

POOLED MONEY INVESTMENT BOARD
915 Capitol Mall, Room 587
Sacramento, CA 95814

MINUTES

Wednesday, August 21, 2013

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

Roll: Katie Carroll for State Treasurer Bill Lockyer
 Richard Chivaro for State Controller John Chiang
 Eraina Ortega for Director of Finance Ana J. Matosantos

Staff Present: Jeff Wurm, State Treasurer's Office
 Catherine Brown, Attorney General's Office
 Mark Paxson, State Treasurer's Office

MINUTES

The minutes for the July 17, 2013, meeting were approved, 2-0, with 1 abstention.

PMIB DESIGNATION

Mr. Jeff Wurm of the State Treasurer's Office presented a Portfolio Summary Report as of July 31, 2013. On that day, the portfolio stood at \$54.684 billion. The effective yield was 0.269%, the quarter-to-date yield was 0.267% and the year-to-date yield was 0.267%. The average life of the portfolio was 265 days. AB55 Loans approved were \$295 million, with a disbursed amount of \$190 million. The Local Agency Investment Fund had \$20.323 billion total deposits, with 2,617 total participants.

Ms. Kristin Szakaly-Moore of the State Treasurer's Office Centralized Treasury and Securities Management Division presented a summary of forecasted revenue changes in the portfolio for the Pooled Money Investment Account (PMIA) for the period August 19, 2013 through October 18, 2013. Anticipated receipts for this nine-week period total \$43.397 billion. Ms. Szakaly-Moore highlighted the key receipts.

Mr. Mark Kapinski of the State Controller's Office, Cash Management Bureau and Division of Account and Reporting continued the presentation. Mr. Kapinski highlighted the major disbursements anticipated for the reporting period of August 19, 2013 through October 18, 2013. Anticipated disbursements for the nine-week period total \$37.629 billion.

Designation No. 1770 was approved, 3-0.

DECLARATION OF SURPLUS MONEY/REDUCTION OF SURPLUS MONEY

Mr. Jeff Wurm presented the changes in the Surplus Money Investment Fund for the period July 1, 2013 through July 31, 2013. Declaration of Surplus Money was in the amount of \$8.336 billion. A reduction in Surplus Money was in the amount of \$11.337 billion. An attached list from the State Controller's office shows the breakdown. The Surplus Money Declaration/Reduction for the month of July was approved, 3-0.

SURPLUS MONEY INVESTMENT FUND REQUEST (SMIF)

There were no SMIF requests.

AB55 LOAN PROGRAM (Government Code § 16312)

Ms. Tiffany Connelly with the Public Finance Division presented the PMIA loans monthly report. There was \$295,365,443.82 of outstanding AB55 loans as of July 31, 2013.

Staff Recommends approval of the two loan renewal requests (Items 6.a--6.b) on the agenda in the amounts shown on Column f of Exhibit A to this staff report. Item 6.a reflects an increase necessary to complete construction of the project, as well as to pay accrued interest and administrative costs. Item 6.b reflects an increase necessary to continue funding preliminary plans and working drawings for the project, as well as to pay accrued interest and administrative costs. The two loan renewal requests are in compliance with the current AB55 loan policy.

Staff recommends approval for the two new AB55 Loan requests, Items 6.c and 6.d, on the agenda in the amounts shown on column f of Exhibit A of the Staff Report. Both items are for the Department of Corrections and Rehabilitation. Loan proceeds for these projects will be used to fund preliminary plans and working drawings. Both projects have complied with the loan requirements of section 3.0 of the AB55 Loan Policy regarding new loan requests.

RENEWAL REQUESTS

| | <u>PMIB Loan No.</u> | <u>Department</u> | <u>Amount</u> |
|----|--------------------------|--|-----------------|
| a. | 1340003 | Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Shasta County Juvenile Rehabilitation Facility | \$15,085,000.00 |
| b. | 1340004 | Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Central California Women's Facility: Enhanced Outpatient Program Treatment and Office Space | 1,923,000.00 |

NEW LOAN REQUESTS

| | | | |
|----|---------|---|--------------|
| c. | 1340005 | Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Correctional Training Facility: Health Care Facility Improvement Project | 1,572,000.00 |
|----|---------|---|--------------|

| | <u>PMIB Loan No.</u> | <u>Department</u> | <u>Amount</u> |
|----|--------------------------|--|---------------|
| d. | 1340006 | Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Salinas Valley State Prison: Health Care Facility Improvement Project | \$850,000.00 |

The PMIB accepted staff recommendations and approved the four AB55 loan requests, 3-0.

PUBLIC COMMENT

None.

ADJOURNMENT

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

Respectfully submitted,

Bettina Redway
Executive Secretary