/34	592,183	0.00%
Merged Area Tax Allocation Bonds Res 2007A	R	FNMA <sup>(a)</sup>	12/04/12	10/26/17	1,337,446	0.875%
Sewer Revenue Bond 2011	R	FNMA <sup>(b)</sup>	07/18/13	09/28/16	1,093,461	1.25%
South Bayfront Levee Flood Control Bond 2011A	R	Dreyfus	01/19/16	open	564,826	0.00%
<b>Subtotal Debt Reserve</b>					<b>\$ 3,587,916</b>	<b>0.71%</b>
<b>Total and Average</b>					<b>\$ 6,660,951</b>	<b>0.38%</b>

\* C=Construction, R=Debt Reserve

<sup>(a)</sup> Coupon 0.875%, purchased @ 100.628

<sup>(b)</sup> Coupon 1.25% purchased @ 101.575





**Portfolio Compliance Report**  
August 31, 2017

**Investment Summary - Aggregate Portfolio**

Security Type	Original Cost	Market Value <sup>1</sup>	Amortized Cost <sup>2</sup>	% of Portfolio	% Permitted by Policy	In Compliance	Average Maturity <sup>3</sup>	Average Yield <sup>5</sup>
Cash Equivalents	\$250,000	\$250,000	\$250,000	<1%	100%	✓	1	1.08%
Money Market Funds	\$5,963	\$5,963	\$5,963	<1%	20%	✓	1	0.00%
Investment Pools	\$100,941,518	\$100,941,518	\$100,941,518	51%	30-65% <sup>4</sup>	✓	1	1.23%
<b>Total Liquidity</b>	<b>\$101,197,481</b>	<b>\$101,197,481</b>	<b>\$101,197,481</b>	<b>51%</b>			<b>1</b>	<b>1.23%</b>
Certificates of Deposit	\$11,753,803	\$11,786,837	\$11,754,118	6%	30%	✓	541	1.49%
U.S. Treasury Notes	\$30,545,879	\$30,682,389	\$30,642,704	15%	100%	✓	927	1.43%
Federal Agency Securities	\$50,496,336	\$50,471,406	\$50,477,296	25%	70%	✓	592	1.27%
Medium-Term Corporate Notes	\$4,541,523	\$4,547,498	\$4,533,615	2%	20%	✓	1,146	2.04%
<b>Total Securities</b>	<b>\$97,337,540</b>	<b>\$97,488,130</b>	<b>\$97,407,734</b>	<b>49%</b>			<b>716</b>	<b>1.39%</b>
<b>Total Portfolio</b>	<b>\$198,535,021</b>	<b>\$198,685,611</b>	<b>\$198,605,215</b>	<b>100%</b>			<b>352</b>	<b>1.30%</b>
<i>Internal</i>	<i>\$146,624,361</i>	<i>\$146,768,097</i>	<i>\$146,743,603</i>	<i>74%</i>			<i>124</i>	<i>1.21%</i>
<i>External</i>	<i>\$51,910,660</i>	<i>\$51,917,514</i>	<i>\$51,861,612</i>	<i>26%</i>			<i>996</i>	<i>1.58%</i>
<b>Bonded Debt Portfolio</b>	<b>\$6,664,386</b>	<b>\$6,664,386</b>	<b>\$6,664,386</b>					<b>0.38%</b>

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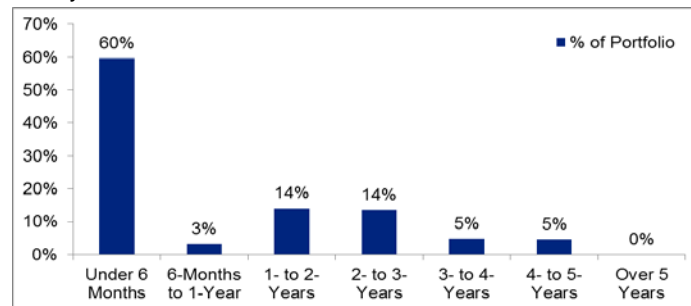
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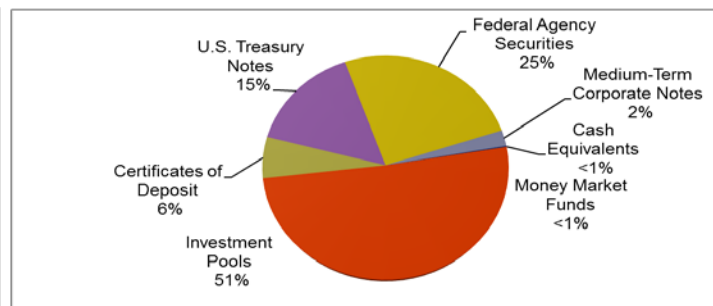
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**Maturity Distribution<sup>6</sup>**



**Sector Distribution**



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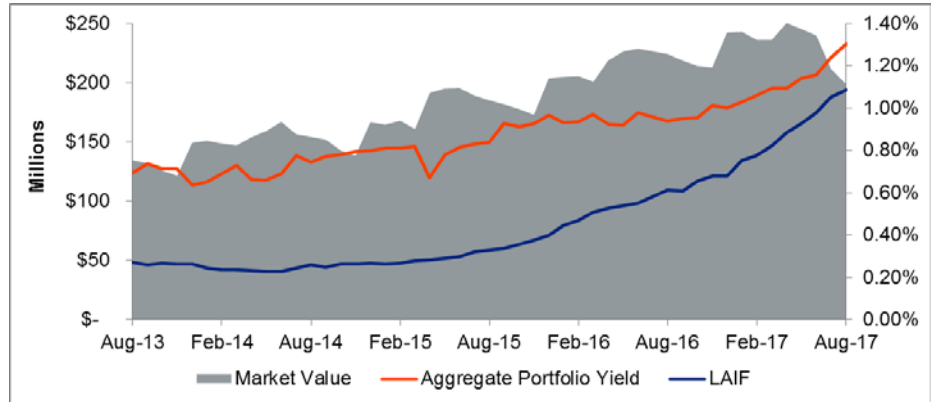
**City of San Mateo  
Portfolio Compliance Report  
August 31, 2017**

**Compliance**

- |  | Yes                                 | No                       |
|--|-------------------------------------|--------------------------|
| Liquidity  | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| Permitted types of investments   | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| Limits within investment categories  | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| Limits within single agency/institution  | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| Limits relating to maturity  | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| The investment report herein shown along with ongoing income provides sufficient liquidity to meet estimated expenditures for next 12 months | <input checked="" type="checkbox"/> | <input type="checkbox"/> |

**Portfolio Yield vs. LAIF**

**Historical Portfolio Data**



*Drew Corbett*

Drew Corbett  
Finance Director

25-Oct-17

Date



**City of San Mateo**  
**Portfolio Compliance Report**  
 August 31, 2017

**Issuer Detail - Aggregate Portfolio**

Issuer	Original Cost	Market Value <sup>1</sup>	Amortized Cost <sup>2</sup>	% of Portfolio	% Permitted by Policy	In Compliance	Average Maturity <sup>3</sup>	Average Yield <sup>4</sup>
<b>Cash Equivalents</b>	<b>250,000</b>	<b>250,000</b>	<b>250,000</b>	<b>&lt;1%</b>			<b>1</b>	<b>1.08%</b>
East West Bank	250,000	250,000	250,000	<1%	100%	✓	1	1.08%
<b>Money Market Funds</b>	<b>5,963</b>	<b>5,963</b>	<b>5,963</b>	<b>&lt;1%</b>			<b>1</b>	<b>0.00%</b>
Dreyfus	5,963	5,963	5,963	<1%	10%	✓	1	0.00%
<b>Investment Pools</b>	<b>100,941,518</b>	<b>100,941,518</b>	<b>100,941,518</b>	<b>51%</b>			<b>1</b>	<b>1.23%</b>
San Mateo County Pool	54,428,100	54,428,100	54,428,100	27%	30%	✓	1	1.35%
Local Agency Investment Fund	46,513,419	46,513,419	46,513,419	23%	65%	✓	1	1.08%
<b>Certificates of Deposit</b>	<b>11,753,803</b>	<b>11,786,837</b>	<b>11,754,118</b>	<b>6%</b>			<b>541</b>	<b>1.49%</b>
<b>U.S. Treasury Notes</b>	<b>30,545,879</b>	<b>30,682,389</b>	<b>30,642,704</b>	<b>15%</b>			<b>927</b>	<b>1.43%</b>
U.S. Treasury	30,545,879	30,682,389	30,642,704	15%	100%	✓	927	1.43%
<b>Federal Agency Securities</b>	<b>50,496,336</b>	<b>50,471,406</b>	<b>50,477,296</b>	<b>25%</b>			<b>592</b>	<b>1.27%</b>
FNMA	21,017,501	20,944,790	20,976,178	11%	40%	✓	636	1.23%
FHLB	11,319,941	11,347,468	11,319,371	6%	40%	✓	588	1.40%
FHLMC	13,161,444	13,183,397	13,181,913	7%	40%	✓	695	1.35%
FFCB	4,997,450	4,995,750	4,999,834	3%	40%	✓	143	0.93%
<b>Medium-Term Corporate Notes</b>	<b>4,541,523</b>	<b>4,547,498</b>	<b>4,533,615</b>	<b>2%</b>			<b>1146</b>	<b>2.04%</b>
Wells Fargo	969,285	963,281	964,030	<1%	5%	✓	1194	2.08%
American Honda Finance	764,741	760,029	765,721	<1%	5%	✓	1470	1.84%
American Express Company	584,392	590,049	584,489	<1%	5%	✓	915	2.24%
Bank of New York	497,081	493,357	493,426	<1%	5%	✓	550	1.71%
Berkshire Hathaway	159,845	159,181	159,898	<1%	5%	✓	714	1.33%
Toyota	679,687	683,094	679,725	<1%	5%	✓	960	1.97%
John Deere	134,918	135,662	134,923	<1%	5%	✓	1026	1.97%
IBM Corp	751,575	762,848	751,404	<1%	5%	✓	1610	2.45%
<b>Grand Total</b>	<b>198,535,021</b>	<b>198,685,611</b>	<b>198,605,215</b>	<b>100%</b>			<b>352</b>	<b>1.30%</b>

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4. The San Mateo County pool yield is an estimated August 2017 gross earnings rate as of August 31, 2017



**City of San Mateo**  
**Bond Proceeds/Bond Reserve Portfolio**  
**August 31, 2017**

Account Name	Type*	Issuer	Origination Date	Expiration or Maturity Date	Book Value	Stated Rate/Yield
South Bayfront Levee Flood Control Bond 2011A	C	LAIF	02/15/11	open	81,222	0.00%
Sewer Revenue Bond 2011	C	LAIF	05/12/11	open	-	0.00%
Sewer Revenue Bond 2014	C	Goldman Sachs Cash	06/11/14	open	2,994,133	0.00%
<b>Subtotal Construction &amp; Other</b>					<b>\$ 3,075,355</b>	<b>0.00%</b>
Landfill Closure Bond 2003	R	AIG GIC MF	05/21/04	07/27/34	592,227	0.00%
Merged Area Tax Allocation Bonds Res 2007A	R	FNMA <sup>(a)</sup>	12/04/12	10/26/17	1,337,490	0.875%
Sewer Revenue Bond 2011	R	FNMA <sup>(b)</sup>	07/18/13	09/28/16	1,094,221	1.25%
South Bayfront Levee Flood Control Bond 2011A	R	Dreyfus	01/19/16	open	565,093	0.00%
<b>Subtotal Debt Reserve</b>					<b>\$ 3,589,031</b>	<b>0.71%</b>
<b>Total and Average</b>					<b>\$ 6,664,386</b>	<b>0.38%</b>

\* C=Construction, R=Debt Reserve

<sup>(a)</sup> Coupon 0.875%, purchased @ 100.628

<sup>(b)</sup> Coupon 1.25% purchased @ 101.575



**Portfolio Compliance Report**  
September 30, 2017

**Investment Summary - Aggregate Portfolio**

Security Type	Original Cost	Market Value <sup>1</sup>	Amortized Cost <sup>2</sup>	% of Portfolio	% Permitted by Policy	In Compliance	Average Maturity <sup>3</sup>	Average Yield <sup>5</sup>
Cash Equivalents	\$250,000	\$250,000	\$250,000	<1%	100%	✓	1	1.08%
Money Market Funds	\$8,063	\$8,063	\$8,063	<1%	20%	✓	1	0.00%
Investment Pools	\$111,903,921	\$111,903,921	\$111,903,921	56%	30-65% <sup>4</sup>	✓	1	1.22%
<b>Total Liquidity</b>	<b>\$112,161,984</b>	<b>\$112,161,984</b>	<b>\$112,161,984</b>	<b>56%</b>			<b>1</b>	<b>1.22%</b>
Certificates of Deposit	\$12,268,803	\$12,288,232	\$12,269,168	6%	30%	✓	531	1.52%
U.S. Treasury Notes	\$30,545,878	\$30,558,879	\$30,642,910	15%	100%	✓	897	1.43%
Federal Agency Securities	\$39,981,988	\$39,884,688	\$39,975,760	20%	70%	✓	584	1.29%
Medium-Term Corporate Notes	\$6,543,449	\$6,524,312	\$6,534,248	3%	20%	✓	1,081	1.96%
<b>Total Securities</b>	<b>\$89,340,118</b>	<b>\$89,256,110</b>	<b>\$89,422,085</b>	<b>44%</b>			<b>720</b>	<b>1.42%</b>
<b>Total Portfolio</b>	<b>\$201,502,102</b>	<b>\$201,418,094</b>	<b>\$201,584,070</b>	<b>100%</b>			<b>320</b>	<b>1.31%</b>
<i>Internal</i>	<i>\$149,612,869</i>	<i>\$149,732,704</i>	<i>\$149,741,777</i>	<i>74%</i>			<i>92</i>	<i>1.20%</i>
<i>External</i>	<i>\$51,889,234</i>	<i>\$51,685,389</i>	<i>\$51,842,292</i>	<i>26%</i>			<i>978</i>	<i>1.60%</i>
<b>Bonded Debt Portfolio</b>	<b>\$6,664,690</b>	<b>\$6,664,690</b>	<b>\$6,664,690</b>					<b>0.38%</b>

1. Market values provided by The Bank of New York Mellon Trust Company.

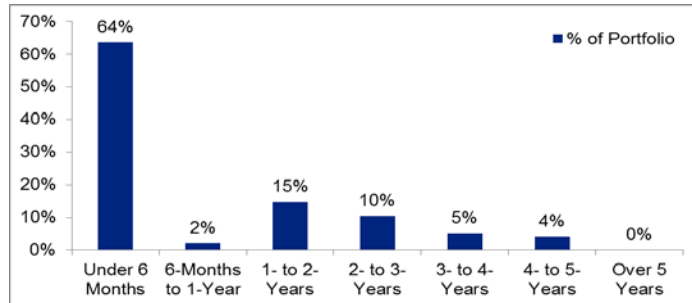
2. Amortized cost is the original cost of the principal of the security adjusted for the amount of the periodic reduction of any discount or premium from the purchase date until the date of the report.

3. Averages shown are weighted averages calculated based on original cost. Average maturity is shown as days.

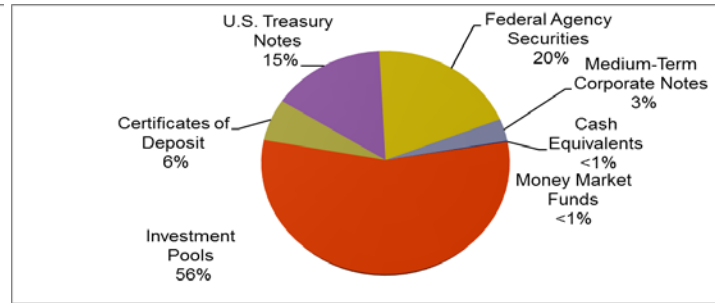
4. The City is currently allowed to invest in two investors pools—the San Mateo County Pool and the Local Agency Investment Fund. The City may invest up to \$65 million or 65% of its portfolio in LAIF and 30% of its portfolio in the San Mateo County Pool.

5. The San Mateo County pool yield is an estimated September 2017 gross earnings rate as of September 30, 2017.

**Maturity Distribution<sup>6</sup>**



**Sector Distribution**



6. The portfolio is compliant with its liquidity standard. To ensure sufficient liquidity at least 25% of the market value of the portfolio is invested in liquid securities or deposits with a remaining maturity of six months or less. Percentages may not add up to 100% due to rounding.



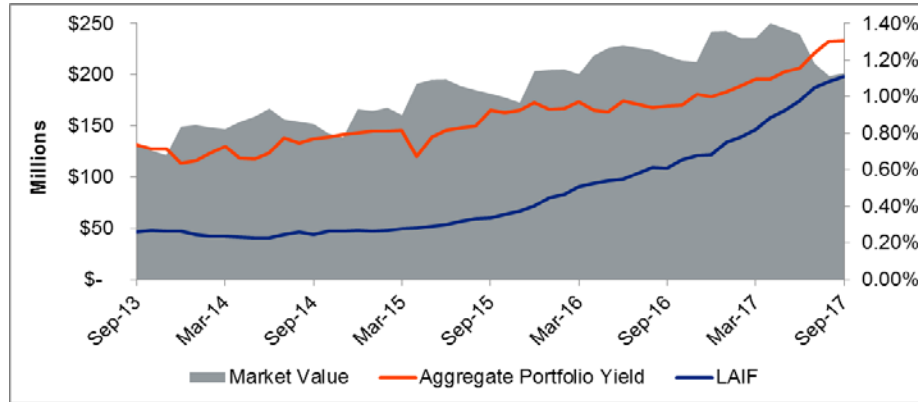
**City of San Mateo  
Portfolio Compliance Report  
September 30, 2017**

**Compliance**

- |  | Yes                                 | No                       |
|--|-------------------------------------|--------------------------|
| Liquidity  | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| Permitted types of investments   | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| Limits within investment categories  | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| Limits within single agency/institution  | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| Limits relating to maturity  | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| The investment report herein shown along with ongoing income provides sufficient liquidity to meet estimated expenditures for next 12 months | <input checked="" type="checkbox"/> | <input type="checkbox"/> |

**Portfolio Yield vs. LAIF**

**Historical Portfolio Data**



*Drew Corbett*

Drew Corbett  
Finance Director

27-Oct-17

Date



**City of San Mateo**  
**Portfolio Compliance Report**  
 September 30, 2017

**Issuer Detail - Aggregate Portfolio**

Issuer	Original Cost	Market Value <sup>1</sup>	Amortized Cost <sup>2</sup>	% of Portfolio	% Permitted by Policy	In Compliance	Average Maturity <sup>3</sup>	Average Yield <sup>4</sup>
<b>Cash Equivalents</b>	<b>250,000</b>	<b>250,000</b>	<b>250,000</b>	<b>&lt;1%</b>			<b>1</b>	<b>1.08%</b>
East West Bank	250,000	250,000	250,000	<1%	100%	✓	1	1.08%
<b>Money Market Funds</b>	<b>8,063</b>	<b>8,063</b>	<b>8,063</b>	<b>&lt;1%</b>			<b>1</b>	<b>0.00%</b>
Dreyfus	8,063	8,063	8,063	<1%	10%	✓	1	0.00%
<b>Investment Pools</b>	<b>111,903,921</b>	<b>111,903,921</b>	<b>111,903,921</b>	<b>56%</b>			<b>1</b>	<b>1.22%</b>
San Mateo County Pool	49,390,503	49,390,503	49,390,503	25%	30%	✓	1	1.35%
Local Agency Investment Fund	62,513,419	62,513,419	62,513,419	31%	65%	✓	1	1.11%
<b>Certificates of Deposit</b>	<b>12,268,803</b>	<b>12,288,232</b>	<b>12,269,168</b>	<b>6%</b>			<b>531</b>	<b>1.52%</b>
<b>U.S. Treasury Notes</b>	<b>30,545,878</b>	<b>30,558,879</b>	<b>30,642,910</b>	<b>15%</b>			<b>897</b>	<b>1.43%</b>
U.S. Treasury	30,545,878	30,558,879	30,642,910	15%	100%	✓	897	1.43%
<b>Federal Agency Securities</b>	<b>39,981,988</b>	<b>39,884,688</b>	<b>39,975,760</b>	<b>20%</b>			<b>584</b>	<b>1.29%</b>
FNMA	16,518,575	16,407,966	16,490,232	8%	40%	✓	750	1.29%
FHLB	10,304,981	10,310,101	10,304,409	5%	40%	✓	566	1.42%
FHLMC	8,160,981	8,170,841	8,181,285	4%	40%	✓	559	1.35%
FFCB	4,997,450	4,995,780	4,999,834	2%	40%	✓	113	0.93%
<b>Medium-Term Corporate Notes</b>	<b>6,543,449</b>	<b>6,524,312</b>	<b>6,534,248</b>	<b>3%</b>			<b>1081</b>	<b>1.96%</b>
State Street Corporation	1,017,129	1,012,243	1,016,640	<1%	5%	✓	1053	1.77%
General Electric	984,798	983,448	984,446	<1%	5%	✓	947	1.83%
Wells Fargo	969,285	960,935	963,684	<1%	5%	✓	1164	2.08%
American Honda Finance	764,741	755,401	765,807	<1%	5%	✓	1440	1.84%
IBM Corp	751,575	757,365	751,378	<1%	5%	✓	1580	2.45%
Toyota	679,687	680,252	679,734	<1%	5%	✓	930	1.97%
American Express Company	584,392	588,060	584,506	<1%	5%	✓	885	2.24%
Bank of New York	497,081	492,617	493,226	<1%	5%	✓	520	1.71%
Berkshire Hathaway	159,845	158,856	159,902	<1%	5%	✓	684	1.33%
John Deere	134,918	135,136	134,925	<1%	5%	✓	996	1.97%
<b>Grand Total</b>	<b>201,502,102</b>	<b>201,418,094</b>	<b>201,584,070</b>	<b>100%</b>			<b>320</b>	<b>1.31%</b>

1. Market values provided by The Bank of New York Mellon Trust Company.

2. Amortized cost is the original cost of the principal of the security adjusted for the amount of the periodic reduction of any discount or premium from the purchase date until the date of the report.

3. Averages shown are weighted averages calculated based on original cost. Average maturity is shown as days.

4. The San Mateo County pool yield is an estimated September 2017 gross earnings rate as of September 30, 2017



**City of San Mateo**  
**Bond Proceeds/Bond Reserve Portfolio**  
**September 30, 2017**

Account Name	Type*	Issuer	Origination Date	Expiration or Maturity Date	Book Value	Stated Rate/Yield
South Bayfront Levee Flood Control Bond 2011A	C	LAIF	02/15/11	open	81,222	0.00%
Sewer Revenue Bond 2011	C	LAIF	05/12/11	open	-	0.00%
Sewer Revenue Bond 2014	C	Goldman Sachs Cash	06/11/14	open	2,997,097	0.00%
<b>Subtotal Construction &amp; Other</b>					<b>\$ 3,078,319</b>	<b>0.00%</b>
Landfill Closure Bond 2003	R	AIG GIC MF	05/21/04	07/27/34	592,279	0.00%
Merged Area Tax Allocation Bonds Res 2007A	R	FNMA <sup>(a)</sup>	12/04/12	10/26/17	1,333,705	0.875%
Sewer Revenue Bond 2011	R	FNMA <sup>(b)</sup>	07/18/13	09/28/16	1,095,026	1.25%
South Bayfront Levee Flood Control Bond 2011A	R	Dreyfus	01/19/16	open	565,361	0.00%
<b>Subtotal Debt Reserve</b>					<b>\$ 3,586,371</b>	<b>0.71%</b>
<b>Total and Average</b>					<b>\$ 6,664,690</b>	<b>0.38%</b>

\* C=Construction, R=Debt Reserve

<sup>(a)</sup> Coupon 0.875%, purchased @ 100.628

<sup>(b)</sup> Coupon 1.25% purchased @ 101.575