

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

MINUTES

Wednesday, February 15, 2017

The meeting was called to order at 10:00 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
Mark Paxson, State Treasurer's Office

MINUTES

Ms. Ortega moved to approve the minutes for the January 18, 2017 meeting. Upon a second by Mr. Chivaro, 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 January 31, 2017. On that day, the portfolio stood at \$73.764 billion. The effective yield was 0.764%, the quarter-to-date yield was 0.751% and the year-to-date yield was 0.662%. The average life of the portfolio was 180 days. AB55 Loans approved were \$530 million, with a disbursed amount of \$270 million. The Local Agency Investment Fund had \$22.629 billion total deposits, with 2,451 total participants.

Ms. Kristin Szakaly-Moore 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 13, 2017 through April 21, 2017. Anticipated receipts for this ten-week period total \$64.807 billion. Ms. Szakaly-Moore 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 February 13, 2017 through April 21, 2017. Anticipated disbursements for the ten-week period total \$63.975 billion. Ms. Hoang detailed important disbursements anticipated during this ten-week period.

Mr. Chivaro moved to approve the Designation No. 1812. 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. Collier presented the changes in the Surplus Money Investment Fund for the period January 1, 2017 through January 31, 2017. Declaration of Surplus Money was in the amount of \$10.680 billion.

Reduction of Surplus Money was in the amount of \$10.647 billion. An attached list from the State Controller's office shows the breakdown.

Ms. Ortega moved to approve the Surplus Money Declaration/Reduction for the month of January. 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 one SMIF request to participate in the Surplus Money Investment Fund:

California Office of Health Information Integrity (CalOHII)
Special Deposit Fund
0942326 - 2016 -017 - 21 D (disbursement)
0942326 - 2016 - R - 0299600 (revenue)

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

AB55 LOAN PROGRAM (Government Code § 16312)

Mr. Matthew Lehtonen, with the Public Finance Department in the State Treasurer's Office presented the PMIA loans monthly report. Loan Renewal Requests: Staff recommended approval of the five loan renewal requests (Items 6.a – 6.e) on the agenda in the amounts shown on column f of Exhibit A to the staff report. Item 6.a reflects no change to the existing loan amount at the request of the department. Items 6.b & 6.d reflect increases necessary to continue construction. Item 6.c reflects increases necessary to continue design-build. Item 6.e reflects increases necessary to complete preliminary plans and start design work. The amounts for each item will pay accrued interest and administrative costs.

Impact on the Pool: Mr. Lehtonen reported that the five loan requests are in compliance with the current AB55 Loan Policy and upon approval will result in a net increase to the outstanding loans balance of \$5,343,000.

LOAN RENEWAL REQUESTS

	<u>PMIB</u> <u>Loan No.</u>	<u>Department</u>	<u>Amount</u>
a.	1670012	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Ironwood State Prison HVAC	\$5,100,000.00
b.	1670013	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Tuolumne County Juvenile Project	16,044,000.00

	<u>PMIB Loan No.</u>	<u>Department</u>	<u>Amount</u>
c.	1670014	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Santa Clara County Juvenile Project	\$8,254,000.00
d.	1670015	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Yolo County Juvenile Project	4,561,000.00
e.	1670016	Department of Forestry and Fire Protection SPWB Lease Revenue Bonds San Luis Obispo Unit Headquarters Replacement	2,016,000.00

Ms. Ortega moved to approve the staff recommendations and approve the five loan renewal requests. Upon a second by Mr. Chivaro, 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 10:10 a.m.

Respectfully submitted,

Jeff Wurm
PMIB Administrator