

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

**MINUTES**

Wednesday, July 16, 2008

The meeting was called to order at 10:05 a.m.

Roll: Francisco Lujano for State Treasurer Bill Lockyer  
Richard Chivaro for State Controller John Chiang  
Fred Klass for Director of Finance Michael C. Genest

Staff Present: Bill Dowell, State Treasurer's Office  
Catherine Brown, Attorney General's Office  
Mark Paxson, State Treasurer's Office

**MINUTES**

The Minutes for the June 18, 2008, meeting were approved as submitted, 3-0.

**PMIB DESIGNATION**

Mr. Bill Dowell of the State Treasurer's Office presented the portfolio Summary Report as of June 30, 2008. On that day, the portfolio stood at \$69.955 billion. The effective yield was 2.782%, the quarter-to-date yield was 3.112% and the year-to-date yield was 4.325%. The average life of the portfolio was 212 days and AB 55 Loans approved stood at \$10.662 billion, with \$3.447 billion having been disbursed. The Local Agency Investment Fund had deposits totaling \$25.161 billion, with 2,689 participants.

Designation No. 1709 was approved, 3-0.

**AUTHORIZATION FOR GENERAL FUND INTERNAL BORROWING:**

Mr. Dowell presented this document which authorizes the General Fund to borrow from internal sources to meet its cash needs during periods of shortfall. The authorization presented at this meeting was for the period August 1, 2008, through October 31, 2008. He noted that the amount available from various internal funds was estimated to be \$14.928 billion.

The Authorization for General Fund Internal Borrowing for the period August 1, 2008, through October 31, 2008, was approved, 3-0.

**DECLARATION OF SURPLUS MONEY/REDUCTION OF SURPLUS MONEY**

Mr. Dowell presented the changes in the Surplus Money Investment Fund for the period June 1, 2008, through June 30, 2008. During that month, \$8.911 billion was declared surplus in various special funds, while \$9.156 billion was declared to be a reduction in surplus.

The Surplus Money Declaration/Reduction for the month of June, 2008, was approved, 3-0.

**SURPLUS MONEY INVESTMENT FUND REQUESTS**

Mr. Dowell presented one request to participate in the Surplus Money Investment Fund:

Department of Housing and Community Development  
 Mobilehome Park Revolving Fund  
 Fund Number 0245

The Board accepted the staff recommendations of the State Controller’s Office and the State Treasurer’s Office and approved the request, 3-0.

**AB 55 LOAN APPLICATIONS (Government Code § 16312)**

Mr. Drew Hall of the Public Finance Division of the State Treasurer’s Office presented 13 loan requests as shown in the following table. He said that the first four loans (Items a. – d.) were for general obligation programs and the remaining nine loans (Items e. – m.) were for lease revenue programs.

<b>Agenda Item</b>	<b>Loan Number</b>	<b>Department/Program</b>	<b>Adjusted Loan Amount</b>
a.	0890001	Department of Water Resources Water Conservation & Water Quality Bond Law of 1986	\$1,795,000.00
b.	0890002	Voting Modernization Board Voting Modernization Bond Act of 2002	\$28,420,000.00
c.	0890003	State Allocation Board Kindergarten-University Public Education Facilities Bond Act of 2006 (K-12)	\$1,548,507,072.94
d.	0890004	Resources Agency CA Clean Water, Clean Air, Neighborhood Parks & Coastal Protection Act of 2002	\$425,925,000.00
e.	0890005	Department of Forestry and Fire Protection SPWB Lease Revenue Bonds Ishi Conservation Camp: Replace Facility	\$2,219,081.00

f.	0890006	Department of Forestry and Fire Protection SPWB Lease Revenue Bonds Mendocino Ranger Unit HQ: Replace Automotive Shop	\$2,841,589.00
g.	0890008	Department of Forestry and Fire Protection SPWB Lease Revenue Bonds Ventura Youth Conservation Camp: Construct Apparatus Building & Shop/Warehouse	\$2,788,456.00
h.	0890009	Department of Forestry and Fire Protection SPWB Lease Revenue Bonds Bieber Forest Fire Station & Helitack Base: Relocate Facility	\$1,456,913.00
i.	0890010	Department of Forestry and Fire Protection SPWB Lease Revenue Bonds South Operations Area Headquarters: Relocate Facility	\$4,251,898.00
j.	0890011	Department of Mental Health SPWB Lease Revenue Bonds Patton State Hospital: Construct New Main Kitchen	\$3,056,352.00
k.	0890012	Department of Mental Health SPWB Lease Revenue Bonds Napa State Hospital: Construct New Main Kitchen	\$3,860,000.00
l.	0890013	Department of Education SPWB Lease Revenue Bonds School for the Deaf, Riverside: Dormitory Replacement and Chiller	\$36,000,000.00
m.	0890014	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Salinas Valley State Prison: 64-Bed Mental Health Facility	\$30,229,262.00

Mr. Hall said all loans were recommended for approval as presented and the impact on the Pool would be to increase the loan portfolio by \$1,413,665,859.07.

All 13 loan requests were approved as recommended by staff, 3-0.

**PUBLIC COMMENT**

None.

**ADJOURNMENT**

In the absence of further business, the meeting was adjourned at 10:12 a.m.

Respectfully submitted,

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Bettina Redway  
Executive Secretary