

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

MINUTES

Wednesday, November 14, 2018

The meeting was called to order at 10:00 a.m.

Roll: Tim Schaefer for State Treasurer John Chiang
Richard Chivaro for State Controller Betty T. Yee
Jacqueline Wong-Hernandez for Director of Finance Keely Martin Bosler

Staff Present: Tracey Paine, State Treasurer's Office
Sean Collier, State Treasurer's Office
Julia Zuffelato, Attorney General's Office

MINUTES

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

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

PMIB DESIGNATION

Mr. Sean Collier of the State Treasurer's Office presented a Portfolio Summary Report as of October 31, 2018. On that day, the portfolio stood at \$84.679 billion. The effective yield was 2.185%, the quarter-to-date yield was 2.144% and the year-to-date yield was 2.036%. The average life of the portfolio was 201 days. AB55 Loans approved were \$724 million, with a disbursed amount of \$348 million. The Local Agency Investment Fund had \$20.205 billion total deposits, with 2,397 total participants.

Mr. Collier presented Designation No. 1833. In accordance with Treasurer's Office policy, the recommended deposit in demand bank accounts as Compensating Balance for Services is \$237,200,000.

Mr. Richard Chivaro moved to approve Designation No. 1833. Upon a second by Ms. Wong-Hernandez the motion passed 3-0 with the following votes: Mr. Schaefer: yes; Mr. Chivaro: yes; Ms. Wong-Hernandez: yes.

DECLARATION OF SURPLUS MONEY/REDUCTION OF SURPLUS MONEY

Mr. Collier presented the changes in the Surplus Money Investment Fund for the period October 1, 2018 through October 31, 2018. Declaration of Surplus Money was in the amount of \$14.670 billion. A reduction in Surplus Money was in the amount of \$14.416 billion. An attachment to the Declaration letter showed the breakdown.

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

SURPLUS MONEY INVESTMENT FUND REQUEST (SMIF)

Mr. Collier presented the request to participate in the Surplus Money Investment Fund:

Secretary of State
Hava Elections Security Grants Fund, Special Deposit Fund
SubFund Number: 0942348

Mr. Chivaro moved to approve staff recommendation 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. Schaefer: yes; Mr. Chivaro: yes; Ms. Wong-Hernandez: yes.

PROPOSED 2019 PMIB MEETING DATES

Mr. Collier presented the following proposed dates for the Board's 2019 meetings noting the meetings are held on the third Wednesday of each month except for those dates too close to State observed holidays:

January 16, 2019	July 17, 2019
February 20, 2019	August 21, 2019
March 20, 2019	September 18, 2019
April 17, 2019	October 16, 2019
May 15, 2019	November 20, 2019
June 19, 2019	December 11, 2019

(Informational Item)

AB55 LOAN PROGRAM (Government Code § 16312)

Mr. Matt Lehtonen, 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 – 7.d) on the agenda in the amounts shown on column f of Exhibit A to the staff report. Item 7.a through 7.d reflects increases necessary to complete construction as well as to pay accrued interest and administrative costs. Mr. Lehtonen 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 \$33,846,000.

LOAN RENEWAL REQUESTS

	<u>PMIB Loan No.</u>	<u>Department</u>	<u>Amount</u>
a.	1890006	Board of State and Community Corrections SPWB Lease Revenue Bonds Fresno County Adult Local Criminal Justice Facility	\$51,273,000
b.	1890007	Department of Forestry and Fire Protection SPWB Lease Revenue Bonds Butte Fire Station/Unit Headquarters: Replace Facility	26,703,000
c.	1890008	Department of Forestry and Fire Protection SPWB Lease Revenue Bonds Vina Helitack Base: Replace Facility	13,230,000
d.	1890009	Department of Forestry and Fire Protection SPWB Lease Revenue Bonds Westwood Forest Fire Station: Replace Facility	\$5,011,000

Mr. Chivaro moved to accept the staff recommendation and approve the loan renewal requests. Upon a second by Ms. Wong-Hernandez, the motion passed 3-0 with the following votes: Mr. Schaefer: 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 10:11 a.m.

Respectfully submitted,

Tracey Paine
PMIB Administrator