

TREASURY BOARD  
COMMONWEALTH OF VIRGINIA

January 20, 2015

9:00 a.m.

Treasury Board Conference Room

James Monroe Building  
101 N. 14<sup>th</sup> Street, 3<sup>rd</sup> Floor  
Richmond, Virginia

Members Present: Manju S. Ganeriwala, Chairwoman  
Neil Amin  
Lou Mejia  
David Von Moll  
William Harrison, Jr.  
Douglas Densmore

Members Absent: Craig Burns

Others Present:	Kristin Reiter	Department of the Treasury
	Janet Aylor	Department of the Treasury
	Tim Wilhide	Department of the Treasury
	Debora Greene	Department of the Treasury
	Brandy Mikell	Department of the Treasury
	Neil Boege	Department of the Treasury
	John Ockerman	Department of the Treasury
	Tracey Edwards	Department of the Treasury
	Leslie English	Department of the Treasury
	James Mahone	Department of the Treasury
	Harold Moore	Department of the Treasury
	David Jonas	Department of the Treasury
	Stacy Piercy	Department of the Treasury
	Kathy Green	Department of the Treasury
	Nelson Bush	PFM Group
	Kristy Scott	Auditor of Public Accounts
	Kathleen Bowe	PFM Group
	Craig Robinson	PFM Group
	John Lawson	Va. Department of Transportation
	Laura Farmer	Va. Department of Transportation
	T.W. Bruno	McGuireWoods
	Steve Schemmel	Bank of America
	Kevin Larkin	Bank of America
	Scott Detar	Bank of America
	Brian Moore	Wells Fargo Advisors
	T.C. Wilson	Wells Fargo Advisors

### **Call to Order and Approval of Minutes**

Chairwoman Ganeriwala welcomed Board members and called the meeting to order at 9:06 a.m.

Chairwoman Ganeriwala asked if there were any changes or revisions to the Minutes of the December 18, 2015 meeting; there being none, Chairwoman Ganeriwala asked for a vote of approval. Mr. Von Moll moved for approval of the Minutes, Mr. Mejia seconded, and the motion carried unanimously.

### **Public Comment**

None

### **Action Items**

#### **Resolution Approving the Plan of Finance for the Issuance by the Commonwealth Transportation Board of Transportation Revenue Refunding Bonds**

Janet Aylor presented the Preliminary Financing Summary for the issuance of \$77.2 million Commonwealth Transportation Board of Transportation Revenue Refunding Bonds. The proceeds of the Bonds are being used to refund a portion of the Commonwealth Transportation Board Commonwealth of Virginia Transportation Program Revenue Refunding Bonds, Series 2006A, Commonwealth of Virginia Transportation Revenue Refunding Bonds, Series 2006B, and Commonwealth of Virginia Transportation Revenue Refunding Bonds, Series 2006C for debt service savings. The Bonds are scheduled for competitive bids on February 10, 2016. The estimated true interest cost as of January 19, 2016 is 1.79%.

Ms. Aylor introduced John Lawson and Laura Farmer from the Virginia Department of Transportation, and Bond Counsel T.W. Bruno of McGuireWoods.

Mr. Bruno reviewed the Resolution.

Chairwoman Ganeriwala asked what the true interest cost of the original issue was. John Lawson informed the Board that it was 4.55%. Ms. Aylor replied that one of the reasons for the low interest rates on the new bonds was the proximity to the call date.

Chairwoman Ganeriwala asked if there were any further questions. There being none, Chairwoman Ganeriwala asked for a motion to approve the Resolution. Mr. Harrison moved that the Resolution be adopted. Mr. Von Moll seconded, and the motion carried unanimously.

### **Board Briefing**

None

### **Staff Reports**

#### **Debt Management**

Janet Aylor reviewed the Debt Calendar as of January 4, 2016. She informed the Board that the first quarter would be quiet and bond sales would ramp up in May. Ms. Aylor also reviewed the leasing reports as of December 31, 2015. New vehicles for the Department of General Services were leased through the Master Lease Program this month. There were no transactions in the Energy Lease Program.

### **Security for Public Deposits**

Kristin Reiter reviewed the Security for Public Deposits (SPDA) Report for the month ended November 30, 2015. Ms. Reiter reported that no banks were undercollateralized for the month.

Ms. Reiter noted that there was no change in IDC ratings and they were still using IDC's 2<sup>nd</sup> quarter final 2015 ratings. Next month the ratings would be updated.

### **Investments**

Mr. Wilhide reviewed the SNAP report as of December 31, 2015. The fund's assets were valued at \$3.2 billion, unchanged from the month prior. The monthly yield was 28 basis points, up seven basis points from the month prior. There were \$147 million in new bond issuances for the month.

Mr. Wilhide also reviewed the Investment reports for the month ended December 31, 2015. The General Account portfolio was \$5.1 billion, down \$185 million from the month prior. The average yield on the Primary Liquidity portion of the General Account was 0.44%, up five basis points from the month prior. Mr. Wilhide explained that the Extended Duration portion of the portfolio had an annualized total return of - 3.25 % as a result of rising rates in the market. This resulted in the composite yield being - 0.44% for the month.

Mr. Wilhide then reviewed the LGIP portfolio. The LGIP portfolio was in compliance for all measures for the month of December. The LGIP portfolio was up \$500 million from the month prior due to seasonal increases and is valued at \$3.3 billion. The average yield on the portfolio was 32 basis points, up nine basis points from the month prior. The average maturity was 41 days, up thirteen days from the previous month.

### **Other Business**

Chairwoman Ganeriwala stated the next meeting of the Board would be on February 17, 2016. She then asked for a motion to adjourn at 9:30 a.m. Mr. Von Moll moved for adjournment, Mr. Harrison seconded, and the motion carried unanimously.

Respectfully submitted,

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Michael R. Tutor, Secretary  
Commonwealth of Virginia Treasury Board