

POOLED MONEY INVESTMENT BOARD
915 Capitol Mall, Room 110
Sacramento, CA 95814

MINUTES

Wednesday, July 21, 2004

The meeting was called to order at 10:00 a.m.

Roll: Francisco Lujano for State Treasurer Philip Angelides
Cindy Aronberg for State Controller Steve Westly
Michael Genest for Director of Finance Donna Arduin

Staff Present: Mark Paul, Executive Secretary, PMIB
Doug Spittler, State Treasurer's Office
Gina Greer, Attorney General's Office
Linda McAtee, State Treasurer's Office

APPROVAL OF MINUTES

The Minutes for the meeting of June 16, 2004 were approved 3-0 after Mr. Spittler noted that on page 2. – line 5, the wording “expected to be” was added for clarification.

APPROVAL OF PMIB DESIGNATION NO. 1661

Mr. Doug Spittler of the State Treasurer's Office presented the portfolio Summary Report as of July 15, 2004. On that day, the portfolio stood at \$53.007 billion. The effective yield was 1.588%, the quarter-to-date yield was 1.599% and the year-to-date yield was 1.599%. The average life of the portfolio was 204 days and AB 55 Loans approved stood at \$4.980 billion with \$1.149 billion having been disbursed. The Local Agency Investment Fund had deposits totaling \$21.759 billion with 2,750 participants.

Designation No. 1661 was approved, 3-0.

APPROVAL OF AUTHORIZATION FOR GENERAL FUND INTERNAL BORROWING

Mr. Doug Spittler presented this document which authorizes the General Fund to borrow from internal sources – the special funds and accounts within the State Treasury – to meet its cash needs during periods of shortfall. The authorization presented at this meeting was for the period August 1, 2004 through October 31, 2004. He noted that the amount available from various internal funds is estimated to be \$10,926,000,000.

The Authorization for General Fund Internal Borrowing for the period August 1, 2004 through October 31, 2004 was approved, 3-0.

APPROVAL OF SURPLUS MONEY DECLARATIONS/REDUCTIONS

Mr. Doug Spittler presented the changes in the Surplus Money Investment Fund for the period June 1, 2004 through June 30, 2004. During that month \$12.160 billion was declared surplus in various special funds, while \$13.694 billion was declared to be a reduction in surplus.

The Surplus Money Declaration/Reduction for the month of June, 2004 was approved, 3-0.

APPROVAL OF SURPLUS MONEY INVESTMENT FUND REQUESTS

Mr. Doug Spittler presented two SMIF requests. The first request was from the Air Resources Board (on behalf of Secretary for Environmental Protection) for the Environmental Enforcement and Training Account (Fund Number 8013). The second was from the Department of Conservation for Abandoned Mine Reclamation and Minerals Fund Subaccount, Mine Reclamation Account (Fund Number 3025). Mr. Spittler said staff had reviewed both requests and recommended approval.

The Board accepted staff's recommendations and approved the requests, 3-0.

APPROVAL OF AB 55 LOANS

Mr. Chris Kooyman of the Public Finance Division of the State Treasurer's Office presented twenty-six loan requests as shown in the following table. Mr. Kooyman said originally there were twenty-seven loans on the agenda but item u. had been withdrawn. He noted loans a. – c. were for general obligation bond programs. Loans d. – x. and z. – aa. were for lease revenue bond programs. Loan y. was for the California Housing Finance Agency revenue bond program:

Loan Number	Type	Department/Program	Adjusted Loan Amount
045001	GO/Renewal	State Allocation Board Office of Public School Construction School Facilities Bond Act of 1992 (June)	\$8,005,000.00
045002	GO/Renewal	State Allocation Board Office of Public School Construction Public Education Facilities Bond Act of 1996 (K-12)	\$10,946,000.00
045003	GO/Renewal	California State Library California Reading and Literacy Improvement and Public Library Construction and Renovation Bond Act of 2000	\$34,499,848.20
045004	REV/Renewal	Department of Forestry & Fire Protection SPWB Lease Revenue Bonds Sonora Forest Fire Station	\$2,497,500.00

APPROVAL OF AB 55 LOANS (Continued)

Loan Number	Type	Department/Program	Adjusted Loan Amount
045005	REV/Renewal	Department of Forestry & Fire Protection SPWB Lease Revenue Bonds Santa Clara Ranger Unit Headquarters	1,581,600.00
045006	REV/Renewal	Department of Forestry & Fire Protection SPWB Lease Revenue Bonds Bautista Conservation Camp	284,500.00
045007	REV/Renewal	Department of Forestry & Fire Protection SPWB Lease Revenue Bonds Vallecito Conservation Camp	\$38,400.00
045008	REV/Renewal	Department of Forestry & Fire Protection SPWB Lease Revenue Bonds Sand Creek Forest Fire Station	\$1,765,500.00
045009	REV/Renewal	Department of Forestry & Fire Protection SPWB Lease Revenue Bonds Independence Forest Fire Station	1,816,500.00
045010	REV/Renewal	Department of Forestry & Fire Protection SPWB Lease Revenue Bonds Harts Mill Forest Fire Station	\$1,966,500.00
045011	REV/Renewal	Department of Forestry & Fire Protection SPWB Lease Revenue Bonds Fort Jones Forest Fire Station	\$1,984,500.00
045012	REV/Renewal	Department of Forestry & Fire Protection SPWB Lease Revenue Bonds Nipomo Forest Fire Station	\$23,000.00
045013	REV/Renewal	Department of Forestry & Fire Protection SPWB Lease Revenue Bonds Rancheria Forest Fire Station	\$23,000.00
045014	REV/Renewal	Department of Forestry & Fire Protection SPWB Lease Revenue Bonds San Marcos Forest Fire Station	\$1,716,000.00
045015	REV/Renewal	Department of Forestry & Fire Protection SPWB Lease Revenue Bonds Ukiah Forest Fire Station	\$200,000.00
045016	REV/Renewal	Department of Forestry & Fire Protection SPWB Lease Revenue Bonds Usona Forest Fire Station	\$1,827,000.00
045017	REV/Renewal	Department of Forestry & Fire Protection SPWB Lease Revenue Bonds Springville Forest Fire Station	\$1,923,600.00

APPROVAL OF AB 55 LOANS (Continued)

Loan Number	Type	Department/Program	Adjusted Loan Amount
045018	REV/Renewal	University of California SPWB Lease Revenue Bonds Davis Campus, (UCDMC) Tower II Phases 2 & 3	\$17,420,000.00
045019	REV/Renewal	University of California SPWB Lease Revenue Bonds Cal IT (2) Facility at Irvine	\$25,242,000.00
045020	REV/Renewal	Department of Mental Health SPWB Lease Revenue Bonds Metropolitan State Hospital Construct School Bldg.	\$448,000.00
045022	REV/Renewal	Department of Corrections SPWB Lease Revenue Bonds CA Medical Facility, Vacaville Unit V Modular Housing Replacement	\$5,824,000.00
045023	REV/Renewal	Department of Corrections SPWB Lease Revenue Bonds CA Medical Facility, Vacaville Ambulatory Care Clinic	\$2,458,787.00
045024	REV/Renewal	Department of Corrections SPWB Lease Revenue Bonds CA Men's Colony – D Quad Mental Health Services Bldg.	\$2,492,963.00
045025	REV/Renewal	California Housing Finance Agency CalHFA Revenue Bond Program Loan Warehousing Program (Revolving)	\$300,000,000.00
045026	REV/Renewal	Department of Development Services SPWB Lease Revenue Bonds Porterville Developmental Center: 96 Bed Forensic Residential Expansion	\$5,271,575.00
045027	REV/Renewal	Department of Development Services SPWB Lease Revenue Bonds Porterville Developmental Center: Forensic Recreation and Activity Center	\$706,000.00

Mr. Kooyman said all loans were recommended as presented and impact on the Pool would be \$29.875million.

All twenty-six loan requests were approved at the amounts recommended by staff, 3-0.

PUBLIC COMMENT

None.

In the absence of further business, the meeting was adjourned at 10:10 a.m.

Respectfully submitted

Mark Paul
Executive Secretary