

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

MINUTES

Wednesday, February 21, 2018

The meeting was called to order at 10:10 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
Tracey Paine, State Treasurer's Office
Tranice Hickman, State Treasurer's Office
Catherine Brown, Attorney General's Office

MINUTES

Ms. Jacqueline Wong-Hernandez moved to approve the minutes for the January 17, 2018 meeting. Upon a second by Mr. Dowell: the motion passed 2-0 with the following votes: Mr. Dowell: yes; Ms. Wong-Hernandez: yes.

PMIB DESIGNATION

Ms. Tranice Hickman of the State Treasurer's Office presented a Portfolio Summary Report as of January 31, 2018. On that day, the portfolio stood at \$78.576 billion. The effective yield was 1.378%, the quarter-to-date yield was 1.350% and the year-to-date yield was 1.164%. The average life of the portfolio was 179 days. AB55 Loans approved were \$689 million, with a disbursed amount of \$304 million. The Local Agency Investment Fund had \$22.124 billion total deposits, with 2,428 total participants.

(Note that Mr. Chivaro joined the meeting in progress at this point.)

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 February 19, 2018 through April 20, 2018. Anticipated receipts for this nine-week period total \$67.810 billion. Mr. Pirasteh highlighted the key receipts.

Ms. Mi Hoang of the State Controller's Office, Cash Management Bureau and State Accounting and Reporting Division continued the presentation. Ms. Hoang highlighted the major disbursements anticipated for the reporting period of February 19, 2018 through April 20, 2018. Projected disbursements for the nine-week period total \$69.308 billion.

Mr. Chivaro moved to approve Designation No. 1824. 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 January 1, 2018 through January 31, 2018. Declaration of Surplus Money was in the amount of \$12.233 billion. A reduction in Surplus Money was in the amount of \$8.947 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 January. 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 two requests with multiple funds to participate in the Surplus Money Investment Fund:

California Victim Compensation Board
Restitution Fund
Fund Number: 0214

California Department of Transportation
Road Maintenance and Rehabilitation Account
Fund Number: 3290

California Department of Transportation
Trade Corridor Enhancement Account
Fund Number: 3291

Mr. Chivaro moved to approve staff recommendations of the Surplus Money Investment Fund participation 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.

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 two loan renewal requests (Items 6.a and 6.b) on the agenda in the amounts shown on column f of Exhibit A to the staff report. Item 6.a reflects increases necessary to continue construction and Item 6.b reflects increases necessary to complete design-build. Both 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 an increase to the outstanding loans balance of \$3,971,000.

LOAN RENEWAL REQUESTS

	<u>PMIB Loan No.</u>	<u>Department</u>	<u>Amount</u>
a.	1780021	Department of Forestry and Fire Protection SPWB Lease Revenue Bonds Academy: Construct Dormitory	\$13,383,000.00
b.	1780022	Board of State and Community Corrections SPWB Lease Revenue Bonds Stanislaus County Adult Local Criminal Justice Facility	38,134,000.00

Mr. Chivaro moved to accept the staff recommendation and 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.

PUBLIC COMMENT

There was no Public Comment.

ADJOURNMENT

In the absence of further business, the meeting was adjourned at 10:25 a.m.

Respectfully submitted,

Jeff Wurm
PMIB Administrator