

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

**MINUTES**

Wednesday, March 21, 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  
George Lolas for State Controller Betty T. Yee

Staff Present: Tracey Paine, State Treasurer's Office  
Tranice Hickman, State Treasurer's Office  
Julia Zuffelato, Attorney General's Office  
Mark Paxson, State Treasurer's Office

**MINUTES**

Ms. Jacqueline Wong-Hernandez moved to approve the minutes for the February 21, 2018 meeting. Upon a second by Mr. Lolas: the motion passed 3-0 with the following votes: Mr. Dowell: yes; Mr. Lolas: yes; Ms. Wong-Hernandez: yes.

**PMIB DESIGNATION**

Ms. Tranice Hickman of the State Treasurer's Office presented a Portfolio Summary Report as of February 28, 2018. On that day, the portfolio stood at \$76.373 billion. The effective yield was 1.458%, the quarter-to-date yield was 1.380% and the year-to-date yield was 1.194%. The average life of the portfolio was 172 days. AB55 Loans approved were \$693 million, with a disbursed amount of \$342 million. The Local Agency Investment Fund had \$21.785 billion total deposits, with 2,429 total participants.

Ms. Wong-Hernandez moved to approve Designation No. 1825. Upon a second by Mr. Lolas the motion passed 3-0 with the following votes: Mr. Dowell: yes; Mr. Lolas: yes; Ms. Wong-Hernandez: yes.

**AUTHORIZATION FOR GENERAL FUND INTERNAL BORROWING**

Ms. Hickman presented this document, which authorizes the General Fund to borrow from internal sources to meet its cash needs during periods of shortfall. The Authorization for General Fund Internal Borrowing is for the period April 1, 2018 through June 30, 2018, in the amount of up to \$38.131 billion.

Ms. Wong-Hernandez moved to approve the Authorization for General Fund Internal Borrowing. Upon a second by Mr. Lolas the motion passed 3-0 with the following votes: Mr. Dowell: yes; Mr. Lolas: 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 February 1, 2018 through February 28, 2018. Declaration of Surplus Money was in the amount of \$10.167 billion. A reduction in Surplus Money was in the amount of \$8.719 billion. An attached list from the State Controller's office showed the breakdown.

Ms. Wong-Hernandez moved to approve the Surplus Money Declaration/Reduction for the month of February. Upon a second by Mr. Lolas, the motion passed 3-0 with the following votes: Mr. Dowell: yes; Mr. Lolas: yes; Ms. Wong-Hernandez: yes.

## SURPLUS MONEY INVESTMENT FUND REQUEST (SMIF)

There were no SMIF requests this month.

## AB55 LOAN PROGRAM (Government Code § 16312)

Mr. Kevin Esmeralda, with the Public Finance Division in the State Treasurer's Office presented the PMIA loans monthly report. Staff recommended approval of the four loan renewal requests (Items 7.a and 7.d) on the agenda in the amounts shown on column f of Exhibit A to the staff report. Items 7.a – 7.c reflect increases necessary to continue construction and Item 7.d reflects increases necessary to continue design-build. 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 an increase to the outstanding loans balance of \$23,387,000.

## LOAN RENEWAL REQUESTS

	<u>PMIB Loan No.</u>	<u>Department</u>	<u>Amount</u>
a.	1780023	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Riverside County Jail Project	\$95,514,000.00
b.	1780024	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Tulare County Jail Project	\$57,102,000.00
c.	1780025	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Monterey County Juvenile Project	\$19,954,000.00

	<u>PMIB Loan No.</u>	<u>Department</u>	<u>Amount</u>
d.	1780026	Board of State and Community Corrections SPWB Lease Revenue Bonds Santa Cruz County Adult Local Criminal Justice Facility	\$23,484,000.00

Ms. Wong-Hernandez moved to accept the staff recommendation and approve the four loan renewal requests. Upon a second by Mr. Lolas, the motion passed 3-0 with the following votes: Mr. Dowell: yes; Mr. Lolas: yes; Ms. Wong-Hernandez: yes.

#### **PUBLIC COMMENT**

There was no Public Comment.

#### **ADJOURNMENT**

In the absence of further business, the meeting was adjourned at 10:05 a.m.

Respectfully submitted,

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Tracey Paine  
PMIB Administrator