

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

MINUTES

Wednesday, August 19, 2015

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

Roll: Tim Schaefer for State Treasurer John Chiang
Richard Chivaro for State Controller Betty T. Yee
Todd Jerue 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

Mr. Chivaro moved to approve the minutes for the July 15, 2015 meeting. Upon a second by Mr. Jerue, the motion passed 3-0 with the following votes: Mr. Schaefer: yes; Mr. Chivaro: yes; Mr. Jerue: yes.

PMIB DESIGNATION

Ms. Tranice Rainey of the State Treasurer's Office presented a Portfolio Summary Report as of July 31, 2015. On that day, the portfolio stood at \$65.305 billion. The effective yield was 0.328%, the quarter-to-date yield was 0.320% and the year-to-date yield was 0.320%. The average life of the portfolio was 240 days. AB55 Loans approved were \$442 million, with a disbursed amount of \$99 million. The Local Agency Investment Fund had \$20.255 billion total deposits, with 2,477 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 17, 2015 through October 23, 2015. Anticipated receipts for this ten-week period total \$48.380 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 August 17, 2015 through October 23, 2015. Anticipated disbursements for the ten-week period total \$51.104 billion. Ms. Perez detailed important disbursements anticipated during this ten-week period.

Mr. Chivaro moved to approve Designation No. 1794. Upon a second by Mr. Jerue, the motion passed 3-0 with the following votes: Mr. Schaefer: yes; Mr. Chivaro: yes; Mr. Jerue: yes.

DECLARATION OF SURPLUS MONEY/REDUCTION OF SURPLUS MONEY

Ms. Rainey presented the changes in the Surplus Money Investment Fund for the period July 1, 2015 through July 31, 2015. Declaration of Surplus Money was in the amount of \$9.898 billion. A reduction in Surplus Money was in the amount of \$10.585 billion. An attached list from the State Controller's office shows the breakdown.

Mr. Chivaro moved to approve the Surplus Money Declaration/Reduction for the month of July. Upon a second by Mr. Jerue, the motion passed 3-0 with the following votes: Mr. Schaefer: yes; Mr. Chivaro: yes; Mr. Jerue: yes.

SURPLUS MONEY INVESTMENT FUND REQUEST (SMIF)

Ms. Rainey presented the SMIF requests to participate in the Surplus Money Investment Fund:

California Department of Forestry and Fire Protection:
The Forest Legacy Program Stewardship Fund
Fund Number 0942305

California Department of Social Services:
Home Care Fund
Fund Number 09423255

California Department of Social Services:
School Supplies for Homeless Children Fund
Fund Number 09428075

Mr. Jerue moved to approve staff recommendations of the SMIF requests to participate. Upon a second by Mr. Chivaro, the motion passed 3-0 with the following votes: Mr. Schaefer: yes; Mr. Chivaro: yes; Mr. Jerue: yes.

INVESTMENT POLICY - Informational Item

Mr. Jeff Wurm of the State Treasurer's Office, Investment Division presented the Investment Policy for the Pooled Investment Money Account as an informational item. He stated that there had been no changes to the current Investment Policy from last August to this year, noting that the policy dates will be updated. He explained going forward into next year, if there are changes the Board will be notified at its next meeting after a change. The annual Investment Policy review will be placed on the meeting agenda for next August.

AB55 LOAN PROGRAM (Government Code § 16312)

Ms. Loan Nguyen with the State Treasurer's Office presented the PMIA loans monthly report. Staff recommended approval of the two loan renewal requests (Item 7.a – 7.b) on the agenda in the amount shown on column f of Exhibit A to the staff report. Both items reflect increases necessary to complete design work and begin construction, as well as to pay accrued interest and administrative costs.

The loan requests are in compliance with the current AB55 loan policy and, if approved, the impact on the pool from the two loan requests would result in an increase of \$11,857,000.

RENEWAL LOAN REQUESTS

	<u>PMIB Loan No.</u>	<u>Department</u>	<u>Amount</u>
a.	1560002	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Sierra Conservation Center: Health Care Facility Improvement Project	\$8,757,000.00
b.	1560003	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds CA Correctional Institution: Health Care Facility Improvement Project	13,069,000.00

Mr. Jerue moved to approve staff recommendation and approve the two loan renewal requests. Upon a second by Mr. Chivaro, the motion passed 3-0 with the following votes: Mr. Schaefer: yes; Mr. Chivaro: yes; Mr. Jerue: yes.

PUBLIC COMMENT

None.

ADJOURNMENT

In the absence of further business, the meeting was adjourned at 10:18 a.m.

Respectfully submitted,

Grant Boyken
Executive Secretary