



**DIVISION OF INVESTMENT
DEPARTMENT OF THE TREASURY
STATE OF NEW JERSEY
CASH MANAGEMENT FUND**

Financial Statements, Management's Discussion and Analysis and
Supplemental Schedule

June 30, 2019 and 2018

(With Independent Auditors' Report Thereon)

**DIVISION OF INVESTMENT
DEPARTMENT OF THE TREASURY
STATE OF NEW JERSEY**

Cash Management Fund

June 30, 2019 and 2018

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Independent Auditors' Report

The Members
State Investment Council,
Division of Investment,
Department of the Treasury,
State of New Jersey:

We have audited the accompanying statements of net position of the State of New Jersey Cash Management Fund (the Fund) as of June 30, 2019 and 2018, and the related statements of changes in net position for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with U.S. generally accepted accounting principles; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Fund as of June 30, 2019 and 2018, and the changes in its net position for the years then ended in accordance with U.S. generally accepted accounting principles.



Emphasis of Matter

The Fund

As discussed in Note 1, the financial statements of the Fund are intended to present the financial position and the changes in net position that is attributable to the transactions of the Fund. They do not purport to, and do not, present fairly the financial position of the State of New Jersey as of June 30, 2019 and 2018, the changes in its financial position, or, where applicable, its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

U.S. generally accepted accounting principles require that the Management's Discussion and Analysis, on pages 3 through 4, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit for the year ended June 30, 2019 was conducted for the purpose of forming an opinion on the basic financial statements. The supplementary information included in the Schedule of Portfolio of Investments is presented for purposes of additional analysis and is not a required part of the basic financial statements. The Schedule of Portfolio of Investments is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Portfolio of Investments is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

KPMG LLP

October 11, 2019

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Management's Discussion and Analysis

June 30, 2019 and 2018

Introduction

This section of the financial statements of the State of New Jersey Cash Management Fund (the Fund) presents our discussion and analysis of the Fund's financial position as of June 30, 2019 and 2018, with comparative information for the year ended June 30, 2017. Since this discussion and analysis is designed to focus on current activities, it should be read in conjunction with the Fund's basic financial statements, which follow this section.

Financial Statements

The Fund's basic financial statements include statements of net position and statements of changes in net position, which have been presented in accordance with accounting principles generally accepted in the U.S. as applicable to governmental entities.

The statements of net position provide information on the financial position of the Fund at year-end. The statements of changes in net position present the results of investment activities during the fiscal year. The notes to the financial statements offer additional discussion that is essential to the full understanding of the data presented in the financial statements. The notes give more detail about accounting policies, significant account balances and activities, material risks, obligations, contingencies and subsequent events, if any.

Condensed Financial Information

The statements of net position present the assets, liabilities and net position (assets minus liabilities) of the Fund as of the end of the fiscal year and are point in time financial statements.

The statements of net position are comprised of the following major components:

<i>(in millions)</i>	June 30		
	2019	2018	2017
Assets:			
Cash and cash equivalents	\$ 57	—	—
Receivables	5	63	12
Investments	15,126	12,749	14,323
Total assets	15,188	12,812	14,335
Total liabilities	57	—	—
Net position	\$ 15,131	12,812	14,335

The Fund is available on a voluntary basis to participants. The net position of the Fund will therefore fluctuate based on the level of such participation. Receivables include maturities, interest receivable and cash received which has not yet been invested or credited to the participants' accounts. Liabilities include accruals for administrative expense and reserve fund fees not yet remitted and cash received which had not yet been credited to the respective participants' accounts.

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Changes in net position from year to year are presented in the statements of changes in net position. The purpose of this statement is to present the net investment income earned by the Fund as well as the contributions from and distributions to participants. A summary follows:

<i>(in millions)</i>	Year ended June 30		
	2019	2018	2017
Net investment income	\$ 312	182	78
Administrative expenses and reserve fund fees	(1)	(2)	(2)
Net earnings distributed to participants	(307)	(178)	(82)
Increase (decrease) in net position resulting from unit transactions	<u>2,315</u>	<u>(1,525)</u>	<u>2,492</u>
Increase (decrease) in net position	2,319	(1,523)	2,486
Net position, beginning of year	<u>12,812</u>	<u>14,335</u>	<u>11,849</u>
Net position, end of year	<u>\$ 15,131</u>	<u>12,812</u>	<u>14,335</u>

Average Daily Rate (Annualized):

State participants	2.29%	1.36%	0.61%
Other-than-State participants	2.23%	1.30%	0.55%

During fiscal years ended June 30, 2019 and 2018, the net position increased by \$2.3 billion (18.1%) and decreased by \$1.5 billion (-10.6%), respectively, primarily due to participant contributions and withdrawals, which are at the discretion of the participants. Factors which may impact participation include availability of participant funds and the relative attractiveness of rates compared to those available for direct investment by the participant in the marketplace.

During Fiscal Year 2019, the Federal Funds rates increased 50 basis points from a range of 1.75% - 2.00% to 2.25% - 2.50%. During Fiscal Year 2018, the Federal Reserve Open Market Committee raised the Federal Funds rates 75 basis points from a range of 1.00% - 1.25% to 1.75% - 2.00%. These increases caused an increase in the short term rates available in the marketplace resulting in higher returns over the three year period. The Other-than-State participants' return is reduced by the Reserve Fund Fee and the proportionate share of gain on investment transactions realized in the Fund, which is credited to the Reserve Fund and the Administrative Expense Fund Fee which is credited to the Administrative Expense Fund.

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Statements of Net Position

June 30, 2019 and 2018

	2019	2018
Assets:		
Cash and cash equivalents	\$ 57,027,655	182,746
Receivables	4,975,970	63,083,554
Investments	15,126,215,264	12,749,287,333
Total assets	15,188,218,889	12,812,553,633
Liabilities:		
Administrative expenses	12,100	9,195
Reserve fund fee	2,420	1,839
Advance Participant Deposits	56,971,307	103,560
Total liabilities	56,985,827	114,594
Net position	\$ 15,131,233,062	12,812,439,039

See accompanying notes to financial statements.

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Statements of Changes in Net Position

June 30, 2019 and 2018

	2019	2018
Additions:		
Net investment income:		
Interest	\$ 59,253,876	38,129,196
Net increase in fair value of investments	252,544,283	143,648,904
Net investment income	311,798,159	181,778,100
Deductions:		
Administrative expense and reserve fund fees	1,570,635	1,872,170
Net earnings distributed to participants	306,689,343	176,840,362
Total deductions	308,259,978	178,712,532
Unit transactions:		
State participants:		
Deposits	54,327,801,327	51,341,056,249
Reinvestment of distributions	249,581,987	135,577,151
Cost of units redeemed	(51,850,236,462)	(52,076,345,260)
	2,727,146,852	(599,711,860)
Other-than-State participants:		
Deposits	5,281,899,915	4,155,547,794
Reinvestment of distributions	57,106,125	41,263,198
Cost of units redeemed	(5,750,897,050)	(5,122,479,017)
	(411,891,010)	(925,668,025)
Increase (decrease) in net position resulting from unit transactions	2,315,255,842	(1,525,379,885)
Increase (decrease) in net position	2,318,794,023	(1,522,314,317)
Net position as of beginning of year	12,812,439,039	14,334,753,356
Net position as of end of year	\$ 15,131,233,062	12,812,439,039

See accompanying notes to financial statements.

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Notes to Financial Statements

June 30, 2019 and 2018

(1) Organization

The Division of Investment, Department of the Treasury, State of New Jersey (the Division) manages and invests certain assets of various funds, divisions, agencies and employees of the State of New Jersey (the State) in various groups of funds, such as the Cash Management Fund and the Pension Fund. The accompanying financial statements represent the State of New Jersey Cash Management Fund (the Fund) which is available on a voluntary basis for investment by State and certain "Other-than-State" participants. "Other-than-State" participants include counties, municipalities and school districts, and the agencies or authorities created by any of these entities. The Fund is considered to be an external investment trust fund as defined in Governmental Accounting Standards Board (GASB) Statement No. 31. The operations of this Fund are governed by the provisions of State Investment Council (the Council) Regulations for the purpose of determining authorized investments for the Fund.

The Fund is not a legally separate entity within the State of New Jersey. The net position managed by the Division is included in the financial statements of the State.

These financial statements present only the Fund and do not purport to, and do not present fairly the financial position of the State of New Jersey as of June 30, 2019 and 2018, and the changes in its financial position for the years then ended in conformity with U.S. generally accepted accounting principles.

(2) Summary of Significant Accounting Policies

Measurement Focus and Basis of Accounting

The financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Under this method, revenues (additions) are recorded when earned and expenses (deductions) are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place.

Fair Value Measurements

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between independent market participants at the measurement date. Inputs refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability developed based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available in the circumstances. The three levels of the fair value hierarchy are as follows:

Level 1 – Quoted prices are available in active markets for identical investments as of the reporting date.

Level 2 – Pricing inputs are other than quoted prices in active markets, which are either directly or indirectly observable as of the reporting date, and fair value is determined through the use of models or other valuation methodologies.

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Level 3 – Pricing inputs are unobservable for the investment and inputs into the determination of fair value require significant management judgment or estimation, including assumptions about risk.

Investment Transactions

Investment transactions are accounted for on a trade date basis. Gains and losses from investment transactions are determined by the first in, first out method. Interest income is recorded on the accrual basis.

Administrative Expenses

Expenses of the Fund are paid by the Department of the Treasury of the State of New Jersey and are partially offset by the administrative expense fees collected from the “Other-than-State” participants (see Note 7). No operating expenses are allocated to the Fund.

Reserve Fund Fees

“Other-than-State” participants pay a fee of one hundredth of one percent (0.01%) per year of the value of the aggregate units owned by them to a Reserve Fund (See Note 7).

(3) Investments

New Jersey State statutes provide for a Council and a Director. Investment authority is vested in the Director of the Division and a role of the Council is to formulate investment policies. The Council issues regulations which establish guidelines for permissible investments which include obligations of the U.S. Treasury and government agencies, Canadian government and provinces and corporations. Such investments may be in the form of fixed income securities, commercial paper, certificates of deposit, repurchase agreements and money market funds. Obligations must be payable in United States dollars.

Investments are reported at fair value as follows:

U.S. Government, Agency and corporate obligations and commercial paper are valued using an evaluated price which is based on a compilation of primarily observable market information or broker quotes in a non-active market. These investments are included as Level 2 in the charts below.

Certificates of deposit are valued at cost, are held to maturity and have been excluded from the fair value hierarchy.

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		<u>Fair Value Measurements Using</u>		
		<u>Quoted Prices in Active Market for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>
		<u>June 30, 2019</u>		
(000's)				
Investments measured at fair value:				
U.S. Government and Agency obligations	\$ 9,218,963	—	9,218,963	—
Commercial paper	4,798,243	—	4,798,243	—
Corporate obligations	143,985	—	143,985	—
Subtotal	<u>14,161,191</u>	<u>—</u>	<u>14,161,191</u>	<u>—</u>
Investments measured at cost:				
Certificates of deposit	<u>965,024</u>			
Total investments	<u>\$ 15,126,215</u>			

		<u>Fair Value Measurements Using</u>		
		<u>Quoted Prices in Active Market for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>
		<u>June 30, 2018</u>		
(000's)				
Investments measured at fair value:				
U.S. Government and Agency obligations	\$ 8,800,334	—	8,800,334	—
Commercial paper	3,093,999	—	3,093,999	—
Corporate obligations	184,975	—	184,975	—
Subtotal	<u>12,079,308</u>	<u>—</u>	<u>12,079,308</u>	<u>—</u>
Investments measured at cost:				
Certificates of deposit	<u>669,979</u>			
Total investments	<u>\$ 12,749,287</u>			

The Fund's investments are subject to various risks. Among these risks are custodial credit risk, credit risk, concentration of credit risk and interest rate risk. Each one of these risks is discussed in more detail below.

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Custodial credit risk, as it relates to investments, is the risk that in the event of the failure of the custodian, the Fund will not be able to recover the value of investments that are in the possession of the third party. The Fund's investment securities are not exposed to custodial credit risk as they are held in a segregated trust account in the name of the Fund with the custodian.

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The credit risk of a debt instrument is measured by nationally recognized statistical rating agencies such as Moody's Investors Service, Inc. (Moody's), Standard & Poor's Corporation (S&P) and Fitch Ratings (Fitch). Concentration of credit risk is the risk of loss attributed to the magnitude of an investment in a single issuer. There are no restrictions on the amount that can be invested in U.S. Treasury and government agency obligations. Council Regulations require minimum credit ratings for certain categories of fixed income obligations and limit the amount that can be invested in any one issuer or issue.

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At June 30, 2019 and 2018 these credit ratings and limits are as follows:

Category	Minimum rating			Limitation of issuer's outstanding debt	Limitation of issue	Other limitations
	Moody's	S&P	Fitch			
Canadian government obligations	Aa3	AA-	AA-	25%	25%	Not more than 5% of the Fund can be invested in one issuer.
Certificates of deposit ⁽¹⁾ :						Split ratings allowable.
Domestic	A3/P-1	A-/A-1	A-/F-1	N/A	N/A	Cannot exceed 10% of issuer's primary capital ⁽²⁾ .
International	Aa3/P-1	AA-/A-1	AA-/F-1	N/A	N/A	Not more than 5% of Fund can be invested in any one issuer and affiliated entities.
Collateralized notes and mortgages	Baa3	BBB-	BBB-	N/A	25%	Not more than 5% of the Fund can be invested in one issue. Not more than 10% of the Fund can be invested in this category. Not more than 5% of the Fund can be invested in any one issuer and affiliated entities.
Commercial paper	P-1	A-1	F-1	N/A	N/A	Split ratings allowable. Not more than 5% of the Fund can be invested in any one issuer and affiliated entities.
Corporate obligations	Baa3	BBB-	BBB-	10%	N/A	Not more than 5% of the Fund can be invested in any one issuer and affiliated entities.
Money market funds	N/A	N/A	N/A	N/A	N/A	Not more than 10% of the Fund can be invested in money market funds; limited to 5% of shares or units outstanding.
Mortgage Backed Securities	N/A	N/A	N/A	N/A	25%	Not more than 5% of the Fund can be invested in one issue.
Repurchase Agreements:						None
Bank or Trust Company	N/A	N/A	N/A	N/A	N/A	
Broker	P-1	A-1	F-1	N/A	N/A	

N/A – Not applicable

(1) As of July 1, 2019, the long-term rating requirement was eliminated.

(2) As of July 1, 2019, the 10% limitation is applied to the issuer's outstanding debt.

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In addition, the Division sets individual issuer limits for commercial paper, certificates of deposit and other investments. At June 30, 2019 the Fund did not hold investments in any one issuer, excluding investments in U.S. government securities, which exceeded 5% of total investments.

For securities exposed to credit risk in the fixed income portfolio, the following tables disclose the major credit quality rating category:

June 30, 2019 (000's)	Moody's rating (1)				Total
	Aaa	Aa1	A2	P-1	
U.S. Government and Agency obligations	\$ 9,218,963	—	—	—	9,218,963
Commercial paper	—	—	—	4,798,243	4,798,243
Certificates of deposit	—	—	—	965,024	965,024
Corporate obligations	—	10,584	133,401	—	143,985
	<u>\$ 9,218,963</u>	<u>10,584</u>	<u>133,401</u>	<u>5,763,267</u>	<u>15,126,215</u>

June 30, 2018 (000's)	Moody's rating (1)						S&P rating (1)	Total	
	Aaa	Aa2	Aa3	A1	A2	A3	P-1		A-1
U.S. Government and Agency obligations	\$ 8,800,334	—	—	—	—	—	—	—	8,800,334
Commercial paper	—	—	—	—	—	—	2,824,553	269,446	3,093,999
Certificates of deposit	—	—	—	—	—	—	669,979	—	669,979
Corporate obligations	—	14,967	15,832	50,000	59,184	44,992	—	—	184,975
	<u>\$ 8,800,334</u>	<u>14,967</u>	<u>15,832</u>	<u>50,000</u>	<u>59,184</u>	<u>44,992</u>	<u>3,494,532</u>	<u>269,446</u>	<u>12,749,287</u>

(1) Short-term issuer ratings (e.g. P-1, A-1, F-1) are used for commercial paper and certificates of deposit.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Council Regulations provide that all investments shall mature or be redeemed within one year, except that up to 25 percent of the Fund may mature within 25 months. Certificates of deposits are limited to a term of one year or less. Commercial paper maturities cannot exceed 270 days. The maturity of repurchase agreements cannot exceed 30 days and the securities delivered pursuant to the agreement cannot exceed 10 years.

All investments held in the portfolio at June 30, 2019 mature within one year, except for one Federal Agency Obligation with a fair value of approximately \$73 million, which will mature on July 15, 2020.

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(4) Advance Participant Deposits

Advance Participant Deposits represents cash received by the Fund after close of business, which has not yet been invested or credited to the participants' accounts.

(5) Units Outstanding

In accordance with Council Regulations, units of ownership in the Fund may be purchased or redeemed on any business day (excluding State holidays) at the unit valuation price. Investment income and net realized gains and losses on investments are distributed daily in the form of additional whole units at the current day's net asset value. Fractional units are included in the succeeding day's distribution.

The Fund values participants' shares on a fair value basis. Specifically, the Fund distributes income to participants on a daily basis based on (1) realized investment gains and losses calculated at market (and added to the Reserve Fund for the pro-rata portion of such gains attributable to "Other-than-State" participants), (2) interest income based on stated rates, (3) amortization of discounts and premiums on a straight-line basis and (4) administrative and reserve fund fees charged only to "Other-than-State" participants.

As of June 30, 2019 and 2018, there were 15,127,875,980 and 12,813,062,452 units outstanding at a fair value per unit of \$1.00.

(6) Net Position

Net position as of June 30, 2019 and 2018 consists of the following:

	2019	2018
State participants	\$ 12,183,728,518	9,456,208,656
"Other-than-State" participants	2,896,606,931	3,310,353,578
Reserve Fund	46,243,215	44,894,349
Administrative Expense Fund	1,297,316	1,605,869
Undistributed net unrealized gain (loss)	3,357,082	(623,413)
	\$ 15,131,233,062	12,812,439,039

(7) Reserve for Investment Losses and Administrative Expense Fund

"Other-than-State" participants pay a fee of one twentieth of one percent (0.05%) per year of the value of the aggregate units owned by them for the Administrative Expense Fund. This fund is used to reimburse the State of New Jersey for administrative and custodial fees of the Fund.

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“Other-than-State” participants pay a fee of one hundredth of one percent (0.01%) per year of the value of the aggregate units owned by them to a Reserve Fund. These fees are supplemented by the proportionate share of “Other-than-State” participants in any gain on investment transactions realized in the Fund. Council Regulations provide that the Reserve Fund will be charged, to the extent that funds are available, with the proportionate share of the “Other-than-State” participants for (a) any loss occasioned by the bankruptcy of an issuer of an investment held by the Fund and (b) any loss realized upon the sale of an investment by the Fund. The Reserve Fund fees are reinvested and participate in the Fund. During the fiscal years ended June 30, 2002 and June 30, 2006, the Reserve Fund was restructured pursuant to the State of New Jersey Appropriations Acts for fiscal years 2001-2002 and 2005-2006. Pursuant to these restructuring plans, investments in the amount of \$72 million and \$12 million in fiscal 2002-2003 and 2006, respectively, were released to the General Fund of the State of New Jersey. As of June 30, 2002, the State of New Jersey obtained a financial guaranty insurance policy in the amount of \$72 million, which expired on December 1, 2012. The State of New Jersey obtained a second financial guaranty insurance policy as of June 30, 2007 in the amount of \$12 million, which expired on July 1, 2016. Neither policy was renewed upon expiration based upon the balance of the reserve account which will continue to be supplemented through the continuation of the Reserve Fund fee.

As of June 30, 2019, the Reserve Fund and the Administrative Expense Fund, included in investments and net position in the accompanying financial statements, were \$46,243,215 and \$1,297,316, respectively. As of June 30, 2018, the Reserve Fund and the Administrative Expense Fund, included in investments and net position in the accompanying financial statements, were \$44,894,349 and \$1,605,869, respectively.

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Portfolio of Investments

June 30, 2019

Description	Principal Amount	Fair Value*
United States Government Obligations:		
U.S. TREASURY NOTES		
0.75% due July 15, 2019	\$ 105,000,000	104,940,453
1.00% due August 31, 2019	19,200,000	19,159,174
1.75% due September 30, 2019	29,000,000	28,969,414
1.38% due September 30, 2019	275,000,000	274,430,665
1.00% due October 15, 2019	150,000,000	149,519,532
1.50% due October 31, 2019	242,000,000	241,498,985
1.25% due October 31, 2019	115,000,000	114,658,594
1.00% due November 15, 2019	205,000,000	204,135,156
U.S. TREASURY BILLS		
1.77% due July 2, 2019	270,000,000	269,985,450
2.22% due July 5, 2019	496,000,000	495,892,522
2.15% due July 9, 2019	404,400,000	404,226,108
2.08% due July 11, 2019	385,000,000	384,793,863
2.44% due July 18, 2019	247,500,000	247,260,259
2.06% due July 23, 2019	37,035,000	36,988,260
2.37% due July 25, 2019	125,000,000	124,837,500
2.11% due July 30, 2019	150,000,000	149,741,115
2.31% due August 1, 2019	1,015,100,000	1,013,343,034
2.25% due August 8, 2019	517,000,000	515,875,132
2.08% due August 13, 2019	55,000,000	54,864,735
2.54% due August 15, 2019	75,000,000	74,803,828
2.36% due August 22, 2019	210,000,000	209,363,303
2.37% due August 29, 2019	150,000,000	149,483,750
2.35% due September 5, 2019	205,500,000	204,711,651
2.39% due September 12, 2019	507,000,000	504,879,579
2.33% due September 19, 2019	609,600,000	606,785,452
2.38% due September 26, 2019	190,000,000	189,047,230
2.38% due October 3, 2019	507,350,000	504,577,966
2.39% due October 10, 2019	64,000,000	63,623,831
2.38% due October 17, 2019	431,500,000	428,849,511
2.38% due October 24, 2019	150,000,000	149,047,058
2.37% due October 31, 2019	10,299,000	10,228,410
2.35% due November 7, 2019	75,100,000	74,544,964
2.33% due November 14, 2019	245,000,000	243,097,984
2.31% due November 29, 2019	150,000,000	148,700,771
	8,422,584,000	8,396,865,239
Federal Agency Obligations:		
FEDERAL HOME LOAN BANK		
2.40% due July 1, 2019	370,000,000	370,000,000
2.36% due July 3, 2019	17,000,000	16,997,922
2.30% due August 30, 2019	100,000,000	99,631,667
FEDERAL NATIONAL MORTGAGE ASSOCIATION		
2.07% due August 30, 2019	263,000,000	262,031,284
RESIDUAL FUNDING CORP PRINCIPAL STRIP		
1.95% due July 15, 2020	75,000,000	73,436,728
	825,000,000	822,097,601

**DIVISION OF INVESTMENT
DEPARTMENT OF THE TREASURY
STATE OF NEW JERSEY
CASH MANAGEMENT FUND**

Portfolio of Investments

June 30, 2019

Description	Principal Amount	Fair Value*
Commercial Paper:		
AMERICAN HONDA FINANCE CORP		
2.48% due July 24, 2019	\$ 25,000,000	24,957,569
2.52% due July 24, 2019	14,000,000	13,976,239
2.52% due July 26, 2019	25,000,000	24,954,306
2.43% due August 21, 2019	15,000,000	14,949,015
2.43% due August 28, 2019	15,000,000	14,943,067
2.45% due September 5, 2019	15,000,000	14,935,686
2.45% due September 6, 2019	34,000,000	33,852,110
2.45% due September 10, 2019	27,020,000	26,895,866
2.35% due September 12, 2019	14,000,000	13,933,943
BANK OF NY MELLON CORP		
2.40% due July 8, 2019	45,000,000	44,970,337
BNP PARIBAS FINANCE INC		
2.48% due July 1, 2019	270,000,000	269,946,113
2.48% due August 15, 2019	100,000,000	99,685,333
CANADIAN IMPERIAL HOLDINGS		
2.33% due July 1, 2019	20,000,000	19,996,048
2.39% due July 8, 2019	165,000,000	164,891,237
2.33% due July 11, 2019	100,000,000	99,914,272
2.33% due July 15, 2019	165,000,000	164,814,870
COOPERATIEVE RABOBANK UA		
2.18% due October 15, 2019	56,950,000	56,548,923
CREDIT AGRICOLE CIB NY		
2.32% due July 2, 2019	175,000,000	174,954,500
2.43% due July 8, 2019	50,000,000	49,967,500
2.20% due August 1, 2019	105,000,000	104,769,140
CREDIT SUISSE NEW YORK		
2.29% due October 1, 2019	270,780,000	269,105,789
2.53% due November 12, 2019	38,330,000	37,984,879
2.48% due November 15, 2019	31,670,000	31,378,478
2.43% due December 16, 2019	29,220,000	28,890,084
EXXON MOBIL CORP		
2.36% due July 1, 2019	100,000,000	99,980,792
2.31% due July 9, 2019	100,000,000	99,929,264
2.33% due July 26, 2019	130,000,000	129,767,747
FLORIDA POWER & LIGHT CO		
2.46% due July 18, 2019	39,550,000	39,492,279
ING (US) FUNDING LLC		
2.40% due August 16, 2019	2,500,000	2,491,881
LLOYDS BANK PLC		
2.48% due July 1, 2019	170,000,000	169,966,000
2.50% due July 24, 2019	82,000,000	81,857,334
2.55% due October 1, 2019	57,000,000	56,638,549
2.57% due October 1, 2019	53,000,000	52,663,914
2.45% due November 27, 2019	50,000,000	49,493,333
2.45% due November 29, 2019	88,000,000	87,096,533

**DIVISION OF INVESTMENT
DEPARTMENT OF THE TREASURY
STATE OF NEW JERSEY
CASH MANAGEMENT FUND**

Portfolio of Investments

June 30, 2019

Description	Principal Amount	Fair Value*
Commercial Paper, continued:		
MITSUBISHI INTERNATIONAL CORP		
2.40% due July 2, 2019	\$ 33,000,000	32,991,185
2.44% due July 17, 2019	20,000,000	19,974,825
2.34% due July 31, 2019	81,000,000	80,824,027
2.50% due September 19, 2019	38,000,000	37,795,691
NESTLE FINANCE INTL LTD		
2.44% due July 1, 2019	170,000,000	169,967,841
2.30% due July 2, 2019	24,635,000	24,628,787
2.32% due July 8, 2019	23,900,000	23,884,930
2.45% due July 15, 2019	47,025,000	46,974,592
2.45% due July 15, 2019	100,000,000	99,892,806
2.32% due July 19, 2019	50,000,000	49,933,791
2.20% due October 9, 2019	2,940,000	2,920,872
PACCAR FINANCIAL CORP		
2.41% due July 3, 2019	28,920,000	28,910,476
2.40% due July 8, 2019	30,000,000	29,980,225
2.40% due July 9, 2019	30,000,000	29,978,238
2.40% due July 10, 2019	15,000,000	14,988,130
2.40% due July 11, 2019	15,000,000	14,987,141
2.41% due July 15, 2019	35,000,000	34,960,730
2.38% due July 17, 2019	7,000,000	6,991,222
PRIVATE EXPORT FUND CORP		
2.43% due July 1, 2019	40,000,000	39,992,097
2.43% due July 8, 2019	40,000,000	39,973,633
2.33% due July 16, 2019	15,000,000	14,982,180
2.45% due July 17, 2019	30,000,000	29,962,380
2.43% due July 19, 2019	47,000,000	46,934,831
2.45% due August 22, 2019	14,000,000	13,948,923
2.35% due August 30, 2019	25,000,000	24,895,525
2.40% due September 5, 2019	25,000,000	24,885,767
2.44% due October 25, 2019	50,000,000	49,605,152
PRUDENTIAL FINANCIAL INC		
2.34% due July 11, 2019	100,000,000	99,914,994
ROYAL BANK OF CANADA		
2.52% due October 1, 2019	138,000,000	137,124,907
2.52% due October 1, 2019	200,000,000	198,731,750
TOYOTA MOTOR CREDIT		
2.32% due July 12, 2019	165,000,000	164,850,492
2.31% due July 23, 2019	50,000,000	49,919,097
2.42% due August 27, 2019	285,000,000	283,893,251
USAA CAPITAL CORP		
2.39% due July 24, 2019	157,718,000	157,449,293
	4,811,158,000	4,798,242,711

**DIVISION OF INVESTMENT
DEPARTMENT OF THE TREASURY
STATE OF NEW JERSEY
CASH MANAGEMENT FUND**

Portfolio of Investments

June 30, 2019

Description	Principal Amount	Fair Value*
Certificates of Deposit:		
BANK OF MONTREAL		
2.31% due July 2, 2019	\$ 75,000,000	74,999,354
2.30% due July 8, 2019	60,000,000	59,998,612
2.30% due July 8, 2019	225,000,000	224,994,782
2.30% due July 12, 2019	100,000,000	99,996,866
2.35% due July 15, 2019	40,000,000	39,999,447
BRANCH BANKING & TRUST		
2.44% due July 1, 2019	140,000,000	140,000,392
2.40% due July 16, 2019	130,000,000	130,000,704
2.28% due August 30, 2019	110,000,000	110,004,108
CANADIAN IMPERIAL BANK OF COMMERCE		
2.34% due July 15, 2019	50,000,000	49,999,616
CITIBANK NA		
2.56% due November 4, 2019	35,000,000	35,030,307
	<u>965,000,000</u>	<u>965,024,188</u>
Corporate Obligations:		
AMERICAN EXPRESS CO		
1.70% due October 30, 2019	5,000,000	4,988,109
HONEYWELL INTERNATIONAL		
1.80% due October 30, 2019	13,223,000	13,199,756
IBM CREDIT LLC		
2.62% due September 6, 2019	115,160,000	115,213,376
TORONTO DOMINION BANK		
1.45% due August 13, 2019	10,597,000	10,584,284
	<u>143,980,000</u>	<u>143,985,525</u>
Total	<u>\$ 15,167,722,000</u>	<u>\$ 15,126,215,264</u>
Total fair value of investments		\$ 15,126,215,264
Total cost of investments		<u>15,122,858,182</u>
Net unrealized appreciation as of end of year		<u>\$ 3,357,082</u>

* Certificates of deposit are valued at cost.