

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

MINUTES

Wednesday, February 19, 2014

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

Roll: Katie Carroll for State Treasurer Bill Lockyer
 Richard Chivaro for State Controller John Chiang
 Eraina Ortega for Director of Finance Michael Cohen

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 January 15, 2014 meeting were approved, 2-0.

Board member, Mr. Chivaro arrived at 10:08 a.m. following approval of the Minutes for the January 15, 2014 meeting.

PMIB DESIGNATION

Mr. Jeff Wurm of the State Treasurer's Office presented a Portfolio Summary Report as of January 31, 2014. On that day, the portfolio stood at \$57.011 billion. The effective yield was 0.233%, the quarter-to-date yield was 0.244% and the year-to-date yield was 0.262%. The average life of the portfolio was 221 days. AB55 Loans approved were \$358 million, with a disbursed amount of \$104 million. The Local Agency Investment Fund had \$20.800 billion total deposits, with 2,582 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 February 17, 2014 through April 18, 2014. Anticipated receipts for this nine-week period total \$48.295 billion. Ms. Szakaly-Moore highlighted the key receipts.

Ms. Coleen Morrow of the State Controller's Office, Cash Management Bureau and Division of Accounting and Reporting continued the presentation. Ms. Morrow highlighted the major disbursements anticipated for the reporting period of February 17, 2014 through April 18, 2014. Anticipated disbursements for the nine-week period total \$44.979 billion. Ms. Morrow detailed important disbursements anticipated during this nine-week period.

Designation No. 1776 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 January 1, 2014 through January 31, 2014. Declaration of Surplus Money was in the amount of \$10.583 billion. A reduction

in Surplus Money was in the amount of \$12.484 billion. An attached list from the State Controller's office shows the breakdown. The Surplus Money Declaration/Reduction for the month of January was approved, 3-0.

SURPLUS MONEY INVESTMENT FUND REQUEST (SMIF)

Mr. Wurm presented one SMIF request from the California Department of Parks and Recreation to participate in the Surplus Money Investment Fund:

California State Parks – SDB&E Desert Cahuilla Transaction
Fund Number: 0942289

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

AB55 LOAN PROGRAM (Government Code § 16312)

Ms. Tiffany Connelly with the State Treasurer's Office presented the PMIA loans monthly report. As of January 31, 2014 the amount of outstanding AB55 loans is \$358,339,682.49.

Staff recommended approval of the four loan renewal requests (Items 6.a - 6.d) on the agenda in the amounts shown on column f of Exhibit A to the staff report. Items 6.a – 6.c reflect increases necessary to complete preliminary plans and begin working drawings, as well as to pay accrued interest and administrative costs. Item 6.d reflects a decrease as requested by the department. The four loan renewal requests are in compliance with the current AB 55 loan policy.

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

RENEWAL LOAN REQUESTS

	<u>PMIB Loan No.</u>	<u>Department</u>	<u>Amount</u>
a.	1340025	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Folsom State Prison: Health Care Facility Improvement Project	\$4,854,000.00
b.	1340026	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds CA State Prison, Los Angeles: Health Care Facility Improvement Project	3,290,000.00

	<u>PMIB Loan No.</u>	<u>Department</u>	<u>Amount</u>
c.	1340027	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds CA Men's Colony, San Luis Obispo: Health Care Facility Improvement Project	\$5,417,000.00
d.	1340028	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds CA Institution for Men, San Bernardino: Health Care Facility Improvement Project	1,220,000.00

NEW LOAN REQUESTS

e.	1340029	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds CA Correctional Center: Health Care Facility Improvement Project	1,444,000.00
f.	1340030	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds High Desert State Prison: Health Care Facility Improvement Project	1,209,000.00

The Board accepted staff recommendations and approved the six loan requests, 3-0.

PUBLIC COMMENT

None.

ADJOURNMENT

In the absence of further business, the meeting was adjourned at 10:13 a.m.

Respectfully submitted,

Bettina Redway
Executive Secretary