

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

MINUTES

Wednesday, January 19, 2011

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

Roll: Francisco Lujano for State Treasurer Bill Lockyer
Richard Chivaro for State Controller John Chiang
Jennifer Rockwell 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 December 15, 2010, meeting were approved, 3-0.

PMIB DESIGNATION

Mr. Jeff Wurm of the State Treasurer's Office presented a Summary Portfolio Report as of December 31, 2010. On that day, the portfolio stood at \$74.459 billion. The effective yield was 0.457%, the quarter-to-date yield was 0.466% and the year-to-date yield was 0.490%. The average life of the portfolio was 215 days. AB 55 Loans approved stood at \$346 million, with \$232 million having been disbursed. The Local Agency Investment Fund had deposits totaling \$23.251 billion, with 2,794 participants.

Designation No. 1739 was approved, 3-0.

DECLARATION OF SURPLUS MONEY/REDUCTION OF SURPLUS MONEY

Mr. Wurm also presented the changes in the Surplus Money Investment Fund for the period December 1, 2010, through December 31, 2010. During the month, \$14.067 billion was declared Surplus in various special funds, while \$10.025 billion was declared to be a Reduction in Surplus. The Surplus Money Declaration/Reduction for the month of December, 2010, was approved, 3-0.

SURPLUS MONEY INVESTMENT FUND REQUEST

Mr. Wurm presented two requests to participate in the Surplus Money Investment Fund. One was from the State Authorized Risk Assessment Tools for Sex Offenders Review Committee and the other was from the Department of California Highway Patrol:

Special Deposit Fund
State Authorized Risk Assessment Tools for Sex Offenders Program
Fund Number 942246

Special Deposit Fund
Driving Under the Influence (DUI) Litigation Trust Account
Fund Number 942250

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

COMMERCIAL PAPER ISSUERS

Ms. Evelyn Gorman of the State Treasurer's Office Investments Division presented five new Commercial Paper Issuers:

- ♦ National Australia Funding Delaware Inc.
- ♦ Nordea North America Inc.
- ♦ Rabobank USA Financial Corp
- ♦ Svenska Handelsbank Inc.
- ♦ Toronto-Dominion Bank Holdings USA

The Board approved the new Issuers 3-0.

AB 55 LOAN APPLICATION (Government Code § 16312)

Mr. Phil Osborn of the State Treasurer's Office Public Finance Division presented one informational item; the monthly report of the current outstanding approved AB55 Loans, which stood at \$346,497,503.96 as of December 31, 2010. Mr. Osborn also presented the staff recommendation for two loan renewal requests, as shown in Exhibit A. He noted that staff recommended approval of the AB55 loan renewal requests since the requesting departments had submitted it in compliance with the new recently approved PMIB Loan Policy.

a.	1010021	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds, AB 900 California State Prison, Corcoran: Administrative Segregation Unit/Enhanced Outpatient Program Treatment and Office Space	\$2,130,000.00
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| b. 1010022 | Department of Corrections and Rehabilitation
SPWB Lease Revenue Bonds, AB 900
California State Prison, Sacramento: Psychiatric
Services Unit Treatment and Office Space | \$2,239,000.00 |
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The PMIB accepted the staff recommendation and approved the loan renewal requests, 3-0.

PUBLIC COMMENT

None.

ADJOURNMENT

In the absence of further business, the meeting was adjourned at 10:05 a.m.

Respectfully submitted,

Bettina Redway
Executive Secretary