

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

**MINUTES**

Wednesday, September 15, 2010

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

Roll: Daniel Dowell for State Treasurer Bill Lockyer  
Richard Chivaro for State Controller John Chiang  
Cynthia Bryant for Director of Finance Ana J. Matosantos

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 August 18, 2010, meeting were approved, 3-0.

**PMIB DESIGNATION**

Mr. Bill Dowell of the State Treasurer's Office presented a Summary Portfolio Report as of August 31, 2010. On that day, the portfolio stood at \$67.993 billion. The effective yield was 0.500%, the quarter-to-date yield was 0.522% and the year-to-date yield was 0.522%. The average life of the portfolio was 194 days. AB 55 Loans approved stood at \$352 million, with \$265 million having been disbursed. The Local Agency Investment Fund had deposits totaling \$22.346 billion, with 2,788 participants.

Designation No. 1735 was approved, 3-0.

**AUTHORIZATION FOR GENERAL FUND INTERNAL BORROWING**

Mr. Dowell also presented this document, which authorizes the General Fund to borrow from internal sources to meet its cash needs during periods of shortfall. The Authorization for General Fund Internal Borrowing for the period October 1, 2010, through December 31, 2010, in the amount of up to \$20.995 billion was approved, 3-0.

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

Finally, Mr. Dowell presented the changes in the Surplus Money Investment Fund for the period August 1, 2010, through August 31, 2010. During the month, \$7.344 billion was declared Surplus in various special funds, while \$6.159 billion was declared to be a Reduction in Surplus. The Surplus Money Declaration/Reduction for the month of August, 2010, was approved, 3-0.

## **SURPLUS MONEY INVESTMENT FUND REQUEST**

There were no requests to join the Surplus Money Investment Fund this month.

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

Mr. Phil Osborn of the State Treasurer's Office Public Finance Division presented the staff recommendations (See Exhibit A, presented in Attachment 1). Staff recommended the PMIB approve renewal of the loan, as shown below. Furthermore, it was recommended the PMIB continue its freeze on disbursements for approved AB 55 loans, except for disbursements authorized by the Department of Finance's Budget Letter 09-09. The two new loan requests on the agenda had been withdrawn at the request of the Department of Corrections and Rehabilitation.

<b>Agenda Item</b>	<b>Loan Number</b>	<b>Department/Program</b>	<b>Adjusted Loan Amount</b>
a.	1010013	California Housing Finance Agency CalHFA Revenue Bond Program Loan Warehousing Program (Revolving)	\$40,000,000.00

The PMIB accepted the staff recommendations, renewed the loan and approved the continuation of the disbursement freeze, 3-0.

## **PUBLIC COMMENT**

None.

## **ADJOURNMENT**

In the absence of further business, the meeting was adjourned at 10:15 a.m.

Respectfully submitted,

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Bettina Redway  
Executive Secretary