

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

MINUTES

Wednesday, May 18, 2016

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
 Eraina Ortega for Director of Finance Michael Cohen

Staff Present: Jeff Wurm, State Treasurer's Office
 Julia Bilaver, Attorney General's Office
 Mark Paxson, State Treasurer's Office

MINUTES

Mr. Chivaro moved to approve the minutes for the April 20, 2016 meeting. Upon a second by Ms. Ortega, the motion passed 3-0 with the following votes: Mr. Schaefer: yes; Mr. Chivaro: yes; Ms. Ortega: yes.

PMIB DESIGNATION

Ms. Tranice Rainey of the State Treasurer's Office presented a Portfolio Summary Report as of April 30, 2016. On that day, the portfolio stood at \$67.536 billion. The effective yield was 0.536%, the quarter-to-date yield was 0.525% and the year-to-date yield was 0.405%. The average life of the portfolio was 164 days. AB55 Loans approved were \$443 million, with a disbursed amount of \$163 million. The Local Agency Investment Fund had \$22.165 billion total deposits, with 2,461 total participants.

Mr. Chivaro moved to approve the Designation No. 1803. Upon a second by Ms. Ortega, the motion passed 3-0 with the following votes: Mr. Schaefer: yes; Mr. Chivaro: yes; Ms. Ortega: yes.

DECLARATION OF SURPLUS MONEY/REDUCTION OF SURPLUS MONEY

Ms. Tranice Rainey presented changes in the Surplus Money Investment Fund for the period April 1, 2016, through April 30, 2016. Declaration of Surplus Money was in the amount of \$11.670 billion. A reduction in Surplus Money was in the amount of \$13.629 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 April. Upon a second by Ms. Ortega, the motion passed 3-0 with the following votes: Mr. Schaefer: yes; Mr. Chivaro: yes; Ms. Ortega: yes.

SURPLUS MONEY INVESTMENT FUND REQUEST (SMIF)

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

State Water Resources Control Board

Series 2016 Bond Proceeds
Fund No.: 0617018

Series 2016 Cost of issuance
Fund No.: 0617019

Ms. Ortega moved to approve staff recommendations of the Surplus Money Investment Fund participation request. Upon a second by Mr. Chivaro the motion passed 3-0 with the following votes: Mr. Schaefer: yes; Mr. Chivaro: yes; Ms. Ortega: yes.

AB55 LOAN PROGRAM (Government Code § 16312)

Ms. Tiffany Connelly with the State Treasurer’s Office, Public Finance Division, presented the PMIA loans monthly report.

1. **Loan Renewal Requests.** Staff recommended approval of the three loan renewal requests (Items 6.a – 6.c) on the agenda in the amounts shown on column f of Exhibit A to this staff report. Item 6.a reflects increases necessary to continue construction. Item 6.b reflects increases necessary to complete construction. Item 6.c reflects increases necessary to continue design work. The increases for items 6.a – 6.c will also pay accrued interest and administrative costs.

2. **New Loan Requests.** Staff recommended approval of the following two new loan requests:

Item 6.d Department of Corrections and Rehabilitation in the amount of \$21,575,000 for the Tulare County Jail Project. Loan proceeds will be used for design work and to begin construction.

Item 6.e Board of State and Community Corrections, in the amount of \$11,290,000 for the Santa Cruz County Adult Local Criminal Justice Facility. Loan proceeds will be used to begin design-build.

The above loan requests are in compliance with the current AB55 Loan Policy and, upon approval, the impact on the pool will result in an increase of \$59,761,000.

LOAN RENEWAL REQUESTS

	<u>PMIB Loan No.</u>	<u>Department</u>	<u>Amount</u>
a.	1560029	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Riverside County Jail Project	\$52,977,000.00

	<u>PMIB Loan No.</u>	<u>Department</u>	<u>Amount</u>
b.	1560030	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Kings County Jail Project	\$33,042,000.00
c.	1560031	Department of Food and Agriculture SPWB Lease Revenue Bonds Yermo Agriculture Inspection Station Relocation	3,165,000.00

NEW LOAN REQUESTS

	<u>PMIB Loan No.</u>	<u>Department</u>	<u>Amount</u>
d.	1560032	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Tulare County Jail Project	21,575,000.00
e.	1560033	Board of State and Community Corrections SPWB Lease Revenue Bonds Santa Cruz County Adult Local Criminal Justice Facility	11,290,000.00

Ms. Ortega moved to approve the staff recommendations and approve the three loan renewals and two new loan requests. Upon a second by Mr. Chivaro, the motion passed 3-0 with the following votes: Mr. Schaefer: yes; Mr. Chivaro: yes; Ms. Ortega: yes.

PUBLIC COMMENT

None.

ADJOURNMENT

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

Respectfully submitted,

Grant Boyken
Executive Secretary