



## TREASURER OF STATE

September 29, 2009

Tuesday, 29 September 2009 02:31

Minutes of the meeting of the State Board of Deposit held Tuesday September 29, 2009 at 10:00 a.m. in the Office of the Treasurer of State.

### MEMBERS PRESENT:

Kevin L. Boyce, Treasurer of State  
Cindy Beck, 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  
Niel Jurist, Treasurer of State  
Sheryl Klein, Treasurer of State  
Linda Day, Treasurer of State  
Denise Blain, Treasurer of State  
Jason Yost, Treasurer of State  
Jane Wolfe, Treasurer of State  
Michael Roth, Bank of New York  
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 August 27, 2009 which had previously been distributed to the members be dispensed and that the minutes be approved. Ms. Beck made the motion to approve and Mr. Keen seconded. The motion carried. It was noted for the record that the minutes from the August 27, 2009 board meeting reflected Treasurer Boyce making the motion to approve the minutes when he actually asked for the motion to approve the minutes.

## OLD BUSINESS

There was no old business to come before the Board.

## NEW BUSINESS

### ECONOMIC OUTLOOK / INVESTMENT

Investment Director Bob Newman presented an overview of the investment philosophy. The Federal Funds rate is at .25%. The Federal Funds rate is forecasted to remain flat through 2009. Core CPI is the primary measure of inflation. Core CPI stands at 1.4% for the month of August 2009. The FOMC Committee anticipates a gradual recovery in economic activity later this year. Ohio home sales statewide for new and existing homes decreased 0.39% from June to July. Traditionally home sales peak in June and fall in July. Some of the contributing factors to the steady sales are falling home prices, low mortgage rates and first time home buyers taking advantage of the \$8,000.00 federal income tax credit. The national unemployment rate for August was reported at 9.7%. Ohio's unemployment rate was at 10.8% for the month of August down from 11.2% in July. Ohio's unemployment rate still remains at the highest level in 25 years. Despite the continuing job loss figures, we are in an emerging recovery and the economic outlook going forward is positive. The strategy is to add value and position the portfolio in line with near term expectations on interest rates.

Also under new business the Board of Deposit budget update was given by Jane Wolfe.

### RATIFICATION OF THE INTERIM FUNDS

Treasurer Boyce moved for the Board to ratify \$2,678,141,480.81 as interim funds for August 2009. Ms. Beck approved and Mr. Keen 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 August 2009 were \$74,988.68. KeyBank Trust banking fees for August 2009 were \$7,259.88. KeyBank banking fees for (State Highway Patrol Drop) for August 2009 were \$93.16. US Bank banking fees were \$138.43 for August 2009. PNC banking fees were \$357.39 for August 2009. Fifth Third banking fees for ODNR (Maumee Bay) were \$47.81 for August 2009 and Fifth Third banking fees for ODNR (Wapakoneta) were \$38.51 for August 2009. Fifth Third banking fees for ODNR Akron were \$45.41 for August 2009. National City banking fees for ODNR Watercraft were \$22.17 for August 2009. McBee deposit ticket fees for ODNR were \$67.28. Ms. Beck authorized the Chairman to pay these

expenses from the appropriations for that purpose. Mr. Keen 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 L. BOYCE, TREASURER OF STATE  
CHAIRMAN, STATE BOARD OF DEPOSIT

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

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

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