

**AGENDA**  
**EXECUTIVE FINANCE COMMITTEE**

December 5, 2019 at 2:00 P.M.

**Location:** Treasury Conference Room, KC Admin. Bldg., Room 610 (6<sup>th</sup> Floor)

***Committee Members: Councilmember Claudia Balducci, Chair, Dwight Dively, Director PSB; Ken Guy, Director FBOD; Caroline Whalen, County Administrative Officer***

***Staff: Carol Basile, Treasury Manager; Mike Smith, Chief Investment Officer; Christine Denis, Portfolio Manager; & Eben Sutton, Financial Services Administrator***

**AGENDA ITEMS**

1. **Action:** Approval of Minutes of the October 17, 2019 Executive Finance Committee meeting (page 2)
2. **Action:** Designate lending fund(s) for interfund loans where a lending fund has not been designated (Pages 3-5).  
*Cheryl Lee, Chief Accountant*
3. **Action:** Approval of the “Official Intent” reimbursement motion concerning the issuance of bonds in an aggregate principal amount of \$6,200,000 to undertake a Kent building acquisition (Handout)  
*Nigel Lewis, Senior Debt Analyst*
4. **Briefing/Possible Action:** Proposal to Review & Possibly Remove Restrictions on Wells Fargo Bank (pages 6-10)  
*Nigel Lewis, Senior Debt Analyst*  
*Mike Smith, Chief Investment Officer*
5. **Action:** Committee’s direction for investment of idle cash balances of specific County funds not needed for immediate expenditure  
**Staff Recommendation:** Direct the Treasury Section to maintain the maximum average duration of the King County Investment Pool at the 0.7 to 1.2 year range.  
*Mike Smith, Chief Investment Officer*
6. **Briefing:** October 2019 Investment Summary
  - Issuer Diversification , Credit Exposure and Compliance Report (page 11)
  - King County Investment Pool Yield & Duration versus Custom Benchmark (page 12)
  - Detailed Transaction Report - Investment Activity Summary (page 13)
  - King County Investment Pool Asset Allocation (page 14)
  - King County Investment Pool Maturity Distribution (page 15)
  - Investment Performance Review & Impaired Pool Summary (pages 16-27)
  - Interest Rate Summary (page 28)*Mike Smith, Chief Investment Officer*
7. **Briefing:** Interfund Borrowing for October 2019 (Page 29)
  - Interfund Interest Report – County Tier 2 Funds
  - Pooled Tier 1 County Funds with Negative Cash Balances
  - Excluded County Funds with Negative Balances – Tier 2 Funds Not Paying Interest*Eben Sutton, Financial Services Administrator*
  - Interfund Borrowing by District & Non-County Funds (page 30)
  - Interfund Borrowings – EFC Approved Loans (page 31)*Mike Smith, Chief Investment Officer*
8. **Briefing:** Update on Potential Changes to EFC Meetings and Report Package in 2020 (Handout)  
*Carol Basile, Treasury Manager*

**OTHER BUSINESS**

**ADJOURNMENT**

**MINUTES**  
**EXECUTIVE FINANCE COMMITTEE**  
**October 17, 2019**

The Executive Finance Committee (EFC) Meeting was held October 17, 2019 at 2:05 and adjourned at 2:40 p.m.

<u><b>Members Present</b></u>	<u><b>Others Present</b></u>	<u><b>Others Present -</b></u> <u><b>Continued</b></u>	<u><b>Members Absent</b></u>
Krista Camenzind	Andrew Kim	Eben Sutton	Claudia Balducci
(for Claudia Balducci)	Nigel Lewis	Carol Basile	
Dwight Dively	Stacey Crawshaw-Lewis, Pacifica	Mike Smith	
Caroline Whalen	Chris McGowan	Christine Denis	
Ken Guy	Gary Prince, IPAC/Transit	Jenifer Merkel	
	John Molloy, PFM (phone)	Peggy Pahl	
		Jennifer Atchison	

**ACTION ITEMS**

1. **Minutes** – The Committee voted unanimously to approve the Minutes of the September 19, 2019 Executive Finance Committee meeting.
2. **“Official Intent” Motion** – The Committee voted unanimously to approve the motion documenting the County’s intent to obtain financing in the amount of \$35,000,000 to undertake the King County Land Conservation Initiative. This motion does not bind the Council or Executive to a certain policy. It is necessary to meet Internal Revenue System documentation requirements.
3. **Approval of Written Procedures for Post-Bond Issuance Compliance with Federal Tax Laws** – The Committee voted unanimously to approve the new procedures for Post-Bond Issuance Compliance with Federal Tax Laws.
4. **Investment Direction** – The Committee voted unanimously to approve the Treasury recommendation to adjust the maximum effective duration of the King County Investment Pool to the 0.7 to 1.2 year range.

**BRIEFINGS**

1. **Quarterly Review of Investment Pool** – John Molloy of PFM presented the third quarter review of the King County Investment Pool. He provided the Committee with an overview of market conditions during the quarter, and he discussed the current inversion of the yield curve and the possibility of the Fed cutting rates in October and December. He then commented on the condition of the investment pool, and he stated that the pool had ample liquidity, was very well diversified, and had very strong credit quality. He also noted that the pool was in compliance with all established policies. Finally, he pointed out that the pools was in very good shape.
2. **Redline Version of Written Procedures for Post-Bond Issuance Compliance with Federal Tax Laws** – The Committee reviewed the redline version and was briefed on the changes made from the prior procedure.
3. **September 2019 Investment Summary** – The Committee was provided a summary report showing the pool was in compliance with all its policies, reviewed investment performance, and monthly investment activity. In addition, the Committee reviewed the distribution of investment holdings by maturity, security type, credit rating, and issuer. The Committee was updated on the payments received from the VFNC Trust investment. Finally, the Committee was briefed on the current interest rate and economic environment.
4. **September 2019 Interfund Borrowing** – The Committee was provided a review of both County and non-county interfund borrowing.

**OTHER BUSINESS**

The Committee was informed that a cross-team composed of individuals from Treasury, PSB, PAO, and outside bond counsel completed a process mapping for County GO bond issuance.

  
Mike Smith, Chief Investment Officer



**King County**  
**Finance & Business**  
**Operations Division**

Department of Executive Services  
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401 Fifth Avenue  
Seattle, WA 98104  
(206) 263-9258  
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November 22, 2019

To: Executive Finance Committee

From: Cheryl Lee, Chief Accountant

Subject: 2019 Fiscal Year-End Interfund Loans – Lending Fund Identification

At the end of each year, County funds with a cash deficit must have a documented "overnight" loan from 12/31 of the year being reported to 1/1 of the following year for compliance with the State Auditor's BARS Manual and section 43.09.200 RCW. This loan replaces the use of surplus County cash which occurs at all other times of the year. Loans between County funds must be approved by the Executive Finance Committee under 4.24.010 King County Code (KCC).

I recommend designation of the Insurance (Risk Management) fund as the lending fund for all loans of surplus County cash as of December 31, 2019. The cash balance of the Insurance fund at the end of the October fiscal period was \$75.9 million and at November 15, 2019 was \$79.9 million. The loans will be recorded as adjustments in the County's financial statements prepared as of December 31, 2019 and will have no impact upon the collection and distribution of interest, which will occur as normal and as described in section 4.10 KCC. If the EFC would like to designate a lending fund other than the one recommended, members will find a listing of funds with cash balances in excess of \$10 million at the end of the October fiscal period attached.

Thank you for your consideration.

Attachment

## Year End EFC Cash Memo: Funds with \$10M Cash

Fund Name	Balance Amount	
	OCT-2019	NOV-2019
000004643 - PUBLIC TRANS REVENUE STABILIZATION	240,850,852.06	240,850,852.06
000003611 - WATER QUALITY CONST-UNRES	207,641,280.80	201,422,773.83
000003641 - PUBLIC TRANS CONST-UNREST	203,554,205.20	201,876,766.42
000004641 - PUBLIC TRANSPORTATION OP	154,453,210.07	151,558,125.50
000003642 - PUBLIC TRANS REVENUE FLEET CAPITAL	139,247,647.17	138,816,181.12
000005500 - EMPLOYEE BENEFITS PROGRAM	137,268,054.58	130,764,568.12
000008921 - WASTEWATER REVENUE BOND RESERVES	125,365,160.36	125,365,160.36
000005420 - SAFETY & WORKERS' COMP	114,630,875.36	112,766,982.41
000004611 - WATER QUALITY OPERATING	104,895,165.40	109,533,268.03
000008920 - WATER QUALITY REV BOND	95,487,502.09	93,819,191.27
000000010 - CURRENT EXPENSE SUB-FUND	90,488,032.55	105,215,852.29
000005520 - INSURANCE	75,930,067.17	79,901,062.37
000001480 - BEST STARTS FOR KIDS LEVY	69,339,896.38	72,624,556.17
000001190 - EMERGENCY MEDICAL SERVICE	62,601,635.75	66,180,356.68
000002460 - FED HOUSNG & COMM DEV FND	61,528,905.63	60,371,942.74
000003581 - PARKS CAPITAL FUND	53,691,133.78	52,678,552.26
000008430 - PUBLIC TRANSPORTATION BONDS	52,764,242.80	52,764,242.80
000004040 - SOLID WASTE OPERATING	51,831,340.46	52,874,221.25
000003910 - LANDFILL RESERVE FUND	40,388,977.80	40,339,546.95
000001030 - COUNTY ROAD FUND	36,412,810.52	37,322,895.44
000003361 - PUGET SOUND EMERGENCY RADIO NETWORK CAPITAL	35,547,025.79	34,657,673.37
000003151 - CONSERV FUTURES SUB-FUND	35,531,687.38	36,570,676.86
000004290 - AIRPORT	34,787,833.07	35,328,209.87
000003777 - 2019B LTGO BOND SUB FUND - KCIT	32,336,538.63	32,336,538.63
000001453 - PARKS OPEN SPACE AND TRAILS LEVY	31,348,967.51	35,301,774.10
000001143 - VETERANS SENIORS & HUMAN SERVICES LEVY	29,817,206.27	32,218,152.64
000001800 - PUBLIC HEALTH	29,654,277.13	29,306,618.11
000001220 - AUTO FINGERPRINT IDENT FD	28,605,197.41	29,268,696.31
000003421 - MJR MNTNCE RSRV SUB-FUND	26,453,650.80	26,412,025.55
000001411 - RAINY DAY RESERVE FUND	26,031,618.34	26,031,618.34
000003161 - PARKS BOND 3160 SUB	24,040,326.27	24,040,326.27
000001211 - SURFACE WATER MGT FUND	23,697,816.65	29,156,600.09
000003810 - SW CAP EQUIP REPLACEMENT	22,847,790.94	22,847,790.94
000001110 - EMERGENCY TELEPHONE E911	22,547,357.22	22,437,762.45
000005580 - MOTOR POOL EQUIP RENTAL	21,038,789.28	20,855,456.68
000003681 - REAL ESTATE EXCISE TX CAP	20,896,264.84	20,896,264.84
000003682 - REAL ESTATE EXCISE TX 2	20,516,462.30	20,516,462.30
000001850 - ENVIRONMENTAL HEALTH FUND	19,939,856.57	20,050,582.47
000003855 - COUNTY ROAD MAJOR MAINTENANCE FUND	18,607,337.55	18,546,051.12
000003673 - CRITICAL AREAS MITIGATION	18,266,275.90	18,158,263.50
000005441 - WWTR EQ RNT&RVLVG FD	17,763,581.33	17,747,912.60
000001280 - LOCAL HAZARDOUS WASTE FD	15,929,467.10	14,369,896.41
000005450 - FINANCE & BUS OPERATIONS	15,850,086.20	15,644,612.44
000008500 - UNLIMITED G O BOND REDEM.	15,757,417.12	16,662,570.82
000003908 - SOLID WASTE CONSTR 2017 LTGO BND	15,243,662.43	15,243,662.43
000005511 - FACILITIES MANAGEMENT SUB	14,186,060.91	13,750,980.57
000005490 - BUSINESS RESOURCE CENTER	13,836,778.07	13,636,482.59
000001135 - MIDD	13,324,674.75	12,935,401.75
000008400 - LIMITED G O BOND REDEMP.	13,213,741.45	13,655,896.23
000008922 - WASTEWATER STATE LOAN RESERVES	13,057,547.18	13,057,547.18
000003691 - TRNSF OF DEV CREDIT PROG	12,063,905.94	12,063,905.94
000001120 - BEHAVIORAL HEALTH	11,817,209.91	10,757,197.58
000004501 - RADIO COMM OPRNG FND	11,728,290.54	11,793,985.42

Fund Name	Balance Amount	
	OCT-2019	NOV-2019
000005570 - PUBLIC WORKS EQUIP RENTAL	11,535,930.52	11,513,730.66
000005531 - DATA PROCESSING SERVICES	11,165,964.00	18,114,390.56
000001070 - DEVELOPMENTAL DISABILITY		14,055,930.53

## **Proposal to Review and Possibly Remove Restrictions on Wells Fargo Bank**

### **Background**

In February 2017 the EFC approved the following restrictions on Wells Fargo:

- 1. The County's investment pool will not invest in any new eligible securities offered under the Bank's name. This includes a restriction on investing in Wells Fargo corporate notes and Wells Fargo commercial paper.*
- 2. The County will not enter into any new direct purchase agreements ("loans") with a subsidiary of Wells Fargo Bank, as a means of financing capital improvement projects. A direct purchase agreement is a form of debt financing that allows the County to take advantage of short-term variable interest rates.*
- 3. The County will exclude Wells Fargo Securities as a member of the County's pool of underwriters for negotiated and competitive bond sales.*

*The EFC took this action because of conduct engaged in by Wells Fargo Bank involving the creation of unauthorized bank and credit card accounts without customer permission. At upcoming monthly meetings, the EFC will continue to discuss and review the impacts of these restrictions*

In the memo on the following page, Wells Fargo requests that King County review its decision to impose restrictions.

# MEMORANDUM

**To:** Mr. Nigel Lewis  
*Senior Debt Analyst*  
King County

**From:** Wells Fargo Securities

**Date:** March 11, 2019

**Re:** An Update on Wells Fargo


**Executive Summary.** Thank you for the opportunity to discuss your Executive Finance Committee's decision two years ago to impose restrictions on: investing in Wells Fargo securities; entering into direct purchases with Wells Fargo Bank; and excluding Wells Fargo as a member of the County pool of underwriters for negotiated and competitive sales. Over the past two and a half years, Wells Fargo management has apologized for, and taken responsibility for, the sales practices in its retail bank that prompted the County's action. While none of us is proud of what happened in our retail bank, we are proud that in sharp contrast to other recent financial industry problems at other firms – Wells Fargo's leadership and Board took dramatic actions to accept responsibility, remediate harm and make sure these problems are not repeated in the future. These actions have included Executive and Board leadership changes, clawback of compensation, organizational changes, external review, and fundamental changes of sales practices. Rather than fight or deny the problems, the Bank worked hard to address and mitigate them as addressed in the attached Progress Report (labeled Appendix A). In the meantime, the Bank has continued to serve and invest in communities like King County, donating a total of \$444 million to over 11,000 non-profit organizations in 2018 nationwide and working hard to regain the trust of the customers and communities we serve.

**Restrictions Have Ended.** With these actions, high profile agencies that had limited, restricted or banned business with Wells Fargo like the County had, have once again been doing business with Wells Fargo Bank and Wells Fargo Securities<sup>1</sup>. Some of the most high profile of these have included the State of California, the City and County of San Francisco and City of Los Angeles (Department of Water and Power). In addition, even communities with intense political pressure to consider changes in banking relationship – notably the City of Portland – have reaffirmed their decisions to do their banking with Wells Fargo based on the quality of services, resources and financial strength offered by the Bank. We are also pleased the City of Seattle continues to bank with WFBNA.

[illegible]

**OFFERING MEMORANDUM**


Dated: December 20, 2018



NOT TO EXCEED \$100,000,000

<p>CITY AND COUNTY OF SAN FRANCISCO TAKESNOT LEASE REVENUE COMMERCIAL PAPER CERTIFICATES OF PARTICIPATION, SERIES J</p>	<p>CITY AND COUNTY OF SAN FRANCISCO TAKESNOT LEASE REVENUE COMMERCIAL PAPER CERTIFICATES OF PARTICIPATION, SERIES J-7</p>
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 **STATE STREET.**  
State Street Bank and Trust Company

Ratings: Moody's "A-1"  
S&P "A-1"  
Fitch "F1a"

**Dealers:**

Citigroup	Loop Capital Markets	US Bancorp
		Wells Fargo Securities

[illegible]

<sup>1</sup> Tradename of certain capital markets functions of Wells Fargo Bank, NA.









As a result of this progress, Wells Fargo Securities ("WFS") has remained one of the nation's leading underwriters of municipal bonds, completing the year in 2018 as the seventh-ranked firm having senior managed \$14.96 billion of municipal bonds and poised to continue to grow in 2019.<sup>2</sup> Early in 2019 WFS announced that Charles Peck, formerly of Morgan Stanley, would lead our Public Finance Department and Michael Engelbrecht, a veteran WFS public finance investment banker and a specialist in utility financing, would lead the Western Region. This leadership team has articulated our firm's strong commitment to public finance and serving clients like King County.

WFS has been continuing to work with large issuers across the nation. A small cross sampling of these clients is presented to the right; a more complete list is attached as Appendix B. (Appendix B not included)

We would welcome the opportunity to speak with County staff and with your Executive Finance Committee, if appropriate, to discuss why we believe the restrictions on doing business with Wells Fargo should now be lifted in view of the progress the bank has

made in correcting the problems that led to the ban and the time that has elapsed. We also note that the restrictions placed on Wells Fargo have not been imposed on other banks and underwriters for missteps which have had potentially more severe or direct consequences to the County (notably the LIBOR scandal). We would therefore respectfully request that the County's Executive Finance Committee review the important progress Wells Fargo has made since the restrictions were imposed two years ago, with a view to lifting them so that the County may benefit from the capital, strong ratings and other resources of Wells Fargo.

**Conclusion.** As you know, Wells Fargo has a long and strong commitment to King County, with 1,277 team members in 82 locations in the County. Last year, Wells Fargo Bank lent \$6.2 billion in 25,567 mortgage loans (including low and moderate income families and individuals), which together with small business lending and Community Reinvestment Act-qualified community development loans and investments have helped the County with housing and economic development. In addition as you know Wells Fargo Bank previously provided the County with \$100 million of direct purchase lending for its wastewater bonds and has continued to offer financing ideas and solutions with the hope of continuing to serve the County.

Notable Financings			
Pennsylvania Turnpike Commission  \$84,365,000  Senior Manager January 2019  	State of Arizona  \$425,005,000  Joint Books January 2019  	New Jersey Transportation Trust Fund Authority  \$750,000,000  Senior Manager January 2019  	State of New Jersey  \$500,000,000  Direct Purchase December 2018  
Washoe County Regional Transportation Commission  \$183,235,000  Senior Manager December 2018  	New York City Housing Development Corporation  \$184,000,000  Senior Manager December 2018  	Michigan Strategic Fund  \$610,300,000  Joint Books November 2018  	Prisma Health  \$586,525,000  Senior Manager November 2018  
Long Island Power Authority  \$430,000,000  Senior Manager November 2018  	Roosevelt University  \$117,830,000  Sole Manager September 2018  	State of Colorado  \$500,000,000  Senior Manager September 2018  	University of Chicago  \$400,000,000  Joint Books September 2018  

\*Product of Wells Fargo Bank, N.A.

(Removed 4 pages of Disclaimers)

<sup>2</sup> Source: Thomson Reuters SDC; Represents competitive and negotiated municipal new issues underwritten for 1/1/2018 to 12/31/2018 by Wells Fargo Securities

## Wells Fargo: Committed to Rebuilding Trust

# Progress Report

**Wells Fargo has taken a series of steps to address improper sales practices, and we continue to make critical changes to rebuild the trust of our customers and team members. While there is still work to be done, here are some actions Wells Fargo has already taken on our path to making things right, fixing the problems, and building a better bank:**

## Completed Actions

### Leadership

- ✓ Elected Betsy Duke chair of the Board of Directors, effective Jan. 1, 2018; since January 2017, six independent directors have joined the board and 10 have retired.
- ✓ Reviewed board committee structure and leadership and amended committee charters to enhance and reduce duplication in risk oversight.
- ✓ Launched a Stakeholder Advisory Council, which includes seven external members representing groups focused on consumer rights, fair lending, the environment, human rights, civil rights, and governance, to provide insight and feedback to the board and senior management.
- ✓ Announced new leaders and organizational structure in the Community Bank, creating a more streamlined and efficient organization, and created a new Change Leader position, responsible for redefining the business model in branches and call centers to focus on the customer experience.
- ✓ Released findings from the Board of Directors' independent investigation of retail banking sales practices and related matters, which included additional compensation actions that in total have exceeded \$180 million after board mandated additional forfeitures and clawbacks.
- ✓ Issued a comprehensive [Business Standards Report](#) detailing the many changes Wells Fargo has made since 2016 to address causes of past issues and transform the company. We appreciate and value feedback we received on the report from the Interfaith Center on Corporate Responsibility (ICCR), our Stakeholder Advisory Council, and other stakeholders.

### Customers

- ✓ Remediating customers in connection with the retail sales practices matter, including under the stipulated judgment with the Los Angeles City Attorney and under the CFPB and OCC consent orders, as well as by working with customers directly and offering free mediation services; we are committed to making things right for any customer who was financially harmed by unacceptable sales practices – regardless of the time frame.
- ✓ Expanded the company's customer complaint servicing and resolution process and reached out to 40 million retail and 3 million small business customers asking them to contact us with any concerns about their accounts.
- ✓ Improved controls by sending automatic notifications to customers after a personal or small business checking account, savings account, or credit card has been opened.
- ✓ Established a dedicated 24/7 toll-free number for customers with concerns about their accounts, or any aspect of their relationship with Wells Fargo. Customer service representatives are available 24/7 at (877) 924-8697.
- ✓ Received final court approval for a class-action settlement agreement concerning retail sales practices, which sets aside \$142 million for remediation and settlement expenses to cover customers and former customers with claims of unauthorized accounts back to 2002.



## Completed Actions

### Customers

- ✓ Received preliminary approval on a settlement agreement to pay \$480 million to resolve a consolidated securities fraud class action alleging certain misstatements and omissions in disclosures related to sales practices matters; Wells Fargo denies the claims and allegations and entered into the agreement in principle to avoid the cost and disruption of further litigation.
- ✓ Engaged a third-party to conduct a detailed analysis of our customers' accounts to help identify potential harm and expanded the review time period to almost eight years – 2009 through 2016 – and are providing customer remediation based on this expanded review.
- ✓ Created a Commitment to Customer Center of Excellence, responsible for establishing centralized enterprise standards and enhancing execution of remediation efforts across Wells Fargo's consumer businesses.

### Incentives

- ✓ Eliminated product sales goals for retail bankers who serve customers in bank branches and call centers.
- ✓ Created a new compensation and performance management plan for retail bankers focused on customer experience, stronger oversight and controls, and team versus individual incentives.

### Risk Management & Integrity

- ✓ Announced new organizational design to strengthen risk management operating framework; the model clearly separates front line (execution) and independent risk management (oversight) roles with dedicated control executives reporting to the business group heads to coordinate all front-line risk management responsibilities.
- ✓ Hired external talent to strengthen our risk management capabilities, including a new chief risk officer, chief compliance officer, and a head of Regulatory Relations (new position); hired more than 2,000 new external team members in Risk Management in 2016 and 2017.
- ✓ Created a Conduct Management Office to centralize the handling of internal investigations, EthicsLine and ethics oversight, complaints oversight, and sales practice oversight.

### Team Members

- ✓ Following third-party reviews and the completion of a detailed culture assessment to collect team member feedback, we launched a Culture Program to clearly articulate the culture we want by introducing a streamlined Vision, Values & Goals and new behavioral expectations to deliver a disciplined and objective approach to defining, monitoring, and sustaining our culture.
- ✓ Made enhancements to the EthicsLine intake process and expanded the "Raise Your Hand" communications initiative to help reduce risks by encouraging team members to speak up when they see an issue or concern that may need additional review, attention, or expertise.
- ✓ Established a process to enable former team members to request a review regarding termination or resignation allegedly due to sales performance/culture reasons.

## In Progress

- Committed to satisfying the requirements of a consent order with the Board of Governors of the Federal Reserve System regarding our board's governance oversight and the company's compliance and operational risk management.
- Entered into consent orders with the Office of the Comptroller of the Currency (OCC) and Consumer Financial Protection Bureau (CFPB) that address matters pertaining to the company's compliance risk management program and previously-disclosed issues regarding certain interest rate-lock extensions on home mortgages and collateral protection insurance (CPI) placed on certain auto loans.

# KING COUNTY INVESTMENT POOL

## ISSUER DIVERSIFICATION, CREDIT EXPOSURE and COMPLIANCE REPORT

10/31/2019

*The investment pool complies with all constraints listed in Schedule 1 of the investment policy*

	Book Value	% of Portfolio	Issuer Limits/Restrictions	Credit Agency Ratings		Minimum Credit Restrictions	Maximum Maturity
				S&P	Moody's		
<b>U.S. TREASURIES</b>		<b>100%</b>	<b>NONE</b>			<b>NONE</b>	<b>5 Years</b>
U.S. T-BILLS OR T-NOTES	\$2,952,652,758.39	34.5%	In Compliance	AA+	Aaa	In Compliance	In Compliance
<b>GOVERNMENTAL AGENCIES</b>		<b>100%</b>	<b>35% per agency across investment type</b>			<b>NONE</b>	<b>5 Years</b>
		32.2%	In Compliance				
FEDERAL HOME LOAN BANK (FHLB)	\$695,553,772.50	8.1%	In Compliance	AA+	Aaa	In Compliance	In Compliance
INTERNATIONAL BANK FOR RECON & DEV (IBRD)	\$613,480,772.91	7.2%	In Compliance	AAA	Aaa	In Compliance	In Compliance
INTER-AMERICAN DEV BANK (IADB)	\$495,277,084.09	5.8%	In Compliance	AAA	Aaa	In Compliance	In Compliance
INTERNATIONAL FINANCE CORP (IFC)	\$222,224,837.86	2.6%	In Compliance	AAA	Aaa	In Compliance	In Compliance
FEDERAL FARM CREDIT BANK (FFCB)	\$187,599,246.84	2.2%	In Compliance	AA+	Aaa	In Compliance	In Compliance
ASIAN DEVELOPMENT BANK (ASIA)	\$164,221,877.13	1.9%	In Compliance	AAA	Aaa	In Compliance	In Compliance
EUROPEAN BANK FOR RECON & DEV (EBRD)	\$162,091,987.38	1.9%	In Compliance	AAA	Aaa	In Compliance	In Compliance
FEDERAL HOME LOAN MORTGAGE CORP (FHLMC)	\$114,947,554.70	1.3%	In Compliance	AA+	Aaa	In Compliance	In Compliance
FEDERAL NATIONAL MORTGAGE ASSOC. (FNMA)	\$99,902,361.11	1.2%	In Compliance	AA+	Aaa	In Compliance	In Compliance
<b>U.S. AGENCY MORTGAGE BACKED SECURITIES</b>		<b>Not to exceed 25%</b>	<b>35% per agency</b>			<b>NONE</b>	<b>5 Year Average Live</b>
		0.0%	In Compliance				
CMO AGENCIES FNMA	\$3,389,644.21	0.0%	In Compliance	AA+	Aaa	In Compliance	In Compliance
<b>REPURCHASE AGREEMENTS</b>		<b>100.0%</b>	<b>Not to exceed 25% per dealer</b>			<b>A1/P1<sup>(1) (2)</sup></b>	<b>60 Days</b>
WELLS FARGO SECURITIES, INC. TRI-PARTY REPO	\$300,000,000.00	3.5%	In Compliance	A-1	N/A	In Compliance	In Compliance
<b>LOCAL GOVERNMENT INVESTMENT POOL</b>		<b>Not to exceed 25%</b>	<b>State of WA LGIP only</b>			<b>NONE</b>	<b>N/A</b>
WASHINGTON STATE TREASURER'S LGIP	\$922,583,385.45	10.8%	In Compliance	N/A	N/A		
<b>OVERNIGHT DEPOSITS</b>		<b>100%</b>	<b>NONE</b>			<b>COLLATERALIZED</b>	
	\$91,488,207.74	1.1%					
<b>COMMERCIAL PAPER</b>		<b>Not to exceed 25% combined with Corp Notes</b>	<b>5% per issuer across investment type</b>			<b>A1/P1, if &gt;100 days A or better</b>	<b>270 Days</b>
		7.0%	In Compliance				
TORONTO DOMINION	\$169,329,527.78	2.0%	In Compliance	A-1+	P-1	In Compliance	In Compliance
COLGATE PALMOLIVE CO	\$100,000,000.00	1.2%	In Compliance	A-1+	P-1	In Compliance	In Compliance
BANK OF NOVA SCOTIA	\$99,633,333.33	1.2%	In Compliance	A-1	P-1	In Compliance	In Compliance
ROYAL BANK OF CANADA	\$99,486,972.22	1.2%	In Compliance	A-1+	P-1	In Compliance	In Compliance
HOME DEPOT INC	\$57,000,000.00	0.7%	In Compliance	A-1	P-1	In Compliance	In Compliance
UPS	\$49,910,277.78	0.6%	In Compliance	A-1	P-1	In Compliance	In Compliance
3M COMPANY	\$24,994,833.33	0.3%	In Compliance	A-1+	P-1	In Compliance	In Compliance
<b>CORPORATE NOTES</b>		<b>Not to exceed 25% combined with CP</b>	<b>5% per issuer across investment type</b>			<b>A or better<sup>(3)</sup></b>	<b>5 Years</b>
		11.0%	In Compliance				
APPLE INC	\$152,613,371.01	1.8%	In Compliance	AA+	Aa1	In Compliance	In Compliance
BANK OF MONTREAL	\$111,116,756.27	1.3%	In Compliance	A+	Aa2	In Compliance	In Compliance
MICROSOFT	\$98,275,975.33	1.1%	In Compliance	AAA	Aaa	In Compliance	In Compliance
US BANK N.A.	\$85,425,317.81	1.0%	In Compliance	AA-	A1	In Compliance	In Compliance
PNC BANK	\$80,000,000.00	0.9%	In Compliance	A	A2	In Compliance	In Compliance
BANK OF NEW YORK MELLON	\$75,000,000.00	0.9%	In Compliance	AA-	Aa2	In Compliance	In Compliance
TORONTO DOMINION	\$67,642,884.29	0.8%	In Compliance	AA-	Aa1	In Compliance	In Compliance
JP MORGAN	\$50,510,029.98	0.6%	In Compliance	A+	Aa2	In Compliance	In Compliance
PROCTER & GAMBLE	\$44,381,299.05	0.5%	In Compliance	AA-	Aa3	In Compliance	In Compliance
BANK OF NOVA SCOTIA	\$42,749,277.13	0.5%	In Compliance	A+	Aa2	In Compliance	In Compliance
UPS	\$29,546,953.57	0.3%	In Compliance	A	A2	In Compliance	In Compliance
HONEYWELL	\$28,141,480.49	0.3%	In Compliance	A	A2	In Compliance	In Compliance
CANADIAN IMPERIAL BANK	\$27,359,464.56	0.3%	In Compliance	A+	Aa2	In Compliance	In Compliance
3M CO	\$24,977,211.11	0.3%	In Compliance	AA-	A1	In Compliance	In Compliance
WALT DISNEY CO	\$14,999,557.96	0.2%	In Compliance	A	A2	In Compliance	In Compliance
HOME DEPOT INC	\$7,984,205.00	0.1%	In Compliance	A	A2	In Compliance	In Compliance
	<b>\$8,566,492,218.31</b>	<b>100.0%</b>					

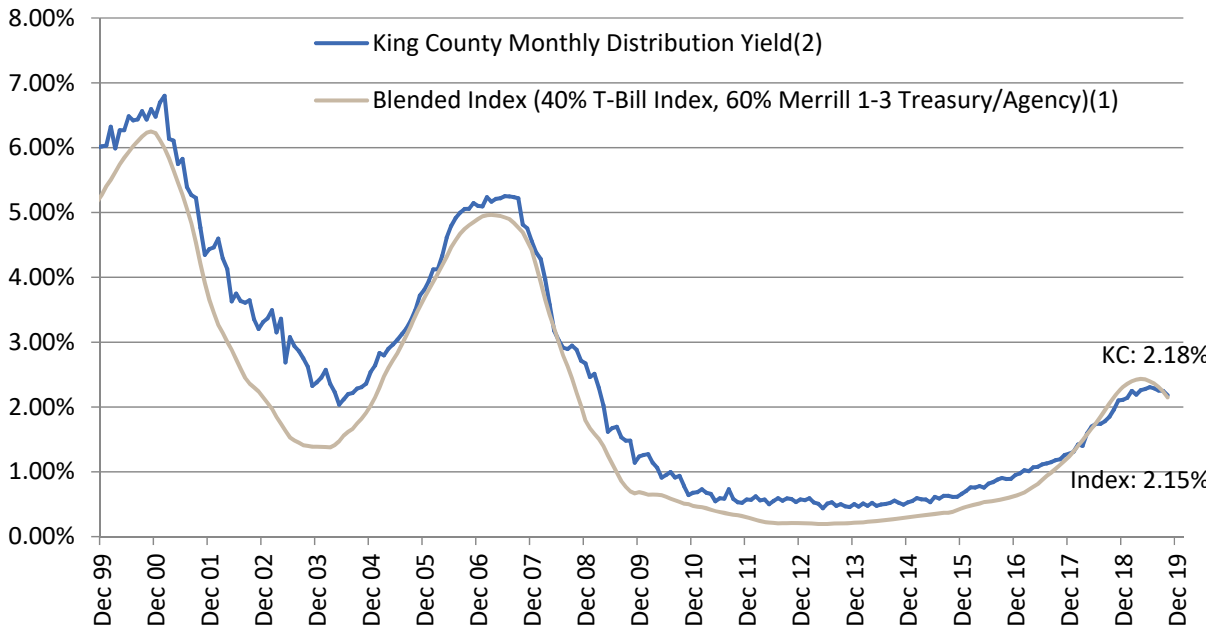
ADDITIONAL PORTFOLIO LEVEL REQUIREMENTS	Actual	Status
Effective Duration Less Than 1.5 Years	0.872	In Compliance
40% of Portfolio Value 12 Months or Less	66.1%	In Compliance
Corporate Exposure Not Greater Than 50%	18.0%	In Compliance
Corp Notes & CP ≤ 25%	18.0%	In Compliance
Maximum Duration of Corp Note Portfolio ≤ 3 years	1.114	In Compliance

(1) Must be rated by at least one nationally recognized rating agency

(2) Also backed by collateral

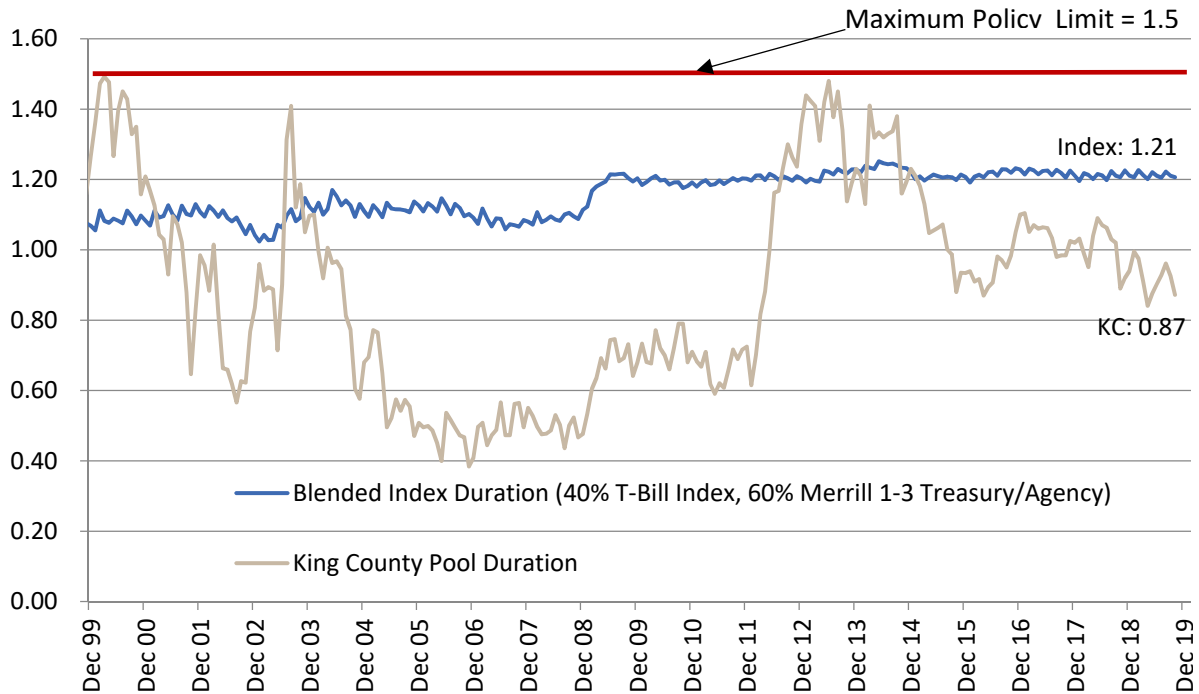
(3) Must be rated by at least 2 nationally recognized rating agencies

## King County Monthly Distribution Yield Versus Custom Index<sup>(1)</sup>



(1) Does not include any negative distributions from the impaired pool

## King County Monthly Duration Versus Custom Index





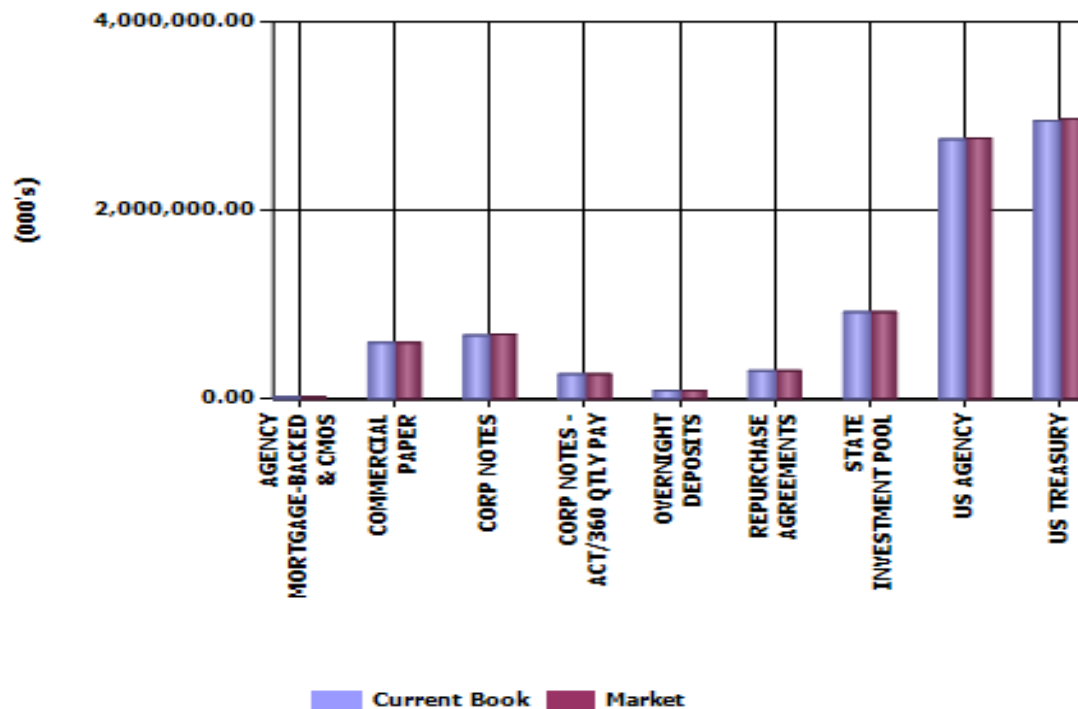
DESCRIPTION	AVG RATE	AVG PAR
<b>PURCHASES</b>		
Wells Fargo Tri-Repo	1.830	187,700,000.00

DESCRIPTION	COUPON	MATURITY	SETTLED	BK YLD	PAR VALUE	BOOK VALUE
<b>PURCHASES</b>						
BANK NOVA SCOTIA	.000	01/06/2020	10/01/2019	2.011	100,000,000.00	99,461,111.11
IBRD DISCOUNT NOTE	.000	01/23/2020	10/03/2019	1.861	50,000,000.00	49,712,222.22
UNITED PARCEL	.000	12/05/2019	10/04/2019	1.906	50,000,000.00	49,836,388.89
3M COMPANY	.000	11/05/2019	10/09/2019	1.863	25,000,000.00	24,965,125.00
FHLB DISCOUNT NOTE	.000	12/02/2019	10/15/2019	1.714	100,000,000.00	99,772,000.00
IADB DISCOUNT NOTE	.000	11/20/2019	10/16/2019	1.743	50,000,000.00	49,915,416.67
IADB DISCOUNT NOTE	.000	12/20/2019	10/22/2019	1.725	50,000,000.00	49,859,055.56
FHLB DISCOUNT NOTE	.000	11/20/2019	10/23/2019	1.737	100,000,000.00	99,865,055.56
FHLB DISCOUNT NOTE	.000	11/20/2019	10/24/2019	1.737	100,000,000.00	99,869,875.00
TORONTO DOMINION	.000	11/20/2019	10/24/2019	1.853	20,000,000.00	19,972,250.00
APPLE INC CALLABLE Anytime	2.100	09/12/2022	10/24/2019	1.759	20,000,000.00	20,185,400.00
ASIAN DEV BANK	1.875	02/18/2022	10/24/2019	1.670	85,422,000.00	85,816,649.64
INTL FIN CORP	1.126	07/20/2021	10/24/2019	1.682	121,000,000.00	119,850,500.00
INTERAMERICAN DEV BANK	1.875	03/15/2021	10/25/2019	1.694	45,672,000.00	45,784,809.84
FHLB DISCOUNT NOTE	.000	11/20/2019	10/25/2019	1.727	152,400,000.00	152,210,135.00
US TREASURY NOTE	1.750	07/15/2022	10/25/2019	1.602	100,000,000.00	100,390,625.00
FHLB DISCOUNT NOTE	.000	10/28/2019	10/25/2019	1.800	90,000,000.00	89,986,500.00
IADB DISCOUNT NOTE	.000	11/20/2019	10/25/2019	1.742	50,000,000.00	49,937,166.67
IADB DISCOUNT NOTE	.000	11/08/2019	10/25/2019	1.751	50,000,000.00	49,965,972.22
FHLB DISCOUNT NOTE	.000	10/28/2019	10/25/2019	1.720	157,000,000.00	156,977,496.67
IADB DISCOUNT NOTE	.000	11/08/2019	10/25/2019	1.751	50,000,000.00	49,965,972.22
COLGATE-PALM CO	.000	11/01/2019	10/28/2019	1.760	100,000,000.00	99,980,444.44
FHLB DISCOUNT NOTE	.000	10/29/2019	10/28/2019	1.750	167,000,000.00	166,991,881.94
US TREASURY NOTE	2.750	02/15/2024	10/29/2019	1.682	100,000,000.00	104,406,250.00
IADB DISCOUNT NOTE	.000	12/02/2019	10/29/2019	1.723	50,000,000.00	49,918,777.78
FHLB DISCOUNT NOTE	.000	10/30/2019	10/29/2019	1.670	168,000,000.00	167,992,206.67
LGIP	2.054	11/01/2019	10/30/2019	2.054	140,000,000.00	140,000,000.00
TORONTO DOMINION	.000	06/01/2020	10/30/2019	1.860	50,000,000.00	49,450,555.56
INT BK RECON & DEV	2.750	07/23/2021	10/30/2019	1.745	25,000,000.00	25,426,000.00
LGIP	2.054	11/01/2019	10/31/2019	2.054	1,378,731.48	1,378,731.48
HOME DEPOT INC	.000	11/01/2019	10/31/2019	1.550	57,000,000.00	56,997,545.83
FFCB DISCOUNT NOTE	.000	06/09/2020	10/31/2019	1.596	38,000,000.00	37,629,753.33
INT BK RECON & DEV	1.626	03/09/2021	10/31/2019	1.740	100,000,000.00	99,847,000.00
<b>TOTAL PURCHASES</b>					<b>2,562,872,731.48</b>	<b>2,564,318,874.30</b>

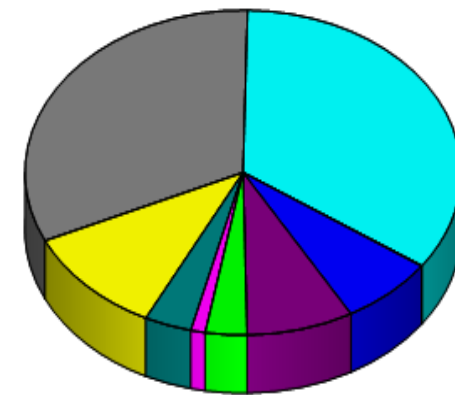


Assets (000's)	PAR	BOOK	MARKET	MKT/BK	YIELD
AGENCY MORTGAGE-BACKED & CMOS	3,346.87	3,389.64	3,389.64	100.00%	4.33%
COMMERCIAL PAPER	602,000.00	600,354.94	600,505.53	100.03%	1.99%
CORP NOTES	680,365.00	677,159.89	686,612.07	101.40%	2.66%
CORP NOTES - ACT/360 QTLY PAY	263,400.00	263,563.90	263,707.90	100.05%	2.35%
OVERNIGHT DEPOSITS	91,488.21	91,488.21	91,488.21	100.00%	0.00%
REPURCHASE AGREEMENTS	300,000.00	300,000.00	300,000.00	100.00%	1.72%
STATE INVESTMENT POOL	922,583.39	922,583.39	922,583.39	100.00%	2.05%
US AGENCY	2,762,993.00	2,755,299.49	2,767,607.89	100.45%	2.02%
US TREASURY	2,950,000.00	2,952,652.76	2,972,586.78	100.68%	2.17%
<b>Totals (000's):</b>	<b>8,576,176.46</b>	<b>8,566,492.22</b>	<b>8,608,481.40</b>	<b>100.49%</b>	<b>2.10%</b>

### PORTFOLIO ALLOCATION



CURRENT PAR %



AGENCY MORTGAGE-BACKED & CMOS - 0%	REPURCHASE AGREEMENTS - 3%
COMMERCIAL PAPER - 7%	STATE INVESTMENT POOL - 11%
CORP NOTES - 8%	US AGENCY - 32%
CORP NOTES - ACT/360 QTLY PAY - 3%	US TREASURY - 34%
OVERNIGHT DEPOSITS - 1%	



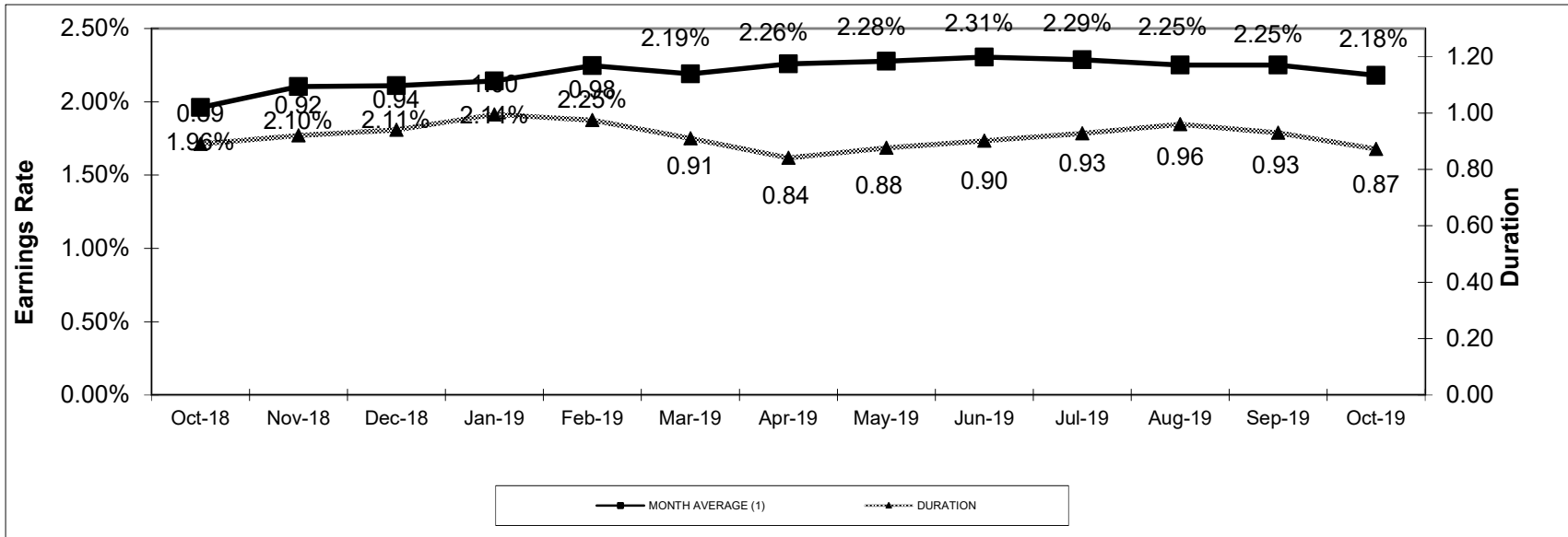
# KING COUNTY INVESTMENT POOL

## MATURITY DISTRIBUTION AS OF 10/31/2019

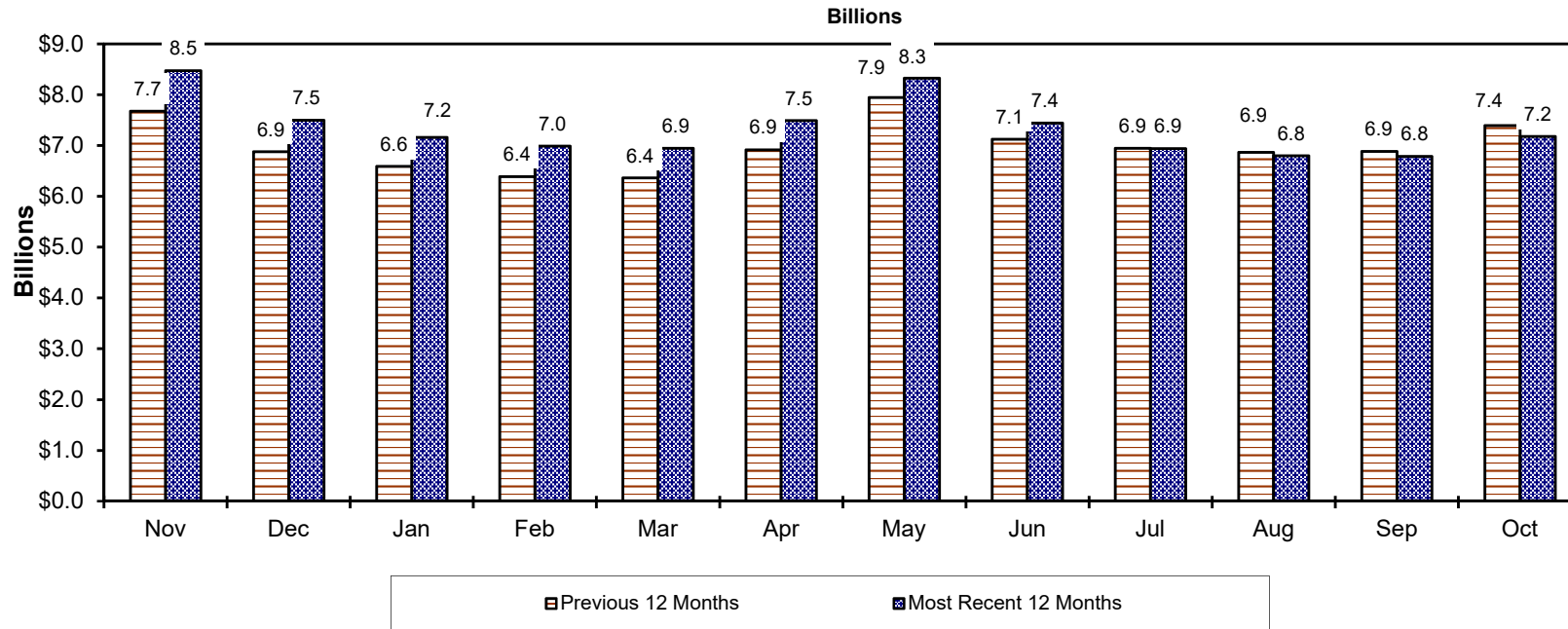
<u>CALL/MATURITY</u>	<u>DATE RANGE</u>	<u>NO OF INV</u>	<u>BOOK VALUE</u>	<u>%</u>	<u>CUM %</u>
0 TO 1 MONTHS	11/01/19 - 12/03/19	20	2,352,758,942.17	27.5%	27.5%
1 TO 3 MONTHS	12/04/19 - 01/31/20	14	858,125,183.77	10.0%	37.5%
3 TO 6 MONTHS	02/01/20 - 04/30/20	15	896,961,029.60	10.5%	48.0%
6 TO 12 MONTHS	05/01/20 - 10/31/20	30	1,552,466,653.40	18.1%	66.1%
12 TO 24 MONTHS	11/01/20 - 10/31/21	39	1,669,860,141.34	19.5%	85.6%
24 TO 36 MONTHS	11/01/21 - 10/31/22	14	590,119,542.59	6.9%	92.5%
36 TO ** MONTHS	11/01/22 -	12	646,200,725.44	7.5%	100.0%
GRAND TOTALS		144	8,566,492,218.31		

# KING COUNTY INVESTMENT POOL

## EARNINGS DISTRIBUTION RATE & EFFECTIVE DURATION



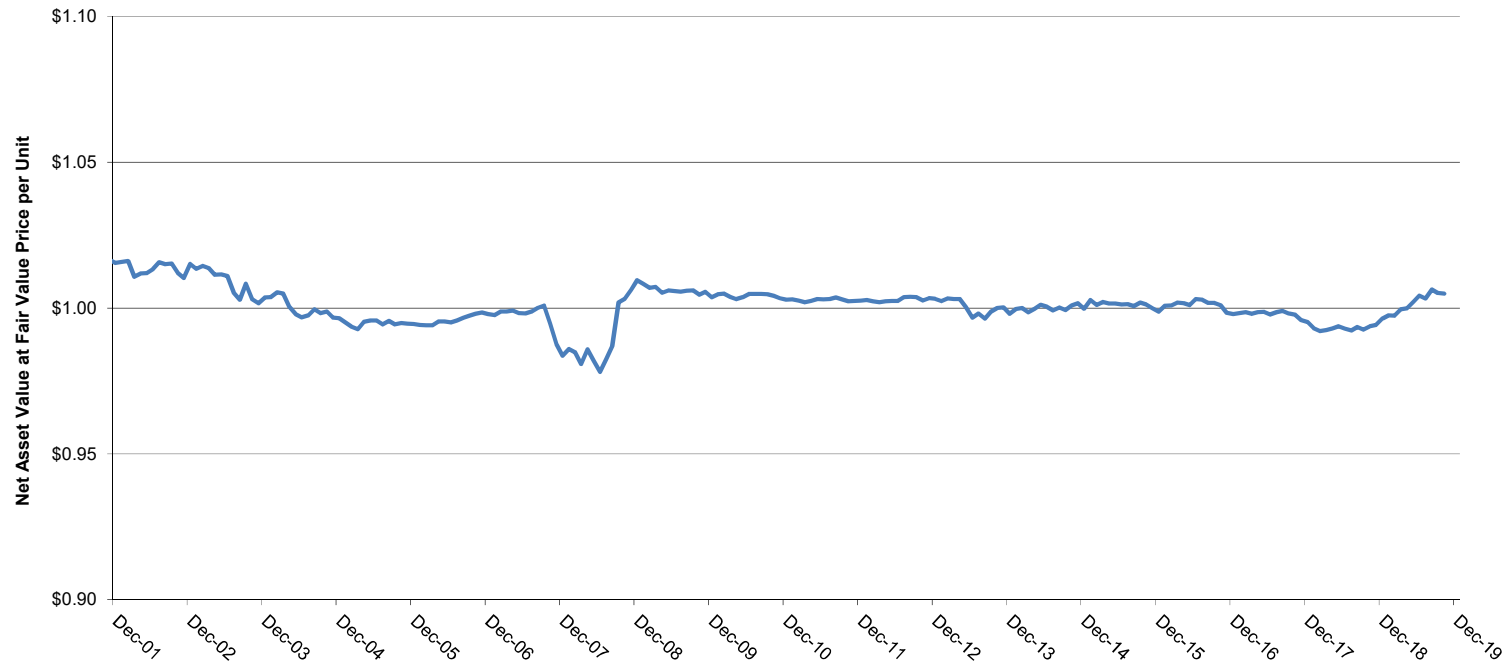
## AVERAGE MONTHLY INVESTMENT POOL BALANCE



## King County Investment Pool Fair Value Report

	08/31/19	09/30/19	10/31/19
<b>Net Assets (1)</b>			
Net Assets held in trust for pool participants	<u>\$ 6,962,033,410.59</u>	<u>\$ 6,916,720,310.21</u>	<u>\$ 8,519,914,222.87</u>
Net assets consist of:			
Participant units outstanding (\$1.00 par)	\$ 6,917,983,861.29	\$ 6,880,912,506.05	\$ 8,477,925,039.49
Undistributed and unrealized gains(losses)	<u>\$ 44,049,549.30</u>	<u>\$ 35,807,804.16</u>	<u>\$ 41,989,183.38</u>
Net Assets	<u>\$ 6,962,033,410.59</u>	<u>\$ 6,916,720,310.21</u>	<u>\$ 8,519,914,222.87</u>
Total Pool -- Net asset value at fair value price per unit	<b><u>\$1.0064</u></b>	<b><u>\$1.0052</u></b>	<b><u>\$1.0050</u></b>

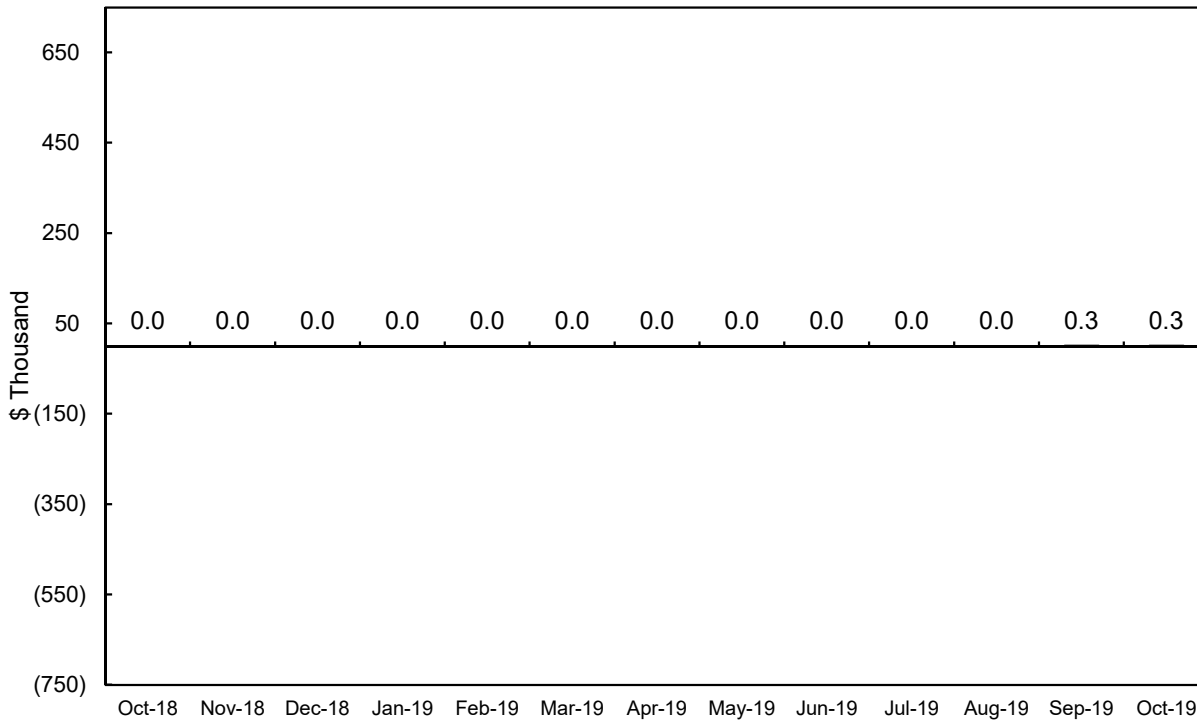
## King County Investment Pool History of Fair Value per Dollar Invested (1)



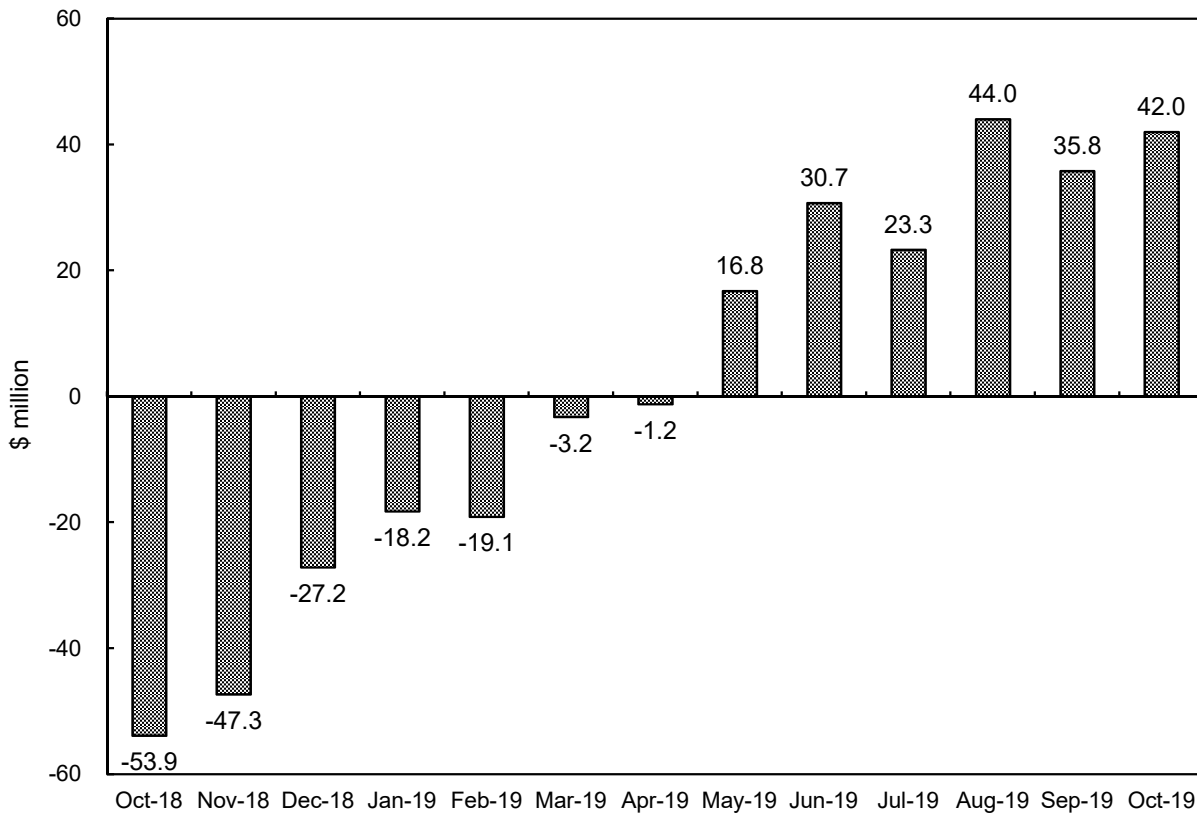
(1) Impaired securities were separated from main pool on 9/1/08

# GAIN / LOSS SUMMARY

## TOTAL REALIZED GAIN OR LOSS (1)



## NET UNREALIZED GAIN OR LOSS (TOTAL PORTFOLIO)



(1) Excludes gains/losses from impaired CP

KING COUNTY TREASURY OPERATIONS  
SEATTLE, WASHINGTON

PORTFOLIO DETAIL FINANCIAL ANALYSIS  
AS OF 10/31/19

(MANFIN)

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\*\* FIXED INCOME \*\*

INVSMT NUMBER	DESCRIPTION	INTEREST RATE	YIELD	MAT/CALL DATE	MARKET PRICE	CURRENT PAR	CURRENT BOOK	MARKET VALUE	UNREALIZED GAIN/LOSS	ANNUAL INCOME
711	LOCAL GOVT INVESTM	2.054251	2.054251	11/01/19	100.000000	922,583,385.45	922,583,385.45	922,583,385.45	.00	18,952,180.36
1522	CASH-US BANK	.001000	.001000	11/01/19	100.000000	89,208,032.65	89,208,032.65	89,208,032.65	.00	892.08
1523	CASH-KEY BANK	.001000	.001000	11/01/19	100.000000	1,255,960.89	1,255,960.89	1,255,960.89	.00	12.56
1524	CASH-BOFA	.001000	.001000	11/01/19	100.000000	1,024,214.20	1,024,214.20	1,024,214.20	.00	10.24
3797	COLGATE-PALM CO	.000000	1.760345	11/01/19	100.000000	100,000,000.00	100,000,000.00	100,000,000.00	.00	1,760,344.65
3806	Wells Fargo Tri-Re	1.720000	1.720000	11/01/19	100.000000	300,000,000.00	300,000,000.00	300,000,000.00	.00	5,160,000.00
3807	HOME DEPOT INC	.000000	1.550069	11/01/19	100.000000	57,000,000.00	57,000,000.00	57,000,000.00	.00	883,539.24
3767	3M COMPANY	.000000	1.862598	11/05/19	99.979667	25,000,000.00	24,994,833.33	24,994,916.67	83.34	465,649.58
3793	IADB DISCOUNT NOTE	.000000	1.751192	11/08/19	99.967000	50,000,000.00	49,982,986.11	49,983,500.00	513.89	875,595.95
3795	IADB DISCOUNT NOTE	.000000	1.751192	11/08/19	99.967000	50,000,000.00	49,982,986.11	49,983,500.00	513.89	875,595.95
2729	FED HOME LN BANK	1.375000	1.382876	11/15/19	99.990000	35,000,000.00	34,999,896.89	34,996,500.00	-3,396.89	484,006.74
3741	Toronto Dominion	.000000	2.027394	11/20/19	99.903417	100,000,000.00	99,893,388.89	99,903,416.67	10,027.78	2,027,394.35
3756	FNMA DISCOUNT NOTE	.000000	1.854861	11/20/19	99.911000	100,000,000.00	99,902,361.11	99,911,000.00	8,638.89	1,854,861.26
3773	IADB DISCOUNT NT	.000000	1.742948	11/20/19	99.911000	50,000,000.00	49,954,083.34	49,955,500.00	1,416.66	871,474.21
3779	FHLE DISCOUNT NOTE	.000000	1.737344	11/20/19	99.911000	100,000,000.00	99,908,430.56	99,911,000.00	2,569.44	1,737,344.39
3781	FHLE DISCOUNT NOTE	.000000	1.737261	11/20/19	99.911000	100,000,000.00	99,908,430.56	99,911,000.00	2,569.44	1,737,260.61
3782	TORONTO DOMINION	.000000	1.852570	11/20/19	99.903417	20,000,000.00	19,980,472.22	19,980,683.33	211.11	370,514.09
3789	FHLE DISCOUNT NOTE	.000000	1.727152	11/20/19	99.911000	152,400,000.00	152,261,252.50	152,264,364.00	3,111.50	2,632,179.26
3792	IADB DISCOUNT NOTE	.000000	1.742189	11/20/19	99.911000	50,000,000.00	49,954,083.34	49,955,500.00	1,416.66	871,094.63
3260	US TREASURY NOTE	1.500000	2.425699	11/30/19	99.971000	50,000,000.00	49,964,144.02	49,985,500.00	21,355.98	1,212,849.36
3750	IADB Discount NT	.000000	1.906843	12/02/19	99.856000	50,000,000.00	49,918,194.45	49,928,000.00	9,805.55	953,421.70
3770	FHLE DISCOUNT NOTE	.000000	1.713908	12/02/19	99.856000	100,000,000.00	99,852,750.00	99,856,000.00	3,250.00	1,713,907.71
3800	IADB DISCOUNT NOTE	.000000	1.722799	12/02/19	99.856000	50,000,000.00	49,925,944.45	49,928,000.00	2,055.55	861,399.27
3763	UNITED PARCEL	.000000	1.906238	12/05/19	99.827167	50,000,000.00	49,910,277.78	49,913,583.33	3,305.55	953,118.81
3419	BANK OF MONTREAL	2.100000	3.064064	12/12/19	100.022000	10,000,000.00	9,989,428.91	10,002,200.00	12,771.09	306,406.39
3405	US Treasury Note	1.375000	2.724251	12/15/19	99.947000	50,000,000.00	49,920,472.76	49,973,500.00	53,027.24	1,362,125.43
3777	IADB DISCOUNT NOTE	.000000	1.724862	12/20/19	99.773000	50,000,000.00	49,882,944.45	49,886,500.00	3,555.55	862,431.07
3251	US TREASURY NOTE	1.625000	2.429371	12/31/19	99.968000	50,000,000.00	49,935,642.93	49,984,000.00	48,357.07	1,214,685.37
3406	US Treasury Note	1.625000	2.733946	12/31/19	99.968000	50,000,000.00	49,910,990.16	49,984,000.00	73,009.84	1,366,973.06
3758	BANK NOVA SCOTIA	.000000	2.010836	01/06/20	99.657167	100,000,000.00	99,633,333.33	99,657,166.67	23,833.34	2,010,836.18
3598	ROYAL BK CANADA	.000000	2.578197	01/13/20	99.620806	100,000,000.00	99,486,972.22	99,620,805.56	133,833.34	2,578,196.52
2781	US TREASURY NOTE	1.375000	1.504545	01/15/20	99.953000	100,000,000.00	99,974,054.44	99,953,000.00	-21,054.44	1,504,544.64
3122	US BANK NA OHIO CA	2.350000	2.373171	12/23/19C	100.067000	50,000,000.00	49,997,441.78	50,033,500.00	36,058.22	1,186,585.70
3761	IBRD Discount NT	.000000	1.860709	01/23/20	99.627000	50,000,000.00	49,786,736.11	49,813,500.00	26,763.89	930,354.72
3270	US TREASURY NOTE	1.250000	2.527363	01/31/20	99.914000	50,000,000.00	49,845,263.20	49,957,000.00	111,736.80	1,263,681.70
3338	US TREASURY NOTE	1.250000	2.585898	01/31/20	99.914000	50,000,000.00	49,838,128.98	49,957,000.00	118,871.02	1,292,949.03
2788	APPLE INC	1.550000	1.810661	02/07/20	99.848000	14,034,000.00	14,024,490.00	14,012,668.32	-11,821.68	254,108.19
3556	APPLE INC	1.550000	2.642577	02/07/20	99.848000	47,132,000.00	46,996,385.88	47,060,359.36	63,973.48	1,245,499.41
2888	MICROSOFT CORP CAL	1.850000	1.736140	02/12/20	100.016000	36,104,000.00	36,115,218.05	36,109,776.64	-5,441.41	626,816.11
3339	US TREASURY NOTE	1.375000	2.605454	02/15/20	99.914000	50,000,000.00	49,826,372.74	49,957,000.00	130,627.26	1,302,726.89
3437	US TREASURY NOTE	1.375000	2.770935	02/15/20	99.914000	50,000,000.00	49,802,517.37	49,957,000.00	154,482.63	1,385,467.42
2864	US TREASURY NOTE	1.250000	1.366848	02/29/20	99.875000	100,000,000.00	99,962,428.45	99,875,000.00	-87,428.45	1,366,847.73

KING COUNTY TREASURY OPERATIONS  
SEATTLE, WASHINGTON

PORTFOLIO DETAIL FINANCIAL ANALYSIS  
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RUN: 11/05/19 10:16:01

\*\* FIXED INCOME \*\*

INVSMT NUMBER	DESCRIPTION	INTEREST RATE	YIELD	MAT/CALL DATE	MARKET PRICE	CURRENT PAR	CURRENT BOOK	MARKET VALUE	UNREALIZED GAIN/LOSS	ANNUAL INCOME
2815	WALT DISNEY CO	1.950000	1.959000	03/04/20	100.025000	15,000,000.00	14,999,557.96	15,003,750.00	4,192.04	293,850.04
2880	FED HOME LOAN BANK	1.875000	1.588108	03/13/20	100.099000	100,000,000.00	100,101,646.39	100,099,000.00	-2,646.39	1,588,107.64
3360	US TREASURY NOTE	1.625000	2.575944	03/15/20	99.996000	50,000,000.00	49,828,543.76	49,998,000.00	169,456.24	1,287,972.13
3191	FED HOME LN BANK	2.375000	2.383802	03/30/20	100.334000	30,000,000.00	29,998,912.77	30,100,200.00	101,287.23	715,140.65
3231	INT BK RECON & DEV	1.376000	2.553294	03/30/20	99.792000	131,524,000.00	130,907,169.09	131,250,430.08	343,260.99	3,358,194.09
3435	US TREASURY NOTE	2.250000	2.794137	03/31/20	100.262000	100,000,000.00	99,780,786.04	100,262,000.00	481,213.96	2,794,136.90
3055	US TREASURY NOTE	1.500000	1.699612	04/15/20	99.965000	75,000,000.00	74,933,608.92	74,973,750.00	40,141.08	1,274,709.30
3059	EURO BK RECON & DE	1.626000	1.804759	05/05/20	99.913000	62,185,000.00	62,130,065.86	62,130,899.05	833.19	1,122,289.52
2908	APPLE INC	1.800000	1.835100	05/11/20	100.004000	20,000,000.00	19,996,426.29	20,000,800.00	4,373.71	367,020.04
3390	US TREASURY NOTE	1.500000	2.787318	05/15/20	99.945000	50,000,000.00	49,664,154.41	49,972,500.00	308,345.59	1,393,659.06
3436	US TREASURY NOTE	1.500000	2.816019	05/15/20	99.945000	50,000,000.00	49,656,346.46	49,972,500.00	316,153.54	1,408,009.72
2490	US Treasury Note	1.500000	1.432685	05/31/20	99.922000	100,000,000.00	100,037,690.98	99,922,000.00	-115,690.98	1,432,685.42
3450	US TREASURY NOTE	1.375000	2.870042	05/31/20	99.856000	66,000,000.00	65,443,898.88	65,904,960.00	461,061.12	1,894,227.87
3804	TORONTO DOMINION	.000000	1.860444	06/01/20	98.869917	50,000,000.00	49,455,666.67	49,434,958.33	-20,708.34	930,222.10
3808	FFCB DISCOUNT NOTE	.000000	1.595546	06/09/20	99.024000	38,000,000.00	37,631,421.11	37,629,120.00	-2,301.11	606,307.46
3061	US TREASURY NOTE	1.500000	1.678610	06/15/20	99.949000	100,000,000.00	99,891,705.53	99,949,000.00	57,294.47	1,678,609.69
3246	US TREASURY NOTE	1.875000	2.514445	06/30/20	100.156000	50,000,000.00	49,794,885.04	50,078,000.00	283,114.96	1,257,222.53
3391	US TREASURY NOTE	1.875000	2.810881	06/30/20	100.156000	50,000,000.00	49,699,151.73	50,078,000.00	378,848.27	1,405,440.54
3451	US TREASURY NOTE	1.875000	2.873622	06/30/20	100.156000	50,000,000.00	49,678,625.10	50,078,000.00	399,374.90	1,436,811.00
3057	US TREASURY NOTE	1.500000	1.733197	07/15/20	99.918000	75,000,000.00	74,880,077.73	74,938,500.00	58,422.27	1,299,897.87
3454	US TREASURY NOTE	1.500000	2.899151	07/15/20	99.918000	50,000,000.00	49,522,453.00	49,959,000.00	436,547.00	1,449,575.71
3207	INTL FIN CORP	1.626000	2.482790	07/16/20	99.914000	53,000,000.00	52,689,837.67	52,954,420.00	264,582.33	1,315,878.95
3232	INTL FIN CORP	1.626000	2.593442	07/16/20	99.914000	50,000,000.00	49,670,018.30	49,957,000.00	286,981.70	1,296,721.17
3634	US BANK NA OHIO CA	2.186000	2.016072	06/24/20C	100.079000	25,400,000.00	25,428,528.10	25,420,066.00	-8,462.10	512,082.23
3392	US TREASURY NOTE	1.625000	2.822162	07/31/20	100.008000	50,000,000.00	49,566,772.47	50,004,000.00	437,227.53	1,411,080.83
3453	US TREASURY NOTE	2.000000	2.903996	07/31/20	100.285000	50,000,000.00	49,672,328.57	50,142,500.00	470,171.43	1,451,997.88
3221	INT BK RECON & DEV	1.126000	2.513986	08/10/20	99.476000	30,345,000.00	30,030,153.69	30,185,992.20	155,838.51	762,868.96
3062	US TREASURY NOTE	1.500000	1.695421	08/15/20	99.910000	100,000,000.00	99,849,852.80	99,910,000.00	60,147.20	1,695,421.10
3250	ASIAN DEV BANK	1.625000	2.683986	08/26/20	99.872000	28,670,000.00	28,430,701.76	28,633,302.40	202,600.64	769,498.77
3230	US TREASURY NOTE	2.125000	2.519986	08/31/20	100.422000	100,000,000.00	99,682,875.72	100,422,000.00	739,124.28	2,519,985.72
2997	INT BK RECON&DEV	1.626000	1.633170	09/04/20	99.940000	25,000,000.00	24,998,532.68	24,985,000.00	-13,532.68	408,292.45
2998	INT BK RECON&DEV	1.626000	1.633170	09/04/20	99.940000	25,000,000.00	24,998,532.68	24,985,000.00	-13,532.68	408,292.45
3377	TORONTO DOM BANK	3.150000	3.160918	09/17/20	101.113000	25,000,000.00	24,997,694.58	25,278,250.00	280,555.42	790,229.53
3538	TORONTO DOM BANK	3.150000	2.916084	09/17/20	101.113000	10,000,000.00	10,019,850.59	10,111,300.00	91,449.41	291,608.35
3024	FREDDIE MAC	1.625000	1.687127	09/29/20	100.012000	65,000,000.00	64,964,254.16	65,007,800.00	43,545.84	1,096,632.63
3036	FED FARM CREDIT	1.680000	1.696478	10/13/20	100.048000	100,000,000.00	99,984,802.91	100,048,000.00	63,197.09	1,696,478.36
3047	US BANK NA OHIO CA	2.050000	2.056925	09/23/20C	100.230000	10,000,000.00	9,999,347.93	10,023,000.00	23,652.07	205,692.48
2874	MICROSOFT CORP CAL	2.000000	1.789729	11/03/20	100.241000	16,945,000.00	16,979,589.35	16,985,837.45	6,248.10	303,269.64
2876	MICROSOFT CORP CAL	2.000000	1.789729	11/03/20	100.241000	7,535,000.00	7,550,381.00	7,553,159.35	2,778.35	134,856.11
3411	MICROSOFT CORP CAL	2.000000	2.992830	10/03/20C	100.241000	13,744,000.00	13,611,781.60	13,777,123.04	165,341.44	411,334.57
3074	FREDDIE MAC	1.875000	1.908000	11/17/20	100.267000	50,000,000.00	49,983,300.54	50,133,500.00	150,199.46	954,000.23
3472	BK OF NY MELLON CA	2.432750	2.432750	12/04/19C	100.039000	50,000,000.00	50,000,000.00	50,019,500.00	19,500.00	1,216,375.00

KING COUNTY TREASURY OPERATIONS  
SEATTLE, WASHINGTON

PORTFOLIO DETAIL FINANCIAL ANALYSIS  
AS OF 10/31/19

(MANFIN)

PAGE: 3

SORTING ORDER: MATD

RUN: 11/05/19 10:16:01

\*\* FIXED INCOME \*\*

INVSMT NUMBER	DESCRIPTION	INTEREST RATE	YIELD	MAT/CALL DATE	MARKET PRICE	CURRENT PAR	CURRENT BOOK	MARKET VALUE	UNREALIZED GAIN/LOSS	ANNUAL INCOME
3229	US TREASURY NOTE	1.750000	2.561872	12/31/20	100.145000	100,000,000.00	99,091,256.63	100,145,000.00	1,053,743.37	2,561,871.91
3119	ASIAN DEV BANK	2.250000	2.287700	01/20/21	100.667000	50,000,000.00	49,978,248.84	50,333,500.00	355,251.16	1,143,850.22
2873	US TREASURY NOTE	1.375000	1.647276	01/31/21	99.734000	50,000,000.00	49,835,475.46	49,867,000.00	31,524.54	823,637.88
2884	US TREASURY NOTE	1.375000	1.679014	01/31/21	99.734000	50,000,000.00	49,816,424.69	49,867,000.00	50,575.31	839,506.85
3659	CAN IMPERIAL BK	2.700000	2.447980	02/02/21	100.972000	27,276,000.00	27,359,464.56	27,541,122.72	181,658.16	667,711.15
3204	US TREASURY NOTE	2.250000	2.389625	02/15/21	100.832000	75,000,000.00	74,869,620.55	75,624,000.00	754,379.45	1,792,218.94
3809	INT BK RECON & DEV	1.626000	1.740154	03/09/21	99.958000	100,000,000.00	99,847,309.09	99,958,000.00	110,690.91	1,740,153.60
3565	PNC BANK NA CALLAB	2.481630	2.481630	03/12/20C	100.109000	40,000,000.00	40,000,000.00	40,043,600.00	43,600.00	992,652.00
3205	US TREASURY NOTE	2.375000	2.395464	03/15/21	101.047000	75,000,000.00	74,979,617.18	75,785,250.00	805,632.82	1,796,597.82
3788	INTERAMERICAN DEV	1.875000	1.693809	03/15/21	100.309000	45,672,000.00	45,783,252.31	45,813,126.48	29,874.17	773,596.23
3348	BANK NOVA SCOTIA	2.450000	3.287385	03/22/21	100.823000	37,048,000.00	36,637,913.56	37,352,905.04	714,991.48	1,217,910.49
3349	BANK NOVA SCOTIA	2.450000	3.290235	03/22/21	100.823000	6,180,000.00	6,111,363.57	6,230,861.40	119,497.83	203,336.50
3383	UNITED PARCEL	2.050000	3.168118	04/01/21	100.410000	30,000,000.00	29,546,953.57	30,123,000.00	576,046.43	950,435.44
3235	INTERAMER DEV BK	2.625000	2.701839	04/19/21	101.334000	100,000,000.00	99,892,609.53	101,334,000.00	1,441,390.47	2,701,839.46
3243	EURO BK RECON&DV	2.750000	2.776928	04/26/21	101.569000	100,000,000.00	99,961,921.52	101,569,000.00	1,607,078.48	2,776,928.30
3280	JP MORGAN CHASE CA	2.275630	2.259373	04/26/20C	100.056000	30,000,000.00	30,006,085.97	30,016,800.00	10,714.03	677,811.90
3287	JP MORGAN CHASE CA	2.275630	2.260210	04/26/20C	100.056000	20,500,000.00	20,503,944.01	20,511,480.00	7,535.99	463,343.01
3743	INT BK RECON&DEV	1.376000	1.860911	05/24/21	99.586000	25,000,000.00	24,814,170.73	24,896,500.00	82,329.27	465,227.64
3744	INT BK RECON&DEV	1.376000	1.862735	05/24/21	99.586000	25,000,000.00	24,813,475.61	24,896,500.00	83,024.39	465,683.81
3660	BK OF NY MELLON CA	2.412750	2.412750	06/04/20C	100.133000	25,000,000.00	25,000,000.00	25,033,250.00	33,250.00	603,187.50
3665	PNC BANK NA CALLAB	2.444130	2.444130	06/10/20C	100.122000	40,000,000.00	40,000,000.00	40,048,800.00	48,800.00	977,652.00
3705	TORONTO DOM BANK	2.568380	2.319840	06/11/21	100.352000	32,500,000.00	32,625,339.12	32,614,400.00	-10,939.12	753,948.12
3728	US TREASURY NOTE	2.625000	1.573883	07/15/21	101.738000	100,000,000.00	101,755,759.58	101,738,000.00	-17,759.58	1,573,883.11
3785	INTL FIN CORP	1.126000	1.682305	07/20/21	99.171000	121,000,000.00	119,864,981.89	119,996,910.00	131,928.11	2,035,589.52
3331	INT BK RECON & DEV	2.750000	2.833339	07/23/21	101.915000	50,000,000.00	49,932,623.42	50,957,500.00	1,024,876.58	1,416,669.42
3805	INT BK RECON & DEV	2.750000	1.745237	07/23/21	101.915000	25,000,000.00	25,424,651.90	25,478,750.00	54,098.10	436,309.18
2875	MICROSOFT CORP CAL	1.550000	1.949002	08/08/21	99.845000	24,182,000.00	24,019,005.33	24,144,517.90	125,512.57	471,307.73
3336	BANK OF MONTREAL	1.900000	3.330239	08/27/21	99.984000	20,000,000.00	19,509,096.17	19,996,800.00	487,703.83	666,047.83
3337	BANK OF MONTREAL	1.900000	3.333070	08/27/21	99.984000	14,850,000.00	14,484,800.40	14,847,624.00	362,823.60	494,960.92
3379	BANK OF MONTREAL	1.900000	3.277907	08/27/21	99.984000	20,000,000.00	19,525,088.45	19,996,800.00	471,711.55	655,581.48
3380	BANK OF MONTREAL	1.900000	3.277907	08/27/21	99.984000	23,835,000.00	23,269,024.17	23,831,186.40	562,162.23	781,289.23
3470	BANK OF MONTREAL	1.900000	3.431900	08/27/21	99.984000	25,000,000.00	24,339,318.17	24,996,000.00	656,681.83	857,974.93
3375	3M CO CALLABLE Any	3.000000	3.072054	08/14/21C	102.010000	15,000,000.00	14,980,837.33	15,301,500.00	320,662.67	460,808.05
3439	HONEYWELL INTL CAL	1.850000	3.199142	10/01/21C	100.198000	13,500,000.00	13,155,455.54	13,526,730.00	371,274.46	431,884.16
3515	US TREASURY NOTE	2.500000	2.543564	01/15/22	102.055000	50,000,000.00	49,953,995.45	51,027,500.00	1,073,504.55	1,271,782.20
3519	FED FARM CREDIT	2.600000	2.616043	01/18/22	102.195000	50,000,000.00	49,983,022.82	51,097,500.00	1,114,477.18	1,308,021.45
3203	INT BK RECON & DEV	2.000000	2.687037	01/26/22	100.883000	79,775,000.00	78,617,246.86	80,479,413.25	1,862,166.39	2,143,584.00
3517	INT BK RECON & DEV	2.000000	2.645835	01/26/22	100.883000	50,000,000.00	49,310,171.05	50,441,500.00	1,131,328.95	1,322,917.66
3784	ASIAN DEV BANK	1.875000	1.670460	02/18/22	100.630000	85,422,000.00	85,812,926.53	85,960,158.60	147,232.07	1,426,940.68
3475	HOME DEPOT INC	3.250000	3.341128	03/01/22	103.540000	8,000,000.00	7,984,205.00	8,283,200.00	298,995.00	267,290.21
3548	3M CO CALLABLE ANY	2.750000	2.766133	02/01/22C	102.162000	10,000,000.00	9,996,373.78	10,216,200.00	219,826.22	276,613.35
3790	US TREASURY NOTE	1.750000	1.602485	07/15/22	100.590000	100,000,000.00	100,387,874.12	100,590,000.00	202,125.88	1,602,485.36

KING COUNTY TREASURY OPERATIONS  
SEATTLE, WASHINGTON

P O R T F O L I O   D E T A I L   F I N A N C I A L   A N A L Y S I S  
AS OF 10/31/19

(MANFIN)

SORTING ORDER: MATD

PAGE: 4

RUN: 11/05/19 10:16:01

\*\* FIXED INCOME \*\*

INVSMT NUMBER	DESCRIPTION	INTEREST RATE	YIELD	MAT/CALL DATE	MARKET PRICE	CURRENT PAR	CURRENT BOOK	MARKET VALUE	UNREALIZED GAIN/LOSS	ANNUAL INCOME
3711	HONEYWELL INTL CAL	2.150000	2.184966	07/08/22C	101.139000	15,000,000.00	14,986,024.95	15,170,850.00	184,825.05	327,744.84
3554	PROCTER & GAMBLE	2.150000	2.675874	08/11/22	101.271000	25,000,000.00	24,653,147.62	25,317,750.00	664,602.38	668,968.41
3555	PROCTER & GAMBLE	2.150000	2.665088	08/11/22	101.271000	20,000,000.00	19,728,151.43	20,254,200.00	526,048.57	533,017.52
3783	APPLE INC CALLABLE	2.100000	1.768516	08/12/22C	100.933000	20,000,000.00	20,183,950.15	20,186,600.00	2,649.85	353,703.23
3520	FED HOME LN BANK C	2.150000	2.823917	09/26/19C	100.015000	50,000,000.00	49,076,533.03	50,007,500.00	930,966.97	1,411,958.34
3521	FED HOME LN BANK C	2.150000	2.823917	09/26/19C	100.015000	30,000,000.00	29,445,919.80	30,004,500.00	558,580.20	847,175.00
3582	US TREASURY NOTE	1.500000	2.314809	03/31/23	99.945000	100,000,000.00	97,359,433.95	99,945,000.00	2,585,566.05	2,314,809.12
3702	US TREASURY NOTE	2.750000	1.839417	07/31/23	104.434000	50,000,000.00	51,636,774.90	52,217,000.00	580,225.10	919,708.56
3729	US TREASURY NOTE	2.750000	1.446710	08/31/23	104.527000	100,000,000.00	104,833,134.72	104,527,000.00	-306,134.72	1,446,710.28
3590	US TREASURY NOTE	2.250000	2.370962	01/31/24	102.945000	100,000,000.00	99,515,553.65	102,945,000.00	3,429,446.35	2,370,961.82
3799	US TREASURY NOTE	2.750000	1.682233	02/15/24	105.051000	100,000,000.00	104,397,830.41	105,051,000.00	653,169.59	1,682,233.04
3608	US TREASURY NOTE	2.125000	2.320019	02/29/24	102.473000	84,000,000.00	83,332,136.86	86,077,320.00	2,745,183.14	1,948,816.36
3637	APPLE INC	3.450000	2.775067	05/06/24	106.685000	50,000,000.00	51,412,118.69	53,342,500.00	1,930,381.31	1,387,533.58
3701	US TREASURY NOTE	2.000000	1.853725	06/30/24	102.066000	50,000,000.00	50,324,098.05	51,033,000.00	708,901.95	926,862.57
695	FNR 2003-30 LB	5.000000	4.634180	03/25/32	101.652350	652,953.56	663,742.64	663,742.64	.00	30,259.04
701	FNR 2003-33 PT	4.500000	4.255767	05/25/33	101.187277	1,093,572.50	1,106,556.24	1,106,556.24	.00	46,539.90
702	FNR 2003-33 UP	4.500000	4.255767	05/25/33	101.187278	736,243.10	744,984.35	744,984.35	.00	31,332.79
703	FNR 2003-33 PU	4.500000	4.255767	05/25/33	101.187277	864,101.70	874,360.98	874,360.98	.00	36,774.15
G R A N D   T O T A L S		1.548143	2.103099	SEP 2020	100.384386	8,576,176,464.05	8,566,492,218.31	8,608,481,401.64	41,989,183.33	180,538,719.04
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KING COUNTY TREASURY OPERATIONS  
SEATTLE, WASHINGTON

P O R T F O L I O   D E T A I L   F I N A N C I A L   A N A L Y S I S

AS OF 10/31/19

PAGE: 1

SORTING ORDER: FUND MATD

RUN: 11/05/19 10:17:49

(MANFIN)

\*\* FIXED INCOME \*\*

INVSMT NUMBER	DESCRIPTION	INTEREST RATE	YIELD	MAT/CALL DATE	MARKET PRICE	CURRENT PAR	CURRENT BOOK	MARKET VALUE	UNREALIZED GAIN/LOSS	ANNUAL INCOME
3132	US TREASURY NOTE	2.000000	2.118302	01/31/20	100.094000	1,503,000.00	1,502,568.19	1,504,412.82	1,844.63	31,838.07
3133	US TREASURY NOTE	2.000000	2.255317	01/15/21	100.477000	1,509,000.00	1,504,523.07	1,516,197.93	11,674.86	34,032.74
3136	US TREASURY NOTE	1.875000	2.409700	01/31/22	100.719000	1,531,500.00	1,514,031.04	1,542,511.49	28,480.45	36,904.55
3137	US TREASURY NOTE	1.750000	2.504973	01/31/23	100.703000	1,555,500.00	1,519,832.90	1,566,435.17	46,602.27	38,964.86
3140	US TREASURY NOTE	2.250000	2.586560	01/31/24	102.945000	1,528,500.00	1,508,368.24	1,573,514.33	65,146.09	39,535.57
3141	US TREASURY NOTE	2.500000	2.631538	01/31/25	104.766000	1,512,800.00	1,503,314.25	1,584,900.05	81,585.80	39,809.90
3144	US TREASURY NOTE	2.250000	2.668897	11/15/25	103.793000	1,536,800.00	1,501,889.01	1,595,090.82	93,201.81	41,015.61
3145	US TREASURY NOTE	2.000000	2.693823	11/15/26	102.637000	1,578,800.00	1,510,535.93	1,620,432.96	109,897.03	42,530.08
3148	US TREASURY NOTE	2.250000	2.698834	11/15/27	104.637000	1,551,800.00	1,502,863.96	1,623,756.97	120,893.01	41,880.51
3531	US TREASURY NOTE	3.125000	2.721345	11/15/28	112.137000	1,454,000.00	1,500,256.46	1,630,471.98	130,215.52	39,568.36
-----										
000008921	- WTD REV 7000	2.198996	2.528857	JUN 2024	103.283754	15,261,700.00	15,068,183.05	15,757,724.52	689,541.47	386,080.25
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3131	US TREASURY NOTE	2.000000	2.118302	01/31/20	100.094000	501,000.00	500,856.06	501,470.94	614.88	10,612.69
3500	US TREASURY NOTE	2.000000	2.544952	01/31/20	100.094000	498,700.00	498,035.23	499,168.78	1,133.55	12,691.67
3134	US TREASURY NOTE	2.000000	2.255317	01/15/21	100.477000	503,000.00	501,507.71	505,399.31	3,891.60	11,344.25
3394	US TREASURY NOTE	2.000000	2.854328	01/15/21	100.477000	507,000.00	501,974.88	509,418.39	7,443.51	14,471.44
3135	US TREASURY NOTE	1.875000	2.409700	01/31/22	100.719000	510,500.00	504,677.03	514,170.50	9,493.47	12,301.52
3313	US TREASURY NOTE	1.875000	2.684482	01/31/22	100.719000	510,000.00	501,203.50	513,666.90	12,463.40	13,690.86
3138	US TREASURY NOTE	1.750000	2.504973	01/31/23	100.703000	518,500.00	506,610.99	522,145.06	15,534.07	12,988.29
3208	US TREASURY NOTE	1.750000	2.543596	01/31/23	100.703000	517,000.00	504,524.82	520,634.51	16,109.69	13,150.39
3139	US TREASURY NOTE	2.250000	2.586560	01/31/24	102.945000	509,500.00	502,789.42	524,504.78	21,715.36	13,178.52
3209	US TREASURY NOTE	2.250000	2.621213	01/31/24	102.945000	508,000.00	500,608.05	522,960.60	22,352.55	13,315.76
3142	US TREASURY NOTE	2.500000	2.631538	01/31/25	104.766000	504,200.00	501,038.50	528,230.17	27,191.67	13,268.21
3312	US TREASURY NOTE	2.500000	2.794589	01/31/25	104.766000	503,000.00	495,936.90	526,972.98	31,036.08	14,056.78
3143	US TREASURY NOTE	2.250000	2.668897	11/15/25	103.793000	512,200.00	500,564.53	531,627.75	31,063.22	13,670.09
3395	US TREASURY NOTE	2.250000	3.036607	11/15/25	103.793000	522,000.00	499,846.38	541,799.46	41,953.08	15,851.09
3146	US TREASURY NOTE	2.000000	2.693823	11/15/26	102.637000	526,200.00	503,448.15	540,075.89	36,627.74	14,174.90
3147	US TREASURY NOTE	2.250000	2.698834	11/15/27	104.637000	517,200.00	500,890.04	541,182.56	40,292.52	13,958.37
3506	US TREASURY NOTE	3.125000	2.575824	11/15/28	112.137000	475,000.00	495,694.60	532,650.75	36,956.15	12,235.16
3530	US TREASURY NOTE	3.125000	2.721345	11/15/28	112.137000	483,000.00	498,365.80	541,621.71	43,255.91	13,144.10
-----										
370018010	- CWA REV 8000	2.206736	2.607757	MAR 2024	103.240301	9,126,000.00	9,018,572.59	9,417,701.04	399,128.45	238,104.09
-----										
3501	US TREASURY NOTE	2.000000	2.544951	01/31/20	100.094000	997,300.00	995,970.59	998,237.46	2,266.87	25,380.80
3502	US TREASURY NOTE	1.875000	2.379814	01/31/22	100.719000	1,007,000.00	996,030.00	1,014,240.33	18,210.33	23,964.72
3503	US TREASURY NOTE	2.250000	2.407753	01/31/24	102.945000	998,000.00	991,730.84	1,027,391.10	35,660.26	24,029.37
3504	US TREASURY NOTE	2.250000	2.468846	11/15/25	103.793000	1,011,000.00	998,767.77	1,049,347.23	50,579.46	24,960.04

KING COUNTY TREASURY OPERATIONS  
SEATTLE, WASHINGTON

P O R T F O L I O   D E T A I L   F I N A N C I A L   A N A L Y S I S  
AS OF 10/31/19

(MANFIN)

PAGE: 2

SORTING ORDER: FUND MATD

RUN: 11/05/19 10:17:49

\*\* FIXED INCOME \*\*

INVSMT NUMBER	DESCRIPTION	INTEREST RATE	YIELD	MAT/CALL DATE	MARKET PRICE	CURRENT PAR	CURRENT BOOK	MARKET VALUE	UNREALIZED GAIN/LOSS	ANNUAL INCOME
3505	US TREASURY NOTE	2.250000	2.558485	11/15/27	104.637000	1,021,000.00	998,463.46	1,068,343.77	69,880.31	26,122.13
114066030	- NORTHSH 8001	2.125023	2.472065	JAN 2024	102.439010	5,034,300.00	4,980,962.66	5,157,559.89	176,597.23	124,457.06
G R A N D   T O T A L S		2.188722	2.543605	APR 2024	103.125519	29,422,000.00	29,067,718.30	30,332,985.45	1,265,267.15	748,641.40
=====										

## Victoria Recovery Status as of 10/31/2019

Original Cost		\$51,937,149
Original Par	\$53,300,000	
Less Accrued not distributed	\$420,537	
Adjusted Par		<u>\$52,879,463</u>
<b>Recovered to date</b>	<b>\$48,303,436</b>	<b>91.3%</b>

Current Par Amount Outstanding	\$4,576,027
Current Cost Outstanding	\$3,633,712

Cash Receipts:		
	2008	\$7,990,692.29
	2009	\$6,910,588.46
	2010	\$5,443,668.21
	2011	\$7,793,105.01
	2012	\$4,820,226.87
	2013	\$3,388,703.17
	2014	\$3,696,981.20
	2015	\$2,778,796.49
	2016	\$1,526,846.94
	2017	\$1,428,709.34
	2018	\$1,467,403.55
	2019	\$1,057,714.73
	Total	<u>\$48,303,436.26</u>

**Impaired Pool  
Holdings Report  
9/30/2019**

Commercial Paper Issuer	Status	Current Book Value	Estimated Fair Value	Fair Value Adjustment
Cheyne Finance (1)	Restructured - Cash Out	41,185.37	28,829.76	12,355.61
Victoria Finance (VFNC Trust) (2)	Restructured - Receiving Monthly Cash Payments	4,578,026.76	3,100,652.00	1,477,374.76
<b>Total</b>		<b>4,619,212.13</b>	<b>3,129,481.76</b>	<b>1,489,730.37</b>

<b>Fair Value Ratio</b>	<b>0.6775</b>
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(1) After consulting with the County's financial advisor, the County choose to select the "cash out" option for the Cheyne and restructuring. However, the Receiver for this program held back a portion of the cash for various indemnifications. The fair values shown on this report represent the County's potential cash recovery from the amounts being retained by the Receiver.

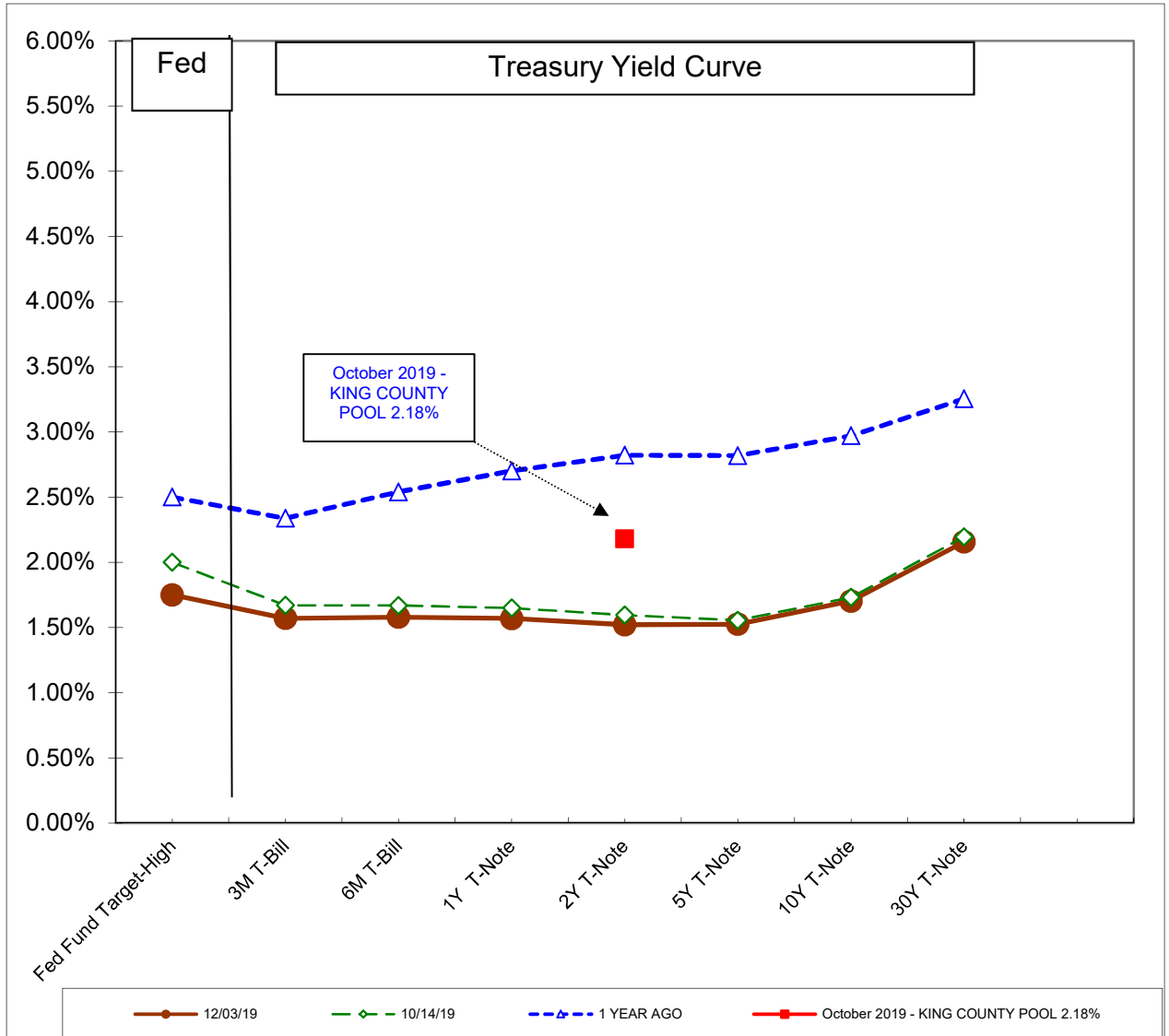
(2) During September 2009, the County completed the restructuring process for Victoria. Based on consultations with legal and financial experts, the County elected to participate in an "Exchange Offer" in which the County's pro rata share of assets in Victoria were transferred to a new company titled VFNC Trust. At the time of Victoria's restructuring the County's financial advisor estimated that by participating in the exchange offer that the overall recovery rate could be between 50 to 76 percent, and potentially higher. The VFNC Trust investment replaced Victoria in the "impaired pool" and it continues to make monthly cash distributions. It is expected that future monthly distributions will continue for at least 5 or 6 more years, or as long as the underlying securities continue to make cash payments. We do not foresee distributing any realized losses related to Victoria until it is apparent that no further cash flows will be forthcoming. Adding the cash recoveries through October and assuming that the asset could be sold at the assumed prices for the underlying securities, the current estimated total recovery would be approximately 97% of the original investment's adjusted par amount.

**Combined Earnings History for Impaired and Non-Impaired Pools**

	(A)	(B)	(A) + (B)
	<i>Distributed Realized Gains/Losses Resulting from Impaired Investments Purchased in 2007 <sup>(1)</sup></i>	<i>Total Pool Earnings Distribution</i>	<i>Net Pool Earnings Distributed</i>
YTD 2019	\$0	\$134,388,544	<b>\$134,388,544</b>
2018	(\$196,023)	\$124,073,108	<b>\$123,877,085</b>
2017	\$0	\$75,072,195	<b>\$75,072,195</b>
2016	\$189,049	\$50,641,904	<b>\$50,830,953</b>
2015	(\$427,263)	\$33,344,087	<b>\$32,916,824</b>
2014	\$0	\$26,330,761	<b>\$26,330,761</b>
2013	\$0	\$24,331,721	<b>\$24,331,721</b>
2012	(\$1,204,894)	\$25,978,721	<b>\$24,773,827</b>
2011	\$0	\$29,270,651	<b>\$29,270,651</b>
2010	\$0	\$42,160,462	<b>\$42,160,462</b>
2009	\$0	\$71,036,470	<b>\$71,036,470</b>
2008	(\$73,296,907)	\$135,838,883	<b>\$62,541,976</b>
2007	\$0	\$199,099,971	<b>\$199,099,971</b>
2006	\$0	\$165,576,358	<b>\$165,576,358</b>

(1) Figures have not been adjusted for recoveries from legal settlements.

# INTEREST RATE SUMMARY



	12/03/19	10/14/19	1 YEAR AGO
Fed Fund Target-High	1.75%	2.00%	2.50%
3M T-Bill	1.57%	1.67%	2.34%
6M T-Bill	1.58%	1.67%	2.54%
1Y T-Note	1.57%	1.65%	2.70%
2Y T-Note	1.52%	1.60%	2.82%
5Y T-Note	1.53%	1.56%	2.82%
10Y T-Note	1.70%	1.73%	2.97%
30Y T-Note	2.16%	2.20%	3.25%

# King County Executive Finance Committee

## Interfund Borrowing Report for EFC, (OCT-2019 period)

Below is a summary of the causes of the current deficit cash balances.

**Funds listed in Black have a description of the cause of the deficit; funds listed in Blue have an EFC-approved loan in place.**

**Items in Green have not yet been analyzed or needs to be revisited; items in Red appear unusual in nature and should be discussed during today's meeting.**

Interest on Interfund Loans - County Tier 2 Funds Paying Interest						
Item #	Fund No.	Months Reported	Average Cash		Fund Name	Description
E	A1	00-000-001-0	3	(27,445,540.06)	CURRENT EXPENSE SUB-FUND	Timing between collection of property tax levy
D	A2	00-000-189-0	1	(292,088.10)	PUBLIC HEALTH ADMIN FUND	research pending
APPRV'D	A3	00-000-395-1	10	(24,567,881.23)	BLDG REPAIR/REPL SUBFUND	Approved interfund loan in place
Pooled Tier 1 Funds with Negative Cash Balances						
Item #	Fund No.	Lowest Cash	Average Cash	Fund Name		Description
APPRV'D	B1	00-000-118-0	3	(3,009,067.63)	(3,009,067.63)	LODGING TAX Approved interfund loan in place
APPRV'D	B2	00-000-121-0	>12	(2,791,966.20)	(1,757,877.89)	SHARED SERVICES FUND Approved interfund loan in place
F	B3	00-000-134-6	1	(44,939.35)	30,086.15	DPER GENERAL PUBLIC SERVICES Timing differences
APPRV'D	B4	00-000-139-6	>12	(6,275,644.11)	(6,275,638.69)	RISK ABATEMENT/2006 FUND Approved interfund loan in place
APPRV'D	B5	00-000-147-1	6	(48,166.45)	(37,453.28)	HISTORCL PRSRVTN & H PRGM Large disbursement timing issue
APPRV'D	B6	00-000-156-1	>12	(665,947.89)	(398,469.64)	KC FLD CNTRL OPR CONTRACT Approved interfund loan in place
APPRV'D	B7	00-000-331-0	>12	(2,644,152.56)	(2,147,142.32)	LONG-TERM LEASES Approved interfund loan in place
APPRV'D	B8	00-000-352-2	>12	(186,154.69)	(173,034.98)	OS KC NON BND FND SUBFUND Approved interfund loan in place
APPRV'D	B9	00-000-357-1	>12	(3,854,841.78)	(2,478,374.60)	KC FLD CNTRL CAP CONTRACT Approved interfund loan in place
APPRV'D	B10	00-000-359-1	3	(1,105,916.78)	55,926.17	KC MARINE CONST Approved interfund loan in place
Excluded County Funds with Negative Cash Balances - Tier 2 Funds Not Paying Interest						
Item #	Fund No.	Lowest Cash	Average Cash	Fund Name		Description
B	C1	00-000-668-0	2	(30,331.52)	19,087.55	AD VALOREM TAX REFUND Timing differences
B	C2	00-000-670-0	1	(85,799.98)	18,613,253.51	UNDISTRIBUTED TAXES Timing differences
B	C3	00-000-699-0	1	(23,019.14)	(5,814.50)	ASSMT DISTRIBTN / REFUND Pending special distribution

A: Reimbursement funds - reimbursements are collected periodically from other Agencies

B: Reimbursement funds - pay expenditures first, get reimbursed later, internal to the county

C: Subfund cash transfers - different subfunds within one Agency

D: Known accounting or cash transfer error

E: Anticipated seasonality of receipts

F: Timing issue of receipts and disbursements

**Interfund Borrowing by District & Non-County Funds  
October 2019**

Fund Number	Fund Name	Average Borrowed	Average Cash Balance	Comment
064013010	HIGHLINE SD401 CAPITAL PROJECT	(\$1,032,707.65)	\$4,322,388.43	<= Now positive
064053010	BELLEV SCH CAP PROJ FUND	(\$2,225,731.46)	\$1,583,259.74	<= Now positive
064063010	TUKWILA SCH CAP PROJ FD	(\$695,482.20)	\$4,018,835.74	<= Now positive
064103080	SNOQUALMIE SD410 CAP PROJ	(\$35.25)	(\$26.74)	<= Now positive
064173060	NSHORE SD#417 FD 2007	(\$364.82)	(\$11.75)	<= Negative \$0.02
064173070	NSHORE SD417 CAPPROJ 2006	(\$614.24)	(\$19.78)	<= Negative \$0.04
070350010	BEAUX ARTS GEN TAX REG FD	(\$346.18)	\$5,979.20	<= Negative \$346.18
070450020	BOTHELL LIFT REV	(\$18.68)	\$8,360.78	<= Now positive
070454010	BOTHELL DRAINAGE UTILITY	(\$92.64)	\$94,902.50	<= Now positive
070534010	BURIEN DRAINAGE UTILITY	(\$51.69)	\$132,279.62	<= Now positive
071640020	FEDERAL WAY LIFT REV	(\$4.22)	\$794.40	<= Now positive
072608510	ISSAQUAH G O BOND FUND	(\$152.69)	\$63,650.64	<= Now positive
073098510	KIRKLAND G O BOND FUND	(\$592.21)	\$19,758.20	<= Now positive
075451190	SEATTLE EMS TAX FUND	(\$12,632.72)	\$1,853,041.24	<= Negative \$8,340.05
075458510	SEATTLE GO BOND FUND	(\$6,884.29)	\$792,834.06	<= Now positive
075510010	SKYKOMISH GEN TAX REG T	(\$60.20)	\$1,147.84	<= Now positive
075548510	CT OF SNOQUALMIE GO BD	(\$91.09)	\$10,399.05	<= Now positive
075918510	TUKWILA GO BOND FUND	(\$16.05)	(\$8.35)	<= Now positive
090498010	WATER 49 REVENUE BOND 59	(\$21,401.73)	(\$21,401.73)	<= Negative \$21,886.52
100118400	FD #11 LTD GO BOND	(\$300.00)	(\$77.42)	<= Now positive
130010010	SNOQ VALLEY WATERSHED	(\$3,627.55)	\$18,092.02	<= Now positive
220010010	DIRECTORS ASSOCIATION	(\$71,318.59)	\$3,182,777.91	<= Now positive
Report Total:		(\$4,072,526.15)	\$16,086,955.60	

**DEFINITIONS**

**Average Borrowed**

Total borrowed by a fund divided by the number of days in a particular month that the fund had a negative ending balance.

**Average Cash Balance**

Sum of all ending cash balances (positive & negative) for an entire month divided by the number of days in that month.

**Approved Interfund Borrowings (Automated System)**  
10/31/19

Borrowing Entity	Borrowing Fund Number	Fund Name	Reason For Loan & Repayment Method	Loan Amount Authorized	Fund Balance at Month-end	Average Amount Borrowed	Interest Paid in Current Month	Term of Loan	Loan Rate	Lending Entity	Date of EFC Approval
King County	00-000-1180	Lodging Tax Fund	Advancement of projected lodging tax proceeds to 4Culture for development of Building 4 Equity program. Repayment from future lodging tax receipts.	<u>Original Loan</u> \$10,000,000	\$1,726,965	\$0	\$0	12/31/2021	Pool Rate	King County Surplus Cash	7/18/2019
King County	00-000-1210	WLRD Shared Services Fund	This fund is 100% reimbursable and relies on revenues from other funds.	<u>Original Loan</u> \$6,500,000	(\$1,808,476)	\$1,757,878	\$3,255	12/31/2020	Pool Rate	King County Surplus Cash	3/21/2019
King County	00-000-1396	Risk Abatement Fund	Dolan Interest settlement. Originally repayment was to be provided by issuing bonds, but after outside legal review, it was determined that taxable bonds would have to be used. It was then decided that repayment will come from semi-annual transfers from the General Fund, instead of issuing bonds.	<u>Original Loan</u> \$10,500,000 <u>Revised Amt:</u> \$10,600,000 <u>Revised Amt:</u> \$11,000,000	(\$6,275,476)	\$6,275,639	\$11,620	6/30/2017 8/31/2017 07/31/2022	Pool Rate	King County Surplus Cash	12/7/2016 06/28/2017 08/23/2017
King County	00-000-1471	Historical Preservation and Historical Programs Fund	Insufficient recorded document fee revenues. Requesting 2nd quarter omnibus budget revision to pay back the loan.	<u>Original Loan</u> \$200,000	(\$47,234)	\$37,453	\$69	12/31/2019	Pool Rate	King County Surplus Cash	6/20/2019
King County	00-000-1561	KC Flood Control Operating Contract Fund	This fund is 100% reimbursable from the KC Flood Control District.	<u>Original Loan</u> \$2,500,000	(\$600,837)	\$398,470	\$738	12/31/2020	Pool Rate	King County Surplus Cash	3/21/2019
King County	00-000-3292	SWM CIP Non-bond Fund	The fund relies heavily upon grant funding, thereby resulting in cash deficit due to timing of grant reimbursements	<u>Original Loan</u> \$2,000,000	\$5,689,466	\$0	\$0	12/31/2020	Pool Rate	King County Surplus Cash	3/21/2019
King County	00-000-3310	Long Term Lease Fund	Support Phase 4 of King Street Center work space consolidation. Repayment from lease payments.	<u>Original Loan</u> \$2,000,000 <u>Revised Amt:</u> \$4,000,000	(\$616,276)	\$2,147,142	\$3,976	12/31/2023	Pool Rate	King County Surplus Cash	12/7/2016 02/22/2017
King County	00-000-3361	Puget Sound Emergency Radio (PSERN) Capital Fund	Support capital expenditures for the PSERN project until cash from the Levy fund becomes available.	<u>Original Loan</u> \$73,000,000	\$35,547,026	\$0	\$0	10/31/2021	Pool Rate	King County Surplus Cash	10/24/2018
King County	00-000-3421	Major Maintenance Reserve Sub-fund	Water pipe repair and replacement project at KCCF.	<u>Original Loan</u> \$23,500,000	\$26,453,651	\$0	\$0	6/30/2025	Pool Rate	King County Surplus Cash	7/18/2019
King County	00-000-3522	Open Space Non-Bond Fund	The fund relies heavily upon grant funding, thereby resulting in cash deficit due to timing of grant reimbursements	<u>Original Loan</u> \$5,000,000	(\$132,044)	\$173,035	\$320	12/31/2020	Pool Rate	King County Surplus Cash	3/21/2019
King County	00-000-3571	KC Flood Control Capital Contract Fund	This fund is 100% reimbursable from the KC Flood Control District.	<u>Original Loan</u> \$20,000,000	(\$2,297,248)	\$2,478,375	\$4,589	12/31/2020	Pool Rate	King County Surplus Cash	3/21/2019
King County	00-000-3591	KC Marine Construction Fund	Loan repayment from property tax revenue, bond proceeds, and federal grants.	<u>Original Loan</u> \$7,000,000	\$2,430,104	\$0	\$0	3/31/2020	Pool Rate	King County Surplus Cash	4/18/2019
King County	00-000-3611	Water Quality Construction Fund	Loan repayment from bond proceeds.	<u>Original Loan</u> \$35,000,000	\$207,641,281	\$0	\$0	10/31/2019	Pool Rate	King County Surplus Cash	9/19/2019
King County	00-000-3781	KCIT Capital Fund	Fill gap for Mainframe and Unified Communication project not fully covered by bond proceeds.	<u>Original Loan</u> \$5,200,000	\$5,090,460	\$0	\$0	12/31/2019	Pool Rate	King County Surplus Cash	6/25/2014
King County	00-000-3951	Building Repair & Replacement Fund	Support Phase 2 of King Street Center work space consolidation. Repayment from lease payments.	Original Loan \$2,275,600 <u>Revised Amt</u> \$4,976,000	See Below	See Below	See Below	12/31/2020	Pool Rate	King County Surplus Cash	05/27/2015 01/27/2016
King County	00-000-3951	Building Repair & Replacement Fund	Cover expenditures for the CFJC project. Repayment from a property sale and from tax revenue	Original Loan \$60,000,000	(\$17,672,894)	\$24,567,881	\$45,488	12/31/2021	Pool Rate	King County Surplus Cash	9/26/2018
King County	00-000-5531	KCIT Services Fund	Establish an escrow account for data center bond defeasance. Repayment from existing KCIT rates.	Original Loan \$8,100,000	\$11,165,964	\$0	\$0	12/31/2023	Pool Rate	King County Surplus Cash	2/24/2016

**Approved Interfund Borrowings (Direct Loans)**  
10/31/19

Borrowing Entity	Borrowing Fund Number	Fund Name	Reason For Loan & Repayment Method	Loan Amount Authorized	Loan Outstanding at Month-end	Fund Balance At Month-end	Interest Paid	Term of Loan	Loan Rate	Lending Entity	Date of EFC Approval
NONE											