

KEN BURKE


CLERK OF THE CIRCUIT COURT - PINELLAS COUNTY, FLORIDA


FINANCE DIVISION

Clerk of the County Court
Recorder of Deeds
Clerk and Accountant of the Board of County Commissioners
Custodian of County Funds
County Auditor
Clerk of the Water and Navigation Control Authority

14 S. Ft. Harrison Ave., 3rd Floor
Clearwater, FL 33756
P.O. BOX 2438
Clearwater, FL 33757
Telephone: (727) 464-8300
FAX: (727) 464-8370

TO: The Honorable Chairman and Members
of the Board of County Commissioners

THRU:  Ken Burke
Clerk of the Circuit Court and Comptroller

FROM: Clareth N. Harris 
Chief Deputy Director, Finance Division

DISTR: James L. Bennett, County Attorney
Mark S. Woodard, County Administrator
Board Records

SUBJECT: Annual Investment Report for the Fiscal Year Ended September 30, 2015

DATE: February 2, 2016

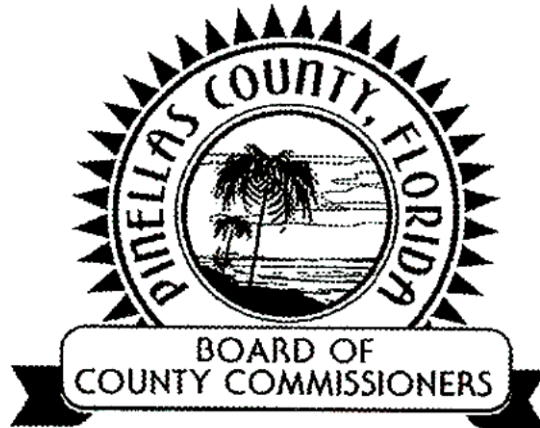
Attached is the Annual Investment Report for the fiscal year ended September 30, 2015. In this report, not only do we discuss portfolio performance, we provide information to demonstrate compliance with established policy. We discuss key components of the investment policy, including investment objectives, permitted investments, portfolio composition, and allowable maturities. All investment activity was conducted in accordance with established policy.

The following is a summary of key points identified in the attached Annual Investment Report:

✓ Total Portfolio - book value (at year end)	\$863,417,559
✓ Securities - book value (at year end)	\$532,694,059
✓ Securities weighted average maturity (WAM) (at year end)	1.46 years
✓ Realized investment income for twelve months	\$3,523,096
✓ Realized investment income for three months	\$967,867
✓ Yield on short-term portfolio	
○ Annualized composite yield	0.17%
○ Annualized Benchmark (3-month T-Bill)	0.03%
✓ Yield on long-term portfolio	
○ Annualized composite yield	0.59%*
○ Benchmark (2-year T-Bill) – 12 month average	0.61%

* As expected, in a rising rate environment coupled with Pinellas County's buy and hold strategy, this report reflects the two year Treasury exceeding the actual long term portfolio yield.

If you have any questions regarding this report, please contact me at 464-8300.



ANNUAL
INVESTMENT REPORT

For the Fiscal Year Ended
September 30, 2015

Prepared by Ken Burke
Clerk of the Circuit Court and Comptroller
Finance Division

Investment Policy

Section 218.415, Florida Statutes authorizes the governing body of a local government to adopt a written investment plan to govern investment activity. The Board of County Commissioners (Board) adopted Section 2-144 of the Pinellas County Code, Investment of Surplus Public Funds, establishing policies for investing all County surplus funds controlled by the Board. All investment activity is conducted in accordance with Code Section 2-144 and additional written policies and procedures.

The Pinellas County Board of County Commissioners' investment policy and the ordinance can be found at <http://www.pinellasclerk.org/aspInclude2/ASPInclude.asp?pageName=investmentreports.htm>.

In accordance with the above laws and policies, the Clerk is required to submit a report on the performance of the County's investment portfolio quarterly and annually. In this Annual Investment Report, we also show investment objectives and permitted investments, demonstrating compliance with policies.

Portfolio Activity Summary

Annually

The portfolio's book value went from \$764.0 million at September 30, 2014 to \$863.4 million at September 30, 2015, an increase of \$99.4 million. The County's allocation in securities increased \$83.4 million. The portfolio's weighted average maturity for securities decreased from 1.47 to 1.46 years when compared to September 30, 2014. Portfolio activity for the fiscal year is shown on page 7 of this report.

Quarterly

The portfolio's book value went from \$899.7 million at June 30, 2015 to \$863.4 million at September 30, 2015, a decrease of \$36.3 million. The County's allocation in securities decreased \$11.3 million. The portfolio's weighted average maturity for securities decreased from 1.48 to 1.46 years when compared to June 30, 2015.

Portfolio Performance

Annually

Total realized investment income for the fiscal year ended September 30, 2015 and 2014 were \$3.5 million and \$2.3 million, respectively. The annual increase in investment income was due to slightly higher available investment yields over the last year as well as increase in the size of the total portfolio. The long-term portfolio's Annual Composite Yield increased to 0.59% for September 30, 2015 compared to 0.45% for September 30, 2014. The County's long-term annualized composite yield was below its benchmark of 0.61% for the year due to rising interest rates. As expected, in a rising rate environment coupled with Pinellas County's buy and hold strategy, this report reflects the two year Treasury exceeding the actual long term portfolio yield. The County's short-term annualized composite yield was above its benchmark due primarily to enhanced yields through the County's banking services agreement. The County placed funds in public fund depository accounts, secured by Chapter 280, Florida Statutes, providing above-market returns.

Quarterly

Investment income for this quarter was \$968 thousand. For the quarter, the long-term portfolio's quarterly composite yield increased to 0.64% for September 30, 2015 compared to 0.60% for June 30, 2015. The quarterly composite yield for the long-term portfolio was below its benchmark of 0.69% due to rising interest rates. The short-term portfolio's quarterly composite yield of 0.20% was above its 0.04% benchmark.

Quarter-End Yields Over The Last Year					
<u>Individual Yields</u> (3 month daily average) *	<u>09/14</u>	<u>12/14</u>	<u>03/15</u>	<u>06/15</u>	<u>09/15</u>
Short Term Portfolio:					
Cash Pools*	0.18 %	0.17 %	0.16 %	0.19 %	0.21 %
Local Government Investment Pools*	0.07	0.09	0.09	0.12	0.17
<u>Composite Yields</u> (3 month daily average)					
Short Term Portfolio	0.17	0.16	0.15	0.18	0.20
Long Term Portfolio	0.49	0.54	0.59	0.60	0.64
Portfolio Overall	0.39	0.43	0.47	0.49	0.51
<u>Benchmarks</u>					
Short Term Funds:					
3-month US Treasury constant maturity (3-month average)	0.03	0.02	0.03	0.02	0.04
Long Term Funds:					
2-year US Treasury constant maturity (3-month average) **	0.52	0.54	0.60	0.61	0.69

* This information has been changed for 9/14 through 3/15 to show the composite yields (3 month daily average) for the cash pools and local government investment pool. Previously, we had used this section to report individual yields (at quarter end) for the Federal Funds rate (Cash Pools) and the Florida Local Government Investment Trust (Local Government Investment Pools).

** This information has been modified for all prior quarters to provide enhanced comparable data. Previously, this table reflected a 12-month average (rather than a 3-month average).

Treasury Yields

In comparison to the prior year, the 3 month, 3 year and 5 year fell between 2 and 41 basis points. The remaining maturities all rose. The increases were between 5 and 20 basis points. As compared to the last quarter, the 1 year maturity rose 5 basis points while remaining maturities either held constant or fell between 1 and 26 basis points. The historical Treasury yields at quarter-end for the last five quarters are presented below.

Historical U.S. Treasury Yields over the Last Year					
<u>Maturity</u>	<u>09/14</u>	<u>12/14</u>	<u>03/15</u>	<u>06/15</u>	<u>09/15</u>
3 Month	0.02 %	0.04 %	0.03 %	0.01 %	0.00 %
6 Month	0.03	0.12	0.14	0.11	0.08
1 Year	0.13	0.25	0.26	0.28	0.33
2 Year	0.58	0.67	0.56	0.64	0.64
3 Year	1.07	1.10	0.89	1.01	0.92
5 Year	1.78	1.65	1.37	1.63	1.37

Investment Objectives

The investment policy outlines three specific objectives to be applied in the management of County investments. The primary objective is safety of County funds. Safe investments are those that ensure minimum credit risk (the risk that principal will not be repaid) and minimum market risk (the risk that the principal value will not decrease over the life of the investment).

The second objective is the provision of sufficient liquidity. The funds are invested so that the County can meet its operating, payroll and capital requirements as they come due. Liquidity also means the ability to sell investments when necessary, with minimal delay and loss of principal. The portfolio's investments are held to maturity to avoid selling prior to maturity and risking a loss of principal.

Yield is the third objective. Return on investment is secondary to the safety and liquidity objectives. We strive to maximize the return on the portfolio, but avoid assuming unreasonable investment risk.

Permitted Investments, Portfolio Composition and Allowable Maturities

Permitted investments include:

Local Government Investment Pools (LGIPs) - The Florida Local Government Surplus Funds Trust Fund (SBA) is administered and invested by the State Board of Administration for the purpose of pooling investments for local governments while providing liquidity and safety of principal. Other Florida LGIPs are administered by Florida local governments with like objectives.

U. S. Treasury Obligations - Negotiable direct obligations, or obligations the principal and interest of which are unconditionally guaranteed by the U. S. Government. Such securities include, but are not limited to, Treasury bills, notes or bonds and Treasury strips.

U. S. Federal Agencies - Bonds, debentures, notes or other evidence of indebtedness issued or guaranteed by United States agencies, provided with the full faith and credit of the U. S. Government. Such securities include, but are not limited to, the Farmers Home Administration, the Federal Financing Bank, Federal Housing Administration Debentures and Government National Mortgage Association (GNMA).

U.S. Government-sponsored enterprises - Bonds, debentures, notes or other evidence of indebtedness issued by government-sponsored corporations established by law to implement various federal government lending programs. These corporations are not full faith and credit agencies. Such securities include, but are not limited to, Federal Farm Credit Bank (FFCB), Federal Home Loan Bank (FHLB), Federal National Mortgage Association (FNMA), Federal Home Loan Mortgage Corporation (Freddie Mac) and Student Loan Marketing Association (Sallie Mae).

Non-Negotiable Interest Bearing Savings Accounts, Demand Deposit Accounts or Time Certificates of Deposit – Must be maintained in banks organized under the laws of this state and in national banks organized under the laws of the United States and doing business and situated in this state. Deposits must be in Qualified Public Depositories secured by the Florida Security for Public Deposits Act, Chapter 280, Florida Statutes and not listed with any recognized credit watch information services.

Repurchase Agreements – Authorized types of securities include investments whose underlying purchased securities consist of United States Treasury, United States Federal Agency and/or United States Government-sponsored Enterprise securities, and based on the requirement set forth by the Master Repurchase Agreement. All firms with whom the Board enters into repurchase agreements will have in place an executed Master Repurchase Agreement with the Board.

Commercial Paper - Commercial paper is an unsecured short-term promissory note issued by a corporation ranging from 3 to 270 days. The policy requires the issuer's debt to be rated, at the time of purchase, A1 by Standard and Poor's and P1 by Moody's Investor Services.

Asset-Backed Corporate Notes – The ratings for Securities longer than 13 months shall be "Aaa" by Moody's and "AAA" by Standard & Poor's. Securities shorter than 14 months shall be "P-1" by Moody's and "A-1+" by Standard & Poor's. Additional conditions include the following: Asset-backed corporate notes issued by corporations organized and operating within the United States or by depository institutions licensed by the United States. Investments will be directly with companies and non-derivative in nature.

Securities and Exchange Commission (SEC) registered Money Market Mutual Funds - Securities and Exchange Commission registered money market funds with the highest credit quality rating from a nationally recognized statistical rating organization.

The **composition** of the portfolio is diversified to control the risk of loss resulting from the over concentration of assets in a specific maturity, issuer, instrument, dealer or bank through which investments are bought and sold. Diversification strategies are reviewed and revised periodically as necessary to meet portfolio objectives.

The **maximum allowable maturity** for any investment in the portfolio is five years; however, we make every effort to match investment maturities with known cash needs and anticipated cash flow requirements. Funds needed to meet current operating requirements have shorter maturities, generally less than twelve (12) months. Bond construction funds, bond fund reserves and other non-operating funds have terms appropriate to the need for funds and, if applicable, in accordance with debt covenants.

As shown on page 9, our portfolio is in **compliance** with all limitations on authorized investments shown in the Pinellas County Board of County Commissioners' investment policy.

Key Economic Indicators

Federal Funds Rate - The Federal Open Market Committee (FOMC) met in September; voting to maintain its target range for the Federal Fund Rate at 0 to ¼ percent. This rate has not changed since the December 16, 2008 FOMC meeting.

The Federal Reserve press release from the September FOMC meeting indicated "Information received since the Federal Open Market Committee met in July suggests that economic activity is expanding at a moderate pace. Household spending and business fixed investment have been increasing moderately, and the housing sector has improved further; however, net exports have been soft. The labor market continued to improve, with solid job gains and declining unemployment. On balance, labor market indicators show that underutilization of labor resources has diminished since early this year. Inflation has continued to run below the Committee's longer-run objective, partly reflecting declines in energy prices and in prices of non-energy imports. Market-based measures of inflation compensation moved lower; survey-based measures of longer-term inflation expectations have remained stable."

Gross Domestic Product (GDP) – The Bureau of Economic Analysis has indicated that real GDP increased in the third calendar quarter of 2015, at an annualized seasonally adjusted rate (in chain linked 2009 dollars) of 2.1%; lower than the 3.9% annualized increase for the prior quarter. The increase in real GDP in the third quarter primarily reflected positive contributions from personal consumption expenditures (PCE), nonresidential fixed investment, state and local government spending, residential fixed investment, and exports that were partly offset by a negative contribution from private inventory investment. Imports, which are a subtraction in the calculation of GDP, increased.

Durable Goods Orders – The U.S. Department of Commerce has reported that new orders for manufactured durable goods in September, down two consecutive months, decreased \$4.7 billion or 1.0 percent to \$466.3 billion.

Unemployment Rate – Bureau of Labor Statistics has indicated that the unemployment rate decreased during the third calendar quarter from 5.3% in June 2015 to 5.1% in September 2015. Unemployment in September 2014 was 6.0%. Initial jobless claims decreased from 282,000 for the week ending June 27, 2015 to 276,000 for the week ending September 26, 2015.

Personal Income and Outlays – According to the Bureau of Economic Analysis, personal income rose 0.9% during the third calendar quarter while personal consumption expenditures rose 0.8%.

New Home Sales – The U.S. Department of Housing and Urban Development reports the third quarter estimate for new home sales decreased 12.23% to 122,000; the prior quarter was a 6.9% increase. The seasonally adjusted estimate of new houses for sale expressed in months at the end of June 2015 and September 2015 was 5.6 and 5.8 respectively, with September 2014 at 5.5 months. Average selling prices for new homes sold or for sale increased from \$334,933 to \$350,067 in the third calendar quarter of 2015, compared to \$340,167 for the third quarter of 2014.

Existing Home Sales – The National Association of Realtors reported that in September, the estimate for seasonally adjusted annual existing home sales was 5.55 million; up from 5.48 million in June. The total supply of homes available for purchase expressed in months decreased from 4.9 at the end of June 2015 to 4.8 at the end of

September 2015. Average selling prices for existing homes decreased from \$272,367 to \$270,733 in the third quarter of 2015, compared to \$262,267 for the third quarter of 2014.

Consumer Confidence - The Conference Board’s Consumer Confidence Index increased in September to 103.0, an increase of 3.2 points since June 2015. “Consumer Confidence increased moderately in September, following August’s sharp rebound. Consumers’ more positive assessment of current conditions fueled this month’s increase, and drove the Present Situation Index to an 8-year high. Consumer’s expectations for the short-term outlook, however, remained relatively flat, although there was a modest improvement in income expectations. Thus, while consumers view current economic conditions more favorably, they do not foresee growth accelerating in the months ahead.”

Consumer Price Index (CPI) - The CPI for all urban consumers, all items, decreased 0.2 percent in the third calendar quarter. The energy index fell 4.7 percent in September, with all major component indexes declining. The gasoline index continued to fall sharply and was again the main cause of the seasonally adjusted all items decrease. The indexes for fuel oil, electricity, and natural gas declined as well.

<i>Summary of Key Economic Indicators¹</i>				
	<i>Quarter Ended</i>			
	<u>12/31/2014</u>	<u>03/31/2015</u>	<u>6/30/2015</u>	<u>09/30/2015</u>
Federal Funds Rate (target)	0 to ¼ % - 0 to ¼ %	0 to ¼ % - 0 to ¼ %	0 to ¼ % - 0 to ¼ %	0 to ¼ % - 0 to ¼ %
Gross Domestic Product (GDP) (annualized) (billions)	\$16,151.4	\$16,177.3	\$16,333.6	\$16,417.8
Durable Goods – New Orders (millions)	\$713,007	\$705,358	\$695,583	\$706,056
Unemployment Rate	5.7-5.6%	5.7-5.5%	5.4-5.3%	5.3-5.1%
Personal Income (annualized) (billions)	\$14,955.7	\$15,079.8	\$15,219.4	\$15,391.0
Personal Outlays (annualized) (billions)	\$12,502.5	\$12,492.2	\$12,674.5	\$12,811.1
New Home Sales (units)	104,000	130,000	139,000	122,000
Existing Home Sales (units)	1,207,000	981,000	1,516,000	1,526,000
Consumer Confidence	72.4-93.1	103.8-101.4	94.3-99.8	91.0-103.0
Consumer Price Index (CPI) (annualized) change	-2.2%	-0.9%	3.5%	-0.4%

¹ Values include industry projections commonly subject to revision.

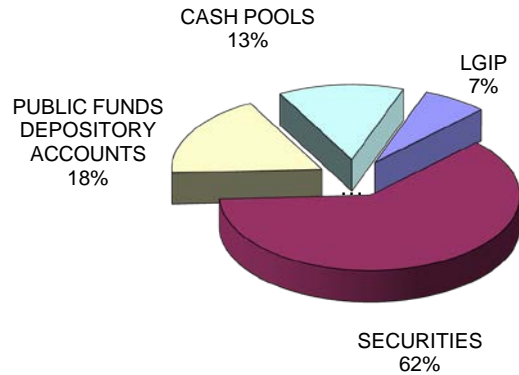
Investment Strategy

Our “buy and hold” investment strategy is based on our current security mix (Treasuries, Government Sponsored Enterprises (GSE), depository accounts, etc.), projected cash flows, current and desired weighted average maturity (WAM), and interest rate projections. On average, economists are projecting short-term interest rates will increase from 0.16% to 0.81% by September 2016. As shown in the Detailed Portfolio Schedule on page 8, we currently have approximately 59% of our portfolio invested in callable Agency securities. Given the County’s current composition of callable agency securities and the projected interest rate environment, the current portfolio’s callable securities have a lower probability of being called than in recent quarters. With a positive yield curve and short-term interest rates projected to rise moderately over the next year, we anticipate the long-term portfolio’s weighted average maturity will stay between 1.4 and 1.7.

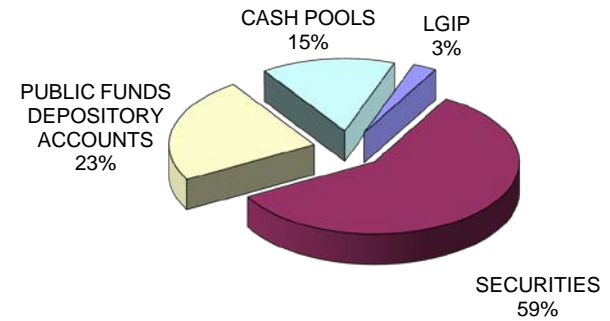
**Pinellas County Board of County Commissioners
Portfolio Summary**

	----- September 30, 2015 -----				----- September 30, 2014 -----	
	Par Value	Market Value	Book Value	% of Portfolio	Book Value	% of Portfolio
Investments						
Unrestricted						
Treasury Securities	\$ 60,000,000	\$ 60,387,380	\$ 60,307,457	6.98 %	\$ 71,075,004	9.30 %
Federal Agency Issues	468,155,000	472,798,436	472,386,602	54.72	378,220,855	49.51
Public Funds Depository Accounts	154,318,034	154,318,034	154,318,034	17.87	180,509,654	23.63
Local Government Investment Pools	60,166,628	60,166,628	60,166,628	6.97	20,128,619	2.63
Cash Pools	116,238,838	116,238,838	116,238,838	13.46	114,049,949	14.93
Unrestricted Cash and Investments	858,878,500	863,909,316	863,417,559	100.00	763,984,081	100.00
Total Cash and Investments	\$ 858,878,500	\$ 863,909,316	\$ 863,417,559	100.00 %	\$ 763,984,081	100.00 %

September 30, 2015



September 30, 2014



Pinellas County
Portfolio Activity at Book Value
9/30/2014 to 9/30/2015

Description	CUSIP/Ticker	Beginning BV	Buy Principal	Sell Principal	Realized Gain/Loss-BV	Amortized Discount	Amortized Premium	Ending BV
FFCB Bond								
FFCB 0.35 3/10/2016-14	3133EDGM8	19,979,520	-	-	-	14,178	-	19,993,698
FFCB 0.43 6/6/2016-14	3133EDGH9	19,987,281	-	-	-	7,556	-	19,994,837
FFCB 0.73 3/9/2017-15	3133EEEF3	-	19,986,000	-	-	5,030	-	19,991,030
FFCB 1.25 10/22/2018-15	3133EEB58	-	20,000,000	-	-	-	-	20,000,000
FFCB 1.52 1/28/2019-16	3133EELW8	-	19,991,000	-	-	1,513	-	19,992,513
Sub Total/Average FFCB Bond		39,966,801	59,977,000			28,277		99,972,078
FHLB Bond								
FHLB 0.23 1/4/2016	3130A3PB4	-	19,992,600	-	-	5,545	-	19,998,145
FHLB 0.365 2/1/2016	3130A2RF5	-	11,515,985	-	-	-	(4,188)	11,511,797
FHLB 0.5 6/12/2015	313379ER6	20,036,311	-	20,000,000	-	-	(36,311)	-
FHLB 0.72 10/6/2016-15	3130A34S0	-	20,009,200	-	-	-	(9,012)	20,000,188
FHLB 0.8 1/23/2017-15	3130A3AU8	-	16,389,894	-	-	-	(37,036)	16,352,858
FHLB 0.9 4/20/2017-15	3130A3BA1	-	13,011,570	-	-	-	(10,840)	13,000,730
FHLB 0.95 9/29/2017-15	3130A6GQ4	-	14,160,613	-	-	-	(118)	14,160,495
FHLB 1.12/28/2017-15	313382KK8	-	8,007,200	-	-	-	(387)	8,006,813
FHLB 1.4/28/2017-15	3130A3BX1	-	20,044,200	20,000,000	-	-	(44,200)	-
FHLB 1.375 10/13/2017-16	3130A4QH8	-	20,162,000	-	-	-	(72,413)	20,089,587
FHLB 1.4 2/6/2018-14	3130A2PF7	19,998,851	-	20,000,000	1,008	141	-	-
FHLB 1.625 4/13/2017-15	3130A3B29	-	20,234,200	-	-	-	(224,974)	20,009,226
FHLB 3.75 9/9/2016	3133XUKV4	10,588,715	-	-	-	-	(303,201)	10,285,514
Sub Total/Average FHLB Bond		50,623,877	163,527,462	60,000,000	1,008	5,686	(742,680)	153,415,353
FHLMC Bond								
FHLMC 0.5 2/24/2016-14	3134G4T32	20,002,013	-	20,000,000	-	-	(2,013)	-
FHLMC 0.5 4/29/2016-14	3134G42L1	20,000,000	-	20,000,000	-	-	-	-
FHLMC 0.5 5/27/2016-14	3134G4WC8	19,999,406	-	20,000,000	358	236	-	-
FHLMC 0.5 6/6/2016-14	3134G46A1	20,000,000	-	20,000,000	-	-	-	-
FHLMC 0.7 9/29/2016-14	3134G5JL0	19,975,035	-	20,000,000	15,625	9,340	-	-
FHLMC 0.75 8/26/2016-14	3134G5FQ3	20,010,329	-	20,000,000	-	-	(10,329)	-
FHLMC 0.875 2/22/2017	3137EADT3	-	20,041,600	-	-	-	(15,299)	20,026,301
FHLMC 0.875 7/28/2017-15	3134G7GQ8	-	12,793,593	-	-	121	-	12,793,714
FHLMC 0.9 12/28/2017-15	3134G7K91	-	19,998,000	-	-	5	-	19,998,005
FHLMC 1.8/25/2017-15	3134G7PH8	-	15,055,117	-	-	-	(1,990)	15,053,127
FHLMC 1.25 8/14/2017-14	3134G5DW2	20,015,840	-	20,000,000	-	-	(15,840)	-
FHLMC 2.8/25/2016	3137EACW7	10,252,727	-	-	-	-	(132,820)	10,119,907
FHLMC 4.375 7/17/2015	3134A4VC5	20,652,025	-	20,000,000	-	-	(652,025)	-
FHLMC 5.11/13/2014	3128X3L76	16,927,181	-	16,831,000	-	-	(96,181)	-
Sub Total/Average FHLMC Bond		187,834,556	67,888,310	176,831,000	15,983	9,702	(926,497)	77,991,054
FNMA Bond								
FNMA 0.5 10/22/2015-13	3135G0QB2	17,300,000	-	-	-	-	-	17,300,000
FNMA 0.5 5/27/2015	3135G0KM4	20,039,129	-	20,000,000	-	-	(39,129)	-
FNMA 0.625 8/26/2016	3135G0VE7	-	20,038,061	-	-	-	(17,720)	20,020,341
FNMA 1.14 9/22/2017-15	3136G25X1	-	20,042,200	20,000,000	-	-	(42,200)	-
FNMA 1.35 8/13/2018-15	3135G0C27	-	20,053,000	-	-	-	(53,000)	20,000,000
FNMA 1.625 4/26/2018-16	3135G0D83	-	20,173,800	-	-	-	(64,645)	20,109,155
FNMA 2.9/21/2015	31398A3T7	20,297,690	-	20,000,000	-	-	(297,690)	-
FNMA 5.4/15/2015	31359MA45	20,452,920	-	20,000,000	-	-	(452,920)	-
FNMA 5.5/11/2017	31359M7X5	-	22,009,400	-	-	-	(678,201)	21,331,199
FNMA 5.375 6/12/2017	31398ADM1	-	22,199,000	-	-	-	(705,340)	21,493,660
FNMA 5.375 7/15/2016	31359MS61	21,705,883	-	-	-	-	(952,121)	20,753,762
Sub Total/Average FNMA Bond		99,795,622	124,515,461	80,000,000			(3,302,966)	141,008,117
Treasury Note								
T-Note 1.3/31/2017	912828SM3	20,141,371	-	-	-	-	(56,517)	20,084,854
T-Note 1.375 11/30/2015	912828PJ3	20,235,593	-	-	-	-	(201,858)	20,033,735
T-Note 1.75 5/31/2016	912828QP8	-	20,277,110	-	-	-	(88,242)	20,188,868
T-Note 2.375 10/31/2014	912828LS7	10,016,825	-	10,000,000	-	-	(16,825)	-
T-Note 4.25 8/15/2015	912828EE6	20,681,214	-	20,000,000	-	-	(681,214)	-
Sub Total/Average Treasury Note		71,075,003	20,277,110	30,000,000			(1,044,656)	60,307,457
Sub Total Securities		449,295,859	436,185,343	346,831,000	16,991	43,665	(6,016,799)	532,694,059
Cash								
Wells Fargo Cash	WACHCASH	114,049,949	4,818,454,895	4,816,266,006	-	-	-	116,238,838
Sub Total/Average Cash		114,049,949	4,818,454,895	4,816,266,006				116,238,838
Local Government Investment Pool								
FLCLASS LGIP	FLCLASS-0001	-	40,014,792	-	-	-	-	40,014,792
FLGIT-DAY TO DAY FUND LGIP	FLGIT-0338	20,128,479	23,255	-	-	-	-	20,151,734
SBA LGIP	SBA1-A	140	293,632	293,670	-	-	-	102
Sub Total/Average Local Government Investment Pool		20,128,619	40,331,679	293,670				60,166,628
Public Funds Depository Accounts								
BB&T MM	BBTMM-9830	71,362,281	106,830	-	-	-	-	71,469,111
Wells Fargo-Ops MM	WACHMM2741	109,147,373	503,824,113	530,122,563	-	-	-	82,848,923
Sub Total/Average Money Market		180,509,654	503,930,943	530,122,563				154,318,034
Total / Average		763,984,081	5,798,902,860	5,693,513,239	16,991	43,665	(6,016,799)	863,417,559

FFCB: Federal Farm Credit Bank	T-Note: U.S. Treasury Note
FHLB: Federal Home Loan Bank	FLCLASS: The Florida Cooperative Liquid Assets Securities System
FHLMC: Federal Home Loan Mortgage Corporation	FLGIT: Florida Local Government Investment Trust
FNMA: Federal National Mortgage Association	SBA: State Board of Administration (Florida Prime)

Pinellas County
Portfolio Holdings by Security Type
As of 9/30/2015

Description	CUSIP/Ticker	Settlement Date	Next Call Date	Call Frequency	Maturity Date	Face Amount/Shares	Market Value	Book Value	Coupon Rate	YTM @ Book	Days To Maturity
FFCB Bond											
FFCB 0.35 3/10/2016-14	3133EDGM8	3/14/2014		Continuous	3/10/2016	20,000,000.00	20,000,480.00	19,993,698.00	0.35	0.421	162
FFCB 0.43 6/6/2016-14	3133EDGH9	3/6/2014		Continuous	6/6/2016	20,000,000.00	20,000,540.00	19,994,837.00	0.43	0.468	250
FFCB 0.73 3/9/2017-15	3133EEEF3	12/9/2014		Continuous	3/9/2017	20,000,000.00	20,001,220.00	19,991,030.00	0.73	0.762	526
FFCB 1.25 10/22/2018-15	3133EEB58	4/22/2015		Continuous	10/22/2018	20,000,000.00	19,936,440.00	20,000,000.00	1.25	1.25	1118
FFCB 1.52 1/28/2019-16	3133EELW8	1/28/2015	1/28/2016	Continuous	1/28/2019	20,000,000.00	20,048,520.00	19,992,513.00	1.52	1.532	1216
Sub Total / Average						100,000,000.00	99,987,200.00	99,972,078.00	0.856	0.887	654
FHLB Bond											
FHLB 0.23 1/4/2016	3130A3PB4	12/19/2014		N/A	1/4/2016	20,000,000.00	20,005,960.00	19,998,145.00	0.23	0.265	96
FHLB 0.365 2/1/2016	3130A2RF5	12/18/2014		N/A	2/1/2016	11,510,000.00	11,518,966.00	11,511,797.00	0.365	0.318	124
FHLB 0.72 10/6/2016-15	3130A3450	12/12/2014	10/6/2015	Continuous	10/6/2016	20,000,000.00	20,001,020.00	20,000,188.00	0.72	0.694	372
FHLB 0.8 1/23/2017-15	3130A3AU8	12/2/2014	10/23/2015	Continuous	1/23/2017	16,350,000.00	16,357,112.00	16,352,858.00	0.8	0.685	481
FHLB 0.9 4/20/2017-15	3130A3BA1	12/3/2014	10/20/2015	Continuous	4/20/2017	13,000,000.00	13,005,603.00	13,000,730.00	0.9	0.862	568
FHLB 0.95 9/29/2017-15	3130A6GQ4	9/29/2015	12/29/2015	Continuous	9/29/2017	14,150,000.00	14,145,713.00	14,160,495.00	0.95	0.912	730
FHLB 1 12/28/2017-15	313382KK8	9/25/2015	12/28/2015	Quarterly	12/28/2017	8,000,000.00	8,005,688.00	8,006,813.00	1	0.96	820
FHLB 1.375 10/13/2017-16	3130A4QH8	4/24/2015	4/13/2016	One Time	10/13/2017	20,000,000.00	20,103,660.00	20,089,587.00	1.375	1.041	744
FHLB 1.625 4/13/2017-15	3130A3B29	11/13/2014	10/13/2015	One Time	4/13/2017	20,000,000.00	20,010,000.00	20,009,226.00	1.625	1.132	561
FHLB 3.75 9/9/2016	3133XUKV4	8/2/2012		N/A	9/9/2016	10,000,000.00	10,309,260.00	10,285,514.00	3.75	0.671	345
Sub Total / Average						153,010,000.00	153,462,982.00	153,415,353.00	1.091	0.758	474
FHLMC Bond											
FHLMC 0.875 2/22/2017	3137EADT3	12/8/2014		N/A	2/22/2017	20,000,000.00	20,093,880.00	20,026,301.00	0.875	0.78	511
FHLMC 0.875 7/28/2017-15	3134G7GQ8	7/28/2015	10/28/2015	Quarterly	7/28/2017	12,795,000.00	12,801,372.00	12,793,714.00	0.875	0.888	667
FHLMC 0.9 12/28/2017-15	3134G7K91	9/28/2015	12/28/2015	Quarterly	12/28/2017	20,000,000.00	19,984,460.00	19,998,005.00	0.9	0.905	820
FHLMC 1 8/25/2017-15	3134G7PH8	8/25/2015	11/25/2015	Quarterly	8/25/2017	15,050,000.00	15,066,374.00	15,053,127.00	1	0.983	695
FHLMC 2 8/25/2016	3137EACW7	8/8/2012		N/A	8/25/2016	10,000,000.00	10,142,670.00	10,119,907.00	2	0.652	330
Sub Total / Average						77,845,000.00	78,088,756.00	77,991,054.00	1.05	0.851	628
FNMA Bond											
FNMA 0.5 10/22/2015-13	3135G0QB2	5/14/2013		One Time	10/22/2015	17,300,000.00	17,304,118.00	17,300,000.00	0.5	0.452	22
FNMA 0.625 8/26/2016	3135G0YE7	12/16/2014		N/A	8/26/2016	20,000,000.00	20,033,740.00	20,020,341.00	0.625	0.512	331
FNMA 1.35 8/13/2018-15	3135G0C27	4/20/2015	11/13/2015	Quarterly	8/13/2018	20,000,000.00	20,025,180.00	20,000,000.00	1.35	1.268	1048
FNMA 1.625 4/26/2018-16	3135G0D83	5/28/2015	4/26/2016	One Time	4/26/2018	20,000,000.00	20,125,500.00	20,109,155.00	1.625	1.32	939
FNMA 5 5/11/2017	31359M7X5	12/4/2014		N/A	5/11/2017	20,000,000.00	21,401,200.00	21,331,199.00	5	0.825	589
FNMA 5.375 6/12/2017	31398ADM1	12/11/2014		N/A	6/12/2017	20,000,000.00	21,587,460.00	21,493,660.00	5.375	0.921	621
FNMA 5.375 7/15/2016	31359MS61	12/16/2013		N/A	7/15/2016	20,000,000.00	20,782,300.00	20,753,762.00	5.375	0.572	289
Sub Total / Average						137,300,000.00	141,259,498.00	141,008,117.00	2.882	0.846	559
Treasury Note											
T-Note 1 3/31/2017	912828SM3	11/26/2013		N/A	3/31/2017	20,000,000.00	20,145,840.00	20,084,854.00	1	0.713	548
T-Note 1.375 11/30/2015	912828PJ3	11/9/2012		N/A	11/30/2015	20,000,000.00	20,041,800.00	20,033,735.00	1.375	0.359	61
T-Note 1.75 5/31/2016	912828QP8	6/8/2015		N/A	5/31/2016	20,000,000.00	20,199,740.00	20,188,868.00	1.75	0.33	244
Sub Total / Average						60,000,000.00	60,387,380.00	60,307,457.00	1.375	0.468	284
Sub Total Securities						528,155,000.00	533,185,816.00	532,694,059.00			
Cash											
Wells Fargo Cash	WACHCASH	9/30/2007	N/A	N/A	N/A	116,238,838.00	116,238,838.00	116,238,838.00	0.35	0.35	1
Sub Total / Average						116,238,838.00	116,238,838.00	116,238,838.00	0.35	0.35	1
Local Government Investment Pool											
FLCLASS LGIP	FLCLASS-0001	7/15/2015	N/A	N/A	N/A	40,014,792.00	40,014,792.00	40,014,792.00	0.19	0.19	1
FLGIT-DAY TO DAY FUND LGIP	FLGIT-0338	9/29/2009	N/A	N/A	N/A	20,151,734.00	20,151,734.00	20,151,734.00	0.17	0.17	1
SBA LGIP	SBA1-A	9/30/2007	N/A	N/A	N/A	102	102	102	0.25	0.25	1
Sub Total / Average						60,166,628.00	60,166,628.00	60,166,628.00	0.183	0.183	1
Public Funds Depository Accounts											
BB&T MM	BBTMM-9830	8/14/2008	N/A	N/A	N/A	71,469,110.00	71,469,110.00	71,469,110.00	0.15	0.15	1
Wells Fargo-Ops MM	WACHMM2741	11/20/2007	N/A	N/A	N/A	82,848,924.00	82,848,924.00	82,848,924.00	0.1	0.1	1
Sub Total / Average						154,318,034.00	154,318,034.00	154,318,034.00	0.123	0.123	1
Total / Average						858,878,500.00	863,909,316.00	863,417,559.00	1.028	0.566	327

FFCB: Federal Farm Credit Bank
FHLB: Federal Home Loan Bank
FHLMC: Federal Home Loan Mortgage Corporation
FNMA: Federal National Mortgage Association
T-Note: U.S. Treasury Note
FLGIT: Florida Local Government Investment Trust
SBA: State Board of Administration (Florida Prime)

**Pinellas County Board of County Commissioners
Compliance with Investment Policy
Quarter Ending September 30, 2015**

