

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

MINUTES

Wednesday, November 16, 2016

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

Roll: Bill Dowell for State Treasurer John Chiang
Richard Chivaro for State Controller Betty T. Yee
Jacqueline Wong-Hernandez 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 October 19, 2016 meeting. Upon a second by Ms. Wong-Hernandez the motion passed 3-0 with the following votes: Mr. Dowell: yes; Mr. Chivaro: yes; Ms. Wong-Hernandez: yes.

PMIB DESIGNATION

Ms. Tranice Rainey of the State Treasurer's Office presented a Portfolio Summary Report as of October 31, 2016. On that day, the portfolio stood at \$70.360 billion. The effective yield was 0.665%, a quarter-to-date yield was 0.654% and a year-to-date yield was 0.621%. The average life of the portfolio was 163 days. AB55 Loans approved were \$621 million, with a disbursed amount of \$294 million. The Local Agency Investment Fund had \$20.928 billion total deposits, with 2,460 total participants.

Mr. Chivaro moved to approve Designation No. 1809. Upon a second by Ms. Wong-Hernandez the motion passed 3-0 with the following votes: Mr. Dowell: yes; Mr. Chivaro: yes; Ms. Wong-Hernandez: yes.

DECLARATION OF SURPLUS MONEY/REDUCTION OF SURPLUS MONEY

Ms. Rainey presented the changes in the Surplus Money Investment Fund for the period October 1, 2016, through October 31, 2016. Declaration of Surplus Money was in the amount of \$10.994 billion. A reduction in Surplus Money was in the amount of \$11.078 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 October 2016. Upon a second by Ms. Wong-Hernandez the motion passed 3-0 with the following votes: Mr. Dowell: yes; Mr. Chivaro: yes; Ms. Wong-Hernandez: yes.

SURPLUS MONEY INVESTMENT FUND REQUEST (SMIF)

There were no SMIF requests for this month.

PROPOSED 2016 PMIB MEETING DATES

Ms. Rainey presented the following proposed dates for the Board's 2016 meetings noting the meetings are held on the third Wednesday of each month except for those dates too close to State observed holidays:

January 18, 2017	July 19, 2017
February 15, 2017	August 16, 2017
March 15, 2017	September 20, 2017
April 19, 2017	October 18, 2017
May 17, 2017	November 15, 2017
June 21, 2017	December 13, 2017

Mr. Chivaro moved to approve the proposed 2017 meeting dates. Upon a second by Ms. Wong-Hernandez the motion passed 3-0 with the following votes: Mr. Dowell: yes; Mr. Chivaro: yes; Ms. Wong-Hernandez: yes.

AB55 LOAN PROGRAM (Government Code §16312)

Mr. Matthew Lehtonen, with the Public Finance Department in the State Treasurer's Office presented the PMIA loans monthly report. Loan Renewal Requests: Staff recommended approval of the two loan renewal requests (Items 7.a & 7.b) on the agenda in the amounts shown on column f of Exhibit A to the staff report. Item 7.a reflects a decrease of the existing loan at the request of the department. Item 7.b reflects increases necessary to continue design-build. The amounts for each item will pay accrued interest and administrative costs.

Impact on the Pool: Mr. Lehtonen reported that the above loan requests are in compliance with the current AB55 Loan Policy and, upon approval will result in a net increase to the outstanding loans balance of \$5,985,000. In addition, on November 3, 2016, \$97,960,000 in outstanding AB55 Loans were paid off from the sale of bonds. As a result, the total impact on the pool for the month of November will be a net decrease of the outstanding loans balance by \$91,975,000.

LOAN RENEWAL REQUESTS

	<u>PMIB</u> <u>Loan No.</u>	<u>Department</u>	<u>Amount</u>
a.	1670009	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Riverside County Juvenile Project	\$23,532,000.00
b.	1670010	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Imperial County Jail Project	25,995,000.00

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

ADJOURNMENT

In the absence of further business, the meeting was adjourned at 10:08 a.m.

Respectfully submitted,

Jeff Wurm
PMIB Administrator