

LOCAL INVESTMENT ADVISORY BOARD
915 Capitol Mall, Room 110
Sacramento, CA 95814

Minutes

Tuesday, September 28, 2021

The meeting was called to order at 1:59 p.m. The meeting was held via video conferencing using the Microsoft Teams application.

Board Members Present: State Treasurer Fiona Ma
 Walter Hall
 Sung Hyun
 Amy Lee
 Rafi Manoukian

Staff Present: Jennifer Baldwin, Senior Attorney
 Kristin Szakaly-Moore, Director of Investment Division
 Jeff Wurm, Assistant Director of Investment Division
 Christina Sarron, LAIF Administrator
 Lily Osorio, Treasury Program Manager
 Jaya Naidu, Associate Treasury Program Officer

Treasurer Ma declared a quorum at 2:00 p.m.

Action Item: Approval of Minutes from March 8, 2021

Treasurer Ma asked for public comments; there were none. Mr. Manoukian moved to approve the minutes for the March 8, 2021 meeting. Upon a second by Mr. Hall, the motion passed 5-0 with the following votes: Treasurer Ma: aye; Mr. Hall: aye; Mr. Hyun: aye; Ms. Lee: aye; Mr. Manoukian: aye.

Information Item: 2021 Local Agency Investment Fund (LAIF) Webinar

Ms. Osorio presented the details for the annual LAIF webinar scheduled for November 2, 2021 at 10:30 a.m. Treasurer Ma will begin the webinar by welcoming all guests, Mr. Doug Robinson from RCM Capital, LLC will present the Economic Outlook, and Mr. Wurm and Ms. Osorio will present the Pooled Money Investment Account (PMIA) and LAIF performance reports. Webinar Coordinator Ms. Laurieanne Blanco will oversee all preparations and details.

Treasurer Ma asked for public comments; there were none.

Information Item: Overview of PMIA and LAIF Operations

Mr. Wurm presented the PMIA performance summary as of June 30, 2021. The total portfolio amount was \$193.3 billion, the daily rate was 0.22%, the quarter to date was 0.30%, the year to date was 0.50%, and the average life of the portfolio was 291 days.

Ms. Osorio presented an overview of LAIF Operations. LAIF finalized an apportionment rate subsequent to the most recent board meeting held on March 8, 2021. The quarterly apportionment rate for the June 30, 2021 quarter ending was 0.33% with administrative costs equaling 1.59% of earnings. As of August 31, 2021, LAIF had 2,391 participants consisting of: 1,626 Special Districts, 475 Cities, 172 Trustee Accounts, 64 Bonds, and 54 Counties. LAIF's deposits totaled \$37,066,592,514.20 and made up 23.85% of the PMIA. As of September 9, 2021, LAIF online had 1,378 authorized users registered.

Treasurer Ma commented on LAIF online transactions only consisting of half the daily transactions. Ms. Sarron explained that LAIF staff are very proactive regarding LAIF online, however some agencies prefer speaking with a live agent to process their transactions. Ms. Sarron also mentioned the new COVID Relief accounts are excluded from LAIF online.

Mr. Hyun inquired on the average day's maturity standing at 291 days when previously it was at 165 days and was concerned if there were any challenges. Mr. Wurm explained it is due to the size and growth of the portfolio. Mr. Wurm also mentioned there aren't any concerns currently, but there would be if money began to leave LAIF in large amounts in a short period of time. Mr. Wurm does not see this becoming an issue based on his experience.

Treasurer Ma asked for public comments; there were none.

Public Comment

Treasurer Ma asked for public comments; there were none.

Adjournment

In the absence of further business, public comments, or concerns the meeting was adjourned at 2:45 p.m.