



STATE OF NEW MEXICO
OFFICE OF THE TREASURER

The Honorable Tim Eichenberg
State Treasurer

Samuel K. Collins, Jr.
Deputy State Treasurer

The following pages summarize the
Local Government Investment Pool (LGIP)
portfolio activity for the month of
December 2016.

The source of the information was the
State Treasurer's Investment Committee
(STIC) Binder dated February 2017.



11. Portfolio Summary- Local Government Investment Pool

Portfolio Summary – Local Government Investment Pool (LGIP)

Summary

- Ending December market value for the LGIP was \$663.1mil representing a decrease relative to November's reported closing value of \$746.9mil.
- The LGIP maintains an AAAM rating by Standard & Poor's.
- At the end of December the STO participant balance was \$15.7mil or 2.4% of the Pool.
- At the end of December the Judicial District Court participant balance was \$3.5mil or 0.5% of the Pool.
- At the end of December the Educational Retirement Board participant balance was \$100mil or 15% of the Pool.

Portfolio Mix

- At the end of December 2016 the portfolio was invested as follows: 2% in US treasuries, 59% in US government agencies, 10% in collateralized demand deposit accounts with qualified banking institutions, 21% in floating rate securities, and 8% in overnight repurchase agreements.
- At month-end, the LGIP held positions in 51 securities.

Investment Earnings

- In December the fund earned \$290,062.
- For FY2017, the fund has earned \$1,644,545.
- LGIP earnings are retained by participants after a management fee of 0.05% is paid to the General Fund.

Performance

- Gross yield on the LGIP was 0.04795% at the end of December.
- Net yield to participants was 0.4295%.

Investment Highlights

- For the LGIP, the WAM(R) of 44 days, and WAM (F) of 71 days, were within their maximums of 60 and 120 days respectively.
- The LGIP purchased \$192.2mil in US agency securities and \$50mil in US treasuries. Approximately \$130mil of these purchases matured in one-month or less. The Pool also sold \$21.3mil in short agency notes. All sales were executed at gains.
- The LGIP engaged in 9 repo trades during the month, consisting of 5 overnight and 4 term trades. Trade amounts varied in size from \$25mil to \$75mil at rates spanning 0.21% to 0.50%.

Investment Strategy

- LGIP WAMs are currently 48 and 71 days for WAM(R) and WAM (F) respectively.
- LGIP will continue to focus on maximizing safety of principal and providing adequate liquidity through the use of conservative investments.

Net Asset Value/Share

At month-end, the Net Asset Value per Share of the Local Government Investment Pool was \$0.99991

STATE OF NEW MEXICO
LGIP FUND (4101)
Portfolio Classification Summary
Positions Held as of 12/31/16 (TRADE Basis)

AMTZ ADDED: NO

ASSET CLASSIFICATION	ITEMS	YIELD	AVG-TERM	PRINCIPAL	COST-BASIS	MARKET-VALUE	GAIN/LOSS	%MARKET
REPURCHASE AGREEMENTS (TERM)	2	.5069	.01095	50,000,000	50,000,000	50,000,000		7.557
U.S. TREASURY BILLS	1	.3651	.01370	15,000,000	14,995,950	14,999,700	3,750	2.267
AGENCY US FLOAT ACT/360 12X	9	.7279	.42198	77,705,000	77,700,371	77,726,269	25,898	11.747
AGENCY US BOND 30/360 2X	10	.5545	.25872	78,090,000	78,136,925	78,126,821	-10,104	11.808
AGENCY US DISC ACT/360 360 DAY	8	.4234	.06942	128,155,000	128,117,446	128,120,345	2,899	19.364
AGENCY US BOND 30/360 ZERO CPN	2	.5937	.33357	18,124,000	18,087,069	18,082,320	-4,749	2.733
AGENCY US NOTES 30/360 2X	10	.5219	.21156	166,679,000	167,221,016	167,184,694	-36,322	25.268
AGENCY US VARIABLE ACT/360 4X	6	.7265	.43390	52,750,000	52,756,259	52,773,263	17,004	7.976
AGENCY US VAR ACT/ACT 4X	1	.5972	.14250	9,119,000	9,120,344	9,120,094	-250	1.378
CASH ACCOUNT	5			65,522,455	65,522,455	65,522,455		9.903
	54	.4938	.21514	661,144,455	661,657,835	661,655,961	-1,874	100.000

STATE OF NEW MEXICO
TREASURERS OFFICE
Position holdings as of 12/31/16 (TRADE)
BOOK VALUES AMORTIZED THROUGH 12/31/16

POSITION-SIZE	DESCRIPTION	SEC-ID	RATE	MATURITY	YIELD	BOOK PRICE	BOOK VALUE	MARKET VALUE	MARK-TO-MARKET
17,013,846	WELLS FARGO CASH ACCOUNT	CASHCASH	.100			1.00000	17,013,846.16	17,013,846.00	-.16
868,166	WELLS FARGO SAVINGS	CASHCASH	.100			1.00000	868,165.54	868,166.00	.46
14,446,485	BANK OF THE WEST	CASHCASH	.250			1.00000	14,446,485.32	14,446,485.00	-.32
30,006,684	COMPASS BANK	CASHCASH	.250			1.00000	30,006,683.76	30,006,684.00	.24
3,187,274	US BANK	CASHCASH	.200			1.00000	3,187,274.04	3,187,274.00	-.04
65,522,455							65,522,454.82	65,522,455.00	.18

====> 0005 ITEMS IN SUBTOTAL FOR =====> FINAL-MATURITY.. =====> NO-MEANINGFUL-DATE <=====

7,000,000	FEDERAL FARM CREDIT BANKS	3133EDJ3	.467	1/03/17	.643	100.00000	7,000,000.00	7,000,000.00	
25,000,000	TERM REPURCHASE AGREEMENT	0103TMRP	.500	1/03/17	.500	1.00000	25,000,000.00	25,000,000.00	
15,000,000	UNITED STATES TREASURY BILLS	912796HV		1/05/17	.360	99.97300	14,995,950.00	14,999,700.00	3,750.00
25,000,000	TERM REPURCHASE AGREEMENT	0105TMRP	.500	1/05/17	.500	1.00000	25,000,000.00	25,000,000.00	
5,000,000	FEDERAL FARM CREDIT BANKS	313313AF		1/06/17	.340	99.99528	4,999,763.89	4,999,850.00	86.11
5,755,000	FEDERAL HOME LOAN BANKS	313385AM		1/12/17	.420	99.98717	5,754,261.44	5,754,482.05	220.61
9,300,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G5Z3	.532	1/13/17	.552	100.00251	9,300,233.49	9,300,558.00	324.51
10,500,000	FEDERAL HOME LOAN BANKS	313385AN		1/13/17	.400	99.98667	10,498,600.00	10,498,845.00	245.00
25,000,000	FEDERAL HOME LOAN BANKS	313385AN		1/13/17	.400	99.98667	24,996,666.67	24,997,250.00	583.33
15,000,000	FEDERAL FARM CREDIT BANKS	3133EFJK	.430	1/13/17	.411	100.00059	15,000,088.74	15,000,300.00	211.26
4,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134A4MN		1/15/17	.450	99.98291	3,999,316.21	3,999,280.00	36.21
10,000,000	FEDERAL FARM CREDIT BANKS	31331K65	.479	1/17/17	.761	100.00000	10,000,000.00	10,000,900.00	900.00
15,000,000	FEDL HOME LOAN BK CONS DISC	313385AV		1/20/17	.400	99.97889	14,996,833.33	14,997,300.00	466.67
22,950,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EADU	.500	1/27/17	.417	100.00592	22,951,359.36	22,949,770.50	1,588.86
10,000,000	FEDERAL HOME LOAN BANKS	3130A7ZB	.514	1/27/17	.635	100.00591	10,000,590.57	10,001,500.00	909.43
12,196,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0GY	1.250	1/30/17	.418	100.06683	12,204,150.60	12,201,732.12	2,418.48
31,900,000	FEDERAL HOME LOAN MORTGAGE CORPO	313397BF		1/30/17	.400	99.96677	31,889,398.83	31,891,068.00	1,669.17
6,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0GY	1.250	1/30/17	.464	100.06313	6,003,787.91	6,002,820.00	967.91
6,165,000	FEDERAL HOME LOAN BANKS	3130A3RN	.740	2/01/17	.419	100.02661	6,166,640.44	6,163,088.85	3,551.59
25,000,000	FEDERAL HOME LOAN BANKS	313385BP		2/07/17	.480	99.95067	24,987,666.67	24,987,750.00	83.33
27,000,000	FEDERAL NATIONAL MORTGAGE ASSOCI	31359M4D	5.000	2/13/17	.536	100.51927	27,140,203.12	27,130,950.00	9,253.12
10,000,000	FEDERAL HOME LOAN BNKD.NT-2ND	313385BZ		2/17/17	.441	99.94256	9,994,255.56	9,993,800.00	455.56
2,650,000	FEDERAL HOME LOAN BANKS	3130A4CY	.750	2/21/17	.419	100.04579	2,651,213.32	2,650,530.00	683.32
9,119,000	FEDERAL FARM CREDIT BANKS	3133EDYN	.655	2/21/17	.597	100.01473	9,120,343.16	9,120,094.28	248.88
4,000,000	FEDERAL FARM CREDIT BANKS	3133ECT7	1.000	3/01/17	.526	100.07856	4,003,142.30	4,003,000.00	142.30
46,697,000	FEDERAL HOME LOAN MORTGAGE CORPO	3137EADC	1.000	3/08/17	.482	100.09597	46,741,814.71	46,734,357.60	7,457.11
23,750,000	FEDERAL HOME LOAN BANKS	3130A2A6	.625	3/20/17	.533	100.01996	23,754,740.12	23,748,575.00	6,165.12
7,525,000	FEDERAL FARM CREDIT BANKS	3133EFLM	.520	3/27/17	.550	99.99264	7,524,446.27	7,525,526.75	1,080.48
5,400,000	FEDERAL FARM CREDIT BANKS	3133EDX6	.500	4/10/17	.720	100.00414	5,400,223.76	5,401,026.00	802.24

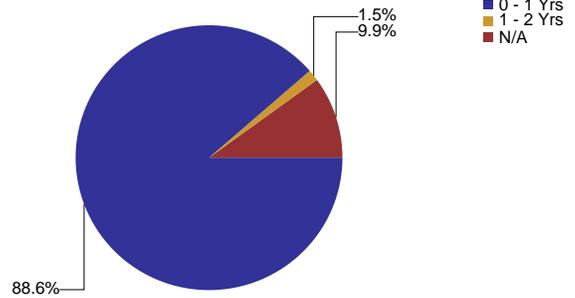
STATE OF NEW MEXICO
TREASURERS OFFICE
Position holdings as of 12/31/16 (TRADE)
BOOK VALUES AMORTIZED THROUGH 12/31/16

POSITION-SIZE	DESCRIPTION	SEC-ID	RATE	MATURITY	YIELD	BOOK PRICE	BOOK VALUE	MARKET VALUE	MARK-TO-MARKET
7,405,000	FEDERAL FARM CREDIT BANKS	3133EDJX	.491	4/17/17	.809	99.99123	7,404,350.33	7,408,850.60	4,500.27
5,400,000	FEDERAL FARM CREDIT BANKS	3133EFKH	.440	4/20/17	.790	99.97764	5,398,792.53	5,399,784.00	991.47
31,270,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0ZB	.750	4/20/17	.562	100.05668	31,287,722.74	31,282,195.30	- 5,527.44
2,690,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3135G0ZB	.750	4/20/17	.554	100.05897	2,691,586.18	2,691,049.10	- 537.08
10,000,000	FEDERAL HOME LOAN BANKS	3130A9U3	.422	4/24/17	.417	100.00000	10,000,000.00	9,998,500.00	- 1,500.00
10,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G75N	.479	4/27/17	.847	99.98134	9,998,133.64	10,005,700.00	7,566.36
2,150,000	FEDERAL FARM CREDIT BANKS	3133EERF	.495	4/27/17	.662	100.01336	2,150,287.22	2,150,408.50	121.28
2,310,000	FEDERAL NATIONAL MORTGAGE ASSOCI	3136FPYB	2.050	5/23/17	.620	100.56196	2,322,981.34	2,321,757.90	- 1,223.44
5,000,000	FEDERAL HOME LOAN BANKS	3130A7WA	.750	5/25/17	.750	100.00000	5,000,000.00	5,001,600.00	1,600.00
25,000,000	FEDERAL FARM CREDIT BANKS	3133EFFV	.650	5/30/17	.805	100.03909	25,009,771.75	25,027,000.00	17,228.25
14,124,000	FANNIE MAE	31359MEL		6/01/17	.624	99.74337	14,087,753.13	14,083,040.40	- 4,712.73
11,566,000	TENNESSEE VALLEY AUTH	880591EA	5.500	7/18/17	.689	102.62297	11,869,372.20	11,864,981.10	- 4,391.10
2,000,000	FEDERAL FARM CREDIT BANKS	3133ECP2	.700	8/09/17	.744	99.97360	1,999,471.92	1,998,820.00	- 651.92
10,000,000	FEDERAL HOME LOAN BANK	3130A92E	.625	8/11/17	.678	99.96754	9,996,753.83	9,994,100.00	- 2,653.83
4,000,000	FEDERAL HOME LOAN MORTGAGE CORPO	3134G3G4	1.000	9/12/17	.710	100.20088	4,008,035.01	4,005,080.00	- 2,955.01
10,000,000	FEDERAL HOME LOAN BANKS	3130A9S6	.466	11/22/17	.685	99.99260	9,999,259.54	10,005,000.00	5,740.46
2,000,000	FEDERAL HOME LOAN BANKS	313372C3	3.125	12/08/17	.950	102.02144	2,040,428.72	2,041,280.00	851.28
576,822,000							577,340,390.55	577,333,201.05	- 7,189.50
====> 0046 ITEMS IN SUBTOTAL FOR ==== FINAL-MATURITY.. ====> 2017 <====									
4,800,000	FEDERAL FARM CREDIT BANKS	3133EEV8	.520	3/09/18	.820	99.94137	4,797,185.79	4,796,544.00	- 641.79
10,000,000	FEDERAL FARM CREDIT BANK	3133EGH3	.510	3/14/18	.771	99.98477	9,998,477.14	9,998,800.00	322.86
4,000,000	FEDERAL FARM CREDIT BANKS	3133EEZ5	.542	3/22/18	.791	99.98318	3,999,327.08	4,004,960.00	5,632.92
18,800,000							18,794,990.01	18,800,304.00	5,313.99
====> 0003 ITEMS IN SUBTOTAL FOR ==== FINAL-MATURITY.. ====> 2018 <====									
661,144,455							661,657,835.38	661,655,960.05	- 1,875.33
====> 0054 ITEMS IN SUBTOTAL FOR ==== FUND NAME..... ====> LGIP FUND <====									

Portfolio Characteristics

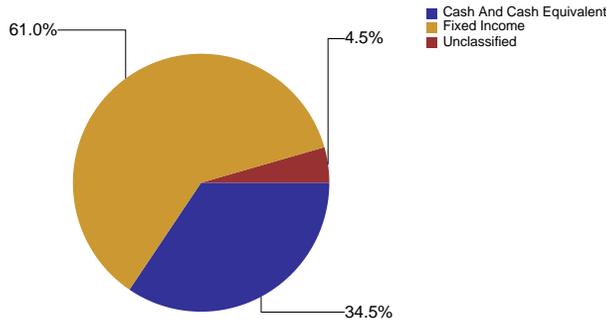
Duration Mix

Total Net Assets (Millions) **663.1**
 Weighted Average Life (Years) **0.20**
 Weighted Avg. Effective Duration (Years) **0.15**
 Weighted Average Coupon (%) **0.76**
 Weighted Average Current Yield (%) **0.50**
 Weighted Average Yield to Maturity (%) **0.50**
 Weighted Average Rating **A**
 Number of Holdings **51**



Asset Mix

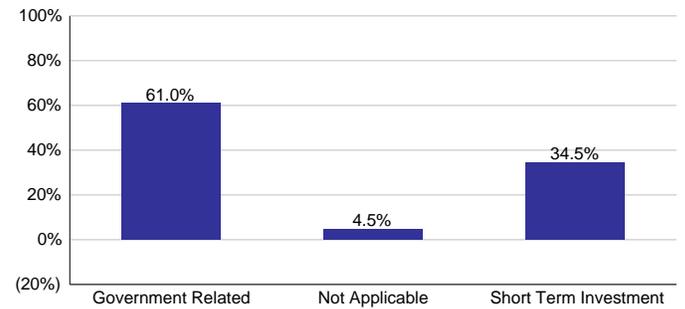
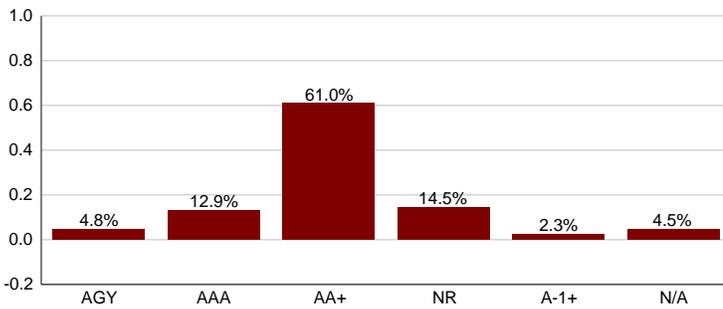
Top Ten Portfolio Holdings



Security ID	Security Name	% of Assets	Coupon Rate	Maturity Date
3137EADC0	FEDERAL HOME LOAN MORTGAGE CORP 1% BDS 08/MAR/2017	7.41%	1.00	8/3/2017
3135G0ZB2	FEDERAL NATIONAL MORTGAGE ASSOCIATION NOTES FIXED	5.37%	0.75	20/4/2017
313397BF7	FEDERAL HOME LOAN MORTGAGE CORP DISCOUNT NOTES	5.04%	0.00	30/1/2017
31359MD2	FEDERAL NATIONAL MORTGAGE ASSOC 5% SNR NTS	4.37%	5.00	13/2/2017
3133EFFV4	FEDERAL FARM CREDIT BANK BOND VARIABLE 30/MAY/2017	3.96%	0.90	30/5/2017
99G*20024	REPO JPMORGAN CHASE BK (HSBCSI) LGIPREPO122716	3.95%	0.50	3/1/2017
99G*30062	REPO BANC OF AMERICA SEC LLC	3.95%	0.50	5/1/2017
313385BP0	FEDERAL HOME LOAN BANKS DISCOUNT NOTES ZERO CPN	3.95%	0.00	7/2/2017
3130A2A63	FEDERAL HOME LOAN BANKS BOND FIXED .625%	3.76%	0.62	20/3/2017
313385AN6	FEDL HOME LOAN BK CONS DISC NT MATURES 13/JAN/2009	5.61%	0.00	13/1/2017

Quality/Rating Weightings

Sector Weightings (as % of Market Value)



Returns Series

	Current Month	Trailing 3 Months	Year-To-Date	Trailing 1 Year	Trailing 3 Years	Trailing 5 Years	Inception
Local Government Investment Pool	0.04	0.10	0.46	0.46	0.26	0.24	0.79
S&P Govt Pools Net yield	0.03	0.08	0.26	0.26	0.11	0.09	0.61
Excess	0.01	0.02	0.21	0.21	0.16	0.15	0.18

