

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

**MINUTES**

Wednesday, January 17, 2007

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

Roll: Francisco Lujano for State Treasurer Bill Lockyer  
Rick Chivaro for State Controller John Chiang  
Anne Sheehan for Director of Finance Michael C. Genest

Staff Present: Bettina Redway, Executive Secretary, PMIB  
Bill Dowell, State Treasurer's Office  
Catherine Brown, Attorney General's Office  
Mark Paxson, State Treasurer's Office

**APPROVAL OF MINUTES**

The Minutes for the meeting of December 20, 2007, were approved as submitted, 3-0.

**APPROVAL OF PMIB DESIGNATION NO. 1691**

Mr. Bill Dowell of the State Treasurer's Office presented the portfolio Summary Report as of December 31, 2006. On that day, the portfolio stood at \$57.121 billion. The effective yield was 5.146%, the quarter-to-date yield was 5.117% and the year-to-date yield was 5.025%. The average life of the portfolio was 183 days and AB 55 Loans approved stood at \$7.604 billion with \$3.614 billion having been disbursed. The Local Agency Investment Fund had deposits totaling \$16.701 billion with 2,612 participants.

Designation No. 1691 was approved, 3-0.

**APPROVAL OF AUTHORIZATION FOR GENERAL FUND INTERNAL BORROWING:**

Mr. Dowell presented this authorization for the General Fund to borrow from internal sources within the State Treasury to meet its cash needs during periods of shortfall. The authorization presented at this meeting was for the period February 1, 2007 through April 30, 2007. He noted that the amount available from various internal funds was estimated to be \$14.865 billion.

The Authorization for General Fund Internal Borrowing for the period February 1, 2007 through April 30, 2007 was approved, 3-0.

### **APPROVAL OF SURPLUS MONEY DECLARATION/REDUCTION**

Mr. Dowell presented the changes in the Surplus Money Investment Fund for the period December 1, 2006 through December 31, 2006. During that month \$7,455,853,400.00 was declared surplus in various special funds, while \$8,239,610,400.00 was declared to be a reduction in surplus.

The Surplus Money Declaration/Reduction for the month of December 2006 was approved, 3-0.

### **APPROVAL OF SURPLUS MONEY INVESTMENT FUND REQUESTS**

Mr. Dowell presented two requests to participate in the Surplus Money Investment Fund:

California Public Employees' Retirement System  
Annuitants' Health Care Coverage Fund  
(Fund Number 0833)

California Institute for Regenerative Medicine  
Loan from General Fund  
(Fund Number 6047213)  
\$150,000,000 General Fund Loan proceeds (Executive Order 06/07-46)

Mr. Dowell said staff from both the State Treasurer's Office and State Controller's Office had reviewed both requests and found them to be in order.

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

### **APPROVAL OF AB 55 LOANS**

Mr. Jon Welch of the Public Finance Division of the State Treasurer's Office presented ten loan requests as shown in the following table. He said the first seven loans (Items 7.a. – 7.g.) were for general obligation programs and noted the Oil Spill Response Trust Fund (Item 7.h.) had been withdrawn. The remaining three loans (Items 7.i. – 7.k.) were for lease revenue programs. Mr. Welch also said the Department of Water Resources had asked that their loan request (Item 7.l.) be withdrawn from this month's agenda.

<b>Agenda Item</b>	<b>Loan Number</b>	<b>Type</b>	<b>Department/Program</b>	<b>Adjusted Loan Amount</b>
7.a.	0670096	GO/Renewal	State Allocation Board Office of Public School Construction 1992 School Facilities Bond Act (November)	\$1,545,828.00

**APPROVAL OF AB 55 LOANS (Continued)**

<b>Agenda Item</b>	<b>Loan Number</b>	<b>Type</b>	<b>Department/Program</b>	<b>Adjusted Loan Amount</b>
7.b.	0670098	GO/Renewal	California State University Class Size Reduction Kindergarten- University Public Education Facilities Bond Act of 1998 (Hi-Ed)	\$12,729,000.00
7.c.	0670099	GO/Renewal	Resources Agency California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Act of 2002	\$490,823,000.00
7.d.	0670104	GO/New	California State University Kindergarten-University Public Education Facilities Bond Act of 2006 (Hi-Ed)	\$99,139,000.00
7.e.	0670105	GO/New	University of California Kindergarten-University Public Education Facilities Bond Act of 2006 (Hi-Ed)	\$282,624,000.00
7.f.	0670106	GO/New	California Community Colleges Kindergarten-University Public Education Facilities Bond Act of 2006 (Hi-Ed)	\$20,000,000.00
7.g.	0670107	GO/New	State Allocation Board Kindergarten-University Public Education Facilities Bond Act of 2006 (K-12)	\$500,000,000.00
7.h.	Withdrawn			
7.i.	0670100	REV/Renewal	Department of Veteran's Affairs SPWB Lease Revenue Bonds Greater Los Angeles and Ventura Counties Veteran's Homes (GLAVC)	\$22,217,357.00
7.j.	0670101	REV/Renewal	Department of Justice SPWB Lease Revenue Bonds Santa Rosa Replacement Laboratory	\$9,167,000.00
7.k.	0670102	REV/New	Department of General Services SPWB Lease Revenue Bonds Board of Equalization Building Acquisition	\$81,001,600.00
7.l.	Withdrawn			

Mr. Welch said all items presented were recommended for approval and the total impact on the Pool would be an increase of the loan portfolio by \$1,159,316,648.00.

**APPROVAL OF AB 55 LOANS (Continued)**

Ms. Anne Sheehan thanked the State Treasurer's Office for its timely action on the school bonds and then moved approval the AB 55 Loans.

All loan requests were approved as recommended, 3-0.

**PUBLIC COMMENT**

None.

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

Respectfully submitted

---

Bettina Redway  
Executive Secretary