



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



Date: January 10, 2017
Board Meeting Date: February 28, 2017
Special Notice / Hearing: None
Vote Required: Majority

To: Honorable Board of Supervisors

From: Sandie Arnott, Treasurer-Tax Collector

Subject: Approving the 2017 San Mateo County Investment Policy Statement

RECOMMENDATION:

Adopt a resolution approving the 2017 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 September 6, 2016.

DISCUSSION:

The only revision to the policy involves updating the Glossary to include investment terms used within the policy. The terms being added are as follows and can be found within the Glossary on pages 22-26:

- Asset-Backed Securities (ABS)
- Average Life
- Collateralized Time Deposits
- Corporate Bond
- Equity-Linked Securities
- Event-Linked Securities
- Leveraged Floater
- Mortgage Backed Securities (MBS)
- Negotiable Certificate of Deposit (NCD)
- Range Note
- Structured Investment Vehicles (SIV)
- US Instrumentalities

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All changes are in compliance with Government Code § 53601 and PFM Asset Management LLC is in agreement with the suggested revisions. The revised policy was presented to the Treasury Oversight Committee at the meeting held on Monday, January 23, 2017 with no objections voiced.

The Treasurer will communicate the approved 2017 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.

FISCAL IMPACT:

There is no Net County Cost.