



COUNTY OF SAN MATEO
Inter-Departmental Correspondence
Treasurer-Tax Collector



Date: March 13, 2013

Board Meeting Date: May 7, 2013

Special Notice / Hearing: None

Vote Required: Majority

To: Honorable Board of Supervisors

From: Sandie Arnott, Treasurer-Tax Collector

Subject: Approving the 2013 San Mateo County Investment Policy Statement

RECOMMENDATION:

Adopt a Resolution approving the 2013 San Mateo County Investment Policy Statement.

BACKGROUND:

Pursuant to Government Code § 53646, the Treasurer may annually render to the Board of Supervisors and any Oversight Committee, a statement of investment policy, which the Board shall review and approve at a public meeting. With the input of PFM Asset Management LLC, an investment advisor retained in 2011, the Treasurer has revised the Investment Policy Statement that was approved by the Board of Supervisors on June 26, 2012.

DISCUSSION:

The 2013 Investment Policy includes minor clarification and spelling corrections, one minor revision intended to correct a statement inadvertently deleted from the 2012 policy which references the April and December current secured tax apportionments for taxing entities, and the addition of a statement regarding Repurchase Agreements that allows the County to conduct business with banks that meet the creditworthiness and ratings required for this type of investment. Inclusion of this statement will allow the Treasurer to work with the County's bank, providing one more product/service enhancement, provide additional means of liquidity and ensure competitive quotes.

All changes are in compliance with Government Code § 53601 and PFM Asset Management LLC is in agreement with the suggested revisions.

The San Mateo County Treasury Oversight Committee approved submitting the 2013 Investment Policy Statement to the Board of Supervisors on January 28, 2013.

The Treasurer will communicate the approved 2013 Investment Policy Statement to all pool participants and receive their written acknowledgement of the current version of the Investment Policy.

County Counsel has reviewed and approved the Resolution as to form.

Approval of this Resolution contributes to the Shared Vision 2025 outcome of a Collaborative Community by managing the financial assets of the County and maintaining the value of the investment pool through professional and efficient administration of the County Treasury for County departments, special districts, schools, cities and taxpayers.

PERFORMANCE MEASURE(S):

Measure	FY 2011-12 Actual	FY 2012-13 Projected
Dollar/percent growth in County pool due to investments.	\$29,247,181/1.11%	\$26.5M/1.25%

FISCAL IMPACT:

There is no net County cost.