

**LOCAL INVESTMENT ADVISORY BOARD
915 Capitol Mall, Room 110
Sacramento, CA 95814**

**Minutes
May 17, 2018**

William Dowell, Director of Investments chairing for State Treasurer John Chiang called the Local Investment Advisory Board (LIAB) meeting to order at 1:33 p.m.

AGENDA ITEM 1: Roll Call

Members Present: William Dowell for John Chiang, State Treasurer
Martin Krieger
Laura Parisi
Beth Renge
Douglas Robinson

The Chair declared a quorum at 1:35 p.m.

Staff Present: Tim Schaefer, Deputy Treasurer, Public Finance
Jeff Wurm, Assistant Director of Investments
Kim McCorstin, LAIF Administrator
Lily Osorio, LAIF Operations Manager
Nicole Milliron, Treasury Program Officer
Nicole Mah, Staff Services Analyst

AGENDA ITEM 2A: Approval of Minutes from the September 21, 2017 Meeting

The minutes for the September 21, 2017 meeting were presented to the Board and approved unanimously by roll call.

AGENDA ITEM 3A: Planning of the 2018 LAIF Webinar

Lily Osorio presented the scheduling of the upcoming Local Agency Investment Fund (LAIF) Webinar to be held on October 11, 2018 and asked the board for recommendations on timing and content.

AGENDA ITEM 4A: Overview of PMIA Performance and LAIF Operations

Jeff Wurm reported for the Pool Money Investment Account (PMIA) as of March 31, 2018:

- PMIA was \$74.97 billion dollars
- LAIF was \$21.20 billion dollars
- The daily rate was 1.59%
- The quarter to date rate was 1.43%
- The year to date rate was 1.23%
- The average life of the portfolio was 183 days

Mr. Wurm also gave a brief overview of the portfolio strategy and noted that Treasuries currently make up 47.5% of the portfolio.

Kim McCorstin reported on LAIF Operations:

- The quarterly apportionment rate for the quarter ending September 30, 2017 was 1.07 percent with administrative costs equaling 0.68 percent of earnings.
- The quarterly apportionment rate for the quarter ending December 31, 2017 was 1.20 percent with administrative costs equaling 0.64 percent of earnings.
- The quarterly apportionment rate for the quarter ending March 31, 2018 was 1.51 percent with administrative costs equaling 0.61 percent of earnings.
- As of March 31, 2018 we had 2,426 participants in LAIF. This total includes: 1,592 Special districts, 54 Counties, 475 Cities, 215 Trustee accounts and 90 Bond accounts.
- LAIF was approximately 28% of the total PMIA with a current balance of \$21,805,990,255.91.

AGENDA ITEM 5: Public Comment

No public comment was made.

AGENDA ITEM 6: Other Business

Ms. Osorio gave a staff update, welcoming Treasury Program Officer Nicole Milliron and Staff Services Analyst Nicole Mah.

Ms. McCorstin provided an update on the Surplus Money Investment Fund (SMIF) loan that provided for the CalPERS Supplemental Pension Payment. As of December 31, 2017, LAIF participants are receiving additional interest from the SMIF loan which is reflected in their apportionment rate. She reiterated that LAIF funds have not been borrowed and continue to be available upon request.

AGENDA ITEM 7: Adjournment

There being no further business or public comment, the meeting was adjourned at 2:20 p.m.