

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

MINUTES

Wednesday, October 18, 2017

The meeting was called to order at 10:05 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
Catherine Brown, Attorney General's Office

MINUTES

Mr. Chivaro moved to approve the minutes for the September 20, 2017 meeting. Upon a second by Ms. Ortega: 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 September 30, 2017. On that day, the portfolio stood at \$74.055 billion. The effective yield was 1.105%, the quarter-to-date yield was 1.082% and the year-to-date yield was 1.082%. The average life of the portfolio was 190 days. AB55 Loans approved were \$696 million, with a disbursed amount of \$377 million. The Local Agency Investment Fund had \$20.678 billion deposits, with 2,436 participants.

Mr. Amin Pirasteh 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 October 16, 2017 through December 15, 2017. Anticipated receipts for this nine-week period total \$52.05 billion. Mr. Pirasteh highlighted the key receipts.

Ms. Mi Hoang of the State Controller's Office, Cash Management Bureau and Division of Accounting and Reporting continued the presentation. Ms. Hoang highlighted the major disbursements anticipated for the reporting period of October 16, 2017 through December 15, 2017. Projected disbursements for the nine-week period total \$58.776 billion.

Mr. Chivaro moved to approve Designation No. 1820. Upon a second by Ms. Ortega, 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. Sean Collier presented changes in the Surplus Money Investment Fund for the period September 1, 2017 through September 30, 2017. Declaration of Surplus Money was in the amount of \$13.500 billion. A reduction in Surplus Money was in the amount of \$15.038 billion.

Ms. Ortega moved to approve the Declaration of Surplus Money/Reduction of Surplus Money for the month of September. Upon a second by Mr. Chivaro, 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 a request to participate in the Surplus Money Investment Fund:

California High Speed Rail Authority
High Speed Rail Property Fund
Fund Number 9331

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. Dowell: yes; Mr. Chivaro: yes; Ms. Ortega: yes.

REVIEW OF POOLED MONEY INVESTMENT ACCOUNT LOAN POLICY

Mr. Matthew Lehtonen with the Public Finance Department in the State Treasurer’s Office, presented the Pooled Money Investment Account Loan Policy, adopted on October 20, 2010, as amended on October 15, 2014 and November 18, 2015 (“Loan Policy”), the Board reviews the Loan Policy annually each October. Mr. Lehtonen reported that at this time, staff recommended that no changes be made to the current Loan Policy. (Informational Item)

AB55 LOAN PROGRAM (Government Code § 16312)

Mr. Lehtonen presented the AB55 loans staff report. He said that staff recommended approval of the loan renewal request (Item 7.a) on the agenda in the amount shown on column f of Exhibit A of the staff report. Mr. Lehtonen reported that the loan renewal request was in compliance with the current AB55 Loan Policy and upon approval, would increase the outstanding loans balance by \$5,420,000. In addition, on October 12, 2017, \$172,699,000 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 October will be a net decrease of the outstanding loans balance by \$167,279,000.

LOAN RENEWAL REQUEST

	<u>PMIB</u> <u>Loan No.</u>	<u>Department</u>	<u>Amount</u>
a.	1780009	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Imperial County Jail Project	\$31,415,000.00

Mr. Chivaro moved to approve the staff recommendations and approve the loan renewal request. Upon a second by Ms. Ortega, the motion passed 3-0 with the following votes: Mr. Dowell: yes; Mr. Chivaro: yes; Ms. Ortega: yes.

PUBLIC COMMENT

None.

ADJOURNMENT

In the absence of further business, the meeting was adjourned at 10:20 a.m.

Respectfully submitted,

Jeff Wurm
PMIB Administrator