

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

MINUTES

Wednesday, January 17, 2018

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

Roll: Bill Dowell for State Treasurer John Chiang
Jacqueline Wong-Hernandez for Director of Finance Michael Cohen
Richard Chivaro, for State Controller Betty T. Yee

Staff Present: Jeff Wurm, State Treasurer's Office
Catherine Brown, Attorney General's Office

MINUTES

Mr. Chivaro moved to approve the minutes for the December 13, 2017 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 Hickman of the State Treasurer's Office presented a Portfolio Summary Report as of December 31, 2017. On that day, the portfolio stood at \$74.272 billion. The effective yield was 1.304%, the quarter-to-date yield was 1.184% and the year-to-date yield was 1.130%. The average life of the portfolio was 186 days. AB55 Loans approved were \$623 million, with a disbursed amount of \$292 million. The Local Agency Investment Fund had \$21.195 billion total deposits, with 2,429 total participants.

Mr. Chivaro moved to approve Designation No. 1823. 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. Hickman presented the changes in the Surplus Money Investment Fund for the period December 1, 2017 through December 31, 2017. Declaration of Surplus Money was in the amount of \$9.571 billion. A reduction in Surplus Money was in the amount of \$9.920 billion. An attached list from the State Controller's office showed the breakdown.

Mr. Chivaro moved to approve the Surplus Money Declaration/Reduction for the month of December. 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)

Ms. Hickman presented a request to participate in the Surplus Money Investment Fund:

State Treasurer's Office
Lifeline Grant Program Subfund
Fund Number: 0904005

Mr. Chivaro moved to approve staff recommendation of the Surplus Money Investment Fund participation request. 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. Kevin Esmeralda, with the Public Finance Department in the State Treasurer's Office presented the PMIA loans monthly report. Staff recommended approval of the four loan renewal requests and two new loan requests (Items 6.a - 6.f) on the agenda in the amounts shown on column f of Exhibit A to the staff report. Items 6.a and 6.c reflect increases necessary to continue construction and item 6.d reflects increases necessary to complete preliminary plans and begin working drawings. Item 6.b reflects a decrease to the existing loan at the request of the department. In addition, all items will pay accrued interest and administrative costs. Mr. Esmeralda reported that the loan requests were in compliance with the current AB55 Loan Policy and upon approval would result in a net increase to the outstanding loans balance of \$66,339,000.

LOAN RENEWAL REQUESTS

	<u>PMIB Loan No.</u>	<u>Department</u>	<u>Amount</u>
a.	1780015	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Ironwood State Prison: Heating, Ventilation, and Air Conditioning System	\$55,205,000.00
b.	1780016	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Santa Clara County Juvenile Project	7,391,000.00
c.	1780017	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Yolo County Juvenile Project	4,578,000.00

	<u>PMIB Loan No.</u>	<u>Department</u>	<u>Amount</u>
d.	1780018	Department of Forestry and Fire Protection SPWB Lease Revenue Bonds San Luis Obispo Unit Headquarters Replacement	\$2,126,000.00

NEW LOAN REQUESTS

e.	1780019	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Tuolumne County Jail Project	6,655,000.00
f.	1780020	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Tuolumne County Adult Local Criminal Justice Facility	10,308,000.00

Mr. Chivaro moved to accept the staff recommendation and approve the four loan renewal requests and the two new loan 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.

PUBLIC COMMENT

There was no Public Comment.

ADJOURNMENT

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

Respectfully submitted,

Jeff Wurm
PMIB Administrator