

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

MINUTES

Wednesday, June 18, 2014

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 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 May 21, 2014 meeting were approved, 3-0.

PMIB DESIGNATION

Mr. Jeff Wurm of the State Treasurer's Office presented a Portfolio Summary Report as of May 31, 2014. On that day, the portfolio stood at \$60.166 billion. The effective yield was 0.229%, the quarter-to-date yield was 0.230% and the year-to-date yield was 0.251%. The average life of the portfolio was 199 days. AB55 Loans approved were \$273 million, with a disbursed amount of \$193 million. The Local Agency Investment Fund had \$21.161 billion total deposits, with 2,541 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 June 16, 2014 through August 22, 2014. Anticipated receipts for this ten-week period total \$45.3 billion. Ms. Szakaly-Moore highlighted the key receipts.

Ms. Vanessa Perez of the State Controller's Office, Cash Management Bureau and Division of Accounting and Reporting continued the presentation. Ms. Perez highlighted the major disbursements anticipated for the reporting period of June 16, 2014 through August 22, 2014. Anticipated disbursements for the ten-week period total \$53.6 billion. Ms. Perez highlighted the key disbursements.

Designation No. 1780 was approved, 3-0.

AUTHORIZATION FOR GENERAL FUND INTERNAL BORROWING

Mr. Wurm 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 July 1, 2014, through September 30, 2014, in the amount of up to \$24,434,000,000, 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 May 1, 2014 through May 31, 2014. Declaration of Surplus Money was in the amount of \$11.410 billion. A reduction in Surplus Money was in the amount of \$12.310 billion. An attached list from the State Controller's Office shows the breakdown. The Surplus Money Declaration/Reduction for the month of May was approved, 3-0.

SURPLUS MONEY INVESTMENT FUND REQUEST (SMIF)

There were no Surplus Money Investment Fund participation requests for this month.

AB55 LOAN PROGRAM (Government Code § 16312)

Ms. Tiffany Connelly with the State Treasurer's Office presented the PMIA loans monthly report. As of May 31, 2014 the amount of outstanding AB55 loans was \$273,223,416.02.

Staff recommended approval of the one loan renewal request (Item 7.a) on the agenda in the amount shown on column f of Exhibit A to the staff report. The item reflects increases necessary to continue construction, as well as to pay accrued interest and administrative costs. The loan renewal request is in compliance with the current AB 55 loan policy.

Staff recommended approval of the one new loan request (Item 7.b) on the agenda in the amount shown on column f of Exhibit A to this staff report for the Department of Corrections and Rehabilitation, Stanislaus County Jail Project. Loan proceeds will be used to fund completion of performance criteria and concept drawings and to begin design-build phase on this project. Staff recommended approval of this loan request based on the fact that the department has complied with the requirements of section 3.0 of the current AB 55 loan policy regarding new loan requests.

RENEWAL LOAN REQUEST

	<u>PMIB Loan No.</u>	<u>Department</u>	<u>Amount</u>
a.	1340040	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds San Luis Obispo County Women's Jail Project	\$17,554,000.00

NEW LOAN REQUEST

b.	1340041	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Stanislaus County Jail Project	31,029,000.00
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The Board accepted staff recommendations and approved the two loan requests, 3-0.

PUBLIC COMMENT

None.

ADJOURNMENT

In the absence of further business, the meeting was adjourned at 10:09 a.m.

Respectfully submitted,

Bettina Redway
Executive Secretary