

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

MINUTES

Wednesday, March 15, 2017

The meeting was called to order at 10:04 a.m.

Roll: Bill Dowell 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 Zuffelato, Attorney General's Office
Mark Paxson, State Treasurer's Office

MINUTES

Ms. Ortega moved to approve the minutes for the February 15, 2017 meeting. Upon a second by Mr. Chivaro, the motion passed 3-0 with the following votes: Mr. Dowell: yes; Mr. Chivaro: yes; Ms. Ortega: yes.

PMIB DESIGNATION

Mr. Sean Collier of the State Treasurer's Office presented a Portfolio Summary Report as of February 28, 2017. On that day, the portfolio stood at \$69.459 billion. The effective yield was 0.791%, the quarter-to-date yield was 0.764% and the year-to-date yield was 0.675%. The average life of the portfolio was 186 days. AB55 Loans approved were \$535 million, with a disbursed amount of \$296 million. The Local Agency Investment Fund had \$22.186 billion total deposits, with 2,451 total participants.

Mr. Chivaro moved to approve Designation No. 1813. Upon a second by Ms. Ortega, the motion passed 3-0 with the following votes: Mr. Dowell: yes; Mr. Chivaro: yes; Ms. Ortega: yes.

AUTHORIZATION FOR GENERAL FUND INTERNAL BORROWING

Mr. Collier presented this document, which authorizes the General Fund to borrow from internal sources to meet its cash needs during periods of shortfall. The request was for Authorization for General Fund Internal Borrowing during the period of April 1, 2017 through June 30, 2017, for an amount of up to \$40,063,995,000.

Ms. Ortega moved to approve the Request and Authorization for Transfer of Moneys during the period of April 1, 2017 through June 30, 2017. Upon a second by Mr. Chivaro, the motion passed 3-0 with the following votes: Mr. Dowell: yes; Mr. Chivaro: yes; Ms. Ortega: yes.

DECLARATION OF SURPLUS MONEY/REDUCTION OF SURPLUS MONEY

Mr. Collier presented the changes in the Surplus Money Investment Fund for the period of February 1, 2017 through February 28, 2017. Declaration of Surplus Money was in the amount of \$8,501 billion. A reduction in Surplus Money was in the amount of \$9,966 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 February 2017. Upon a second by Ms. Ortega, the motion passed 3-0 with the following votes: Mr. Dowell: yes; Mr. Chivaro: yes; Ms. Ortega: yes.

SURPLUS MONEY INVESTMENT FUND REQUEST (SMIF)

Mr. Collier presented two SMIF requests to participate in the Surplus Money Investment Fund:

Department of Veterans Affairs
Veterans' Home Morale, Welfare, and Recreation Special Fund
Department of Veterans Affairs 8955
Fund Number: 8109
Chapter: 424/16

California Public Utilities Commission
CPUC Special Deposit Fund
Account: Frontier and Verizon Merger (D-15-12-005)
Fund: 0942319

Ms. Ortega moved to approve staff recommendations of the Surplus Money Investment Fund participation requests. Upon a second by Mr. Chivaro the motion passed 3-0 with the following votes: Mr. Dowell: yes; Mr. Chivaro: yes; Ms. Ortega: 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 three loan renewal requests (Items 7.a - 7.c) on the agenda in the amounts shown on column f of Exhibit A to this staff report. Item 7.a reflects increases necessary to continue construction. Item 7.b reflects increases necessary to continue design-build. Item 7.c reflects increases necessary to complete performance criteria and begin design-build. The amounts for each item will pay accrued interest and administrative costs.

New Loan Request: Staff recommended approval of the following one new loan request: Item 7.d Department of Forestry and Fire Protection - \$9,523,000, SPWB Lease Revenue Bonds, Academy: Construct Dormitory Building, Amador County. Loan proceeds will be used to begin construction.

Impact on the Pool: The above loan requests are in compliance with the current AB55 Loan Policy and, upon approval, will increase the outstanding loans balance by \$35,926,000.

LOAN RENEWAL REQUESTS

	<u>PMIB Loan No.</u>	<u>Department</u>	<u>Amount</u>
a.	1670017	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds San Luis Obispo County Women's Jail Project	\$25,280,000.00
b.	1670018	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Stanislaus County Jail Project	80,389,000.00
c.	1670019	Board of State and Community Corrections SPWB Lease Revenue Bonds Stanislaus County Adult Local Criminal Justice Facility	\$38,023,000.00

NEW LOAN REQUEST

	<u>PMIB Loan No.</u>	<u>Department</u>	<u>Amount</u>
d.	1670020	Department of Forestry and Fire Protection SPWB Lease Revenue Bonds Academy: Construct Dormitory Building, Amador County	9,523,000.00

PUBLIC COMMENT

None.

ADJOURNMENT

In the absence of further business, the meeting was adjourned at 10:12 a.m.

Respectfully submitted,

Jeff Wurm
PMIB Administrator