

**LOCAL INVESTMENT ADVISORY BOARD  
915 Capitol Mall, Room 110  
Sacramento, CA 95829**

**Minutes  
May 23, 2019**

Treasurer Ma called the meeting to order at 1:30 p.m.

**1. Roll Call**

Members Present: Fiona Ma, CPA, State Treasurer  
Judith Blackwell  
Walter Hall  
Sung Hyun  
Rafi Manoukian

Staff Present: Spencer Walker, Senior Attorney  
Jeff Wurm, Assistant Director of Investments  
Kim McCorstin, Treasury Program Manager  
Lily Osorio, LAIF Operations Manager  
Laurianne Blanco, Staff Services Analyst  
Jaya Naidu, Associate Treasury Program Officer  
Nicole Mah, Staff Services Analyst

Treasurer Ma declared a quorum.

**2. Review of Unapproved Minutes from May 17, 2018 Meeting**

The minutes were presented to the Board. There was no approval since new Board members were not present during the previous Board meeting.

**3. Introduction to LAIF**

Mr. Wurm, provided a brief overview of the PMIA (Pooled Money Investment Account) and LAIF (Local Agency Investment Fund) Operations for the new Board. Mr. Manoukian questioned why an agency could not withdraw over \$10 million for same day transactions. Ms. McCorstin explained that LAIF asks for a courtesy notice for cash flow purposes but funds are available to agencies when needed.

#### **4. Approval of Application for participation in LAIF by Quasi-Governmental Agency**

Ms. Osorio presented the staff report requesting approval of The Chino Hills Community Foundation as a quasi-governmental agency to participate in LAIF. Treasurer Ma asked how many quasi-governmental agencies were currently active and if there was a minimum balance requirement. Ms. Osorio stated there are five active quasi-governmental agencies so this would be the sixth one and there are no minimum balance requirements.

Mr. Manoukian made a motion to approve and Mr. Hyun seconded the motion.

The item was passed by the following vote:

Treasurer Ma	Aye
Rafi Manoukian	Aye
Sung Hyun	Aye
Judith Blackwell	Aye
Walter Hall	Aye

#### **5. Planning of the 2019 LAIF Conference**

Ms. McCorstin presented the plans for the upcoming LAIF Conference scheduled November 14, 2019 at the Sheraton Grand Sacramento Hotel. The Board discussed the possibility of hosting a welcome reception for attendees in addition to a number of ideas that could enhance the conference experience.

#### **6. Overview of PMIA Performance and LAIF Operations**

Mr. Wurm reported for the PMIA as of March 31, 2019:

- PMIA was \$86.9 billion
- LAIF was \$22.1 billion
- The daily rate was 2.44%
- The quarter to date rate was 2.39%
- The year to date rate was 2.20%
- The average life of the portfolio was 179 days

Ms. McCorstin reported on LAIF Operations:

- The quarterly apportionment rate for the quarter ending June 30, 2018 was 1.90% with administrative costs equaling 0.54% of earnings.
- The quarterly apportionment rate for the quarter ending September 30, 2018 was 2.16% with administrative costs equaling 0.44% of earnings.
- The quarterly apportionment rate for the quarter ending December 31, 2018 was 2.40% with administrative costs equaling 0.41% of earnings.
- The quarterly apportionment rate for the quarter ending March 31, 2019 was 2.55% with administrative costs equaling 0.36% of earnings.

- As of March 31, 2019 there were 2,362 participants in LAIF. This total includes 1,581 Special Districts, 54 Counties, 475 Cities, 188 Trustee Accounts and 64 Bond Accounts.
- LAIF is approximately 25% of the PMIA.
- LAIF Online had 586 agencies registered and averaged 46 online transactions per day or 48% of total daily transactions.

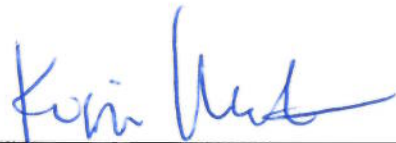
#### **7. Public Comment**

No public comment was made.

#### **8. Adjournment**

There being no further business, the meeting was adjourned at 2:40 p.m.

Respectfully submitted,



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Kim McCorstin  
LAIF Administrator