

TREASURY BOARD  
COMMONWEALTH OF VIRGINIA  
September 19, 2012  
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  
David Von Moll  
K. David Boyer  
Thomas N. Chewning  
Shaza Anderson  
Craig Burns

Members Absent: William Harrison

Others Present:	Kristin Reiter	Department of the Treasury
	Evie Whitley	Department of the Treasury
	Sherwanda Cawthorn	Department of the Treasury
	Deborah Green	Department of the Treasury
	Janet Aylor	Department of the Treasury
	Belinda Blanchard	Department of the Treasury
	Tim Wilhide	Department of the Treasury
	Donald Ferguson	Attorney General's Office
	Mike Driscoll	Auditor of Public Accounts
	Kristy Scott	Auditor of Public Accounts
	Brian Moore	Optimal Service Group of Wells Fargo
	T.C. Wilson	Optimal Service Group of Wells Fargo
	Karen Hawkridge	Optimal Service Group of Wells Fargo
	Nelson Bush	PFM
	Vasyl Zuk	JP Morgan

**Call to Order and Approval of Minutes**

Chairwoman Ganeriwala welcomed Board members and called the meeting to order at 9:03 a.m.

Chairwoman Ganeriwala asked if there were any changes or revisions to the Minutes of the August 20, 2012 meeting; there being none, Chairwoman Ganeriwala asked for a vote of approval. Mr. Boyer moved the approval of the Minutes, Mr. Von Moll seconded, and the motion carried unanimously.

**Public Comment**

None

**Action Items**

None

**Board Briefing****The Optimal Service Group of Wells Fargo Advisors Quarterly Investment Manager Performance of TICR Endowment for Taxable and Tax-exempt Portfolios for the 2<sup>nd</sup> quarter of 2012.**

T.C. Wilson, Brain Moore and Karen Hawkrigde of the Optimal Service Group reviewed the performance of the Tobacco Indemnification and Community Revitalization Endowment for the second quarter.

Mr. Boyer asked if there was anything the Board needed to be mindful of with the QE3 (Quantitative Easing) policies being implemented by the Federal Reserve. Mr. Wilson indicated that there would be no short term impact.

Ms. Ganeriwala wanted an update on the average maturity of Dodge and Cox. Mr. Wilson stated the duration of the portfolio was 3.4 years.

T.C. Wilson distributed and reviewed a handout entitled "Fixed Income Weekly" (attachment A).

**Staff Reports****Debt Management**

Evie Whitley reviewed the Debt Calendar as of September 10, 2012, and the leasing reports as of August 31, 2012.

Ms. Whitley also reviewed the Final Financing Summary for Commonwealth Port Fund Revenue Refunding Bonds, Series 2012B and 2012C. The true interest cost was 2.90% for 2012B and 3.44% for 2012C.

Tom Chewing asked about Treasury's refunding strategy. Ms. Whitley explained that the Tax Exempt bonds can only be refinanced once before becoming taxable, so if there is only marginal savings, refundings will not occur. The minimum savings should be about three percent. She also said that Treasury constantly receives updates on refunding opportunities from underwriters and advisors.

**Security for Public Deposits**

Ms. Reiter reviewed the Security for Public Deposits Report for the month ended July 31, 2012. She informed the Board that no banks were under collateralized for the month.

Ms. Reiter indicated the merger of a public depository; City National Bank of West Virginia acquired Virginia Savings Bank of Front Royal, Virginia.

Ms. Reiter reviewed the current IDC rankings using IDC's first quarter 2012 rankings.

**Investments**

Mr. Wilhide reviewed the SNAP and Investment reports for the month ended August 31, 2012. He also presented the LGIP portfolio report to the Board for the month of August.

**Other Business**

None.

Chairwoman Ganeriwala stated the next meeting of the Board would be on October 17, 2012. She asked if there was any further business to come before the Board, There being none, Mr. Chewning moved the meeting be adjourned at 9:32 a.m.; Mr. Boyer seconded, and the motion carried unanimously.

Respectfully submitted,



Manju S. Ganeriwala, Chairwoman  
Commonwealth of Virginia Treasury Board