

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

MINUTES

Wednesday, December 15, 2004

The meeting was called to order at 10:03 a.m.

Roll: Francisco Lujano for State Treasurer Philip Angelides
Cindy Aronberg for State Controller Steve Westly
Bob Campbell for Director of Finance Thomas J. Campbell

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

APPROVAL OF MINUTES

The Minutes for the meetings of October 20, 2004, and November 17, 2004, were approved as submitted, 3-0.

APPROVAL OF PMIB DESIGNATION NO. 1666

Mr. Doug Spittler of the State Treasurer's Office presented the portfolio Summary Report as of December 8, 2004. On that day, the portfolio stood at \$49.352 billion. The effective yield was 2.090%, the quarter-to-date yield was 1.960% and the year-to-date yield was 1.800%. The average life of the portfolio was 192 days and AB 55 Loans approved stood at \$4.362 billion with \$965 million having been disbursed. The Local Agency Investment Fund had deposits totaling \$18.412 billion with 2,737 participants.

Mr. Steve Muraki of the Cash Management Division of the State Treasurer's Office presented a summary of the Forecast of Changes in portfolio for the Pooled Money Investment Account for the period December 13, 2004, through February 18, 2005. He stated that over the ten-week period of the forecast there would be an increase in the portfolio of \$9.937 billion due to receipts exceeding disbursements. Mr. Muraki continued by highlighting several of the key receipts. He noted that Sales, Liquor, and Utility Surcharge were expected to total \$8.353 billion and that the Motor Vehicle Fuel Taxes were expected to total \$554.7 million. Personal Income and Bank & Corporation Taxes were expected to total \$12.626 billion while the Insurance Gross Premium Taxes were anticipated at \$390.8 million. For this ten-week period, \$41.219 billion was anticipated in receipts.

Ms. Sue Griffith of the State Controller's Office presented the Estimated Pooled Money Disbursements for the forecast period and highlighted several of the major disbursements. Public Schools and Community Colleges were expected to disburse \$7.771 billion and the Social Services disbursement was estimated at \$3.050 billion. Health Care Services disbursements were expected to total \$4.956 billion and the Payroll Revolving Fund was anticipated to disburse \$2.633 billion. Ms. Griffith concluded by stating that total disbursements for the ten-week period were estimated at \$30.722 billion.

Designation No. 1666 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 November 1, 2004, through November 30, 2004. During that month, \$7.067 billion was declared surplus in various special funds, while \$6.457 billion was declared to be a reduction in surplus.

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

APPROVAL OF SURPLUS MONEY INVESTMENT FUND REQUESTS

Mr. Spittler said that there were no SMIF requests for this month.

APPROVAL OF AB 55 LOANS

Mr. Chris Kooyman, of the Public Finance Division of the State Treasurer's Office, presented nineteen loan requests as shown in the following table. Loans 6.a. through 6.h. were for general obligation bond programs and loans 6.i. through 6.s. were for lease revenue bond programs.

Loan Number	Type	Department/Program	Adjusted Loan Amount
045092	GO/Renewal	California Transportation Commission Clean Air and Transportation Improvement Act of 1990	\$74,188,368.00
045093	GO/Renewal	California State University Public Education Facilities Bond Act 2002 (Hi-Ed)	\$206,455,514.25
045094	GO/Renewal	Water Resources Control Board for Resources Agency Safe, Clean, Reliable Water Supply Bond Act of 1996	\$96,909,065.73
045095	GO/Renewal	State Allocation Board Office of Public School Construction Public Education Facilities Bond Act of 1996 (K-12)	\$15,675,000.00

APPROVAL OF AB 55 LOANS (Continued)

Loan Number	Type	Department/Program	Adjusted Loan Amount
045096	GO/Renewal	Resources Agency Safe Drinking Water, Clean Water, Watershed Protection and Flood Protection Bond Act of 2000	\$23,306,775.57
045097	GO/Renewal	Resources Agency California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Act of 2002	\$242,692,000.00
045098	GO/Renewal	Resources Agency Safe Neighborhood Parks, Clean Water, Clean Air; and Coastal Protection Bond Act of 2000	\$256,944,000.00
045099	GO/Renewal	Department of General Services Earthquake Safety and Public Buildings Rehabilitation Bond Act of 1990	\$18,787,000.00
045100	REV/Renewal	California Conservation Corps SPWB Lease Revenue Bonds Delta Service District Center	\$1,357,200.00
045101	REV/Renewal	Department of the Youth Authority SPWB Lease Revenue Bonds Southern Youth Correctional Reception Center and Clinic: Specialized Counseling Program Beds	\$3,465,000.00
045102	REV/Renewal	Department of Mental Health SPWB Lease Revenue Bonds Metropolitan State Hospital: Construct New Kitchen and Remodel Existing Satellite Kitchens	\$912,000.00
045103	REV/Renewal	University of California SPWB Lease Revenue Bonds Berkeley Campus: Stanley QB3 Facility	\$16,403,000.00
045104	REV/Renewal	University of California SPWB Lease Revenue Bonds Merced Campus: Science and Engineering Building	\$68,953,000.00
045105	REV/Renewal	University of California SPWB Lease Revenue Bonds Merced Campus: Library/Information Technology Center	\$53,569,000.00
045106	REV/Renewal	University of California SPWB Lease Revenue Bonds Santa Barbara Campus: CNSI Building at Santa Barbara	\$30,687,000.00

APPROVAL OF AB 55 LOANS (Continued)

Loan Number	Type	Department/Program	Adjusted Loan Amount
045107	REV/Renewal	California Community Colleges SPWB Lease Revenue Bonds Merced College: Interdisciplinary Academic Center	\$9,028,000.00
045108	REV/New	California Community Colleges SPWB Lease Revenue Bonds Palomar College: High Tech Laboratory- Classroom Building	\$19,200,000.00
045109	REV/New	California Community Colleges SPWB Lease Revenue Bonds Menifee Valley Center: Learning Resource Center	\$7,200,000.00
045110	REV/New	California Community Colleges SPWB Lease Revenue Bonds Santiago Canyon College: Learning Resource Center	\$6,480,000.00

Mr. Kooyman said that the impact on the Pool would be to increase AB 55 Loans approved by \$550,087,570.62. All loans were recommended for approval as presented.

All nineteen loan requests were approved in the amounts recommended by staff, 3-0.

PUBLIC COMMENT

None.

In the absence of further business, the meeting was adjourned at 10:14 a.m.

Respectfully submitted

Mark Paul
Executive Secretary