



## TREASURER OF STATE

February 25, 2010

Tuesday, 16 March 10:30

Minutes of the meeting of the State Board of Deposit held February 25, 2010 at 10:00 a.m. in the Office of the Treasurer of State.

### MEMBERS PRESENT:

Kevin L. Boyce, Treasurer of State

Jonathan Vega, representing Attorney General Richard Cordray

Tim Keen, representing Auditor of State Mary Taylor

### OTHERS PRESENT:

Amer Ahmad, Treasurer of State

Bob Newman, Treasurer of State

Jane Wolfe, Treasurer of State

Simone Wilkinson, Treasurer of State

Jason Yost, Treasurer of State

Linda Day, Treasurer of State

Denise Blain, Treasurer of State

Stacey Cumberlander, Secretary

The Secretary of the State Board of Deposit has complied with section 135-1-01 of the Administrative Code concerning notice of the meetings of the State Board of Deposit.

Treasurer Boyce asked for a motion to approve the minutes of the State Board of Deposit meeting held January 26, 2010 which had previously been distributed to the members be dispensed and that the minutes be approved. Mr. Keen made the motion to approve and Mr. Vega seconded. The motion carried.

### OLD BUSINESS

Under old business Mr. Ahmad asked for thoughts from board members on pushing back the date of the biennial bank designation to the April meeting. This will allow more time for all parties to fully review the RFP information. All board members agreed.

## NEW BUSINESS

### ECONOMIC OUTLOOK / INVESTMENT

Mr. Newman presented an overview of the investment philosophy. The Federal Funds rate is at .25%. The overall belief is that rates will stay at these levels until the end of the year 2010. Core CPI is the primary measure of inflation. Core CPI stands at 1.6% for the month of January 2010. Core inflation is expected to remain below the 2% comfort zone while the tightened credit markets and high unemployment continue to weigh down prices. Ohio home sales statewide for new and existing homes for the period January – December totaled 104,010 sales which was 8.1% lower than the 113,225 sales posted during the same period last year. The national unemployment rate was at 9.7% for the month of January, down from the 10.0% for December 2009. Ohio's unemployment rate was 10.9% for the month of December, up from the 10.6% rate in November. The strategy is to add value and position the portfolio in line with near term expectations on interest rates.

### RATIFICATION OF THE INTERIM FUNDS

Treasurer Boyce moved for the Board to ratify \$3,380,385,698.90 as interim funds for January 2010. Mr. Keen approved and Mr. Vega seconded. Motion carried.

### CERTIFICATION OF BOARD EXPENSES

In accordance with Section 135.02 of the Ohio Revised Code, the Chairman and the Secretary of the State Board of Deposit certified that the necessary expenses of the Board which represent KeyBank regular banking fees for January 2010 were \$143,116.28. KeyBank Trust banking fees for January 2010 were \$6,995.88. KeyBank (Highway Patrol Drop) fees for January 2010 were \$85.12. US Bank banking fees were \$134.83 for January 2010. Fifth Third banking fees for ODNR (Maumee Bay) were \$56.40 for January 2010. Fifth Third banking fees for ODNR (Wapakoneta) for December 2009 were \$43.45 and \$40.65 for January 2010. Fifth Third ODNR Watercraft Akron for January 2010 were \$55.89. National City banking fees for ODNR Watercraft were \$19.14 for January 2010. PNC ODNR Mine Subsidence fees for December 2009 were \$528.00. The Board of Deposit advertising fees for RFP were \$26,369.95 for December 2009 and January 2010. OAKS voucher processing fees were \$2.96 for December 2009 and \$2.53 for January 2010. Treasurer of State tax manager fees were \$48,375.01 for October – December 2009. Mr. Keen authorized the Chairman to pay these expenses from the appropriations for that purpose. Mr. Vega seconded.

There being no further business to come before the Board, Treasurer Boyce moved to adjourn. Motion carried. Meeting adjourned.

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KEVIN BOYCE, TREASURER OF STATE  
CHAIRMAN, STATE BOARD OF DEPOSIT

ATTEST \_\_\_\_\_  
SECRETARY

ATTORNEY GENERAL \_\_\_\_\_

AUDITOR OF STATE \_\_\_\_\_