

POOLED MONEY INVESTMENT BOARD

**915 Capitol Mall
Sacramento, CA 95814**

MINUTES

Wednesday, February 15, 2023

The meeting was called to order at 10:03 a.m.

Board Members Present: State Treasurer Fiona Ma
David Oppenheim for State Controller Malia Cohen
Gayle Miller for Director of Finance Joe Stephenshaw

Staff Present: Tracey Paine, State Treasurer's Office
Josh Rivera, State Treasurer's Office
Deborah Yang, Attorney General's Office

MINUTES

Treasurer Ma asked for public comments; there were none. Ms. Miller moved to approve the minutes for the January 18, 2023 meeting. Upon a second by Mr. Oppenheim, the motion passed 3-0 with the following votes: Treasurer Ma: yes; Mr. Oppenheim: yes; Ms. Miller: yes.

POOLED MONEY INVESTMENT BOARD DESIGNATION

Mr. Rivera of the State Treasurer's Office presented the Portfolio Summary Report as of January 31, 2023. The total portfolio amount was \$205.965 billion, the effective yield was 2.549%, and the average life was 273 days. The amount of loans approved was \$377 million with a disbursed amount of \$241 million. The total deposit amount for the Local Agency Investment Fund was \$27.953 billion with 2,375 participants.

Mr. Amin Pirasteh of the State Treasurer's Office Centralized Treasury and Securities Management Division presented a summary of forecasted revenue changes in the portfolio for the ten-week period of February 13, 2023 through April 21, 2023. The anticipated receipts total \$74.198 billion.

Treasurer Ma asked to clarify if the \$4.59 billion Personal Income, Bank & Corporation Tax receipts for the period of April 17, 2023 through April 21, 2023 incorporates that some receipts will not be received until the new due date in May. Mr. Pirasteh confirmed it does.

Mr. Oppenheim asked if the interest return on the portfolio for the ten-week period is forecasted. Ms. Miller commented that the Investment Division is limited in what they can invest in, and the return is not the purview of the board. Mr. Jeff Wurm, Director of the State Treasurer's Office Investment Division, stated that projected earnings are included in the forecast but there are multiple factors taken into consideration when determining the amount.

Mr. Alex Formanyuk of the State Controller's Office Cash Management Bureau and Division of Accounting and Reporting then highlighted the major disbursements anticipated for the ten-week period. The forecasted disbursements total \$87.491 billion.

Mr. Rivera then presented Designation No. 1884.

Treasurer Ma asked for public comments; there were none. Mr. Oppenheim moved to approve Designation No. 1884. Upon a second by Ms. Miller, the motion passed 3-0 with the following votes: Treasurer Ma: yes; Mr. Oppenheim: yes; Ms. Miller: yes.

SURPLUS MONEY DECLARATION AND REDUCTION

Mr. Rivera presented the changes in the Surplus Money Investment Fund for the period January 1, 2023 through January 31, 2022. The Declaration of Surplus Money was in the amount of \$14.938 billion and the Reduction of Surplus Money was in the amount of \$13.246 billion.

Treasurer Ma asked for public comments; there were none. Mr. Oppenheim moved to approve the Surplus Money Declaration and Reduction for the month of January. Upon a second by Ms. Miller, the motion passed 3-0 with the following votes: Treasurer Ma: yes; Mr. Oppenheim: yes; Ms. Miller: yes.

SURPLUS MONEY INVESTMENT FUND REQUESTS

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

California Housing Finance Agency
California Dream for All Fund
Fund Number: 9336001

Treasurer Ma asked for public comments; there were none. Ms. Miller moved to approve the Surplus Money Investment Fund request. Upon a second by Mr. Oppenheim, the motion passed 3-0 with the following votes: Treasurer Ma: yes; Mr. Oppenheim: yes; Ms. Miller: yes.

NEW COMMERCIAL PAPER ISSUERS

Ms. Paine of the State Treasurer's Office Investment Division presented one new commercial paper issuer for approval:

1. Sumitomo Mitsui Trust Bank, Limited

Ms. Paine noted that the commercial paper program is highly rated by S&P Moody's and Fitch. She also noted that adding Sumitomo Mitsui Trust Bank, Limited to the list of approved PMIA investments would provide additional diversity in prime investment options for the Pooled Money Investment Account.

Treasurer Ma asked for public comments; there were none. Mr. Oppenheim moved to approve the proposed commercial paper issuer. Upon a second by Ms. Miller, the motion passed 3-0 with the following votes: Treasurer Ma: yes; Mr. Oppenheim: yes; Ms. Miller: yes.

LOAN REQUESTS

Mr. Matt Lehtonen, with the Public Finance Division in the State Treasurer's Office, presented the loan request. Staff recommended approval of one loan renewal request (Agenda Item 7.a). Mr. Lehtonen reported the loan request is in compliance with the current Pooled Money Investment Account Loan Policy and upon approval would result in an increase to the outstanding loan balance by \$28,000.

LOAN RENEWAL REQUESTS

<u>Loan No.</u>	<u>Department</u>	<u>Amount</u>
a. 2230010	Board of State and Community Corrections State Public Works Board Lease Revenue Bonds Trinity County Jail Project	\$ 6,707,000.00

Treasurer Ma asked for public comments; there were none. Ms. Miller moved to accept the staff recommendation and approve the loan request. Upon a second by Mr. Oppenheim, the motion passed 3-0 with the following votes: Treasurer Ma: yes; Mr. Oppenheim: yes; Ms. Miller: yes.

PUBLIC COMMENT

Treasurer Ma asked for public comments; there were none.

ADJOURNMENT

In the absence of further business, the meeting was adjourned at 10:25 a.m.

Respectfully submitted,

Tracey Paine
PMIB Administrator